Government of India
Ministry of Commerce & Industry
Department of Commerce
Office of the Development Commissioner
Indore Special Economic Zone
3rd Floor, Brilliant Titanium, Plot No. 9
Scheme No. 78, Part II, Near Brilliant Convention Center
Indore-452010, Ph. 0731-2570619, 2570620, Fax No. 0731-4290586
E-mail : dcisezind-mp@gov.in, Website : www.indoresez.gov.in

F. No. D-3/ISEZ/2006-07/1498 **Dated: 09.11.2017**

OFFICE – MEMORANDUM

Sub: Fourteenth Meeting (2017-18 series) of the Approval Committee for Indore SEZ to be held on 14.11.2017 at 11:30 a.m. – Reg.

The undersigned is directed to inform you that the Fourteenth Meeting (2017-18 series) of the Approval Committee constituted by the Govt. of India vide Notification dt. 07.02.2007 has been scheduled to be held on 14.11.2017 at 11:30 a.m. in this office. Agenda Items for the same are enclosed as Annx. A.

2. You are requested to kindly make it convenient to attend the meeting.

(Ravi Chhangani)
Asstt. Development Commissioner

To

1. The Director to the Govt. of India, Ministry of Commerce & Industry, Deptt. of Commerce, SEZ, Udyog Bhawan, New Delhi.(Member)
2. The Jt. Director General of Foreign Trade, Nirman Sadan, Arera Hills, Hoshangabad Road, Bhopal. (Member)
3. The Managing Director, MPTRIFAC, Cedmap Bhawan, 16-A, Arera Hills Bhopal, for information only.
4. The Commissioner, Indore Division, Moti Bungalow, Indore. (Member)
5. The Managing Director, MPAKVN (Indore) Ltd., Free Press Building, Press Complex, Indore. (Special Invitee and State Government nominee)
6. The Commissioner, Customs & Central Excise, Manik Bagh Palace, Indore. (Member)
7. The Commissioner Income Tax (CIT-I), Office of the Chief Commissioner of Income Tax, Aayakar Bhawan Annexe, Opp. White Church, Indore-1. (Member)
8. The Dy. Secretary (IF-I), Ministry of Finance, Department of Financial Services, Jeevan Deep Building, Parliament Street, New Delhi. (Member)
9. The Specified Officer, Indore SEZ. (Special Invitee)
10. Indore SEZ website.

(Copy for information to concerned units without annexure)

Annexure 'A'

INDORE SPECIAL ECONOMIC ZONE

AGENDA FOR THE FOURTEENTH MEETING OF UNIT APPROVAL COMMITTEE TO BE HELD AT 11:30 a.m. ON 14.11.2017 IN CONFERENCE ROOM UNDER THE CHAIRMANSHIP OF SHRI J.M GUPTA, DEVELOPMENT COMMISSIONER

ITEM NO- 1

Ratification of the Minutes of the Thirteenth Meeting (2017-18 series) held on 25.10.2017 as at Appendix 'X'.

ITEM NO- 2

PROPOSAL RECEIVED FROM DEVELOPER

I COMPANY/UNIT/DEVELOPER PROFILE

(a)Name and address, telephone/fax/email id	**MPAKVN (Indore) Ltd. – Developer, Indore SEZ** Address: Free Press Complex, A.B. Road, Indore
(b) Issue	**Requisition for activity approval for shifting of 33 KV line from M/s Lupin Ltd., Plot No. M-2A at SEZ Phase II, Pithampur, Distt. Dhar (M.P.) and availing various exemptions thereof in terms of Rule 12 & 27 of SEZ Rules 2006:-** MPAKVN (Indore) Ltd., Developer of Indore SEZ has submitted the request for approval of the activity for shifting of 33 KV line from M/s Lupin Ltd., Plot No. M-2A at SEZ Phase II with an estimated cost of Rs. 54.06 lacs by the Approval Committee in terms of Rule 12 & 27 of SEZ Rules 2006. The Developer has filed the request in the prescribed form C-7 on the sezonline system and also submitted copy of the said form along with three copies of the estimate and activity details duly certified by an independent Chartered Engineer and the Executive Engineer, MPAKVN, as per the requirements of Rule 12 of SEZ Rules, 2006. A copy of layout of the line shifting work has also been enclosed. With regard to the reasons for undertaking the proposed activity, the Developer has stated that the plot allotted to M/s Lupin Ltd. is meant for specific use of the unit and therefore the 33 KV line is being shifted from the unit's plot to a common place and also for upgradation of existing electrical network by bifurcation of feeder which will further help to improve quality of supply of power.

