

Minutes of the 1st meeting (2018 Series) of Unit Approval Committee in respect of SEZs & EOUs of Tamil Nadu, Puducherry, Andaman & Nicobar Islands held on 24.01.2018

Sl.No.	Name (S/Shri/Smt./Ms.	Designation	Position
1.	Dr. M K Shanmuga Sundaram IAS	Development Commissioner, MEPZ-SEZ	Chairperson
2.	D. Anandan, IAS	Joint Development Commisisoner, MEPZ-SEZ	Member
3.	R Anitha Nandhini, IFS	Deputy Development Commissioner, MEPZ-SEZ	Member
4.	G Suresh Babu	Deputy Development Commissioner, MEPZ-SEZ	Member
5.	R Dinakaran, IRS	Deputy Commisisoner, GST & Central Excise	Member
5.	R Vasudevan	Specified Officer, MEPZ-SEZ	Member
6.	K Hrishikesh Reddy, ITS	Assistant Director General of Foreign Trade	Member
7.	R Vasudevan	Specified Officer, MEPZ-SEZ	Member
8.	B Balamuralidaran, IRS	Asst. Commissioner, Income Tax, Tambaram	Member
9.	Subha Chandran	Asst. Commissioner, GST & Central Excise	Member
10.	N Kannan	Vice Chairman, Industrial Guidance Bureau	Member

The Unit Approval Committee confirmed and ratified the minutes of the UAC held on 22.12.2017.

At the outset of the meeting, Shri G. Suresh Babu, DDC, pointed out the Notification No.G.S.R.77 (E) (3) of Ministry of Commerce and Industry dated 5th August 2016, whereby a Unit or Developer including a Co-Developer should obtain Registration-Cum-Membership Certificate for availing exemptions, drawbacks and concessions. He opined that all the SEZ Units, Developers & Co-Developers availing exemptions/drawbacks/concessions should be informed about this requirement. Further, Shri R. Vasudevan, Specified Officer suggested that we may prepare a list of Units/Developers/Co-Developers who are yet to become member of EPCES and send the list to the AOs of the Zones to inform such Units/Developers/Co-Developers to register themselves as members of EPCES.

1.1 Request from M/s. Kanam Latex Industries Private Limited, for setting up a unit in the SEZ :

The proposal of M/s. Kanam Latex Industries Private Limited for setting up their unit for manufacture and export of Medical Gloves, Synthetic Medical Gloves, Household Gloves, Industrial Glove and Workman's Gloves at AMRL SEZ, Nanguneri, Tirunelveli with a projected investment of ₹ 3,000 lakh and projected NFEE of ₹ 4,750 lakh over a period of 5 years with

an employment generation for 700 people was examined by the Unit Approval Committee. After deliberations, the Committee approved the proposal in terms of the provisions contained in Rule 18(2) of SEZ Rules, 2006.

1.2 Request from M/s. India Power Corporation (Tuticorin) Pvt. Ltd., Co-Developer for procurement of materials:

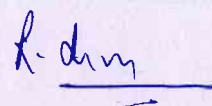
M/s. India Power Corporation (Tuticorin) Pvt. Ltd., Co-Developer at AMRL SEZ, Nanguneri, Tirunelveli have submitted for approval of UAC, a list of materials for domestic procurement for a value of ₹ 434.83 lakh for "Power Distribution infrastructure in the SEZ area" as a part of their authorised operations. The request was examined by the Approval Committee. After deliberations, the Committee approved the procurement of the materials in terms of the provisions contained in Rule 12(2) of SEZ Rules, 2006 and as per the Power Guidelines issued by Department of Commerce on 16.2.2016. The Committee also instructed that the Authorised Officer of the concerned SEZ shall ensure regular submission of Form E with regard to the utilisation of the materials procured by the Developer as per Rule 12(7) of SEZ Rules, 2006.

