

Minutes of the UAC meeting held on 10.05.2021

Minutes of the 2nd Meeting of Unit Approval Committee (2021-22 Series) in respect of SEZs & EOUs of Tamil Nadu, Puducherry and Andaman & Nicobar Islands held on 10.05.2021

The 2nd Meeting of the UAC in respect of SEZs & EOUs of Tamil Nadu, Puducherry and Andaman & Nicobar Islands was held on 10.05.2021 through Video Conferencing.

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	Balasubramanian, P	Dy. Development Commissioner, MEPZ SEZ	Member
4	T.E.Srikanth, IRS	Asst. Commissioner (Export Promotion), Chennai Customs, Chennai	Member
5	P. Gowri, I.R.S.,	Asst. Commissioner (Customs Preventive), Trichy Commissionerate, Trichy	Member
6	Y. Vijaya Murthy, IRS	Asst. Commissioner (Customs), Air Cargo Complex, Meenambakkam, Chennai	Member
7	K. Sridhar, IRS	Specified Officer, MEPZ-SEZ	Member
8	V. Kayalvizhi, IRS	Specified Officer, MEPZ-SEZ	Member
9	N. Kannan	Deputy General Manager, Guidance Tamil Nadu.	Member
10	S. Sundararaman, ITS	Asst. Director General of Foreign Trade, O/o Addl. DGFT, Chennai	Member

The Unit Approval Committee confirmed and ratified the minutes of the UAC meeting held on 26.04.2021.

2.1 Request from M/s. Visteon Technical and Services Centre Private Limited for setting up a new SEZ Unit in Gateway Office Parks SEZ, Perungalathur

The proposal of M/s Visteon Technical and Services Centre Private Limited, for setting up a new SEZ Unit in Gateway Office Parks SEZ, Perungalathur for "IT Service in the nature of Computer Software (CPC-842)/ITES in the nature of Engineering and Design (CPC-8672) such as Product Engineering Services, Device Engineering, Digital Engineering, Quality Engineering and Product Transformation)" with a projected investment of ₹ 4,595 lakh and projected NFFEE of ₹ 1,10,275 lakh over a period of 5 years with an employment generation for 940 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.

R. Shanmuga Sundaram

2.2 Monitoring the performance of 6 Units in Tril Info Park SEZ, Taramani

The performance of the following 6 Units in Tril Info Park SEZ, Taramani 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	Scientific Publishing Services P Ltd – Unit-II	2 nd Year in the 2 nd Five Year Block	1,619
2	Sicentific Publishing Services P. Ltd – Unit-III	2 nd Year in the 1 st Five Year Block	1,422
3	Disys India Private Limited	5 th Year in the 1 st Five Year Block	4,487
4	Infosys BPM Limited	4 th Year in the 2 nd Five Year Block	9,864
5	Agilys Technologies India Private Limited	3 rd Year in the 1 st Five Year Block	10,886
6	Pershing India Operational Services Pvt Ltd	2 nd Year in the 2 nd Five Year Block	8,060

The Committee noted that the cumulative NFEE of the all Units was positive and decided to review the performance of M/s. Pershing India Operational Services Private Limited in the next meeting since the percentage of achievement against the projections was not furnished.

2.3 Request of M/s. Novaark Digital Consulting Private Limited for change in the implementing agency to M/s. Trianz Digital Consulting Private Limited in Gateway Office Parks SEZ, Perungalathur

M/s. Novaark Digital Consulting Private Limited, an SEZ Unit in Gateway Office Parks SEZ, Perungalathur vide letter dated 26th April 2021 has informed that they have changed their company name from M/s. Novaark Digital Consulting Private Limited to M/s. Trianz Digital Consulting Private Limited.

The change of name had been approved by their Board of Directors and Registrar of Companies, Karnataka on 15.04.2021.

In this connection, the Unit has furnished the following documents:-

- 1) Certified true copy of Board resolution.
- 2) Certified true copy of Certificate of Incorporation.
- 3) Memorandum and Articles of Association.
- 4) List of Directors of the Company.
- 5) Copy of PAN Card.

The request of the Unit for change in the implementing agency from M/s. Novaark Digital Consulting Private Limited to M/s. Trianz Digital Consulting Private Limited was examined by the Unit Approval Committee. After deliberations, the Committee approved the same in terms of the provisions contained in SEZ Rules, 2006.

Minutes of the UAC meeting held on 10.05.2021

2.4 Cancellation of LOP issued to M/s. Athenese DX-Private Limited consequent to non-implementation of the SEZ Project at Frontier Mediville SEZ, Gummidipoondi

M/s. Athenese DX-Private Limited was issued LOA No.8/118/2007/Frontier Mediville SEZ dated 22.02.2017 for setting up a new SEZ Unit for manufacture and export of "Diganostic Medical Devices, viz., Rapid Test, Elisa, Bio-Chemical Reagents and Medical instruments." in Frontier Mediville SEZ, Gummidipoondi.