	Rule 9 of SEZ Rules, 2006 mentions regarding grant of approval for authorized operations and the Deptt. of Commerce in Instruction No. 50 dt. 15.03.2010 has circulated a consolidated list of default authorized operations which can be undertaken by the Developer/Co-Developer by default from the date of Notification, wherein at S.No. A(2) of the instruction inter-alia the default authorized operation of Electrical distribution network including necessary sub-stations of appropriate capacity, pipeline network etc. has been listed, and therefore the activity of shifting of the 33 KV line proposed by the Developer for upgradation of existing electrical network falls within the aforementioned S.No. of the list of permitted default authorized operations. In terms of Rule 10 of SEZ Rules 2006 read with Rule 9 and Instruction No. 50, the Approval Committee may permit goods to carry on the authorized operations and in terms of Rule 12 the Developer can make application to the Development Commissioner along with list of goods and services including machinery, equipments and construction material required for the authorized operation duly certified by a Chartered Engineer for approval by the Approval Committee and the instant list for the above mentioned activities submitted by the Developer is duly certified by the Executive Engineer of MPAKVN (Indore) Ltd. and by an independent Chartered Engineer. The proposal of the Developer is placed before the Committee for consideration under Rule 12 & 27 and Rule 10 read with Rule 9 of SEZ Rules, 2006 and Instruction No. 50 of Deptt. of Commerce.
Decision required from UAC	Activity approval for shifting of 33 KV line from M/s Lupin Ltd., Plot No. M-2A at SEZ Phase II, Pithampur, Distt. Dhar (M.P.) and availing various exemptions thereof in terms of Rule 12 & 27 of SEZ Rules 2006
DECISION OF THE UAC	

II COMPANY/UNIT/DEVELOPER PROFILE

(a)Name and address, telephone/fax/email id	**MPAKVN (Indore) Ltd. – Developer, Indore SEZ** Address: Free Press Complex, A.B. Road, Indore
(b) Issue	**Requisition for activity approval for Supply of Energy meters in SEZ; Supply of 11,33 KV Oil immersed 3 Phase 4 wire CTPT units, CTs; Supply of 11,33 KV Arial Bunch Cable (insulation level shall be in Delta format) and other Electrical items and availing various exemptions thereof in terms of Rule 12 & 27 of SEZ Rules 2006:-** MPAKVN (Indore) Ltd., Developer of Indore SEZ has submitted the request for approval of the activity for Supply of Energy

