

KASEZ/DCO/AC/123/2008-09/ 238

Dated: 12th August, 2016.

To: All Approval Committee members:-

1.	Director, MOC&I, New Delhi;	
2.	Commissioner of Central Excise, Bharuch	hq_bharuch@rediffmail.com
3.	Commissioner of Income Tax, Vadodara -III;	amblinking@yahoo.com
4.	Jt. DGFT, Vadodara	bpbunker1@gmail.com
5.	Director (Banking), Banking Dvn., MOF,	
6.	District Collector, Bharuch, Gujarat.	addl-collector-
		bha@gujarat.gov.in
7.	General Manager, DIC, Bharuch.	gm-dic-bha@gujarat.gov.in
8.	Developer (Dahej - SEZ), Gandhinagar	ceo@dahejsez.com
9.	Member Secretary, GPCB.	gpcb-bha@gujarat.gov.in

Madam/Sir,

Subject:- Sixty-Ninth (69th) meeting of the Approval Committee for Dahej - SEZ.

Reference :- Letter No. KASEZ/P&C/5-A/91/07/6600, dated 01-08-2008.

This is to inform you that the Sixty-Ninth (69th) meeting of the Approval Committee for Dahej – Special Economic Zone, would be chaired by Mrs. Lata Shukla, Development Commissioner, Dahej SEZ, on <u>Friday 19th August, 2016 at 1130 hours</u> in the Conference Hall, of M/s. ONGC Petro Additions Ltd. (OPAL), Ground Floor, Omkara Building, Near Sai Chowkadi, Manjalpur, Vadodara- 390 011. Agenda paper for the said meeting is enclosed herewith. You are requested to kindly attend the meeting.

Yours faithfully,

12/08/2016

(A K Bansal) Officer on Special Duty, Dahej Special Economic Zone. Phone No. 95740-01531 (M) 69.1 <u>Fresh cases for unit in Dahej –SEZ</u>:- NIL

69.2 Deferred cases for Dahej –SEZ:- NIL

69.3 Other cases for Dahej – SEZ

Sr. No.	Name of Applicant	Proposal/Request for	
1.	M/s. Panama Petrochem Ltd., Dahej- SEZ	Request for Broad-banding of Letter of Approval – inclusion of additional products/new products to LOA.	
2.	M/s. Sigachi Industries Private Ltd., Dahej-SEZ	Request for Broad-banding of Letter of Approval – inclusion of additional products/new products to LOA for Trading.	
3.	M/s. Torrent Pharmaceutical Ltd., Dahej-SEZ	Request for HDFC Bank ATM facility in Company Premise.	
4.	M/s. Coromandel International Ltd, Dahej-SEZ	Application for additional list of services.	
	M/s. Thermax Limited , Dahej-SEZ	Application for additional list of services.	
5.	M/s. Sterling Vinnyl Additives LLP., Dahej- SEZ	Request for cancellation of LoA & Exit Order Under Section Rule 74 SEZ Act.	

69.3

Other cases for Dahej -SEZ:-

Item No. 69.3.01

<u>M/s Panama Petrochem Ltd –</u> <u>Request for broad-banding of Letter of Approval.</u>

M/s Panama Petrochem Ltd. was issued LOA on 06/05/2008, as amended from time to time, for manufacture and export of 1). Liquid Paraffin/White Mineral Oils (Light, Medium, Heavy) -24000 MT PA 2) Petroleum Jelly White & Yellow – 12000 MT PA 3) Ink Oils – 36000 MT PA 4) Rubber Process Oils – 36000 MT PA 5) Lubricants & Grease (Automotives & Industrial) – 34000 MT PA 6) Speacialty Oils (conning & kneeting Oils) – 34000 MT PA 7) Transformer Oils – 18000 KL PA 8) Cabel filling & flooring compounds – 10000 MT PA. They had commenced commercial production w.e.f. 16-0-2010. The cumulative export is Rs. 11351.13 Lakhs with positive NFE.

Now the unit has requested vide their letters dated 05.07.2016 & 12.07.2016 to broad-band the LOA by including new product for manufacture and export of Viz. 1) Methyl Esters (Bio diesels) (ITC (HS)- Code- 38260000) - 50000 MT PA 2) Glycerol/Glycerin (ITC (HS)- Code- 29054500) - 15000 MT PA, 3) Methyl esters derivatives (ITC (HS)- Code- 29182900) - 50000 MT PA, 4) Glycerol derivatives (ITC (HS)- Code- 29054500) - 15000 MT PA, 4) Glycerol derivatives (ITC (HS)- Code- 29054500) - 15000 MT PA, 5) Bio Fertilizers (ITC (HS)- Code- 31010099) - 15000 MT PA. As the unit has started working from the SEZ, the Approval Committee may kindly like to accord approval for the new items sought, in terms of Rule-19(2) of the SEZ Rules, 2006 subject to the normal terms and conditions.

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Item No. 69.3.02

<u>M/s. Sigachi Cellulos Pvt. Ltd., Dahej – SEZ -</u> <u>Request for broad banding of LoA to include</u> <u>additional items for trading.</u>

M/s. Sigachi Cellulos Pvt. Ltd., Dahej-SEZ, was issued LOA on 19.09.2008, as amended from time to time for manufacture and export of "Micro Crystalline Cellulose". In terms of the approval granted, they have implemented the project and started commercial production with effect from 30-08-2012. The cumulative export is Rs. 2068.47 Lakhs., with positive NFE.

M/s. Sigachi Cellulos Pvt. Ltd., