

**Minutes of the 6<sup>th</sup> Meeting (2019 Series) of Unit Approval Committee in respect of SEZs&EOUs of Tamil Nadu, Puducherry, Andaman& Nicobar Islands held on 28.06.2019**

The following members were present:

Sl. No.	Name (Shri/Smt.)	Designation	Position
1	Dr. M K Shanmuga Sundaram, IAS	Development Commissioner, MEPZ-SEZ	Chairperson
2	D. Anandan, IAS	Jt. Development Commissioner, MEPZ-SEZ	Member
3	R. Gulzar Begum, IRS	Jt. Commissioner of Customs, MEPZ-SEZ	Member
4	R. Vasudevan	Asst. Commissioner of Customs, Custom House	Member
5	V. Asokan	Asst. Commissioner, Air Customs, Air Cargo Complex, Chennai.	Member
6	K. Ramesh	Assistant Commissioner, Customs (Preventive), Trichy	Member
7	G Satya Rajasekhar	Asst. DGFT, O/o ZADGFT, Chennai	Member

The Unit Approval Committee confirmed and ratified the minutes of the UAC meeting held on 27.05.2019.

**6.1 Request from M/s. Rufu Tech Systems Private Limited for setting up a new Unit :-**

The proposal of M/s. Rufu Tech Systems Private Limited, for setting up their Unit for IT/ITES(Software Implementation Services) at CHIL SEZ, Coimbatore with a projected investment of ₹ 35 lakh and projected NFEE of ₹ 100 lakh over a period of 5 years with an employment generation for 15 persons 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.

**6.2 Request from M/s. NGP Web Smart Private Limited for setting up a new Unit :-**

The proposal of M/s. NGP Web Smart Private Limited, for setting up their Unit in Bayline Infocity Limited SEZ (formerly ETA Technopark SEZ), Navalur for IT (Software Services) with a projected investment of ₹ 152.28 lakh and projected NFEE of ₹ 7,012 lakh over a period of 5 years with an employment generation for 37 persons 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.

**6.3 Request from M/s. PSTS Shipping Services Private Limited for setting up a new Unit :-**

The proposal of M/s. PSTS Shipping Services Private Limited, for setting up their FTWZ Unit for Trading and Warehousing Services in FTWZ area of M/s. Ashray Logistics India Private Limited in AMRL Hi-tech SEZ, Nanguneri with a projected investment of ₹ 150 lakh and projected NFEE of ₹ 483 lakh over a

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period of 5 years with an employment generation for 10 persons 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 no blending or any other activity that would amount to manufacturing shall be allowed to be carried out in the FTWZ Unit. Only the value added services permitted under Rule 18(5) of SEZ Rules shall be allowed.

**6.4 Request from M/s. Ford Smart Mobility India Private Limited for setting up a new Unit :-**

The proposal of M/s. Ford Smart Mobility India Private Limited, for setting up their Unit for IT/ITES on Computer software services, back-office operations, call centres, content development data processing, remote maintenance, support centres and web-site services at ELCOT-SEZ, Sholingnallur with a projected investment of ₹ 91 lakh and projected NFEE of ₹ 49,450 lakh over a period of 5 years with an employment generation for 127 persons 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.

**6.5 Request from M/s. Serama Logistics Private Limited for setting up a new Unit :-**

The proposal of M/s. Serama Logistics Private Limited, for setting up their Unit for Warehousing Services including permitted value added services in J. Matadee Free Trade Warehousing Zone, Mannur with a projected investment of ₹ 15 lakh and projected NFEE of ₹ 165 lakh over a period of 5 years with an employment generation for 10 persons 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.

**6.6 Request from M/s. Seikodenki India Private Limited for conversion of their DTA Unit into an 100% EOU:-:-**

The proposal of M/s. Seikodenki India Private Limited for conversion of their DTA Unit at DP 50, SIDCO Industrial Estate, Thirumazhisai, Chennai-600 124 to EOU for manufacture and export of Wire harness with a projected investment of ₹ 284.56 lakh and projected NFEE of ₹ 1,427 lakh over a period of 5 years with an employment generation for 287 persons was examined by the Unit Approval Committee. After deliberations, the Committee approved the proposal in terms of the provisions contained in Para 6.19(a) of Foreign Trade Policy and 6.01(b)(i) of Handbook of Procedures, 2015-2020. Since the Unit has got some undischarged obligations under EPCG and Advance Licence, the Unit shall obtain NOC from the ADGFT and the undischarged obligation shall be included as Opening Balance of Capital Goods in the APR of the Unit.