	meters in SEZ; Supply of 11,33 KV Oil immersed 3 Phase 4 wire CTPT units, CTs; Supply of 11,33 KV Arial Bunch Cable and other Electrical items in the Zone with an estimated cost of Rs. 17.50 lacs by the Approval Committee in terms of Rule 12 & 27 of SEZ Rules 2006. The Developer has filed the request in the prescribed form C-7 on the sezonline system and also submitted copy of the said form along with three copies of the estimate and activity details duly certified by an independent Chartered Engineer and the Executive Engineer, MPAKVN, as per the requirements of Rule 12 of SEZ Rules, 2006. The Developer has intimated that the items requested will be procured and kept in their stores and shall be replaced in the processing area as per requirements instead of the earlier intimated non-processing area. With regard to disposal of old equipments, it has been stated that the old equipments will be repaired for further reuse as and when required, and the Developer do not intend to remove the said equipments from the SEZ premises. In future, if they plan to remove the same, separate application in this context shall be filed as per SEZ Rules / Customs provisions. Rule 9 of SEZ Rules, 2006 mentions regarding grant of approval for authorized operations and the Deptt. of Commerce in Instruction No. 50 dt. 15.03.2010 has circulated a consolidated list of default authorized operations which can be undertaken by the Developer/Co-Developer by default from the date of Notification, wherein at S.No. A(2) of the instruction inter-alia the default authorized operation of Electrical distribution network including necessary sub-stations of appropriate capacity, pipeline network etc. has been listed, and therefore the activity of supply of energy meters, CTPT units, cables and other electrical items can be considered to fall within the ambit of the aforementioned S.No. of the list of permitted default authorized operations. In terms of Rule 10 of SEZ Rules 2006 read with Rule 9 and Instruction No. 50, the Approval Committee may permit goods to carry on the authorized operations and in terms of Rule 12 the Developer can make application to the Development Commissioner along with list of goods and services including machinery, equipments and construction material required for the authorized operation duly certified by a Chartered Engineer for approval by the Approval Committee and the instant list for the above mentioned activities submitted by the Developer is duly certified by the Executive Engineer of MPAKVN (Indore) Ltd. and by an independent Chartered Engineer. The proposal of the Developer is placed before the Committee for consideration under Rule 12 & 27 and Rule 10 read with Rule 9 of

	SEZ Rules, 2006 and Instruction No. 50 of Deptt. of Commerce.
Decision required from UAC	Activity approval for Supply of Energy meters in SEZ; Supply of 11,33 KV Oil immersed 3 Phase 4 wire CTPT units, CTs; Supply of 11,33 KV Arial Bunch Cable (insulation level shall be in Delta format) and other Electrical items and availing various exemptions thereof in terms of Rule 12 & 27 of SEZ Rules 2006
DECISION OF THE UAC	

ITEM NO- 3

PROPOSAL RECEIVED FROM EXISTING UNIT

I COMPANY/UNIT PROFILE

(a)Name and address, telephone/fax/email id (b) Issue	**M/s India Nets** Address: Plot No. F-1 & F-2, SEZ Phase I **Request for enhancement in annual production capacity of approved items of manufacture under LoA No. C-104/ISEZ/Proj./2016-17/82 dated 12.04.2016:-** M/s India Nets was granted LoA dated 12.04.2016 for manufacturing of Sports Nets, Safety Nets etc. Subsequently, upon the request of the unit, the UAC in its meeting dated 10.08.2016 accorded permission for broad-banding of LoA by inclusion of additional items of manufacture viz. Twine, Ropes and its products made up of HDPE/PP/Nylon/Polyester/Plastic material in its approved authorized operations. The unit has commenced commercial production under the LoA dated 12.04.2016 w.e.f 07.04.2017. The unit has proposed to enhance the annual capacity of the above approved manufacturing items viz. Twine, Ropes and its products made up of HDPE/PP/Nylon/Polyester/Plastic material from the permitted 6000 MT to 9000 MT. The unit has submitted the following documents (i) Project Profile; (ii) List of machinery; (iii) Foreign Exchange calculation; (iv) Statement of cumulative project cost; (v) ITC(HS) code; (vi) brief project report; and (vii) Manufacturing flow chart in support of the proposal. According to the submissions made by the unit, the instant enhancement would involve a capital expenditure of Rs. 42.45 crores of which Rs. 23.15 crores would be invested in plant & machinery (imported – Rs. 19.20 crs. & indigenous Rs. – 3.95 crs.); Rs. 4.90 crores in land & building; Rs. 50.00 lacs in misc. fixed assets; and Rs. 13.90 crs. as working capital. The

	enhancement would generate additional employment of 155 persons. The unit proposes to import raw material and other inputs of Rs. 172.80 crores and indigenous procurement of Rs. 57.60 crores during five years. The cumulative project cost pursuant to capacity expansion in the SEZ would be Rs. 94.70 crores (Existing - Rs. 51.62 and Additional - Rs. 42.45 crores). Statement of foreign exchange balance sheet in five years is as under:- (Rs. In lacs)