1.3 Request from M/s.Perungudi Real Estates Private Limited, Developer for procurement of materials :

M/s.Perungudi Real Estates Private Limited, Developer have submitted for approval of UAC, a list of materials for domestic procurement for a value of ₹ 4,234.72 lakh with a duty/GST foregone value of ₹ 762.25 lakh for building 42,800 Sqm in the SEZ as a part of their authorised operations. The request was examined by the Approval Committee. After deliberations, the Committee approved the procurement of the materials in terms of the provisions contained in Rule 12(2) of SEZ Rules, 2006. The Committee also instructed that the Authorised Officer of the concerned SEZ shall ensure regular submission of Form E with regard to the utilisation of the materials procured by the Developer as per Rule 12(7) of SEZ Rules, 2006.

1.4. Request from M/s. Prodapt Solutions Pvt. Ltd., (Unit-II) for acquiring additional space in the same SEZ :

The request for approval for acquiring additional space of 12,982 Sft at the 1st Floor, Tower 1 of the IG3 Infra SEZ by M/s. Prodapt Solutions Pvt. Ltd., (Unit-II) a unit in IG3 Infra SEZ, Thoraipakkam was examined by the Unit Approval Committee. After deliberations, the Committee approved the acquiring of additional space by M/s. Prodapt Solutions Pvt. Ltd., (Unit-II) in view of the revised projections given by the Unit.



1.5. Monitoring the performance of 5 units in J.Matadee FTWZ Sriperumpudur :-

Sl.No.	Name of the Unit	Year & Block	Cumulative NFE (₹ in Lakh)
1	Seaways Shipping and logistics Ltd.,	3 rd Year in 1 st Five Year Block	1,811.77
2	Minerva Integrated Logistics Pvt. Ltd.,	1 st Year in 1 st Five Year Block	21.6
3	Huawei Telecommunication India P Ltd.,	2 nd Year in 1 st Five Year Block	12,017.60
4	LOM Supply Chain India Pvt.Ltd.,	3 rd year in 1 st five year block	2,238.12
5.	FM Global Logistics India Pvt. Ltd.,	2 nd year in 1 st Five year block	91.24


The Unit Approval Committee noted that the cumulative NFE of the units was positive.

1.6 Request from M/s.Hexaware Technologies Limited SEZ Developer for procurement of materials :

M/s.Hexaware Technologies Limited SEZ, Developer of the SEZ have submitted for approval of UAC, a list of materials to be imported for a value of ₹ 9.35 lakhs and domestic procurement for a value of ₹ 11.60 lakh with a duty/GST foregone value of ₹ 6.29 lakh for Sewage Treatment Plant as a part of their authorised operations. The request was examined by the Approval Committee. After deliberations, the Committee approved the procurement of the materials in terms of the provisions contained in Rule 12(2) of SEZ Rules, 2006. The Committee also instructed that the Authorised Officer of the concerned SEZ shall ensure regular submission of Form E with regard to the utilisation of the materials procured by the Developer as per Rule 12(7) of SEZ Rules, 2006.

1.7 Request from M/s.IBM India Private Limited (Unit – I) for downsizing their existing operating area in the SEZ :

The request of M/s. IBM India Private Limited (Unit-I) for approval for downsizing their existing operating area in Block -1A, 5th Floor (B Wing) of DLF IT/ITES SEZ admeasuring an area of 29,967 Sft. from the existing area of 6,96,552 Sft. for business requirement and optimum utilisation of space was examined by the Committee. After deliberations, the Committee approved the downsizing of space by M/s. IBM India Private Limited (Unit – I) with the condition to surrender the area to the developer within 90 days.



1.8 Request from M/s. TVS Toyota Tsusho Supply Chain Solutions Limited a unit in the FTWZ for Inclusion of value added services :

M/s. Toyota Tsusho Supply Chain Solutions Limited has requested for the approval of value added services to be provided from their unit at J. Matadee Free Trade Warehousing Zone, Sriperumbudur. The Unit's request is to allow assembling of Semi-Knocked Down (SKD) Motor Graders (Construction machine) which would involve the following activities:-

1. Shifting the moldboard.
2. Rotating the circle/cylinder back to its position, rotating the spindles.
3. Fitting the front test tyres.
4. Turning the blade with pump manually back to its position.