The Unit has neither executed BLUT nor commenced their activities. The validity of the LOA issued to them expired on 21.02.2018.

A Notice was issued to the Unit. In response, the Director of the Unit has informed that due to some issues with their bankers, they could not get No Objection Certificate from them to establish their operations in the SEZ. Since they could not contact the Developer to get NOC from them for cancellation, they have requested this office to cancel the LOA issued to them.

The Authorised Officer of the SEZ has also informed that there has been no production and no import/export has taken place.

The request of M/s. Athenese DX-Private Limited for cancellation of the LOA issued to them was examined by the Unit Approval Committee. After deliberations, the Committee decided that the LOA issued to them may be cancelled in terms of Section 16(1) of the SEZ, Act, 2005.

2.5 Request of M/s. OECL Shipping and Logistics Private Limited for surrender of Open Yard space in J. Matadee Free Trade Warehousing Zone

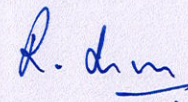
The request for approval for surrender of 10,000 Sq.ft. of Open yard space to the Developer, Tidel by M/s. OECL Shipping and Logistics Private Limited was examined by the Unit Approval Committee. After deliberations, the Committee approved the same in view of their client M/s. Caterpillar starting their own Plant.

2.6 Request of M/s. East Wind Footwear Company Limited, Unit-I for reduction in production capacity in Cheyyar SEZ, Tiruvannamalai.

M/s. East Wind Footwear Company Limited- Unit I in M/s. Cheyyar SEZ , Thiruvannamalai has requested permission to reduce their annual production capacity of footwear from the present level of 96,00,000 pairs to 72,00,000 pairs of footwear.

The unit has stated the following reasons for reduction of their Annual Production Capacity of footwear:

- a) The Covid-19 pandemic has critically affected the functioning of their factory below 100% during the pandemic period of 2020-21;



b) Due to change in their global customer orders/brand/model of shoes etc. they have reduced their production lines from 15 Nos to 9 Nos. with the future plan to increase 3 more lines to bring the total production lines to 12 during the financial year 2021-22;

The unit has submitted revised projections on account of reduction in production capacity.

The request of the Unit for reduction in production capacity was examined by the Unit Approval Committee. After deliberations, the Committee approved the proposal in terms of provisions contained in 19(2) of SEZ Rules, 2006.

2.7 Request of M/s. McKinsey Global Services India Private Limited for setting up Cafeteria in Perungudi Real Estates SEZ, Perungudi

M/s. McKinsey Global Services India Private Limited, a Unit located in Perungudi Real Estates SEZ, Perungudi has proposed to set up **Cafeteria** in their Unit in an area of 12,950 Sq.ft. for exclusive use of the employees working in the Unit as per the details given below:-

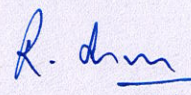
Sl.No.	Floor	Facility to be provided	Area in Sq.ft.
1	17 th Floor	Break Out Area	3,000
2	17 th Floor	Break Out Area	350
3	18 th Floor	Break Out Area	2,175
4	19 th Floor	Cafeteria	7,035
5	19 th Floor	Break Out Area	390
Total			12,950

The Unit is occupying an area of 1,29,405 Sq.ft. in Tower-B, 17th, 18th and 19th Floors of the SEZ, out of which, they intend to have Cafeteria facility in all the above mentioned Floors.

The Unit has furnished No Objection Certificate from the Developer with the following conditions:-

- 1) The cafeteria should not be used for any commercial purpose and shall only be used exclusively for the employees working in the premises.
- 2) No form of conventional cooking (usage of LPG Cylinders) shall be allowed in the Cafeteria.
- 3) Only pre-cooked food shall be allowed to be brought in and served in the Cafeteria.

The Unit has further submitted a Declaration that they will not avail any exemption, drawback and concessions or any other benefit on the service charges paid for operation of the proposed cafeteria facility.



Minutes of the UAC meeting held on 10.05.2021

The request of the Unit for setting up the Cafeteria facility in the Unit's premises was examined by the Unit Approval Committee. After deliberations, the Committee approved the proposal in terms of Instructions No.95 dated 11.06.2019 issued by Department of Commerce.