Particulars	**Existing**	**Proposed pursuant to capacity expansion**	**Cumulative**
FoB value of exports	54369	33121	87490
CIF value of import	13820	20400	34220
NFE	40549	12721	53270

The proposal of the Unit is placed before the Committee for consideration under Rule 19(2) of SEZ Rules, 2006.

Decision required from UAC	Enhancement in annual production capacity of approved items of manufacture under LoA No. C-104/ISEZ/Proj./2016-17/82 dated 12.04.2016
DECISION OF THE UAC	

II COMPANY/UNIT PROFILE

(a)Name and address, telephone/fax/email id	**M/s Alkem Laboratories Ltd.** Address: 'Alkem House', Senapati Bapat Marg, Lower Parel, Mumbai – 400 013
(b) Issue	**Request for extension of validity of Letter of Approval for a further period of one year - LoA No. C-113/ISEZ/Proj./2016-17/1531 dated 02.12.2016–Reg.** M/s Alkem Laboratories Ltd. has submitted the request for extension of validity of LoA dated 02.12.2016 for a further period of one year beyond 01.12.2017. The unit was granted LoA dated 02.12.2016 for manufacturing of pharmaceutical formulations i.e. Tablets, Capsules, Dry Syrups and Drops. The unit has submitted that theirs being a large size project, one year time period to implement the project is therefore not sufficient. According to the unit, the project was not implemented within the

	stipulated time-period as a rain water Nullah was passing through the allotted plot and they had to approach the Developer to change the size of the plot which took significant time including registration of lease deed of the plot thereafter. The unit has been allotted Plot No. A-17 in SEZ Phase II. The unit has undertaken the following steps towards implementation of the project in the SEZ: (i) Applied for land and got the lease deed of land registered with the Developer on 03.08.2017. A copy of the registered deed submitted to DC office. (ii) Executed Bond-cum-LuT amounting to Rs. 95.00 crores. (iii) Applied for temporary power of 75 HP with MPAKVN to start construction activities and obtained sanction for the same. (iv) Applied for water connection to MPAKVN for carrying out construction activities. (v) Obtained GST registration for the SEZ unit. (vi) Applied for registration under contract labour. (vii) Appointed consulting architect firm for preparation of factory drawing and supervision of building construction. (viii) Appointed building contractor. (ix) The application for approval of factory maps and building construction permission are under preparation and expected to be finalized in a week's time. Pursuant to obtaining approval of building maps, the unit will immediately start construction activities. In view of the above facts, the unit has requested to extend the validity of LoA for a further period of one year in terms of Rule 19(2) of SEZ Rules, 2006. The unit has been advised to intimate the expenditure incurred so far under various heads towards implementation of the project for placing before the Committee. The proposal of the Unit is placed before the Committee for consideration under Rule 19(4) of SEZ Rules, 2006.
Decision required from UAC	Extension of validity of Letter of Approval for a further period of one year - LoA No. C-113/ISEZ/Proj./2016-17/1531 dated 02.12.2016
DECISION OF THE UAC	

