

Minutes of the 8th Meeting of Unit Approval Committee (2021-22 Series) in respect of SEZs & EOUs of Tamil Nadu, Puducherry and Andaman & Nicobar Islands held on 13.08.2021

The 8th Meeting of the Unit Approval Committee in respect of SEZs & EOUs of Tamil Nadu, Puducherry and Andaman & Nicobar Islands was held on 13.08.2021 through Video Conferencing.

The following members were present:

Sl. No.	Name (Shri/Smt.)	Designation	Position in the Committee
1	Dr. M.K. Shanmuga Sundaram, IAS	Development Commissioner, MEPZ SEZ	Chairperson
2	D. Anandan, IAS	Jt. Development Commissioner, MEPZ SEZ	Member
3	Balasubramanian, P	Dy. Development Commissioner, MEPZ SEZ	Member
4	Prabu Kumar, K	Dy. Development Commissioner, MEPZ-SEZ	Member
5	Supriya Chandran, IRS	Dy. Commissioner, Customs, Chennai IV Commissionerate, Chennai	Member
6	P. Gowri, IRS	Asst. Commissioner (Customs Preventive), Trichy Commissionerate, Trichy	Member
7	V. Kayalvizhi, IRS	Specified Officer, MEPZ-SEZ	Member
8	<u>S. Sundararaman, ITS</u>	<u>Asst. DGFT, O/o Addl.DGFT, Chennai</u>	<u>Member</u>

The Unit Approval Committee confirmed and ratified the minutes of the UAC meeting held on 30.07.2021.

8.1 Request of M/s. Pfizer Healthcare India Pvt. Ltd. for setting up a new 100% Export Oriented Unit in IIT Madras Research Park-Phase II, Taramani, Chennai.

The proposal of M/s. Pfizer Healthcare India Pvt. Ltd. for setting up a new 100% EOU in IIT Madras Research Park-Phase II, Taramani, Chennai for providing "R & D Services for Pharmaceutical Formulation" with a projected investment of ₹ 2,900 lakh and projected NFEE of ₹ 77,955 lakh over a period of 5 years with an employment generation for 209 persons was examined by the Unit Approval Committee. After deliberations, the Committee approved the proposal in terms of the provisions contained in Para 6.01(b) (i) of Handbook of Procedures 2015 -20 read with Para 6.05 (a) of Foreign Trade Policy 2015-20.

8.2 Request of M/s. Survey Sparrow Private Limited for setting up a new SEZ Unit in IG3 Infra Ltd. SEZ, Chennai.

The proposal of M/s. Survey Sparrow Private Limited for setting up a new SEZ Unit in IG3 Infra Ltd. SEZ, Chennai for providing "Research and Development Services (ITC HS Code – 9981), IT/ ITES- Software Implementation Services, Systems and Software Consulting Services, System Design Services, Programming Services, System maintenance Services, Data Processing Services, Data Base Services (ITC HS Code – 998314) (Authorised Operations) with a projected investment of ₹ 105 lakh and projected NFEE

of ₹ 3,358 lakh over a period of 5 years with an employment generation for 77 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. The applicant has stated that they would not claim SEIS incentive for the proposed authorised operations.

8.3 Request from M/s. Cheyyar SEZ Developers Private Limited, Bargur for procurement of materials

M/s. Cheyyar SEZ Developers Private Limited, Developer of the SEZ at Bargur, have submitted for approval of Unit Approval Committee, a list of indigenous materials for an estimated value of ₹ 2.18 with a duty forgone value of ₹ 0.33 lakh and imported materials for a value of ₹ 0.97 lakh with a duty forgone value of ₹ 0.23 lakh for its authorised operations, viz., for Telecom and Other Communications facilities including Internet Connectivity 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 same in terms of provisions contained in Rule 12(2) of SEZ Rules, 2006.

