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GOVERNMENT OF GUJARAT

Textile Sector Profile



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GUJARAT 10-13 Jan
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Connecting India to the World | **8th Global Summit**

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Textile Sector: India Scenario



Indian Textile Industry

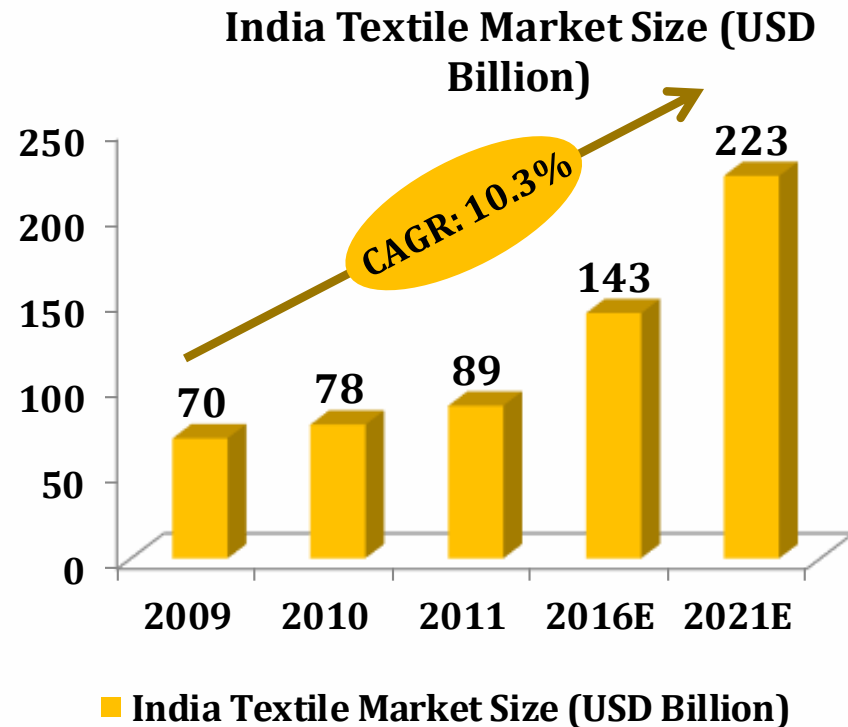


Contribution to Global Figures

- **Largest exporter of cotton yarn** and 2nd largest producer of cotton producing ~36 million bales/annum
- **2nd largest textile exporter** after China; constitutes 5.2% of the total global exports worth USD 772 billion
- **2nd largest exporter of jute goods**, contributing ~USD 0.33 billion to the total export
- **2nd largest fiber producer**, producing 13% of the total world's textile fiber
- **2nd largest producer of silk**, contributing 18% to the total world raw silk production

Indian Textile Industry

- **2nd largest textile manufacturing capacity** globally
- **59% of the world's loom capacity** - highest market share
- **24% of the world's spindle capacity**



India's textile industry is expected to grow at 10.3% CAGR to reach USD 200 billion

Indian Textile Industry

Contribution to National Figures

- **45 million** people currently directly employed and **60 million** indirectly
- **27% of foreign earnings** due to export of textile and clothing
- **21% of total employment generated** is attributed to this sector; highest after agriculture
- **10% to manufacturing production**
- **13% to nation's exports**
- **2% to nation's GDP**

Major Players



Textile is one of key thrust areas of “Make in India” Campaign

Availability of Raw Material



Strong base in production of raw materials ranging from natural fibers (cotton & jute) to man-made fibres (polyester & nylon)

- **2nd largest cotton and cellulosic fibers producing country** in the world
- **2nd largest producer of silk** and contributes about 18% to the total world raw silk production
- **Has 3rd largest sheep population** in the world, producing 45 million kg of raw wool and accounting for ~3% of total world wool production
- **Largest producer** of jute
- **4th largest manufacturer** of synthetic fibres/yarns
- Ranks 6th amongst clean wool producer countries and 9th amongst greasy wool producer countries

Textile Sector: Gujarat Scenario

The background features a series of overlapping, wavy lines in shades of yellow, orange, and purple, creating a dynamic, flowing effect across the lower half of the slide.