III COMPANY/UNIT PROFILE

(a)Name and address, telephone/fax/email id	**M/s Ajanta Pharma Ltd.** Address: Plot No. 98, Ajanta House, Charkop Industrial Estate, Hindustan Naka, Kandivali, Mumbai (Maharashtra)
(b) Issue	**Personal hearing for non-submission of registered Lease Deed within six months from issuance of LoA as per the provisions of Rule 18(2)(ii) of SEZ Rules, 2006:-** M/s Ajanta Pharma Ltd. was granted LoA dated 02.12.2016 for setting up a manufacturing unit of Tablets, Capsules, Powder and Liquid Oral. The unit conveyed acceptance of the terms and conditions of the LoA within the stipulated time-period of 45 days. The provisions of Rule 18(2)(ii) of SEZ Rules 2006, inter-alia provides for submission of registered lease deed within 6 months from issuance of LoA and on account of failure to do so, the Approval Committee may take action to withdraw the Letter of Approval after giving an opportunity of being heard. The case was considered in the meeting of the Approval Committee held on 25.10.2017. The decision of the Committee is reiterated below:- *"The Committee deliberated in detail on the contents of the Agenda. The Committee was informed that a Show Cause Notice for appearing before the Approval Committee regarding withdrawal of LoA dated 02.12.2016 for non submission of registered lease deed with the time period stipulated under Rule 18(2)(ii) of SEZ Rules, 2006 was issued to the unit. No representative from the unit however attended the personal hearing. After deliberations, the Committee decided to grant one more opportunity of personal hearing to the unit in the next meeting of the Committee."* In terms of the decision, a Show Cause Notice to appear for personal hearing before the Committee in the instant meeting has again been issued to the unit. The case is therefore placed before the Approval Committee for consideration and suitable decision.
Decision required from UAC	Non-submission of registered Lease Deed within the stipulated time period as prescribed in the provisions of Rule 18(2)(ii) of SEZ Rules, 2006.
DECISION OF THE UAC	

IV. COMPANY/UNIT PROFILE

(a)Name and address, telephone/fax/email id	**M/s Malwa Drugs Pvt. Ltd.** Address: 22, Mitra Niwas Road, Ratlam (M.P.) – 457 001
(b) Issue	**Personal hearing for non-submission of registered Lease Deed within six months from issuance of LoA as per the provisions of Rule 18(2)(ii) of SEZ Rules, 2006:-** M/s Malwa Drugs Pvt. Ltd. was granted LoA dated 03.03.2017 for setting up a manufacturing unit of Advance Intermediates for Drugs and Specialties Chemicals in Indore SEZ. As per the condition no. (xv) of the LoA, the unit was required to confirm acceptance of the terms and conditions of the LoA within 45 days of issuance of LoA, however, the same has not been confirmed. The provisions of Rule 18(2)(ii) of SEZ Rules 2006, inter-alia provides for submission of registered lease deed within 6 months from issuance of LoA and on account of failure to do so, the Approval Committee may take action to withdraw the Letter of Approval after giving an opportunity of being heard. The case was considered in the meeting of the Approval Committee held on 25.10.2017. The decision of the Committee is reiterated below:- *"The Committee deliberated in detail on the contents of the Agenda. The Committee was informed that a Show Cause Notice for appearing before the Approval Committee regarding withdrawal of LoA dated 03.03.2017 for non submission of registered lease deed with the time period stipulated under Rule 18(2)(ii) of SEZ Rules, 2006 was issued to the unit. The Committee was further informed that the unit vide letter dated 23.10.2017 has requested to grant 90 days extension to complete lease deed / land allotment formalities and also requested to exempt the instant personal hearing as the Director is out of town. The unit has assured to appear before the Committee with its detailed plan to setup the unit in SEZ. After deliberations, the Committee decided to grant one more opportunity of personal hearing to the unit in the next meeting of the Committee."* In terms of the decision, a Show Cause Notice to appear for personal hearing before the Committee in the instant meeting has again been issued to the unit. The case is therefore placed before the Approval Committee for consideration and suitable decision.

Decision required from UAC	Non-submission of registered Lease Deed within the stipulated time period as prescribed in the provisions of Rule 18(2)(ii) of SEZ Rules, 2006.
DECISION OF THE UAC	

ITEM NO- 4

Any other proposal, if received.