**6.7 Allotment of space at Food Court by TIDEL Park, ELCOT-SEZ, Coimbatore:-**

M/s. Tidel Park Coimbatore Ltd, Co- Developer of the ELCOT SEZ, Coimbatore has requested for allotment of space in the Food Court of the SEZ as under :





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S.No.	Name of the Operator	Facility at Food Court	Area Sqft.
1	M/s. Home Chef	Restaurant	812 FC-K4
2	M/s. S.K. Bakes	Bakery	580 FC-01-GF
3	M/s. Puga	Caterer	709 FC-06-GF

The request was examined by the Unit Approval Committee. After deliberations, the Committee approved the same in terms of the provisions contained in Instruction No.50 dated 15.3.2010 issued by Department of Commerce subject to the condition that no duty free material shall be allowed for setting up and operating this facility.

**6.8 Request from M/s. Zwilling Kitchen India Private Limited for permission for carrying out Trading Activities:-**

M/s. Zwilling Kitchen India Private Limited was issued LOA on 05.12.2016 for manufacture and export of Kitchen Knives, Cookware & Flatware and Kitchen Gadgets. They commenced their activities on 01.11.2017.

Now, vide letter dated 24.05.2019, the Unit has requested for permission to carry out the following activities:-

The Unit is currently importing Kitchen Scissors and Sharpening steel from China and the Unit intends to add them to the Knife combinations as required by their customers. The Unit shall import the two items, viz., Sharpening Steel and Kitchen Scissors and add with the Kitchen Knife manufactured by them in a single packing and export them. The activity of importing the said two goods and exporting the same without undertaking any process on the said goods tantamount to trading by the Unit. The Unit has stated that due to this trading activity, there will be an additional export revenue to the tune of ₹ 50 lakhs.

The proposal of the Unit was examined by the Unit Approval Committee. After deliberations, the Committee approved the request of the Unit for trading in Kitchen Scissors and Sharpening Steel in terms of provisions contained in Rule 19(2) of SEZ Rules, subject to the condition that the Unit shall maintain separate accounts for this trading activity.

**6.9 LOA renewal request from M/s. Technosoft Global Services Private Limited, a Unit in DLF SEZ for the 2<sup>nd</sup> Five Year period from 22.04.2016 to 21.04.2021**

M/s. Technosoft Global Services Private Limited (formerly M/s. Technosoft Business Solutions Private Limited) was issued LOA on 22.06.2010 and commenced its activities on 22.04.2011. The Unit's name got changed from M/s. Technosoft Business Solutions Private Limited on account of amalgamation through Hon'ble Madras High Court Orders passed on 11.12.2014. Accordingly, the Unit made a request



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for name change in their LOA and the same has been approved by UAC in its meeting held on 25.03.2015. Approval letter was issued on 30.03.2015.

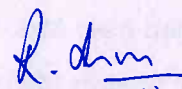
It is to be mentioned that already a unit in the name of M/s. Technosoft Global Services Private Limited with LOA No.STPIC/SEZ/D007/C001/U043/08-09/302 dated 16.06.2008 is functioning in the DLF SEZ. After the amalgamation of M/s. Technosoft Business Solutions Private Limited with M/s. Technosoft Global Services Private Limited and name change, the Unit under reference has become another unit, i.e., II Unit.