Gujarat Textile Industry



Gujarat is known as “Textile State of India” & “Manchester of the East” & “Denim Capital of India”

- Gujarat is a leader in textiles with more than 1500 medium and large textile units
- Gujarat's textile market is estimated to be around USD 25 Billion by 2017

Factsheet:

Contributes **25%** to the country's manufacturing sector

Contributes **12%** to the country's textile exports

Highest number of medium and large textile processing houses (over 600)

Gujarat: The Textile Hub of India



Largest producer (33%) and exporter (60%) of cotton in the country

Largest producer of denim (65%) in the country and 3rd largest in the world, with a billion metre capacity

Largest manufacturer of man-made filament fabric (38%) and man-made fiber (31%)

2nd largest manufacturer of cotton fabric, producing over 390 million metres/annum

Manufactures 30% of the country's woven fabric

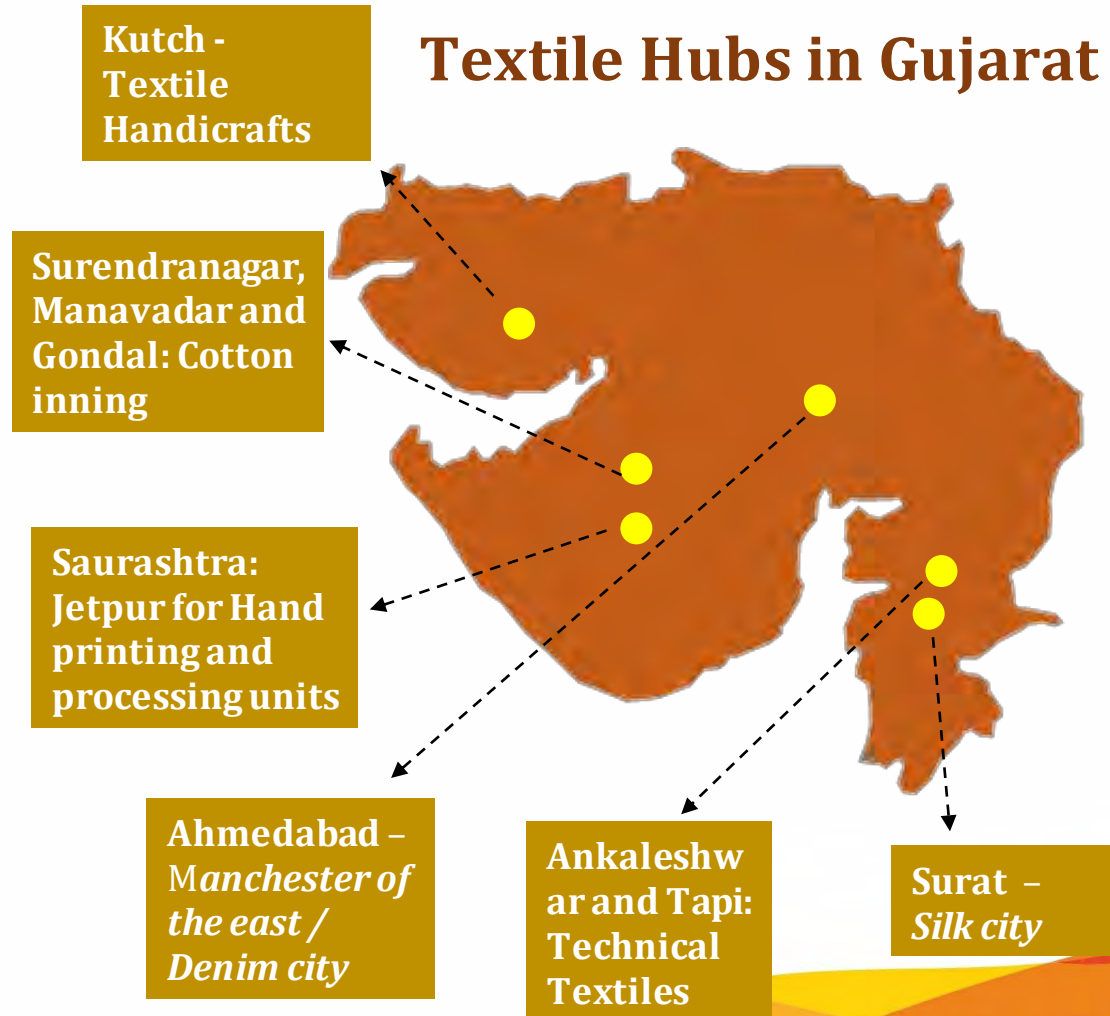
Home to more than 50% of the country's processing machinery manufacturers and 90% of weaving machinery manufacturers

