

JOINT SCRUTINY AND VERIFICATION REPORT OF REIMBURSEMENT OF TAX TO M/S. WELSPUN FLOORING LIMITED UNDER T-TAP-2017-22 AS PER GOVT. MEMO NO.939Tex.2/2020-4, DATED: 10.08.2020 of INDUSTRIES AND COMMERCE (TEX) DEPT.

DATE: 24-12-2021

1.	Name of the Unit	M/s Welspun Flooring Ltd.
2a)	Address of the unit	Survey No. 190, Chandanvelli IP, Shabad Mandal, Ranga Reddy District.
b)	Name of the Proprietor/ Partner/ MD/ CEO	Mr. Mukesh Savlani, CEO & Whole time Director
3.	Constitution of Industry	Public Ltd., Company.
4a)	Social Status	Corporate
b)	Share of the SC/ST/ Women Entrepreneur	--
5.	PMT SSI Registration No.	U1729GJ2016PLC086292 dt. 01.03.2016
6.	Line of activity	Technical Textiles (Tufted Carpet and Stone Plastic Composite)
7.	New/ Expansion/ Diversification Unit	New Unit
i)	Application UID Number	MEG006003126211
ii)	Common Application Number	INCTEXT202102082063
8.	Date of commencement of Commercial Production	13/09/2019
9.	Date of filing of claim application	23-02-2021
10.	Name of the Financing Institutions in case of aided units	1) Bank of Borada 2) EXIM Bank 3) Indusind Bank

11) Fixed Capital Investment pertaining to "Carpet Textiles" and "Luxury Vinyl Tiles"

(Amount in Rs.)

Details of Fixed Capital Assets	Amount claimed by the Unit as on 23-02-2021	Recommended by the Joint Inspection and Verification Team of H&T Dept. and Industries Dept.	Eligibility computed for Carpet Textiles & Luxury Vinyl Tiles	Remarks
i) Land	37,75,75,000.00	18,45,44,930-00	18,45,44,930-00	As per G.O.Ms.No.14, the plinth area and cost has been taken up to five time of plinth area of factory building and also as per Joint Inspection Report.
ii). Building: Factory Building and Infrastructure	184,86,68,797.00	149,46,63,755-00	149,46,63,755-00	The building cost has been taken up as per the cost computed by the Chartered Engineer and Joint Inspection Report.
iii) Plant & Machinery	609,46,07,416.00	548,71,28,093-00	548,71,28,093-00	The cost of P&M has been taken up as per Joint Inspection Report of H&T Dept. and Industries Dept. duly deducting the duplicate & ineligible invoices.
Total	851,97,02,499.00	716,63,36,778-00	716,63,36,778-00	

****CT : Carpet Textiles and**

****LVT : Luxury Vinyl Tiles**

11. Production Details in the year:

Sl. No.	Half Year Period	Production Quantity in Sq.Mts (as per Form-A)	Sales in Rs. (as per Form-A)	SGST. Value in Rs. (as per Form-A)
1	1 st Half Year April 2019 to Sept,2019	1,63,533	Rs.1,25,56,806/-	Rs.7,56,697/-
2	2 nd Half Year Oct.19 to Mar.2020	22,38,812	Rs.37,73,27,031/-	Rs.2,34,97,407/-
3	1 st Half Year Apr.2020 to Sep.2020	73,40,762	Rs.95,39,96,120/-	Rs.6,92,99,813/-
	Total			Rs.9,35,53,917/-

12. Year of the Tax reimbursement claimed by the Unit : 1st Half Year of 2019-20
2nd Half Year of 2019-20
1st Half Year of 2020-21.

13. Details of Tax reimbursement already sanctioned: -NIL-

Sl.No.	Year	Amount in Rs.
--	--	Nil

14. **Tax paid during the year** 2019-20 1st Half Year: Rs.7,56,697/-
2019-20 2nd Half Year: Rs.2,34,97,407/-
2020-21 1st Half Year: Rs.6,92,99,813/-

TOTAL :: Rs.9,35,53,917/-

(As per Form-A duly certified by the Commercial Tax Dept.)