After the completion of its first five year period, i.e., after 21.04.2016, the Unit has not applied for renewal of their LOA and was asked to explain the reasons for not applying for renewal for the Second Block on 18.12.2018. In response, the Unit in their letter dated 09.01.2019 have given the following explanation:-

- (i) The name of their company got changed from M/s. Technosoft Business Solutions Private Limited to M/s. Technosoft Global Services Private Limited consequent to merger with the latter in whose name a Unit is already functioning in DLF SEZ with LOA dated 16.06.2008.
- (ii) Since the name change took effect on account of merger, they were of the opinion that the unit will continue with the LOA of their existing Company with which it got merged. Hence, renewal of LOA of this Unit was not taken up at their end.
- (iii) Though they have not renewed the LOA of this Unit, records relating to this Unit are being maintained separately, even APRs submitted separately.
- (iv) Softex form filed regularly for all their exports made through the SEZ Online by using the Login ID and Password of the other Unit in its LOA account, as this Unit's LOA could not be accessed.

The Unit have also furnished copies of all relevant documents and CA Certified APRs for the years 2016-17 and 2017-18. On review of their performance, the Unit's NFEE is positive during their 1<sup>st</sup> Block of Five years. The Authorised Officer of the SEZ in his report has stated that there was no duty forgone during the period from 22.04.2016 to 09.05.2019 and consequently, there was no revenue loss to the Government.

With the wrong understanding of merger of their company (M/s. Technosoft Global Services Private Limited) with other entity (M/s. Technosoft Global Services Private Limited) and name change in respect of this Unit, they failed to submit their renewal request in time. While admitting the mistake/lapse on their part, they have requested to condone the lapse and delay and renew their LOA for the 2<sup>nd</sup> Block of Five Years from 22.04.2016 to 21.04.2021.





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The matter was examined by the Unit Approval Committee. After deliberations, the Committee decided to extend their LOA from 22.04.2016 to 21.04.2021 with a stringent warning that such lapses in future will be viewed seriously and penal action will be taken against the Unit.

**6.10 Request from M/s. Photon Interactive Private Limited having Units in DLF-SEZ for approval of change in their shareholding pattern:-**

M/s. Photon Interactive Private Limited, Chennai having three units in DLF SEZ had intimated about the change in their existing shareholding pattern on account of merger of their Holding Company, viz., M/s. Photon N.V. Netherlands with M/s. Photon Interactive UK Limited, United Kingdom through an Order passed on 07.03.2019 by the High Court of Justice, Business and Property Court of England and Wales, UK with effect from 29.03.2019. A copy of the above Order is also submitted. On account of above, the changes in the shareholding pattern are indicated below:-

**Prior to Change**

Sl.No.	Name of the Shareholder	No. of shares held	% of Shareholding
1	Photon N.V. Netherlands	10,20,13,195	99.9999
2	Mr. Srinivas Balasubramanian	1	0.0001

**After change**

Sl.No.	Name of the Shareholder	No. of shares held	% of Shareholding
1	Photon Interactive UK Limited, United Kingdom	10,20,13,195	99.9999
2	Mr. Srinivas Balasubramanian	1	0.0001

The Unit has stated that there is no change in the Board of Directors both before and after the change in the Shareholding pattern.

The proposal for change in Shareholding pattern was examined by the Unit Approval Committee. After deliberations, the Committee approved the change in Shareholding pattern of the Unit in terms of Instructions No. 89 dated 17.05.2018 issued by Department of Commerce.

**6.11 Request from M/s. Equiniti India Private Limited, an SEZ Unit in DLF IT/ITES SEZ for approval for providing space to the Service Provider to operate ATM facility within the Unit's premises:**

M/s. Equiniti India Private Limited (Unit I & II), DLF IT/ITES SEZ, have requested to accord approval for installation of an ATM facility within the SEZ Unit's premises (inside the cafeteria) for the benefit of their 900 employees in both the Units. The space for ATM will be 25 sqft in the overall area occupied by



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the Unit at Block 10, 8<sup>th</sup> Floor of DLF IT SEZ. The Unit has obtained NOC from the Developer for setting up the ATM within it's allotted premises.

The request of the Unit was examined by the Unit Approval Committee. After deliberations, the Committee decided to approve the request of the Unit for providing space to the Service Provider to operate ATM facility subject to the condition that no duty free material shall be allowed for setting and operating this facility.