Gujarat: The Textile Hub of India

The State has increased its spindle capacity by **10 Lakh Units** post the announcement of the Textile Policy in 2012

Leading technical textile manufacturer, contributes **25%** to the country's technical textile output and has 1000+ units worth ~ USD 3 Billion

Textile Hubs in Gujarat



Gujarat's Strengths

A decorative graphic consisting of several overlapping, wavy bands of color. The colors transition from yellow and orange on the left to a deep purple on the right. The bands are layered, creating a sense of depth and movement. The background is a solid dark brown color.

Abundant Availability of Raw Material



Cotton

- Top cotton producing state with a production of **~12.5 million bales in FY15**
- **Shankar-6 and BT cotton** are commonly cultivated
- **90%** of state's cotton output is sent to other states
- Hosiery yarn makers make garments and sell it to **top retailers such as Walmart and Macy's in the US**

Wool

- State produces mostly **carpet grade wool**
- Almost **100%** of the wool produced goes to other states like Haryana, Punjab and Rajasthan for processing

Strong Base Across The Entire Value Chain



- ❖ Has **1100+** cotton ginning units; expected to increase to 1400 by 2017
- ❖ The spinning capacity is expected to double from current 2 million spindles to **4 million spindles** in an year
- ❖ Surat is the largest producer of man-made fiber and filament fabric with **40%** share in the country
- ❖ Daily production of **~30 million metres** of raw fabric in Surat alone
- ❖ Huge capacity for processing of fabrics with **~25 million metres** of production in Surat alone
- ❖ Home to **Asia's largest manufacturer** of Corduroy Fabrics i.e. Sintex Industries

Presence of Leading International and National Players



Key Players

International

Finnish firm Ahlstrom,
American firm Hygienics Corporation, Austrian firm TenCate Geosynthetics

National

Arvind Mills, Welspun, Vardhaman Group, Alok Industries, Raymond, Garden Silk Mills, Mafatlal, Aditya Birla Nuvo



Skill Development



Skill Development

- Major academic institutions across the State offer training programmes
 - ✓ Ahmedabad Textile Industrial Research Association (ATIRA), **Ahmedabad**
 - ✓ Man-made Textile Research Association (MANTRA), **Surat**
 - ✓ National Institute of Fashion Technology (NIFT), **Gandhinagar**
 - ✓ Apparel and Leather Technics (ALT) Training College, **Ahmedabad**
 - ✓ National Institute of Design (NID), **Ahmedabad**
 - ✓ Surat Education and Research Society, **Surat**
- Leading engineering colleges offer courses in Textile Technology, Textile Processing and Textile Engineering
- Government provides assistance to apparel training institutions and trainees as well as training support to power loom sector

28 ITI's provide industrial training courses on Textiles and Garments and have an intake of approx. 6000

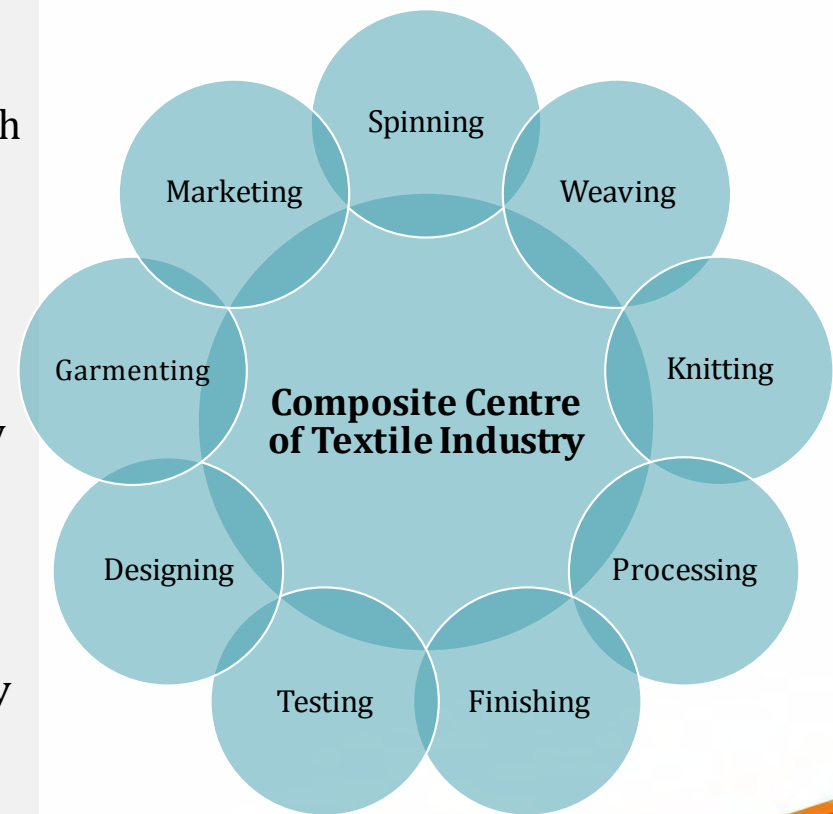
- Specific textile courses offered by ITIs are:
- Cutting & sewing
 - Cutting, embroidery & needle work
 - Computer-aided dress making & dress design
 - Tailoring
 - Pattern making
 - Finished garment checking

