Minutes of the 12th Meeting of Unit Approval Committee (2021-22 Series) in respect of SEZs & EOUs of Tamil Nadu, Puducherry and Andaman & Nicobar Islands held on 08.10.2021

The 12th Meeting of the Unit Approval Committee in respect of SEZs & EOUs in Tamil Nadu, Puducherry and Andaman & Nicobar Islands was held on 08.10.2021 through Video Conferencing.

The following members were present:

Sl.			Position in the
No.	Name (Shri/Smt.)	Designation	Committee
1	Dr. M.K. Shanmuga Sundaram, IAS	Development Commissioner, MEPZ SEZ	Chairperson
2	Balasubramanian, P	Dy. Development Commissioner, MEPZ SEZ	Member
3	Prabu Kumar, K	Dy. Development Commissioner, MEPZ SEZ	Member
4	P. Gowri, IRS,	Asst. Commissioner (Customs Preventive), Trichy Commissionerate, Trichy	Member
5	V. Kayalvizhi, IRS	Specified Officer, MEPZ SEZ	Member
6	K. Senthamarai Kannan	Specified Officer, MEPZ SEZ, Coimbatore	Member
7	Y.S. Murthy, IRS	Asst. Commissioner (Customs), Air Cargo, Chennai	Member
8	. Sundarara Raman, ITS Asst. DGFT, O/o Addl. DGFT, Chennai		Member
9	N. Kannan	Company Secretary, Guidance, Industries Department, Govt. of Tamil Nadu, Chennai	Member

12.1 The Unit Approval Committee confirmed and ratified the minutes of the UAC meeting held on 24.09.2021.

12.2 Request from M/s. J. Matadee Free Trade Warehousing Zone, Sriperumbudur for procurement of materials

M/s. J. Matadee Free Trade Warehousing Zone, Developer of the FTWZ at Sriperumbudur, has submitted for approval of Unit Approval Committee, a list of indigenous materials for an estimated value of ₹ 3,048.44 lakh with a duty forgone value of ₹ 565.61 lakh and imported materials for a value of ₹ 77.44 lakh with a duty forgone value of ₹ 21.48 for its authorised operations, viz., Construction of all types of Buildings in the Processing area and

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Warehouses 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.

12.3 Request of M/s. Sri Selliamman Granites LLP for conversion of their DTA Unit into a 100% EOU at Salem District.

The proposal of M/s. Sri Selliamman Granites LLP for conversion of their DTA Unit into 100% EOU at No.4/222, Alaankudagu, Kanagagiri Village, Kakapalayam Post, Sankagiri Taluk, Salem, Tamil Nadu -637 504 for manufacture and export of 'Polished Granite Monuments' (ITC HS Code 68022390 – Capacity 360 cbm/year) with a projected investment of ₹ 106 lakh and projected NFEE of ₹ 2,668 lakh over a period of 5 years with an employment generation for 50 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 2015-2020 and Para 6.01(b) (i) of Handbook of Procedures 2015-2020.

12.4 Request of M/s. Navitas LLP, a Unit in Gateway Office Parks, Perungalathur for change in the Shareholding pattern of the Company

M/s. Navitas LLP, a Unit in Gateway Office Parks SEZ, Perungalathur has requested for approval for change in the shareholding pattern of the Company. The Company has informed that due to global restructuring of the business, their management has decided to change the shareholding pattern.

Partners of the Company	Existing Shareholding pattern	Proposed Shareholding pattern
Take Solutions Limited	99.99%	0.01%
Ecron Acunova Limited	0.01%	99.99%

The Unit has furnished the following documents in this regard:-

- 1) Partnership Deed duly registered as per the latest amendment.
- 2) Undertaking to the effect of change in the shareholding pattern.
- 3) Copy of Pan Card.
- 4) Copy of ROC details for the directors of M/s. Ecron Acunova Limited and M/s. Take Solutions Limited.
- 5) Address Proof of the Directors.

The Unit Approval Committee has taken on record the change in the shareholding pattern of the Company.

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12.5 Request from M/s. IG3 Infra Limited, Thoraipakkam for procurement of materials

M/s. IG3 Infra Limited, Developer of the IT/ITES SEZ at Thoraipakkam, has submitted for approval of Unit Approval Committee, a list of indigenous materials for an estimated value of ₹ 221.89 lakh with a duty forgone value of and ₹ 39.85 lakh for its authorised operations, viz., Construction of all types of Buildings in the Processing area 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.