**6.12 Change in the name of implementing agency in case of M/s. Lambda Content India Private Limited**

M/s. Lambda Content India Private Limited, (formerly M/s. SPI Technologies India Private Limited) is having four units in DLF IT/ITES SEZ, Ramapuram, Chennai with its LOA No. and date as indicated below:-

Sl.No.	LOA No.	Date	Premises of its operation
1	8/79/DLF/MEPZ/2014/4210	05.12.2014	Block VI, 6 <sup>th</sup> Floor, GKS Technology Park
2	8/82/DLF IT SEZ/2015-CHN	23.01.2015	Block II, I Level, GKS Technology Park
3	8/45/DLF/MEPZ	12.06.2017	Block 9B, 6 <sup>th</sup> Floor, DLF Assets Pvt Ltd
4	8/137/2017/DLF SEZ	17.10.2017	Block VI, 8 <sup>th</sup> Level, GKS Technology Park

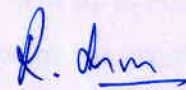
During the month of January 2019, with the approval of UAC, the Unit's name was changed from M/s. SPI Technologies India Private Limited to M/s. Lambda Content India Private Limited pursuant to scheme of amalgamation which was approved by National Company Law Tribunal, Chennai.

Now, the Company for ease of operation/Brand continuity decided to carry out its operations in its earlier name viz., M/s. SPI Technologies India Private Limited. They have also incorporated the name in the ROC, Puducherry and submitted a copy of Certificate of Incorporation, dated 10.04.2019.

The proposal of the Unit was examined by the Unit Approval Committee. After deliberations, the Committee approved the change of implementing agency to M/s. SPI Technologies India Private Limited from M/s. Lambda Content India Private Limited in terms of the provisions contained in Rule 19(2) of SEZ Rules, 2006.

**6.13 Request of M/s. Mainetti India Private Limited for broadbanding:-**

M/s. Mainetti India Private Limited, a Unit in MEPZ-SEZ was issued LOA No.8/56/2004/SEZ dated 13.10.2014 with validity up to 31.12.2019. The Unit has submitted a proposal to include the following items in their LOA under Broadbanding:-





Sl.No.	Name of the Item	HS Code	Proposed Activity
1	Security Tags Sets (EAS)	85311090	Trading
2	Super Sacks (Flexible Intermediate bulk containers)	63051090	Trading
3	Hanger Accessories (Part of Hangers such as Plastic Grip Pad, Plastic Clip, Plastic Hanger Rod with hook/without hook)	39269069	Manufacturing

The request of the Unit was examined by the Unit Approval Committee. After deliberations, the Committee approved the request of the Unit for broadbanding as per Rule 19(2) of SEZ Rules, 2006 subject to the condition that the Unit shall maintain separate accounts for trading activity.

**6.14 Request of M/s. Trishiraya Recycling India Private Limited to incorporate the word "Steel Scrap"**

The proposal of M/s. Trishiraya Recycling India Private Limited was deferred as there was no representative present to explain the proposal to the Committee.

**6.15 Request for approval for usage of mobile phones outside the SEZ premises by employees of M/s. Zoho Corporation Private Limited and sale of used mobile phones without duty:-**

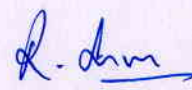
M/s. Zoho Corporation Private Limited has submitted a request for approval for supply of mobile phones to all employees of M/s. Zoho Corporation Limited for use both inside and outside the SEZ premises.

The Unit has informed that they do R & D activities in relation to their software products by employing more than 6,000 people. The Unit has informed that constant interaction and co-ordination among various teams within the Organisation is necessary throughout the entire product lifecycle, viz., ideation, research and development, testing, sales and marketing, support services, etc., before the product is offered in the market.

For seamless performance of their employees, all of them shall be equipped with necessary resources like laptops, mobile phones with access to emails and other applications. As per the job demands, the employees may need to use mobile to complete their day-to-day work from within the office as well as from outside.

The Unit has quoted that as per the Instruction 85 issued by Ministry of Commerce & Industry, laptops are permissible at home or at any location outside the SEZ premises with some prescribed requirements.

Being a software company, usage of mobile phones as communication network is inevitable. Therefore, the Unit has requested permission to extend the facility of Instruction 85 to the usage of mobile phones by the employees outside the SEZ also.