2.8 Request of M/s. Tidel Park Coimbatore Limited, Co-Developer of ELCOT-SEZ, Coimbatore for taking over the assets of M/s. S & T Global Engineering Services Private Limited

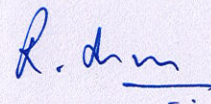
M/s. Tidel Park Coimbatore Limited, Co-Developer of ELCOT SEZ, Coimbatore vide letter dated 03.05.2021 have informed that they intend to take over the infrastructure of SEZ Unit of M/s. S&T Global Engineering Services Pvt. Ltd., at Module No 106 measuring 16,196 Sq.ft for a value of ₹ 8,02,464/- on surrender of the premises by the Unit. In this regard, the Co-Developer has furnished the valuation report of the Chartered Engineer.

The Authorised Officer has stated that the Co-Developer has furnished the details of materials to be taken over from M/s. S & T Global Engineering Services Pvt. Ltd. namely Interiors, Furniture, valued originally at ₹ 2,76,69,754/- and depreciated value of the said goods as per SEZ Rules, 2006 as ₹ 67,45,120/-.

The request of the Co-Developer for taking over the assets of M/s. S & T Global Engineering Services Private Limited at a transaction value of ₹ 8,02,464/- was examined by the Unit Approval Committee. After deliberations, the Committee approved the proposal in terms of the provisions contained in Rule 12(2) of SEZ, Rules, 2006 subject to the condition that the Invoice and Books of accounts should also reflect the depreciated value of ₹ 67,45,120/- for record and future reference.

2.9 Request from M/s. DLF Info City Chennai Limited for procurement of materials and monitoring the Quarterly Report and Half-yearly report

M/s. DLF Info City Chennai Limited, Developer of DLF Info City Chennai Limited SEZ, have submitted for approval of Unit Approval Committee, a list of imported materials for an estimated value of ₹ 100.13 lakh with a duty forgone value of ₹ 31.02 lakh for its authorised operations, viz., Operation and Maintenance activities for all the infrastructure and infrastructure facilities created 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. The Committee also noted the Quarterly returns for the period January to March 2021 and Half-yearly returns for the period ending March 2021.



2.10 Request of M/s. DLF Power & Services Limited, Co-Developer of DLF Info City Chennai Limited for approval of procurement of HSD for the year 2021-22

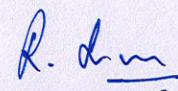
M/s. DLF Power & Services Limited, Co-Developer of the SEZ, has requested for release of their HSD entitlement for the year 2021-22 based on the preceding year's average monthly consumption by submitting month wise consumption certificate duly certified by a Chartered Engineer with total quantity of 519.33 KL consumed by them during the year 2020-21. The Co-Developer has furnished the details of actual consumption of HSD for the year 2020-21 duly certified by the Independent Chartered Engineer.

The Co-Developer, M/s. DLF POWER & SERVICES Limited have procured 292 KL of Duty free HSD against our approval of 212.05 KL during the year 2020-2021 i.e excess procurement of 79.95 KL quantity of duty free HSD during the year 2020-2021 and in addition they have also procured 200KL of Duty paid HSD during the year 2020-2021 to meet their requirement. The details of procurement and consumption of HSD during the year 2020-21 are as under:

Sl.No.	Brief details	Quantity in KL
1	Opening balance of the HSD for the year 2020-21 (01.04.2020)	161.85
2	Procurement of duty free HSD for the year 2020-21	292.00
3	Procurement of duty paid HSD for the year 2020-21	200.00
4	Total (1+2+3)	653.85
5	Actual consumption of the HSD for the year 2020-21 (consumption of duty free HSD 453.85 KL and duty paid HSD 65.49 KL)	519.33
6	Net Stock held by the Co-Developer as on 01.04.2021 (duty paid HSD)	134.52

The request of the Co-Developer for procurement of Duty free HSD for the year 2021-22 was examined by the Unit Approval Committee in its meeting held on 26.04.2021. It was observed that the Co-developer has procured 292 KL of duty free HSD during the year 2020-21 against 212.05 KL approved by this office. Since the Co-developer has procured an excess of 79.95 KL of Duty free HSD during the year 2020-21, the Committee decided that a clarification may be sought from the Co-developer in this regard and hence deferred the proposal/request of the Co-developer.

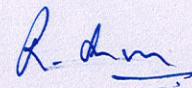
In this regard, necessary clarification on excess procurement of 79.95 KL of Duty Free HSD during the year 2020-21 was sought from the Co-developer vide MEPZ SEZ letter. In response, they have informed that though they have been approved for procurement of 212.05 KL Duty free High Speed Diesel for the year 2020-21, they have procured an excess quantity of duty free 79.95 KL during 2020-21 due to the following reasons:



- a) The Co-developer was procuring power from Tamil Nadu Generation and Distribution Corporation (TANGDCO) for supply to their SEZ Units for use within their SEZ.
- b) During July 2020, the Power supply from TANGDCO was disrupted due to cable puncture at their end and supply of Power to SEZ Units by the Co-Developer was affected for week time, which created difficulty in meeting the requirement of power supply to their SEZ Units.
- c) As per the provisions of Rule 5A of SEZ Rules, 2006 there is a statutory requirement on all the Developer/Co-Developer for supply of twenty four hours uninterrupted Power supply at stable frequency in the Special Economic Zone.
- d) In this connection, the Co-Developer has procured 79.95 KL Duty Free High Speed Diesel on and above approved quantity 212.05 KL for their authorised operations to meet out their requirements to supply power to their SEZ Units, since they are unable to procure duty paid High Speed Diesel during short span of time with M/s. IOCL to meet out/comply their required documentations for procurement/ordering the Duty Paid High Speed Diesel.
- e) Subsequently, they placed the order with M/s. IOCL to supply the High Speed Diesel with payment of applicable Duties for their authorised operations.
- f) In view of the above facts and circumstances, the Co-Developer has procured excess of 79.95 KL of Duty Free High Speed Diesel against DC, MEPZ approval for the year 2020-2021 from IOCL during the above said instance period and requested us to re-consider their request to grant them necessary approval for procurement of duty free High Speed Diesel for the current year 2021-2022 after deducting the excess quantity of 79.95 KL against the total consumption quantity 519.33 during the year 2020-2021.

The request of the Co-Developer for procurement of HSD Oil for the year 2021-22 was again taken up by the Unit Approval Committee. After deliberations, the Committee ratified the excess procurement of 79.95 KL of Duty Free High Speed Diesel during 2020-21 and approved their requirement of 2021-22 after deducting the excess procurement of duty free HSD during the year 2020-21 as under with the condition that the Co-Developer shall confine their procurement of duty HSD as stipulated below and shall not under any circumstances procure excess duty free HSD:

Sl.No.	Brief details	Quantity in KL
1	HSD Consumed during the year 2020-21	519.33
2	LESS excess quantity of duty free HSD procured against approval	79.95
3	Balance eligible for duty free HSD for the year 2021-21 (a-c)	439.38



4	Average monthly ceiling admissible	36.615
---	------------------------------------	--------

2.11 Request of M/s. Vijay Garments Limited, MEPZ for trading activity under diversification

M/s. Vijay Garments Limited was issued LOA No.8/260/2003/SEZ on 28.03.2003 for manufacture and export of "Readymade Textile Garments". Their LOA validity is up to 31.12.2022.

Now, the Unit made a request for undertaking Trading activity of the following items under diversification.

Sl.No.	Name of the Item	HSN No.	Annual Capacity & Unit of Measurement
1	Toor Dal	07139010	140 MT
2	Gram Dal	07139010	170 MT
3	Urad Dal	07139010	150 MT
4	Moong Dal	07139010	160 MT
5	Coriander	07139010	160 MT
7	Red Chilli	09042211	700 MT
8	Seeds of Coriander	09092190	150 MT
9	Turmeric	09103030	180 MT
10	Rice/Parboiled	10063010	500 MT

The Unit has furnished the revised projection for this trading activity.

The request of the Unit for undertaking trading activity under diversification was examined by the Unit Approval Committee. After deliberations, the Committee approved the proposal (**except Rice/Parboiled**) in terms of the 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. The decision with regard to the item **Rice/Parboiled** was deferred by the Committee for want of further examination and clarification.

2.12 Request from M/s. Litho Monuments for conversion of their DTA unit into EOU

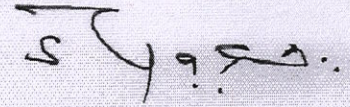
The proposal of M/s. Litho Monuments, for conversion of their DTA Unit into EOU at Sy.Nos.83/2B, Chintamani Kadu for manufacture and export of "Granite Monuments" with a projected investment of ₹ 130 lakh and projected NFEE of ₹ 1,539 lakh over a period of 5 years with an employment generation for 18 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 2015-20 and Para 6.01(b) (i) of Handbook of Procedures 2015-20.

Minutes of the UAC meeting held on 10.05.2021

2.13 Request from M/s. Aquity Solutions India Private Limited for setting up a new SEZ Unit in DLF Info City Chennai
SEZ

The proposal of M/s. Aquity Solutions India Private Limited for setting up a new SEZ Unit in DLF Info City Chennai Limited SEZ, Ramapuram, Chennai for 'Virtual Scribe(CPC 93110), Coding Solutions CPC 93110), Revenue Cycle Management (CPC 93110), Medical Records Services (CPC 93110), Records Management (CPC 93110), Medical Transcription Services (CPC 93110) and Back Office Support Services (CPC 86609)' with a projected investment of ₹299 lakh and projected NFEE of ₹ 19,313 lakh over a period of 5 years with an employment generation for 285 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 meeting concluded with a Vote of Thanks with the information that the next meeting will be held on 24th May 2021.



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