ABSTRACT

Period	Total Subsidy claimed by the Unit Rs.	Tax Paid as per Commercial Tax Dept. Rs.	Recommended by DLO Rs.	Computed eligible subsidy as per Guidelines Rs.	Remarks
1 st Half Year (13.09.2019 to 30.09.2019)	7,56,697	7,56,697	7,56,697	6,62,421	An Invoice amount of Rs.94,276/- is disallowed which is prior to DCP
2 nd Half Year (1.10.2019 to 31.3.2020)	2,34,97,407	2,34,97,407	2,34,97,407	2,34,97,407	--
1 st Half Year (1.4.2020 to 30.9.2020)	6,92,99,813	6,92,99,813	6,92,99,813	6,92,96,948	As per GSTR1-April 2020-21 tax paid is Rs.304902 which is less than the claimed. Hence Rs.2865/- is disallowed from the April-2020-21 claim of Rs.3,07,767/-
Total	9,35,53,917	9,35,53,917	9,35,53,917	9,34,56,776	

As per Point No.34 of T-TAP Guidelines:

Reimbursement of Tax as per T-TAP Guidelines	Reimbursement of Tax as per Customized G.O.Ms.No.19
34 (b) 100% reimbursement of net SGST will be granted for SGST collected on end product/ intermediate product within the entire value chain, and paid to the State Govt. by way of cash or through utilization of SGST/IGST credits, for a period of 7 years from the date of commencement of commercial production or upto realization of 100% eligible Gross Fixed Capital Investment, whichever is earlier period five years.	<p>Reimbursement of 100% gross SGST will be granted for a period of 10 years from the date of commencement of commercial production, or upto realization of 100% eligible Fixed Capital investment based on the following operational model.</p> <p>The company will normally supply its intermediate/ finished goods within the state, to a marketing company (affiliated or otherwise) after charging applicable SGST and CGST. Gross SGST collected and paid by the company to the Govt. in cash or through utilization of eligible input tax credit (SGST or IGST) will be reimbursed to the company. The marketing company may in turn sell/ resupply the said goods within the state, outside the state or in the course of export. The marketing company shall be entitled for availment and utilization of input tax credit on purchase of such goods from the company without any restriction.</p>

15. 100% tax paid value : Rs.9,35,53,917/-
16. Amount claimed by the Unit : Rs.9,35,53,917/-
17. Recommended as per Guidelines: i) Carpet Textiles share @ 88.20% - Rs.8,24,28,876/-
and Customized G.Os : ii) LVT share @ 11.80% - Rs.1,10,27,900/-

TOTAL: - Rs.9,34,56,776/-

Total Eligible Reimbursement of Tax is Rs.9,34,56,776/- to be proportioned between Carpet Textiles and LVT on the basis of ratio fixed under investment in Plant and Machinery as per Joint Inspection Report dt: 28-8-2021 as detailed below:

SNo	Period	Ratio proportioned between		Total 100% Rs.
		<u>Carpet Textiles</u> 88.20% Rs.	<u>Luxury Vinyl Tiles</u> 11.80% Rs.	
1	1st Half Year 2019-20 (13.09.2019 to 30.09.2019)	5,84,255	78,166	6,62,421
2	2nd Half Year 2019-20 (1.10.2019 to 31.3.2020)	2,07,24,713	27,72,694	2,34,97,407
	1st Half Year 2020-21 (1.4.2020 to 30.9.2020)	6,11,19,908	81,77,040	6,92,96,948
TOTAL AMOUNT		8,24,28,876	1,10,27,900	9,34,56,776
Less: (-) Amount already sanctioned		0	0	0
Amount now sanctioned		8,24,28,876	1,10,27,900	9,34,56,776

[Signature]
Assistant Director

[Signature]
Assistant Director (H&T)

[Signature]
General Manager,
District Industries Centre,
Ranga Reddy District.

[Signature]
Joint Director (H&T)
O/o. CH&T & AEPs,
TS, Hyderabad.