The Unit also informed the Committee that there would be no requirement of special labour or special infrastructure to carry out this assembly of Semi-Knocked Down equipments and that the HSN Code of the Goods at the time of inward and outward entries to FTWZ would remain the same. The request of the Unit was examined by the Committee. After deliberations, the Committee approved the activity of assembling of Semi-Knocked Down Motor Graders under rule 18(5) of SEZ Rules, 2006.

1.9 Request from M/s. BYD Electronics India Pvt. Ltd., a unit in SIPCOT SEZ, Oragadam for amending the name in the LOA as M/s. BYD India Pvt. Ltd.

M/s. BYD Electronics India Pvt. Ltd., has requested for approval for change of name from M/s. BYD Electronics India Pvt. Ltd., to M/s. BYD India Private Limited. The unit stated that there is no change in Directors and no change in shareholding pattern. The request of the unit was considered by the Committee. After deliberations, the Committee approved the request for changing its name from M/s. BYD Electronics India Pvt. Ltd to M/s. BYD India Private Limited in terms of the provisions contained in Rule 19(2) of SEZ Rules, 2006 and subject to the condition that the unit shall become a member of EPCES.

1.10 Request from M/s. Transunion Global Technology Centre LLP, for acquiring additional space in DLF IT/ITES SEZ :

M/s. Transunion Global Technology Centre LLP, a unit in DLF SEZ have requested for approval for acquiring additional space of 19,755 Sft. at 9th Floor (Part), Block-2, of the SEZ. The Unit has informed that initially they will use incubation space of 14,309 Sft



(temporarily). The total space after acquiring 19,755 Sft. will be 88,486 Sft. The request of the unit was examined by the Unit Approval Committee. After deliberations, the Committee approved the acquiring of additional space by M/s. Transunion Global Technology Centre LLP in view of the revised projections given by the Unit.

1.11. Request from M/s.DLF Power & Services Ltd., Co-Developer of M/s. DLF Home Developers Ltd., DLF IT/ITES SEZ for procurement of materials:

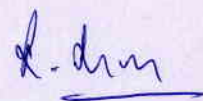
M/s.DLF Power & Services Ltd., Co-Developer of the SEZ have submitted for approval of UAC, a list of materials for domestic procurement for a value of ₹ 237.81 lakh with a duty/GST foregone value of ₹ 42.81 lakh for Fire & Life Safety measures, Security Services, Sewage disposal, Development and/or Operation and maintenance of SEZ buildings as a part of their authorised operations. The request was examined by the Approval Committee. After deliberations, the Committee approved the procurement of the materials in terms of the provisions contained in Rule 12(2) of SEZ Rules, 2006. The Committee also instructed that the Authorised Officer of the concerned SEZ shall ensure regular submission of Form E with regard to the utilisation of the materials procured by the Developer as per Rule 12(7) of SEZ Rules, 2006.

1.12 Request from M/s. Hilado Spintex Pvt. Ltd., for setting up a unit in the M/s.IG3 Infra Ltd SEZ at Uthukkuli Taluk, Coimbatore:

The proposal of M/s. Hilado Spintex Private Limited for setting up their unit for manufacture and export of Knitted Fabric and Dyed Farbic in M/s.IG3 Infra Limited SEZ, Uthukuli with a projected investment of ₹. 532.50 lakh and projected NFEE of ₹ 10,193.04 lakh over a period of 5 years with an employment generation for 60 people was examined by the Unit Approval Committee. After deliberations, the Committee approved the proposal in terms of the provisions contained in Rule 18(2) of SEZ Rules, 2006 subject to the condition that the unit shall become a member of EPCES.

1.13 Request from M/s. Wavicle Data Solutions for setting up a unit in the M/s.ELCOT SEZ Coimbatore :

The proposal of M/s. Wavicle Data Solutions for setting up their unit for IT/ITES in ELCOT SEZ, Coimbatore with a projected investment of ₹ 40 lakh and projected NFEE of ₹ 310 lakh over a period of 5 years with an employment generation for 80 people was examined by the Unit Approval Committee. After deliberations, the Committee approved the proposal in terms of the provisions contained in Rule 18(2) of SEZ Rules, 2006.