Textile Composite Centre

Ministry of Textiles, Government of India, has declared ATIRA as a Centre of Excellence (CoE) for composites

Composite Centre will help in the development of entire value chain of textile industry

- **R&D Centre:** Would have a pilot project for each new product development
- **Production Centre:** Would help in producing the 1st batch of the product developed in the R&D centre and in generating revenue for the centre
- **Testing and Certification:** Would help test raw materials and developed products and provide certification
- **Design Studio:** Would enable development of new designs
- **Branding and Marketing:** Would help industry participate in National and International exhibitions and help in organizing conferences, seminars, workshops, etc.
- **Skill Development:** Would help in training manpower with the latest technology



Textile Parks & SEZs



Upcoming Textile Park Projects & SEZs



Textile Park	Proposed Activities
Baroda Rayon Corporation, Udhna Main Road, Surat	Weaving & Allied Industry
Sanand - Viramgam Highway, Sanand	Weaving of High Value Sheeting Textiles & Technical textiles
Main Bypass Highway, Veraval, Junagadh	Spinning, Weaving, Knitting, Knit-process and Stitching
Pasana Village Crossing, Ahmedabad Mumbai Highway, Surat	Infrastructure & Plots for Weaving, Embroidery & Processing
Devarshi Textile Park Consortium Pvt Ltd, Ichhapur, GIDC, Surat	Weaving & Allied Industry
Rudraksh Project Management Pvt Ltd, Icchapur, GIDC, Surat	Weaving, Knitting, Embroidery & Allied Industry
Mundra Infrastructure Pvt Ltd, Ichhapur, GIDC, Surat	Weaving & Allied Industry
Surat Super Yarn Park Ltd, Mangrol	Texturised Yarn Manufacturing Activities

Upcoming Textile Park Projects & SEZs



Textile Park	Proposed Activities
Soham Integrated Textile Park Ahmedabad Ltd, Ahmedabad	Textile Processing Activities
Vraj Integrated Textile Park, Bidaj Village, Kheda	Spinning, Weaving, Processing, Garmenting and Embroidery

SEZs Space for Textile

SEZs Space for Textile	Sector/ Size
Ahmedabad Apparel Park, GIDC	Apparel/ 38 Hectare
Mundra Integrated Textile and Apparel Park, Mundra SEZ, Kutch	Textile/ 116 Acre
Surat Apparel Park, GIDC	Apparel/ 57 Hectare
Pradip Overseas Limited, Bhamasara, Bawla, Ahmedabad	Textile/ 110 Hectare
Jindal worldwide Limited, Bhamasara, Bavla, Ahmedabad	Textile/ 101 Hectare