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The Unit has also requested permission to sell the used mobile phones in DTA at the depreciated value and for levy of duty only for the depreciated value as per Rule 49 of the SEZ Rules 2006.

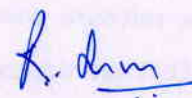
Both the requests of the Unit were examined by the Unit Approval Committee. After deliberations, the Committee decided to reject the same as Instruction No.85 has allowed usage of only Laptops at home or at any location outside the SEZ premises with some prescribed requirements and this cannot be extended to usage of Mobile Phone without the explicit approval of the Department of Commerce. Since the Committee rejected the request of the Unit for procurement of Mobiles duty free for use by their employees, the request of the Unit for selling Mobile Phones in DTA at depreciated value was not relevant.

#### **6.16 Request of M/s. Barry-Wehmiller International Private Limited for Additional Items to be included in the LOA for Trading:-**

M/s. Barry-Wehmiller International Private Limited, a trading Unit in MEPZ-SEZ has requested for inclusion of additional items for trading in their LOA. They have been issued with LOA No.8/29/2003/SEZ dated 16.10.2003 and their LOA is valid up to 23.12.2023. They have been permitted for trading of 489 items. The present request is for another 11 items and the list of items along with their ITC HS code is as follows:

Sl.No.	Part Number	Part Name	HTS Code	HSN Code
1	80.07D30-3436	Segment	73251000	73251000
2	80.07D30-3437	Segment	73251000	73251000
3	80.07D30-A047	Segment	73269098	72369099
4	80.07D30-A048	Segment	73269098	73269099
5	80.10T30-A807	Halter	73269098	73269099
6	8A.10530-A807	Halter	73269098	73269099
7	80.21830-0354	Falnsch	84339199	84439100
8	80.10T30-A814	Halter	73269098	73269099
9	80.05C30-A859	Flange	73269098	73269099
10	80.07D30-A267	Support	73181568	73181500
11	80.21F13-B852	Lever	84439199	84439100

The request of the Unit was examined by the Unit Approval Committee. After deliberations, the Committee approved the request for inclusion of the above 11 items in their LOA for Trading under in terms of the provisions contained in Rule 19(2) of SEZ Rules, 2006.





**6.17 Request of M/s. Fluid Power Engineering Services for undertaking Trading activity:-**

M/s. Fluid Power Engineering Services, a Unit in AMRL Hi-Tech City SEZ, Nanguneri was granted LOA No.8/17/2014-AMRL SEZ dated 07.03.2014 for undertaking Authorised Operations, viz., design, manufacture and export of various hydraulic systems, pneumatic systems and lubrication systems. The validity of LOA issued to the Unit is valid up to 15.09.2019. Now, the Unit has requested for permission to trade in the following items:-

S.No.	Item Name	HS Code
1	SS Hose & Assembly	83071000
2	SS Fittings	73072900
3	Braid	73129000
4	Braided Hydraulic Rubber Hose	40092100
5	Spiral Hydraulic Rubber Bosc	40093100
6	Seals & O Rings	40169330
7	Hydraulic valves & Fittings	84814000
8	Hydraulic Pump	84136090
9	Flat Rings	84879000
10	Pressure Gauges	90262000
11	Bins	39231090
12	Strainers	84212190
13	Machines	84595920
14	Metal Wiper Seal	84121000

The Unit has submitted revised projections for the above products.

The request of the Unit was examined by the Unit Approval Committee. After deliberations, the Committee approved the request of the Unit for trading of the above items under broadbanding in terms of provisions contained in Rule 19(2) of SEZ Rules, 2006 subject to the condition that the Unit shall maintain separate accounts for trading activity.

**6.18 Request of M/s. Mphasis Limited (Unit 1) for surrender of space:-**

The request for approval for surrendering of 43,644 sqft of space in 3<sup>rd</sup> Floor in Tower 1B in DLF-SEZ by M/s. Mphasis Limited (Unit-I) a Unit in the SEZ was examined by the Unit Approval Committee. After deliberations, the Committee approved the surrender of space by M/s. Mphasis Limited (Unit I), in view of the reasons stated by them.