8.4 Request from M/s. Cheyyar SEZ Developers Private Limited, Thiruvannamalai District for procurement of materials

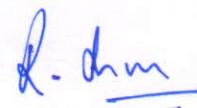
M/s. Cheyyar SEZ Developers Private Limited, Developer of the SEZ at Thiruvannamalai Dist., has submitted for approval of Unit Approval Committee, a list of indigenous materials for an estimated value of ₹ 1,855.27 lakh with a duty forgone value of ₹ 273.09 lakh and imported materials for a value of ₹ 2.16 with a duty forgone value of ₹ 0.51 lakh for its authorised operations, viz., for Telecom and Other Communications facilities including Internet Connectivity and Parking including 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 same in terms of provisions contained in Rule 12(2) of SEZ Rules, 2006.

8.5 Monitoring the performance of a Unit in Flextronics SEZ

The performance of the following Unit in Flextronics SEZ, Sriperumbudur for the year 2019-20 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	NFEE (₹ in Lakh)
1	Flextronics Technologies India Pvt. Ltd.	4 th Year in the 3 rd Five Year Block	39,324

The Committee noted that the cumulative NFEE of the Unit was positive.



8.6 Monitoring the performance of 4 Units in SIPCOT SEZ-Perundurai

The performance of the following 4 Units in SIPCOT SEZ, for the year 2019-20 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	NFEE (₹ in Lakh)
1	CRI Pumps Private Limited	1 st Year in the 2 nd Five Year Block	11,313
2	Saint Gobain India Private Limited	5 th Year in the 1 st Five Year Block	17,263
3	Wipro Enterprises Private Limited	3 rd Year in the 2 nd Five Year Block	5,742
4	Paranthaman Exports	5 th Year in the 2 nd Five Year Block	8,493

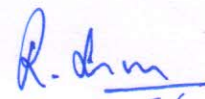
The Committee noted that the cumulative NFEE of all the Units was positive.

8.7 Request of M/s. Kyndryl Solutions Private Limited for setting up a new SEZ Unit in DLF Info City Chennai Limited SEZ, Chennai.

The proposal of M/s. Kyndryl Solutions Private Limited for setting up a new SEZ Unit in DLF Infocity Chennai Limited SEZ, Chennai for providing "Software Development Services/IT/ITES(Authorised Operations ITC/CPC 998314/84210) with a projected investment of ₹ 3,788/- lakh and projected NFEE of ₹ 2,40,804/- lakh over a period of 5 years with an employment generation for 3946 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. The applicant has stated that they would not claim SEIS incentive for the proposed authorised operations.

8.8 Request from M/s. DLF Power & Services Limited, Co-Developer of DLF Info City Chennai Limited SEZ, Chennai, for procurement of materials

M/s. DLF Power & Services Limited, Co-Developer of DLF Info City Chennai Limited SEZ, Chennai, has submitted for approval of Unit Approval Committee, a list of indigenous materials for an estimated value of ₹ 1.80 lakh with a duty forgone value of ₹ 0.32 lakh for its authorised operations, viz., Fire & Safety Security Operations 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 observed that the material is not related to the authorised operations and deferred the proposal.



8.9 Request of M/s. Food Hub Software Solution India Private Limited, a SEZ Unit in DLF Info City Chennai Ltd. SEZ, Chennai for acquiring additional space

The proposal of **M/s. Food Hub Software Solution India Private Limited**, a SEZ Unit in DLF Info City Chennai Limited SEZ, Chennai for acquiring 43,810 Sq.ft. of built up space in Block 1 B, on part of 7th Floor in the SEZ, was examined by the Unit Approval Committee. After deliberations, the Committee approved the proposal in terms of the provisions contained in SEZ Rules, 2006.

8.10 Request of M/s. Axiogen Bio Tech, Chennai for setting up a new SEZ Unit in SIPCOT Multi Sector SEZ, Sriperumbudur

The proposal of **M/s. Axiogen Bio Tech** for setting up a new SEZ Unit in SIPCOT Multi Sector SEZ, Sriperumbudur, Kancheepuram District for manufacture and export of **“Enzymes, Biopolymers and Bio stimulants” (Authorised Operations)** with a projected investment of ₹ 100 lakh and projected NFE of ₹ 1,665 lakh over a period of 5 years with an employment generation for 55 persons was examined by the Unit Approval Committee. After deliberations, the Committee deferred the proposal for want of additional documents.