12.6 Request from M/s. CCCL Pearl City Food Port SEZ, Tuticorin for procurement of Diesel from Chennai Petroleum Chemicals Limited (C/o Indian Oil Corporation)

M/s. CCCL Pearl City Food Port SEZ, Tuticorin, Developer of the SEZ at Tuticorin, has submitted for approval of Unit Approval Committee, for procurement of 12,000 Litres of Diesel from M/s. Chennai Petro Chemicals Limited (C/o M/s. Indian Oil Corporation) without payment of taxes and duties for storage and distribution to the Units in the SEZ as a facilitating measure. The list of material has been certified by a Chartered Engineer. The Unit has also furnished the details regarding procurement of diesel, usage of diesel and consumption by the Units. The request was examined by the Unit Approval Committee. After deliberations, the Committee approved the same in terms of provisions contained in Rule 27(1) of SEZ Rules, 2006 and Instruction No.50 dated 15th March 2010 issued by Department of Commerce and in view of the fact that similar approvals were already given by the Committee to the Developer.

12.7 Request of M/s. Mitsogo Technologies Private Limited for setting up a new SEZ Unit in DLF Info City Chennai Limited SEZ, Chennai

The proposal of M/s. Mitsogo Technologies Private Limited, for setting up a new SEZ Unit in DLF Info City Chennai Limited, Chennai for providing 'IT/ITES – Information Technology (IT) Consulting and Support Services' with a projected investment of ₹ 1,810 lakh and projected NFEE of . ₹ 14,866 lakh over a period of 5 years with an employment generation of 76 persons was examined by the Unit Approval Committee. After deliberations, the Committee decided to defer the same for want of additional information.

12.8 Request of M/s. String Information Services Private Limited for change of name to M/s. Situs AMC India Private Limited in DLF Info City SEZ, Ramapuram, Chennai

M/s. String Information Services Private Limited, a Unit in DLF Info City SEZ, Chennai who was issued with LOA No.8/181/2019/DLF SEZ on 03.10.2019 for IT Services has requested this office for change of name of its company to M/s. Situs AMC India Private Limited.

The Unit has stated that they are changing the name of the Company in order to rebrand their company and for ease of doing business. Further they have stated that the name change will enable to drive the business based on the goodwill and reputation by their company. They have also informed that there is no change in the Directors and Shareholding Pattern of the company due to the name change. The Unit has submitted the relevant documents.

The information given by M/s. String Information Services Private Limited for change of name to M/s. Situs AMC India Private Limited was taken on record by the Committee. After deliberations, the Committee approved the same in terms of provisions contained in Rule 19(2) of SEZ Rules, 2006.

12.9 <u>Cancellation of LOAs issued to M/s. NDOT Technologies Private Limited, M/s. Next Techno Enterprises Private Limited, M/s. Sun Info Media and M/s. ASC Operations Private Limited, Units in Tidel Park at ELCOT SEZ, Coimbatore.</u>

M/s. Tidel Park Coimbatore Limited, Coimbatore, Co-Developer of ELCOT SEZ, Coimbatore, has requested to cancel the LOA of the following 4 Units since they have terminated the lease agreement entered with them since they have defaulted in payment of lease rent and lapse of the lease agreement;

Sl. No.	Name of the Unit	LOA No & Date	DCP	LOA valid up to
1	NDOT Technologies Pvt Ltd	8/76/2016-ELCOT SEZ/TIDEL Park/CBE dated 13.06.2016	19.09.0216	18.09.2021
2	Next Techno Enterprises Pvt	8/31/2014/TIDEL Park/ELCOT- SEZ/CBE dated 22.01.2015	20.01.2016	19.01.2021
3	Sun Info Media	8/36/2018/ELCOT- SEZ/TDL.PK/CBE Dated: 31.07.2017& 01.03.2019	04.04.2019	03.04.2024
4	ASC Operations Private Limited	8/6/2018-ELCOT SEZ/TP/CBE Dated: 11.04.2018	24.03.2019	23.03.2024

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The Co-Developer vide letter dated 16.08.2021 has informed that the above Units did not pay their lease rentals to them despite repeated reminders. They have further informed that the above Units were always found closed. Moreover, these Units have neither applied for renewal of the lease period nor paid their rental dues and hence they have terminated their lease agreement with them and requested this office for cancellation of the LOAs issued to the above Units.