**6.19 Request of M/s. Igarashi Motors India Limited for surrender of space:-**

The request for approval for surrendering of 3,265 sqmt of space along with the Building in Plot No.B-32, Phase-II, MEPZ-SEZ by M/s. Igarashi Motors India Limited, a Unit in the SEZ was examined by the Unit Approval Committee. After deliberations, the Committee approved the surrender of space by M/s. Igarashi Motors India Limited, in view of the reasons stated by them.

**6.20 Request of M/s. Urjita Electronics Private Limited for acquiring additional space:-**

The request for approval for acquiring 646 sqmt in Module 20 & 21 in SDF-III, being the successful bidder in e-auction, by M/s. Urjita Electronics Private Limited, a Unit in the SEZ was examined by the Unit Approval Committee. After deliberations, the Committee approved the acquiring of additional space by M/s. Urjita Electronics Private Limited.

**6.21 Request of M/s. Comcast India Engineering Centre I LLP for acquiring additional space:-**

The request for approval for acquiring 30,374 sqft in Module 4 in the 5<sup>th</sup> Floor of South Block at Phase-2 by M/s. Comcast India Engineering Centre I LLP, a Unit in the IG3 Infra SEZ was examined by the Unit Approval Committee. After deliberations, the Committee approved the acquiring of additional space by M/s. Comcast India Engineering Centre I LLP in view of the revised projections given by them.

**6.22 Request of M/s. Hotcourses India Private Limited for acquiring additional space:-**

The request for approval for acquiring 16,937 sqft in part of 6<sup>th</sup> Floor, Block 1B in DLF-IT SEZ by M/s. Hotcourses India Private Limited, a Unit in the SEZ was examined by the Unit Approval Committee. After deliberations, the Committee approved the acquiring of additional space by M/s. Hotcourses India Private Limited in view of the revised projections given by them, subject to the Exit of M/s. Sutherland Global Services Private Limited from the SEZ, which is presently occupying the said space.

**6.23 Request of M/s. V Unit for acquiring additional space:-**

The request for approval for acquiring 13,382 sqft in Survey No.209/6A(Part), 207/7A in J. Matadee Free Trade Warehousing Zone by M/s. V Limited, a Unit in the SEZ was examined by the Unit Approval Committee. After deliberations, the Committee approved the acquiring of additional space by M/s. V Limited in view of the reasons stated by them.

**6.24 Request of M/s. TVS Toyota Tsusho Supply Chain Solutions Limited for surrender of space:-**

The request for approval for surrendering of 13,382 sqft in Survey No.209/6A(Part), 207/7A in J. Matadee Free Trade Warehousing Zone by M/s. TVS Toyota Tsusho Supply Chain Solutions Limited was



examined by the Unit Approval Committee. After deliberations, the Committee approved the surrender of space by M/s. Toyota Tsusho Supply Chain Solutions Limited in view of the reasons stated by them.

**6.25 Request from M/s. Infosys Limited for procurement of materials:-**

M/s. Infosys Limited, Co-Developer of Mahindra World City SEZ for IT have submitted for approval of Unit Approval Committee, a list of materials for an estimated value of ₹ 97.01 lakh (imported materials for a value of ₹ 7.75 lakh and indigenous materials for a value of ₹ 89.26 ) with a duty forgone value of ₹ 17.46 lakh for Chiller plant, Education & Research Block, Employee Care Centre, Facility Blok, Food Court and Multi Level Vehicle Parking in the SEZ. The list of materials has been certified by a Chartered Engineer. The request was examined by the Unit 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.

**6.26 Request from M/s. Cheyyar SEZ Developers Private Limited, Bargur for procurement of materials:-**

M/s. Cheyyar SEZ Developers Private Limited, Developer of SEZ at Bargur have submitted for approval of Unit Approval Committee, a list of materials for an estimated value of ₹ 47.55 lakh (all Indigenous materials) with a duty forgone value of ₹ 7.25 lakh for providing Telecom and other communication facilities including internet connectivity for building Fairway Enterprises Unit-2 in the SEZ. The list of materials has been certified by a Chartered Engineer. The request was examined by the Unit 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.