8.11 Request of M/s. Revathi Equipment Limited for setting up a new 100% Export Oriented Unit in Coimbatore.

The proposal of **M/s. Revathi Equipment Limited** for setting up a new 100% EOU in Coimbatore for manufacture and export of **“Drilling Machinery, Boring Machinery (ITC HS Code : 84304130, 84314310) with an annual capacity of 2,00,000 each”** with a projected investment of ₹ 1,430 lakh and projected NFE of ₹ 28,423 lakh over a period of 5 years with an employment generation for 200 persons was examined by the Unit Approval Committee. After deliberations, the Committee approved the proposal in terms of the provisions contained in Para 6.01(b) (i) of Handbook of Procedures 2015 -20 read with Para 6.05 (a) of Foreign Trade Policy 2015-20.

8.12 Request of M/s. Anabond Limited, MEPZ SEZ for additional manufacturing product under broadbanding

M/s. Anabond Limited was issued LOA No.08/52/2004/MEPZ-SEZ dated 12.04.2005 for manufacture and export of **“Cyanoacrylate Adhesive, Anaerobic Adhesive and RTV Silicone Sealants”**. The LOA is valid up to 27.10.2025.

Now, the Unit has made a request for manufacturing of additional product of the following item under broad banding:

Sl.No.	Name of the Item	HSN Code	Annual Capacity
1	Acrylic Paint	32091010	12 KL

The Unit has submitted revised projections on inclusion of the above items.

The request of the Unit for manufacturing the above additional product under broadbanding was examined by the Unit Approval Committee. After deliberations, the Committee approved the same in terms of provisions contained in Rule 19(2) of SEZ Rules, 2006.

8.13 Request of M/s. Econ Systems India Private Limited, MEPZ for trading activity under broadbanding

M/s. Econ Systems India Private Limited was issued LOA No.08/198/2019/MEPZ-SEZ dated 31.12.2019 for manufacture and export of **“Populated PCB Assembly for Automatic Data Processing”**. The LOA is valid up to 23.04.2025.

Now, the Unit has made a request for trading activity of the following items under broad banding:

Sl.No.	Name of the Item	HSN Code	Annual Capacity
1	SD Memory Card	85235220	10,000 nos.
2	Wifi Module	85176990	35,000 nos.

The Unit has informed that there is no change in their existing projections.

The request of the Unit for trading of the above items under broadbanding was examined by the Unit Approval Committee. After deliberations, the Committee approved the same 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 and earn foreign exchange for the same.

8.14 Request of M/s. Zen Linen International Private Limited, MEPZ SEZ for additional Service Activity under broadbanding

M/s. Zen Linen International Private Limited was issued LOA No.08/113/2006/SEZ dated 05.12.2006 for manufacture and export of **“Cushions, Pillows, Curtain Cloths, Pillow Covers, Duvet Covers, Flat Sheets, Fitted Sheets Bed Skirts, Quilts Comforters, Textile Made ups, Slings, Interlining Fabrics, Laminated Fleece, Antiskid Fabric, Micro Fiber Cleaning Cloth, Bar Mops, Dish Mats, Baby Carry cum sleeping Bag, Shower Curtains, Sleeping Bags, Pet Beds and label”**. The LOA is valid up to 14.12.2022.

Now, the Unit has made a request for the following additional service activity under broad banding:

Sl.No.	Name of the Item	SAC Code
1	Cargo/ Container Handling Service	996711

The Unit has submitted revised projections on inclusion of the above items.

The request of the Unit for inclusion of additional service activity under broad banding was examined by the Unit Approval Committee. After deliberations, the Committee approved the same 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 this activity and earn foreign exchange for the same.

8.15 Cancellation of LOA issued to M/s. Velankani Information Systems Limited due to non-implementation of the Project

M/s. Velankani Information Systems Ltd. was issued LOA No.8/50/2019/MWC-SEZ on 02.03.2020 for setting up their Unit in Mahindra World City SEZ (IT), Chengalpattu Dist. for carrying out the Service activities viz. IT and ITES activities.

The Unit has neither executed BLUT nor has intimated the DCP. The Unit has obtained the extension of validity of the LOA up to 01.03.2022.

The Unit has requested to cancel their LOA due to un-avoidable circumstances owing to reasons beyond their control due to COVID-19 pandemic globally.

