Minutes of the 20th Meeting of Unit Approval Committee (2021-22 Series) in respect of SEZs & EOUs of Tamil Nadu, Puducherry and Andaman & Nicobar Islands held on 09.03.2022

The 20th Meeting of the Unit Approval Committee in respect of SEZs & EOUs of Tamil Nadu, Puducherry and Andaman & Nicobar Islands was held on 09.03.2022 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, MEP2		Chairperson
2	Balasubramanian P	Dy. Development Commissioner, MEPZ SEZ	Member
3	Prabu Kumar K	Dy. Development Commissioner, MEPZ SEZ	Member
4	Magimai Arockiaraj IRS	Dy. Commissioner (Customs), Custom House, Chennai	Member
5	S. Sundara Raman ITS	Deputy DGFT, O/o Addl. DGFT, Chennai	Member
6	T.V. Suresh	Specified Officer, MEPZ SEZ	Member
7	K. Senthamarai Kannan	Specified Officer, MEPZ SEZ, Coimbatore	Member
8	P. Gowri IRS	Asst. Commissioner (Customs Preventive), Trichy Commissionerate, Trichy	Member
9	Y.S. Murthy IRS	Asst. Commissioner (Customs), Air Cargo, Chennai	Member

The Unit Approval Committee confirmed and ratified the minutes of the UAC meeting held on 16.02.2022.

20.1 Request of M/s. CloudIQ Solutions Private Limited, a Unit in IG3 Infra SEZ regarding change in the Board of Directors

M/s. Cloud IQ Solutions Private Limited, a Unit in IG3 Infra SEZ, Thoraipakkam, Chennai has informed that there is change in the Board of Directors due to the demise of the Directors Mr. G.R. Murugesh Babu and Mr. Kantallu Gopal Rajaram and replaced them with Mr. Somangali Balaraman Gopinath and Ms. Gowdunattanmai Murugesh Babu Vinothini respectively in their Company.

The Unit Approval Committee has taken on record the change in the Board of Directors of the Company.

20.2 <u>Request of M/s. Omega Healthcare Management Services Private Limited, a Unit in IG3 Infra SEZ for acquiring additional space on temporary basis</u>

The proposal of M/s. Omega Healthcare Management Services Private Limited, a Unit in IG3 Infra SEZ, Thoraipakkam, Chennai for acquiring 40,000 sq.ft., in 5th Floor, Tower-1, at Phase-I Building in the SEZ for training their employees, temporarily for a period of 6 months, was examined by the Unit Approval Committee.

After deliberations, the Committee approved the proposal in terms of the provisions contained in SEZ Rules, 2006.

20.3 Request of M/s. Q2Q Solutions Private Limited, a Unit in MEPZ for manufacture and export of Defence Parts and Assemblies under broad banding

The proposal of **M/s. Q2Q Solutions Private Limited,** a Unit in MEPZ, Tambaram for manufacture and export of Defence Parts and Assemblies under broad banding was examined by the Unit Approval Committee.

After deliberations, the Committee decided to defer the proposal and the Unit shall be informed to approach the Department of Defence Production for getting a Licence for the manufacture and export of Defence Parts and Assemblies.

20.4 <u>Request of M/s. L&T Hydrocarbon Engineering Limited, a Unit in L&T Shipbuilding SEZ for merger with M/s. Larsen and Toubro Limited, another Unit in the SEZ</u>

The proposal of M/s. L&T Hydrocarbon Engineering Limited, a Unit in L&T Shipbuilding SEZ, Kattupallai, Tiruvallur district for merging with M/s. Larsen & Toubro Limited, another Unit in the SEZ was examined by the Unit Approval Committee. The Company has declared that after the merger, the Units will function as two separate Units as Larsen & Toubro Limited and L&T Energy Hydrocarbon as going Concerns.

In this regard M/s. Larsen and Toubro Ltd. has submitted the Undertaking for seamless continuity of SEZ activities.

After the deliberation the Committee approved the same in terms of provisions contained in rule 19(2) of SEZ Rules read with Instruction 109 dated 18.10.2021 issued by Department of Commerce.

20.5 Request of 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 has submitted for approval of the Unit Approval Committee, a list of indigenous materials for an estimated value of ₹ 16.50 lakh with a duty forgone value of ₹ 2.52 lakh for its authorised operations, viz., Telecom and other communications facilities including internet connectivity in the SEZ. The list of materials has been certified by the 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.

20.6 Request of M/s. Cheyyar SEZ Developers Private Limited, Tiruvannamalai for procurement of materials

M/s. Cheyyar SEZ Developers Private Limited, Developer of the SEZ at Tiruvannamalai has submitted for approval of the Unit Approval Committee, a list of indigenous materials for an estimated value of ₹ 259.79 lakh and ₹ 1,054 lakh with a duty forgone value of ₹ 39.63 lakh and ₹160.70 lakh respectively for its authorised operations, viz., Telecom and other communications facilities including internet connectivity and Electrical, Gas and Petroleum Natural Gas Distribution Network including necessary Sub-stations of appropriate capacity, pipeline network in the SEZ. The list of materials has been certified by the Chartered Engineer. The request was examined by the Unit Approval Committee.