**6.27 Request from M/s. Cheyyar SEZ Developers Private Limited for procurement of materials:-**

M/s. Cheyyar SEZ Developers Private Limited, Developer of SEZ at Tiruvannamalai have submitted for approval of Unit Approval Committee, a list of materials for an estimated value of ₹ 6.01 lakh (all Indigenous materials) with a duty forgone value of ₹ 0.91 lakh for providing Telecom and other communications facilities including internet connectivity in Employee Development Centre in the SEZ. The list of materials has been certified by a Chartered Engineer. The request was examined by the Unit 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.

**6.28 Request from M/s. Wipro Limited, Co-Developer for procurement of materials:-**

M/s. Wipro Limited, Co-Developer of SEZ at ELCOT-SEZ, Sholingnallur have submitted for approval of Unit Approval Committee, a list of materials for an estimated value of ₹ 64.10 Crore (Imported materials for a value of ₹ 22.98 Crore and Indigenous materials for a value of ₹ 41.12 ) with a duty forgone value of ₹ 18.65 Crore for construction of SDB Block 9 & 10 and Multi Level Car Parking in the SEZ. The list of

materials has been certified by a Chartered Engineer. The request was examined by the Unit 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.

**6.29 Request from M/s. ELCOT Limited for procurement of materials:-**

M/s. ELCOT Limited, Developer of SEZ at Sholingnallur have submitted for approval of Unit Approval Committee, a list of materials for an estimated value of ₹ 66.32 Crore (all Indigenous materials) with a duty forgone value of ₹ 11.85 Crore for construction of Information Technology Tower (Ground + 10 Floors) in the SEZ. The list of materials has been certified by a Chartered Engineer. The request was examined by the Unit 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.

**6.30 Monitoring the performance of 20 units in DLF IT/ITES SEZ:**

The performance of the following 20 Units in DLF IT/ITES SEZ for the year 2017-18 was reviewed by the Unit Approval Committee on the basis of the APRs filed by them, in terms of Rule 54 of SEZ Rules, 2006.

Sl. No.	Name of the Unit	Year & Block	Cumulative NFEE (₹ in Lakh)
1	BNY Mellon International India Private Limited	1 <sup>st</sup> Year in 2 <sup>nd</sup> Five Year Block	29,117
2	Entrust Software & Services Private Limited	5 <sup>th</sup> Year in 1 <sup>st</sup> Five Year Block	6,252
3	NSM Services Private Limited	2 <sup>nd</sup> Year in 1 <sup>st</sup> Five Year Block	13,286
4	Xome Services India Private Limited	3 <sup>rd</sup> Year in 1 <sup>st</sup> Five Year Block	7,897
5	Thirdware Technial Services (Unit-II)	3 <sup>rd</sup> Year in 1 <sup>st</sup> Five Year Block	2,623
6	Larsen & Toubro Infotech Limited (Unit-4)	4 <sup>th</sup> Year in 1 <sup>st</sup> Five Year Block	21,078
7	Larsen & Toubro Infotech Limited (Unit-2)	1 <sup>st</sup> Year in 2 <sup>nd</sup> Five Year Block	3,155
8	Larsen & Toubro Infotech Limited (Unit-3)	5 <sup>th</sup> Year in 1 <sup>st</sup> Five Bear Block	34,612
9	Larsen & Toubro Infotech Limited (Unit-5)	3 <sup>rd</sup> Year in 1 <sup>st</sup> Five Year Block	6,039
10	ONX Enterprise Solutions India LLP	1 <sup>st</sup> Year in 1 <sup>st</sup> Five Year Block	92
11	Hitachi Solutions India Private Limited (Unit-1)	5 <sup>th</sup> Year in 1 <sup>st</sup> Five Year Block	6,308
12	Hitachi Solutions India Private Limited (Unit-2)	3 <sup>rd</sup> Year in 1 <sup>st</sup> Five Year Block	4,124
13	Prokarma Softech Private Limited	5 <sup>th</sup> Year in 1 <sup>st</sup> Five Year Block	8,175
14	WNS Global Services Private Limited	2 <sup>nd</sup> Year in 2 <sup>nd</sup> Five Year Block	4,892
15	NTT Data Global Delivery Services Pvt Ltd (Unit-2)	5 <sup>th</sup> Year in 1 <sup>st</sup> Five Year Block	33,730
16	NTT Data Global Delivery Services Pvt Ltd (Unit-1)	4 <sup>th</sup> Year in 2 <sup>nd</sup> Five Year Block	6,584
17	Unimoni Global Business Services Private Limited	1 <sup>st</sup> Year in 1 <sup>st</sup> Five Year Block	205
18	Multicore Ware India Private Limited	5 <sup>th</sup> Year in 1 <sup>st</sup> Five Year Block	3,511
19	Equiniti India Private Limited	2 <sup>nd</sup> Year in 2 <sup>nd</sup> Five Year Block	7,787
20	Lycatel BPO Limited	3 <sup>rd</sup> Year in 2 <sup>nd</sup> Five Year Block	5,707