- 1) M/s. NDOT Technologies Private Limited. The Unit has achieved NFEE of ₹ 4654.61 lakh and the validity of the LOA issued to them has lapsed. The Unit has applied for exit from the SEZ Scheme through email dated 18.12.2020. However, the Unit has not furnished the required documents in spite of several reminders with a last reminder sent to them on 06.09.2021.
- 2) M/s. Next Techno Enterprises Private Limited. The Unit has achieved NFEE of ₹ 3129.40 lakh as per the available records and the validity of the LOA issued to them has lapsed. The Unit has applied for exit from the SEZ scheme through email dated 07.04.2021. However, the Unit has not submitted the required documents despite several reminders with the last reminder sent to them on 07.09.2021.
- 3) M/s. Sun Info Media. The Unit has not executed BLUT and not registered in the SEZ Online portal. They have also not filed APR and they have applied for exit from the SEZ Scheme through email dated 04.09.2021. However, the Unit has not submitted the relevant documents. The Unit did not respond to our reminders till date with the last reminder sent to them on 06.09.2021.
- 4) M/s. ASC Operations Private Limited (Business Transfer Agreement into M/s. Eminent Labs):- The Unit has not responded to any of the communications sent by this office after the approval of Business Transfer Agreement on 04.02.2020 with M/s. Eminentlabs Business Solutions Private Limited. The Unit has not responded so far for the communications sent by this office with the last reminder sent to them on 06.09.2021.

The Specified Officer was of the opinion that considering the reasonable opportunities already given to the Units through various emails and failure of Units to respond to this Office email and letters has recommended to consider the request of the Co-Developer M/s. Tidel Park Coimbatore Limited for cancellation of the LOAs issued to these Units.

The request of the Co-Developer for cancellation of the LOAs to the above mentioned Units was examined by the Unit Approval Committee. After deliberations, the Committee decided that the LOAs issued to the above mentioned Units may be cancelled in terms of the provisions contained in Section 16(1) of the SEZ Act, 2005 and allow the Co-Developer to take safe custody of the assets of these Units till such time the dues are settled by them subject to the condition that any

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disposal of the goods of these Units will be on payment of appropriate duty with prior approval of Customs Authority in the Zone.

12.10 Request of M/s. Igarashi Motors India Limited for inclusion of HSN Code

M/s. Igarashi Motors India Limited was issued LOA No.8/328/2003/SEZ dated 21.03.2003 to set up their Unit in MEPZ for manufacture and export of 'Electric Micro Motors and Sub Assemblies and Parts'. Their LOA is valid up to 31.12.2022.

The Unit has requested for inclusion of HSN Code and annual capacity for their manufacturing item as under:

Sl.No.	Item Name	HSN Code	Annual Capacity	
			(Nos.)	
1	Electric Micro Motors	85011011	4,27,50,000	

The proposal of the Unit for inclusion of HSN Code and its annual capacity for their approved manufacturing item was examined by the Unit Approval Committee. After deliberations, the Committee approved the proposal of the Unit.

12.11 Request of M/s. Wabco India Limited, a Unit in Mahindra World City SEZ for Auto Ancillaries for clearance of Tools/Moulds/Dies to DTA without payment of duty

M/s. Wabco India Limited, Units 1, 2 & 3 in Mahindra World City SEZ for Auto Ancillaries has made a request for clearance of tools/moulds/dies to their following DTA suppliers without payment of duty.

The Unit has informed that they are procuring certain child parts from the DTA supplier for which DTA supplier requires the tools/moulds/dies and the Unit is procuring these tools/moulds/dyes without payment of duty. Now, they seek permission for sending these tools/moulds/dies to the DTA suppliers without payment of duty for manufacturing the child parts and to supply the same by DTA Units.

Sl. No.	Description of the	Ref/Pa rt No.	PS-3 (2000) (100) VALUE (100) (100-1.00)		Name and location of the vendor to whom		
	tool/mould/die	of the	Hilly	(in ₹)	the die/tool is	child parts	export
		tool/m ould/d ie			required to be moved	ured by	manufac tured
		10				Vendor using the	using the child
						tool	parts

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	Die (for 9253846026 Flange)	IDM0 3789	1	19,00,000	Samvadhana Motherson Auto Components, Gurgaon	Flange	Double Diaphrag m spring brake actuator
2	Mould (for 4324506594 Housing)	IDM0 3199	1	7,00,000	Prem Industries, Plot No.78 B and A, Hootagalli Industrial Area, Mysure, Karnataka-570 018	Cover	Air Supply Unit
3	Mould (for 4329055534 Cover)	IDM0 3198	1	19,00,000	Prem Industries, Plot No.78 B and A, Hootagalli Industrial Area, Mysure, Karnataka-570 018	Housing	Air Supply Unit
4	Die (for 75 Dia Piston)	IDM0 3163	1	17,00,000	Shriram Pistons & Rings Limited, A-13 & 14, SIDCO Estate, Phase-I, SIPCOT-1, Hosur, Tamil Nadu	Piston	Compress or-DAF
5	Die(for 100 Dia Piston)	IDM0 3162	1	27,34,000	Shriram Pistons & Rings Limited, A-13 & 14, SIDCO Estate, Phase-I, SIPCOT-1, Hosur, Tamil Nadu	Piston	Compress or - DAF

The proposal of the Unit for removal of Dies/Moulds to the DTA vendors without payment of duty was examined by the Unit Approval Committee. After deliberations, the Committee approved the proposal of the Unit as similar request of M/s. ATC Tires Limited to send moulds without payment of duty to their DTA supplier was approved by the Committee in its meeting held on 26.07.2019.

