



Government of India
Ministry of Commerce & Industry
Department of Commerce
Office of the Development Commissioner
Indore Special Economic Zone
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F. No. D-3/ISEZ/2006-07/1757.

Dated: 01.01.2020

OFFICE – MEMORANDUM

Sub: Fourth Meeting (2019-20 series) of the Approval Committee for Indore SEZ to be held on 06.01.2020 at 11:30 a.m. – Reg.

The undersigned is directed to inform you that the Fourth Meeting (2019-20 series) of the Approval Committee constituted by the Govt. of India vide Notification dated 07.02.2007 has been scheduled to be held at 11:30 a.m. on 06.01.2020 under the chairmanship of the Development Commissioner, Indore SEZ 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
For Development Commissioner**

To

1. The Commissioner, Indore Division, Moti Bungalow, Indore (**Member representing Govt. of Madhya Pradesh**) or his nominee of suitable seniority.
2. The Managing Director, MPIDC, Cedmap Bhawan, 16-A, Jail Road, Arera Hills Bhopal (**Member representing Govt. of Madhya Pradesh**) or his nominee of suitable seniority.
3. The Commissioner, Customs, Office of the Commissioner of Customs, Manik Bagh Palace, Indore (**Member representing Deptt. of Revenue, Govt. of India**) or his nominee of suitable seniority.
4. The Commissioner of Income Tax (CIT-I), Office of the Chief Commissioner of Income Tax, Aayakar Bhawan Annexe, Opp. White Church, Indore-1 (**Member representing Deptt. of Revenue, Govt. of India**) or his nominee of suitable seniority.
5. The Jt. Director General of Foreign Trade, Nirman Sadan, Arera Hills, Hoshangabad Road, Bhopal (**Member**) or his nominee.

6. The Executive Director, MPIDC Regional Office, 1st Floor, Atulya IT Park, Near Crystal IT Park, Khandwa Road, Indore or his representative (**Special Invitee**).
7. The Dy. Secretary to the Govt. of India, Ministry of Commerce & Industry, Deptt. of Commerce, SEZ, Udyog Bhawan, New Delhi (**Member**) or his nominee.
8. The Dy. Secretary (IF-I), Ministry of Finance, Department of Financial Services, Jeevan Deep Building, Parliament Street, New Delhi (**Member**) or his nominee.
9. The Specified Officer, Indore SEZ (**Special Invitee**).

Copy for information to concerned units (without annexure).

INDORE SPECIAL ECONOMIC ZONE**AGENDA FOR THE FOURTH MEETING OF UNIT APPROVAL
COMMITTEE (2019-20 series) TO BE HELD AT 11:30 a.m. ON 06.01.2020**

Venue: Office of the Development Commissioner, Indore SEZ
207, 2nd Floor, Atulya IT Park, Near Crystal IT Park, Khandwa
Road, Indore

Time: 11:30 a.m.

ITEM NO - 1

Ratification of the Minutes of the Third Meeting (2019-20 series) held on 13.11.2019 as at Appendix 'X'.

ITEM NO-2**PROPOSAL RECEIVED FROM EXISTING UNIT**

PROPOSAL NO. 2(i): M/s Shree Tirupati Balajee FIBC Ltd.

I. COMPANY/UNIT PROFILE

(a) Name and address,
telephone/fax/email-id

M/s Shree Tirupati Balajee FIBC Ltd.
Address: Plot No. A.P.-14, Apparel Park, SEZ Phase II, Industrial
Area, Pithampur, Distt. Dhar

(b) Issue

**Request for permission of trading of plastic granules i.e. PP /
LDPE / LLDPE and Master Batches granules :-**

M/s Shree Tirupati Balajee FIBC Ltd. is holding LoA No. C-
36/ISEZ/Proj./2009-10/970 dated 13.11.2009 for manufacturing
and export of Jumbo Bags (FIBCs).

The unit has requested to accord permission for Trading of plastic
granules i.e. PP / LDPE / LLDPE and Master Batches granules as
they have got orders and therefore proposes to include the said
items in the LoA. The unit has submitted that they will procure the
goods to be traded from indigenous / imported sources viz. M/s
Reliance Industries Ltd., Gujarat & Maharashtra, M/s Borouge
Pte. Ltd., Abu Dhabhi, UAE, M/s Basell International Trading
FZE, Dubai, M/s Hanwa Chemical Corporation, South Korea etc.,
and such other sources depending on availability of material and
based on quality and price. The unit would supply the goods
proposed for trading to other SEZ units and is also expecting
export orders for supply of the said goods. The unit has undertaken

	<p>to pay appropriate customs duty and all other taxes in case of clearance of the afore-said goods in domestic tariff area (DTA). The unit has also stated that it would maintain separate records for the proposed trading activities.</p> <p>The unit has intimated the annual capacities of each of the items proposed to be traded i.e. PP granules – 6000 MT, LDPE/LLDPE – 1500 MT, Master Batches viz. Color Master Batch – 300 MT, UV Stabilizer – 300 MT and Additive Master Batch – 300 MT, along with manufacturing flow chart and reasons for trading. The foreign exchange balance sheet with reference to the trading activities has been provided as under:-</p> <p style="margin-left: 40px;">FoB value of export during first five years - Rs. 456.47 crores Foreign Exchange Outgo - Rs. 448.21 crores Net Foreign Exchange earning - Rs. 8.26 crores</p> <p>The proposal is therefore placed before the Committee for consideration in terms of provisions of Rule 18 and 19(2) of SEZ Rules, 2006.</p>
Decision required from UAC	Permission for trading of plastic granules i.e. PP granules – 6000 MT, LDPE/LLDPE – 1500 MT, Master Batches viz. Color Master Batch – 300 MT, UV Stabilizer – 300 MT and Additive Master Batch – 300 MT.
DECISION OF THE UAC	

PROPOSAL NO. 2(ii): M/s Commercial Syn Bags Ltd.