The Unit has informed that M/s. SEZ Recycling, another SEZ Unit in Mahindra World City SEZ approached them for getting the space allotted to them for their future expansion.

The Developer of the SEZ has given No Objection Certificate for the proposed transfer of land admeasuring 2 acres and a building admeasuring 20,000 Sq.ft. to M/s. SEZ Recycling.

The Specified Officer, Customs has confirmed that the Unit has not availed any exemption of duty/tax and issued No Dues Certificate.

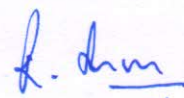
The proposal for cancellation of LOA of M/s. Velankani Information Systems Ltd. was examined by the Unit Approval Committee. After deliberations, the Committee decided that the LOA issued to the Unit may be cancelled in terms of the provisions contained in Section 16(1) of the SEZ Act, 2005.

8.16 Request of M/s. SEZ Recycling, a SEZ Unit in Mahindra World City SEZ, Chegalpattu Dist. for acquiring additional space

M/s. SEZ Recycling, was issued LOA No.08/08/2006/MWC SEZ dated 07.04.2006 for undertaking Recycling activities, requested for acquiring Additional Space of 2 acres of land and a built up space of 20,000 Sq.ft. surrendered by M/s. Velankani Information Systems Ltd.

The Unit has submitted revised projections on inclusion of the additional area.

The request of the Unit for acquiring additional space in the SEZ was examined by the Unit Approval Committee. After deliberations, the Committee approved the proposal in terms of the provisions contained in SEZ Rules, 2006.



8.17 Request of M/s. Cognizant Mortgage Services Corporation for setting up a new SEZ Unit in CTS SEZ, Chennai.

The proposal of **M/s. Cognizant Mortgage Services Corporation** for setting up a new SEZ Unit in CTS SEZ, Chennai for providing the following services for **Authorised Operations** with a projected investment of ₹ 6,000 lakh and projected NFEF of ₹ 6,436 lakh over a period of 5 years with an employment generation for 450 persons was examined by the Unit Approval Committee.

S.No.	Description of Services	ITC HS code
1	Accounting and Book Keeping Services	998222
2	Management Consulting and Management Services including Financial, Strategic, Human Resources, Marketing, Operations and Supply Chain Management	998311
3	Information Technology Consulting and Support Services	998313
4	Information Technology Design and Development Services	998314
5	Other Information Technology Services nowhere else classified	998319
6	Technical testing and Analysis Services	998346
7	Other Support Services nowhere else classified	998599

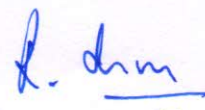
After deliberations, the Committee approved the proposal in terms of the provisions contained in Rule 18(2) of SEZ Rules, 2006. The applicant has stated that they would not claim SEIS incentive for the proposed authorised operations.

8.18 Request of M/s. Delta Electronics India Pvt. Ltd., a unit in Delta SEZ, Kurabarpalli for amendment in the already approved item of export.

M/s. Delta Electronics India Pvt. Ltd., was issued Letter of Approval on 05.04.2019 for manufacture and export of **"Part of Electronic Transformers"**. They commenced their manufacturing activities on 27.3.2020.

The Unit was granted permission for inclusion of additional 59 items in the list of manufacturing products under broadbanding in the UAC meeting held on 24.01.2021.

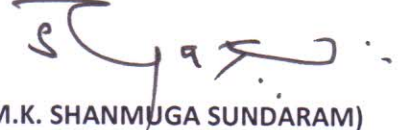
The Unit stated that while checking the ITC HS Classification no. 85049090, it was noticed that the Description of item is mentioned as **"Part of Electronic Transformers"**. Now, they made a request to amend the Letter of Approval with correct description **"PWBA/PCBA (Printed Wire Board Assembly/Printed Circuit Board Assembly) – parts of other Static Converters/Rectifiers)** to avoid any issues during their business transactions.



Minutes of the UAC meeting on 13.08.2021

The request of the Unit to amend the product description was examined by the Unit Approval Committee. After deliberations, the Committee approved the same in terms of provisions contained in SEZ Rules, 2006.

The meeting concluded with the information that the next meeting shall be held on 25.08.2021.



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