12.12 <u>Request of M/s. Jersey Engineering Solutions Private Limited, a Unit in AMRL SEZ,</u> Nanguneri for amendment in the already approved item of export

M/s. Jersey Engineering Solutions Private Limited, a Unit in AMRL SEZ obtained LOA for the following items for manufacture and service activity and trading of 48 items:

Sl.No.	Existing item/Product Name	Permission issued vide this office letter dated
1 .	Curtain Fire Dampers Motorized Fire & Smoke Dampers Volume Control Dampers Square Diffusers Opposed Blade Dampers	F.No.8/22/2016/AMRL SEZ dates 16.06.2016
2 .	Service activities related to the above item of manufacture	F.No.8/22/2016/AMRL SEZ dates 16.06.2016

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3	Setting up operation, maintenance as	nd	F.No.8/22/2016/AMRL	SEZ	dates
	expansion of the Unit		16.06.2016		
4	Inclusion of additional products in t	he	F.No.8/22/2016/AMRL		SEZ
	LOA for trading 48 items		dates22.01.2019.		

The Unit has made a request to amend the LOA in respect of 'Services' and they would like to have it elaborately, i.e., their activities relating to services pertaining to Engineering Services and Manufacturing product services as under:

Existing item/Product name	To be amended as
Service activities related to the	1. Providing engineering and KPO Services
above item of manufacture	including BIM Modelling, drafting and drawing for MEP Services (Mechanical, Electrical, Plumbing)
	2. Selection of HVAC & Fresh air related products (through software selection), application services related to Engineering and Manufacturing through software selection)
	3. Development of new software and its services.
	4. Selection of fire fighting equipments and its drafting, drawing services (through software)

The Unit has mentioned that all the software relating to the said services will be provided by their clients except BIM Modelling, drafting & Drawing Services. The Unit has requested this office to amend the LOA to enable them to provide more clarity on the services provided by them to their clients as well as to the authorities concerned.

The proposal of the Unit for amendment was examined by the Unit Approval Committee. After deliberations, the Committee approved the proposal in terms of the provisions of the SEZ Rules, 2006.

12.13 Request of M/s. SNP Industries, a Unit in AMRL SEZ, Nanguneri for manufacture of additional products under broad-banding

M/s. SNP Industries, a Unit in AMRL SEZ was issued LOA on 19.01.2017 for manufacture and export of 'Table, Kitchen and Other Household articles made out of Stainless Steel and Sandwich Bottom'. The LOA is valid up to 13.01.2023. The Unit has informed that the existing buyer asked them to supply table Kitchen and Household articles made out of Aluminium. The Unit has stated that they do not require any additional machinery or tolls and dies and they can

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manage with the existing machinery, tolls and dies to manufacture these articles. The list of items requested by the Unit for inclusion in their LOA under broad-banding is given below:

Sl. No.	Name of the Item	ITC HS Code No.	Annual Capacity/Pieces	Category
1	Aluminium Non-stick cookware	76151021	3,00,000	Free
2	Aluminium Pressure Cooker	76151011	1,00,000	Free
3	Aluminium Cookware	76151030	2,00,000	Free

The Unit has submitted revised projections based on the actual achievement during the last 3 years and 2 years of proposed projections (2021-22 and 2022-23) which is given below:

Particulars	Projections Approved (₹ in lakh)	Revised Projections (₹ in lakh)
Exports	6,491	1,934.20
FE Outgo	3,744	725.06
NFEE	2,747	1,209.14

The proposal of the Unit for inclusion of the additional items under broad-banding was examined by the Unit Approval Committee. After deliberations, the Committee approved the proposal in terms of the provisions contained in Rule 19(2) of SEZ Rules, 2006.

The meeting concluded with a vote of thanks with the information that the next meeting will be held on 22.10.2021.

(Dr. M.K. SHANMUGA SUNDARAM)

CHAIRPERSON, UNIT APPROVAL COMMITTEE & DEVELOPMENT COMMISSIONER