1.14 Request from M/s. HCL Technologies Limited, Co-Developer in ELCOT SEZ, Ilandhaikulam, Madurai for space for Medical Services:

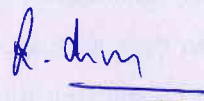
The proposal of M/s. HCL Technologies Limited, Co-Developer in the SEZ for approval for allotting space of 2,743 Sft. in the SEZ Cafeteria for providing medical services by M/s. HCL Avitas Private Limited, to the benefit of employees working in SEZ was examined by the Unit Approval Committee. After deliberations, the Committee approved the proposal of the unit in terms of Instruction No.50 dated 15th March 2010 issued by Department of Commerce, subject to the condition that no duty free material shall be allowed for setting up or operating this facility.

1.15 Request from M/s. Robert Bosch Engineering and Business Solutions Pvt. Ltd., for broadbanding for trading of electronic hardware:

M/s. Robert Bosch Engineering and Business Solutions Pvt. Ltd., a unit in CHIL IT/ITES SEZ, Coimbatore have requested for approval for broadbanding their authorised operations to include "Trading of Electronic Hardware and its spare parts, accessories and related fields." The Unit proposes to purchase customised electronic hardware from DTA suppliers, that are manufactured based on the designs given by the Unit and export the electronic hardware to their clients abroad as a complete solution. The request of the Unit was considered by the Unit Approval Committee. Since the Department of Commerce, Government of India vide Instruction No.52 dated 20th April 2010 had clarified that IT/ITES includes both Hardware and Software, the proposal of the Unit was approved by the Committee to be carried out at CHIL SEZ, which is a IT/ITES SEZ.

1.16 Request from M/s. HCL Technologies Limited, Unit VI in ELCOT SEZ, Sholinganallur for surrendering of space :

The proposal of M/s. HCL Technologies Limited, Unit VI in the SEZ is for approval for surrender of a portion of their operating area to the extent of 13,203 Sft. in the 5th Floor at SDB-7, ELCOT SEZ, Sholinganallur. The unit has informed that they are surrendering the unutilised portion which may be utilised for setting up of their new unit. The present operating area after surrendering of space will be 31,056.45 Sft. The request of the unit was examined by the Unit Approval Committee. After deliberations, the Committee approved the surrendering of space by M/s. HCL Technologies Limited Unit VI in the SEZ in view of the revised projections given by the Unit.



1.17 Request of M/s. Agilysys Technologies Pvt. Ltd., for change of shareholding :

The proposal of M/s. Agilysys Technologies Private Limited for change of shareholding pattern was deferred as there was no representative from the Unit was present to explain the proposal to the Committee.

1.18 Request from M/s. HCL Technologies Limited, Unit X in ELCOT SEZ, Sholinganallur for setting up a new unit in the SEZ:

The proposal of M/s. HCL Technologies Limited for setting up of a new unit for IT/ITES at ELCOT SEZ, Sholinganallur with a projected investment of ₹ 6,563 lakh and projected NFEE of ₹12,162.93 lakh over a period of 5 years with an employment generation for 135 people was examined by the Unit Approval Committee. After deliberations, the Committee approved the proposal in terms of the provisions contained in Rule 18(2) of SEZ Rules, 2006.

1.19 Request from M/s. Maxval IP Services Private Limited a Unit in CHIL IT/ITES SEZ, for acquiring additional space:

The request for approval for acquiring additional space of 2,600 Sft in 3rd Floor in CHIL SEZ, Coimbatore by M/s. Maxval IP Services Private Limited a Unit in CHIL SEZ, Coimbatore was examined by the Unit Approval Committee. After deliberations, the Committee approved the acquiring of additional space by M/s. Maxval IP Services Private Limited in view of the revised projections given by the Unit.