Policy Support: Government of India



National Policy & Schemes



Textile Park Developer	Scheme for Integrated Textile Park (SITP)	US \$39.81 million has been allocated for integrated parks in Union Budget 2015-16
	Integrated Processing Development Scheme (IPDS)	Establish 4-6 Brownfield & 3-5 Greenfield projects addressing the needs of existing Textile Clusters
Textile Manufacturer	Technology Up-gradation Fund Scheme (TUFS)	Loans at low interest rate for Textile Firms for technological up-gradation
	Export Promotion Capital Goods Scheme (EPCG)	Zero duty scheme for import of capital goods for pre-production, production & post-production of export items
	FDI Norms	Single Brand Product Retail Trading
		Wholesale Trading/Cash & Carry Wholesale Trading
	Schemes for Growth and Development Technical Textiles (SGDTP)	Technology Mission on Technical Textiles (TMTT), Focus Product Scheme, Concessional Customs Duty on Machinery, FDI, etc.
	Jute Technology Mission (JTM)	Modernizing plant and machinery in jute industry, adopting international standards and upgrading skills
Other Incentives	Exemption from Basic Customs Duty & Countervailing Duty, Incentives for companies engaged in manufacturing having an in-house R&D centre	

Policy Support: Government of Gujarat



Gujarat Policy - Support



Over and above Government of India Schemes, the Gujarat Textile Policy 2012 provides support to Textile Park Developers and Textile Manufacturers

Take integrated approach to strengthen the value chain - “Farm to Fiber to Fabric to Fashion to Foreign”
(5 Fs)

Attract investments of ~INR 20000 Crore, create new employment opportunities for 2.5+ million people (50% of which being rural women)

Promote Technical textiles, synthetic & non-cotton textile internationally and make it competitive by way of value addition and technology upgradation

OBJECTIVES

Enhance the growth of cotton farmer by way of better price realization

Provide assistance and necessary support to strengthen the whole value chain of textile industry

Encourage cotton spinning and weaving parks around cotton growing areas

Gujarat Policy - Interventions



1. Interest subsidy of 5% on new plant & machinery for value-addition chain from ginning, pressing, weaving, dyeing & processing, knitting, garment manufacturing and technology up-gradation

2. Interest subsidy of 6% for Technical Textiles

3. Interest subsidy of 7% on new plant & machinery for Cotton Spinning

4. Refund of VAT on expansion of existing and new units within the entire value chain from cotton to garment and made-ups

5. Power tariff concession on new investment for cotton spinning @Re.1 per unit

6. Support for establishing Textile & Apparel Park: 1) 50% (max. INR 30 crore) for Spinning Park 2) 50% (max. INR 10 crore) for Other Textile Park

7. Financial assistance for building Skill Development Centre's and Technology Acquisition

Investment Opportunities

The image features a dark brown background with the text "Investment Opportunities" in a white, serif font. Below the text, there is a large, abstract graphic composed of several overlapping, wavy bands. The colors of these bands include yellow, orange, and purple, creating a sense of movement and depth. The bands flow from the left side of the image towards the right, where they curve upwards and disappear into a white area.

Opportunities Aplenty



Conventional Textile

High valued garment manufacturing, cotton and synthetic based spinning, weaving and processing units

Indutech

Glass fiber battery separator, fusing belts, high mesh filters, industry felt, woolen felt, fire resistant fabric, slings for bulk handling

Hometech

High quality upholstery fabric, narrow width fabric for furniture application, wipes for house hold use, fiber foam & wadding, fiberfill products

Agrotech

Agro shading net, packing net for agro products

Geotech

Woven & non-woven geotextiles

Clothtech

Narrow width fabric as fashion accessories like belt

Buildtech

Scaffolding net

Protech

Fire retardant clothes

Mobiltech

Interior carpets & NVH components

Packtech

Jumbo bags, FIBC, coated fabric for soft luggage

Oekotech

PP nonwoven liners for land fill sites of MSW

Meditech

Nonwoven disposables like apron, mask, caps, draper etc

Infrastructure Development

Cotton integrated textile and apparel park

Others

Cotton based shuttleless weaving, energy efficient modern process house, made-ups and garments

Supporting Organizations



Supporting Organizations



Industries Commissionerate

Block No. 1, 2nd Floor, Udyog Bhavan,
Gandhinagar, Gujarat, India - 382 010

<http://ic.gujarat.gov.in/>

Phone: 079-23252683

E-mail: iccord@gujarat.gov.in

Gujarat Industrial Development Corporation

Block No. 4, 2nd floor, Udyog Bhavan,
Gandhinagar, Gujarat, India – 382 010

<http://www.gidc.gov.in/>

Phone: 079-23250583

E-mail: vcmd@gidcgujarat.org



THANK YOU

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