After deliberations, the Committee while approving the list of indigenous materials for an estimated value of ₹ 259.79 lakh for Telecom and other communications facilities including internet connectivity in terms of provisions contained in Rule 12(2) of SEZ Rules, 2006.

However, the Committee decided to deter the other request of indigenous materials for an estimated value of ₹ 1,054 lakh for want of additional information.

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20.7 Request of M/s. IBM India Private Limited for setting up a new Unit in Tidel Park, ELCOT SEZ, Coimbatore

The proposal of M/s. IBM India Private Limited for setting up a new Unit in Tidel Park, ELCOT SEZ, Coimbatore for providing 'Software Development Services/IT/ITES (Authorised Operations)' with a projected investment of ₹ 37 lakh and projected NFEE of ₹ 112.97 lakh over a period of 5 years with an employment generation for 19 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. It is noted and taken on record that the Unit will not claim SEIS benefit for the services rendered by them.

20.8 <u>Request of M/s. Inaho Digital Solutions Private Limited for setting up a new Unit in</u> Tidel Park, ELCOT SEZ, Coimbatore

The proposal of M/s. Inaho Digital Solutions Private Limited for setting up a new SEZ Unit in Tidel Park, ELCOT SEZ, Coimbatore for providing 'IT Support Services – CPC Code-83132, IT Design and Development Services for applications - CPC Code-83141, Software Originals – CPC Code -83143 and Application Service Provisioning – CPC Code-83152 (Authorised Operations)' with a projected investment of ₹ 61.00 lakh and projected NFEE of ₹ 991.61 lakh over a period of 5 years with an employment generation for 32 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.

20.9 Request of M/s. Astra Zeneca India Private Limited, a Unit in Tril Info Park SEZ for availing tax exemption for the space utilised by them for Dry Kitchen-cum-Cafeteria allotted by the Developer

The proposal of **M/s.** Astra Zeneca India Private Limited, a Unit in Tril Info Park SEZ, Taramani, Chennai for availing tax exemption for the space (5,120 Sq.ft in Neville Tower and 7,250 Sq.ft in Cambridge Tower) utilised by them for Dry Kitchen cum Cafeteria allotted by the Developer was examined by the Unit Approval Committee.

After deliberations, the Committee decided to reject their request since Instruction No.95 issued by the Department of Commerce clearly states that the Unit shall not be eligible for any exemptions, concessions or any other benefits under Section 7 or Section 26 of the SEZ Act, 2005 for creating and operating such facilities.

20.10 Request of M/s. E-Con Systems India Private Limited, a Unit in MEPZ for change in HSN Code for the item permitted for manufacture and export

M/s. E-Con Systems India Private Limited, an SEZ Unit in MEPZ, Tambaram with LOA No.8/198/2019/MEPZ-SEZ dated 31.12.2019 has requested for change of HSN Code for the item permitted for manufacture and export.

The Unit has stated that according to the New (7th) Edition of the Harmonized System (HSN) nomenclature, HS-2022, Customs has replaced the already permitted HSN-Code for the approved product (Vtrack-Smart Camera) with a new HSN Code for the same. Therefore, the Unit has requested to change the HSN Code already permitted with the new one for their approved item of manufacture as given below:

S.No.	Name of the Item	HSN Code already permitted	New HS Code introduced
1	Vtrack-Smart Camera	85258090	85258900

The proposal of the Unit for change of HSN Code 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.

20.11 Request of M/s. Wabco India Limited for setting up a new Unit in DLF Info SEZ

The proposal of M/s. Wabco India Limited for setting up a new Unit in DLF Info City SEZ, Ramapuram, Chennai for providing 'IT/ITES – Engineering Services including Research and Development, Software Development, Design and Development, Prototyping, Testing and Technical Investigation ETC – CPC Code 8672 (Authorised Operations)' with a projected investment of ₹ 9,590.10 lakh and projected NFEE of ₹ 92,166.47 lakh over a period of 5 years with an employment generation for 1,000 persons was examined by the Unit Approval Committee.

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After deliberations, the Committee approved the proposal in terms of the provisions contained in rule 18(2) of SEZ, Rules, 2006.

20.12 Request of M/s. Delta Electronics (India) Limited, a Unit in Delta SEZ, Kurubarapalli, Krishnagiri District for installation of Mobile Signal Booster in its building roof top

M/s. Delta Electronics (India) Limited, a Unit in Delta SEZ, Kurubarapalli, Krishnagiri Distrcit has requested to allow them for installation of a Signal booster on their Unit's building roof top for better communication and network. The Unit has stated that the mobile network connectivity is poor which lead to frequent call drops while talking on mobile phone, hampering their day-today operational/business activities. As their Telecom Service Provider, viz., M/s. Airtel Limited has agreed to install a signal booster on their building roof top, they have requested permission to install the same.

The request of the Unit for installation of Signal Booster in its building roof top was examined by the Unit Approval Committee.

After deliberations, the Committee approved the same in terms of Instruction No.95 issued by the Department of Commerce subject to the condition that the Unit shall not avail any duty benefits for this facility.

The meeting concluded with a vote of thanks to the Members and other Officers.

(Dr. M.K. SHANMUGA SUNDARAM)

CHAIRPERSON, UNIT APPROVAL COMMITTEE & DEVELOPMENT COMMISSIONER

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