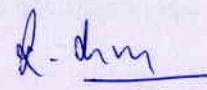
1.20 Monitoring the performance of 2 units in TRIL Infopark Limited IT/ITES SEZ :-

Sl.No.	Name of the Unit	Year & Block	Cumulative NFEE (₹ in Lakh)
1	M/s. Kaar Technologies India Pvt. Ltd.	1 st Year in 1 st Five Year Block	1,546.62
2	M/s. Kaar Technologies India Pvt. Ltd.	2 nd Year in 1 st Five Year Block	4,365.81

The Unit Approval Committee has noted that the cumulative NFE of the unit was positive.

1.21 Request from M/s. Infosys BPO Limited a unit in TRIL IT/ITES SEZ:

The request of M/s. Infosys BPO Limited a unit in TRIL IT SEZ for name change was deferred as there was no representative from the Unit present to explain the proposal to the Committee.



1.22 Request from M/s. TRIL Infopark Ltd., Developer for procurement of materials :

M/s. TRIL Infopark Ltd., Developer of the TRIL SEZ have submitted for approval of UAC, a list of materials for domestic procurement for a value of ₹ 2001.45 lakh with a duty/GST foregone value of ₹ 362.16 lakh for construction activity in Phase-II consisting of two IT office towers namely infinity and Cambridge towers as a part of their authorised operations. The request was examined by the Approval Committee. After deliberations, the Committee approved the procurement of the materials in terms of the provisions contained in Rule 12(2) of SEZ Rules, 2006 subject to the submission of clarification for Sl.Nos.30, 31, 35, 37, 94 and 118. The Committee also instructed that the Authorised Officer of the concerned SEZ shall ensure regular submission of Form E with regard to the utilisation of the materials procured by the Developer as per Rule 12(7) of SEZ Rules, 2006.

1.23 Request from M/s. Flextronics Technologies India Pvt. Ltd., Developer of the SEZ :

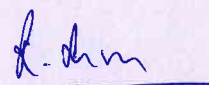
The proposal of M/s. Flextronics Technologies India P Ltd., Developer for approval for utilisation of space of 0.96 acres in Survey No.365(part) for car parking facility adjacent to their SEZ main gate within the processing area and for procurement of materials for building of car parking area and adjacent road was deferred as no representative from the Unit was present to explain the proposal to the Committee.

1.24 Cancellation of Letter of Approval of M/s. Helios & Matheson :

M/s. Helios & Matheson Information Technology Limited a unit in the Mahindra World City IT SEZ were issued LOP on 30.04.2007 in the area allotted by the Co-Developer, M/s. Cyber Vale Information Technology Private Limited. The Unit commenced its operations on 3.7.2008.

On 30.3.2017, the Unit had applied for exit from SEZ scheme. Based on its request, the Unit was issued approval for "In-principle exit" on 17.5.2017, since the Unit had achieved positive NFE for the second block of 5 years from 2013-14 to 2017-18. However, so far the Unit has not obtained No Due Certificate from the Authorised Officer of the Zone on payment of duty for the goods to be debonded on exit.

Meanwhile, the Authorised Officer of the Zone in his report dated 14.11.2017 has stated that the Unit has not been able to provide any document for assessment of duty forgone. He has also stated that the Unit has not been able to provide working notes, prior plans, purchase invoices, etc., on the plea that these are dated 10 years before and their records/soft copies, backups and servers, etc., which were kept in the Registered Office were destroyed by the flood during December 2015.



The whereabouts of the Unit holder are not known to the Developer/Co-Developer or the Authorised Officer of the Zone. This Office had sent letters to all the 6 Directors of the Unit, out of which 4 letters got returned back and the remaining 2 who received the letters have not responded so far. The tenancy agreement between the Unit and the Co-Developer has also got expired on 31.7.2017. As per the information given by the Co-Developer, the Unit has a rental arrears of ₹ 4,19,62,519 as on 31.09.2017. The Co-Developer has now requested for approval of the UAC to vacate the space occupied by the Unit in the SEZ by shifting the available goods to a store room so that the Co-Developer may allot the vacant space to any other Unit for productive purpose. The Authorised Officer has also recommended that the dutiable goods may be shifted to a place provided by the Co-Developer till the Unit pays all the duty.