While the Committee noted that the cumulative NFEE of the units was positive, Mr. Elamurugan ADC was asked to ascertain the reasons for the shortfall in achievement of export, and employment projections from M/s. Hitachi Solutions India Private Limited and M/s. WNS Global Services Private Limited. The Representative of M/s. BNY Mellon International India Private Limited informed that projections were given based on the promise of orders from certain Customers which did not materialise subsequently resulting in shortfall in achievement of exports and NFEE. The representative of M/s. NSM Services Private Limited and M/s. Xome Services India Private Limited attributed the shortfall to global competition. DC directed the unit to ramp up the employment.

The Representative of M/s. Thirdware Technical Services (Unit-II) informed that due to technical upgradation, they could not achieve the projections given for Exports & NFEE. However, he assured to improve the performance of the Unit in the years to come. The representative of M/s. Larsen & Toubro Infotech Limited informed that since they have already executed the orders they had in hand and new orders are yet to materialise, they could not achieve the projections given for exports, NFEE and employment. However, he has assured that they have taken corrective action to improve the performance. The Representative of M/s. ONX Enterprise Solutions India LLP informed that since they had started their operations only in January 2018 and only 3 months have been completed in the year under review, there was a shortfall in achievement in projections given for Export & NFEE. Likewise, the Representative of M/s. Unimoni Global Business Services Private Limited informed that they had started their operations only in December 2017 and only 4 months have been completed in the year under review, there was a shortfall in achievement in projections given for Export & NFEE.

The Representative of M/s. Prokarma Softech Private Limited informed that due to stiff competition in the market and stringent regulations for issue of Visa in the US, they could not achieve the projections given by them for exports. The Representative of M/s. NTT Data Global Delivery Services Private Limited attributed the shortfall in achievement of exports, NFEE and employment to non materialisation of orders from certain customers. The Representative of M/s. Multicore Ware India Private Limited could not explain the reasons for the shortfall in achievement of exports & NFEE. They were asked to submit a proper explanation for the shortfall with plan of action to improve their performance to this office.

**6.31 Request for use of Nitrogen in Tyre Curing Process by M/s. ATC Tires Pvt Ltd:-**

M/s. ATC Tires Private Limited, a Unit in SIPCOT SEZ, Gangaikondan, Tirunelveli has requested the Unit Approval Committee for granting approval for the change in the production methodology. The Unit



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has stated that it proposes to use Nitrogen in its production, which was hitherto carried out by using hot water.

The Unit has also submitted that since the requirement of Nitrogen is large, M/s. INOX have come forward to supply the plant on lease basis for a period of 15 years, after which the plant either would be taken out by them or the lease period would be extended. The Unit stated that the installation and commissioning of Nitrogen Plant would be done by M/s. INOX. The Unit has further stated that while the Nitrogen Plant would be operated by the Unit, the repair and maintenance of the plant would be carried out by M/s. INOX. Further, the representative of the Unit submitted before the Unit Approval Committee that M/s. INOX will not avail any tax/duty exemption for the installation and commissioning of the Nitrogen Plant.

The Committee examined the proposal and approved the request of the Unit for taking on lease the Nitrogen Plant from M/s. INOX as per Rule 27(4) of SEZ Rules, 2006.



**(M.K. SHANMUGASUNDARAM)**  
CHAIRPERSON, UNIT APPROVAL COMMITTEE  
& DEVELOPMENT COMMISSIONER