II. COMPANY/UNIT PROFILE	
(a) Name and address, telephone/fax/email id	<p>M/s Commercial Syn Bags Ltd. Address: 'Commercial House', 3-4 Jaora Compound, M.Y.H Road, Indore – 452 001</p>
(b) Issue	<p>Request for permission of trading of granules:-</p> <p>M/s Commercial Syn Bags Ltd. is holding LoA No. C-114/ISEZ/Proj./2016-17/1543 dated 02.12.2016 for manufacturing and export of Jumbo Bags (FIBCs), PP/HDPE Woven Sacks/Bags, PP/HDPE Woven Fabric & HDPE/PP Tarpauline.</p> <p>The unit has requested to accord permission for Trading of plastic granules as they are working as Del Credre Agent (DCA) cum Consignment Stockiest Agent (CSA) of ONGC Petro additions Ltd. (OPaL) since 2017 and are having experience of trading (sale/purchase) of plastic granules. The unit has stated that they will procure the goods to be traded majorily from indigenous sources viz. M/s Reliance Industries Ltd. and M/s ONGC Petro</p>

	<p>additions Ltd. (OPaL) and import from M/s Basell International Trading FZE, Saudi Arabia, M/s Exxon Mobil Corporation, USA and M/s SCG Performance Chemicals Co. Ltd., Thailand depending on availability and price differences. The unit intends to supply the granules, procured/imported in standard packing of 25 kgs, to the SEZ units located in the Zone and in case the need arises for selling in domestic tariff area (DTA), the unit will pay appropriate customs duty and applicable taxes and will comply with the provisions of Rule 53(m) and (n) of SEZ Rules, 2006. The unit has also stated that it would maintain separate records for the proposed trading activities and has also undertaken to abide by and comply with the provisions of SEZ Act and rules made there under.</p> <p>The unit has intimated the annual capacity of granules to be traded as 1000 MT. The foreign exchange balance sheet with reference to the trading activities has been provided as under:-</p> <p>FoB value of export during first five years - Rs. 61.89 crores Foreign Exchange Outgo - Rs. 17.00 crores Net Foreign Exchange earning - Rs. 44.89 crores</p> <p>The proposal is therefore placed before the Committee for consideration in terms of provisions of Rule 18 and 19(2) of SEZ Rules, 2006.</p>
Decision required from UAC	Permission for trading of plastic granules – 1000 MT
DECISION OF THE UAC	

PROPOSAL NO. 2(iii): M/s Sonic Biochem Extractions Pvt. Ltd.

<p>III. <u>COMPANY/UNIT PROFILE</u></p> <p>(a) Name and address, telephone/fax/email id</p> <p>(b) Issue</p>	<p>M/s Sonic Biochem Extractions Pvt. Ltd. Address: Plot No. E-36, Indore SEZ, Phase – I, Sector 3, Pithampur-454 775, Distt. Dhar – (M.P.)</p> <p>Request for addition of new item of manufacture in the LoA dated 16.11.2006 – Broad-banding of LoA:-</p> <p>M/s Sonic Biochem Extractions Private Limited is holding LoA dated 16.11.2006 for manufacturing of various items viz. choline 35, phosphotidyl/Choline-70, soya /sunflower lecithin powder/granules, soya/ sunflower lecithin liquid and soya/ sunflower crude oil.</p> <p>The unit has submitted a request for addition of new item of</p>
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	<p>manufacturing in the LoA by the name of "Jem Growth Booster" which it has started to manufacture in its plant at SEZ. The unit has submitted (i) the manufacturing process including norms for manufacture; (ii) manufacturing flow chart; and (iii) production layout with area for each machine with power requirement. As regards the annual capacity it has been informed that there is no change in the overall annual capacity of 950 MT approved for lecithin liquid, powder and crude oil vide this office dated 27.03.2019, as the Jem Growth Booster will be made out of either soya or sunflower lecithin. It is further informed that the proposed product would be manufactured from the existing plant and machinery and thus there is no requirement of any additional plant and machinery. According to the unit, the residue generated in the manufacturing of lecithin powder was sold to DTA units at a lower price and now the unit has developed the new product "Jem Growth Booster" which is used in poultry feed preparation (animal feed) having better value addition. The unit has therefore requested to include the product "Jem Growth Booster" in the LoA. The product is proposed to be sold specifically in the DTA only, and therefore there is no change in the NFE Status, which would remain as per the projections stated during renewal of LoA.</p> <p>In terms of first proviso to Rule 19(2) of SEZ rules 2006, the Approval Committee may also approve proposals for broad-banding, diversification and enhancement of capacity of production, change in the items of manufacture or service activity, if it meets the requirement of Rule 18. One of the requirements of Rule 18 (2)(i) provides that the Approval Committee shall approve the proposal if it meets with the positive net foreign exchange earning requirement as provided in Rule 53. In the instant case, the unit has not proposed to export the product as the same is proposed to be sold in domestic tariff area. The unit has been advised to intimate how does it proposes to fulfill the provisions of Rule 18(2)(ii) read with the provisions of Rule 53 of SEZ Rules, 2006 in respect of the proposed product.</p> <p>The request of the unit for broad-banding of LoA is therefore placed before the Approval Committee for consideration under Rule 19(2) of SEZ Rules 2006.</p>
Decision required from UAC	Request for broad-banding of LoA by addition of new item of manufacture in the LoA dated 16.11.2006.
DECISION OF THE UAC	

ITEM NO - 3

Any other proposal, if received.