Considering all the above facts, the Committee decided to cancel the LOP of the Unit since the Unit has not cleared its dues for the duty foregone after the issue of "In-principle exit", since the lease agreement between the Unit and the Co-Developer has got expired and since the whereabouts of the Unit holders are not known and the Directors have failed to respond to the letters from this office. The Committee also approved the request of the Co-Developer to shift the goods belonging to the Unit to any other safe location within the SEZ by following the due process of law. Further, the Committee directed the Authorised Officer of the Zone to make attempt to assess the duty foregone on the goods to be debonded based on the APRs that may have been filed by the Unit.

1.25 Monitoring the performance of 8 units in M/s. IG3 Infra Limited IT/ITES SEZ :-

S.No.	Name of the Unit	Year & Block	Cumulative NFEE (₹ in Lakh)
1	M/s. IG3 Infra SEZ – Power Unit	1 st Year in 1 st Five Year Block	33.20
2	M/s. Integra Software Services Pvt.Ltd.	2 nd Year in 1 st Five Year Block	1,513.62
3.	M/s. Atos India Pvt.Ltd. Unit – I	1 st Year in 3 rd Five Year Block	4,781.21
4.	M/s. Atos India Pvt. Ltd. Unit – II	3 rd Year in the 2 nd Five Year Block	9,041.89
5.	M/s. Avaap IT Solutions Pvt. Ltd.	4 th Year in the 1 st Five Year Block	1,320.36
6.	M/s. Comcast India Engineering Center I LLP	1 st Year in the 1 st Five Year block	472.36
7.	M/s. Ford Business Services Center Pvt. Ltd.,	5 th Year in the 2 nd Five Year Block	21,943.15
8.	M/s. Hexaware Technologies Ltd. Unit – I	1 st Year in the 1 st Five Year Block	2,922.84

The Unit Approval Committee noted that the cumulative NFE of the units was positive.

1.26 Request from M/s. Barclays Shared Services Pvt. Ltd., a unit in DLF IT/ITES SEZ for name change :

The proposal of M/s. Barclays Shared Services Pvt. Ltd., in the SEZ for change of name of their unit from M/s. Barclays Shared Services Pvt. Ltd., to M/s. Barclays Technology Centre India Pvt. Ltd. pursuant to the scheme of amalgamation approved by the Hon'ble National Company Law Tribunal, Mumbai was examined by the Unit Approval Committee. The Unit has furnished the requisite documents including copy of scheme approved by Hon'ble National Company Law Tribunal, Mumbai and an undertaking to abide by the terms and conditions of LOA granted to them. After deliberations, the Committee approved the request of the Unit for changing their name to M/s. Barclays Technology Centre India Private Limited in terms of the provisions contained in Rule 19(2) of SEZ Rules, 2006.

1.27 Request from M/s. Tril Infopark Limited, Developer for setting up of Snack bar/Cafeteria:

The proposal of M/s. Tril Infopark Limited, Developer of the SEZ to set up Snack Bar in 100 Sft. in Cambridge Tower and Cafeteria in 100 Sft. in Neville Tower of Ramanujam IT City was examined by the Unit Approval Committee. After deliberations, the Committee approved the same in terms of the Instructions No.50 dated 15th March 2010 of Department of Commerce, subject to the condition that no duty free material shall be allowed for setting up or operating this facility.

1.28 Request from M/s. Wipro Limited, Co-Developer of ELCOT-SEZ, Sholinganallur for Pharmacy Services:

The proposal of M/s. Wipro Limited, Co-Developer of the SEZ for opening a Pharmacy in an area of 606 Sft. in the cafeteria of the SEZ for the benefit of employees working in the SEZ was examined by the Unit Approval Committee. After deliberations, the Committee approved the proposal of the unit in terms of the Instruction 50 dated 15th March 2010 of Department of Commerce, subject to the condition that no duty free material shall be allowed for setting up or operating this facility.

The meeting ended with vote of thanks.



(M.K. SHANMUGA SUNDARAM)
CHAIRPERSON, UNIT APPROVAL COMMITTEE
& DEVELOPMENT COMMISSIONER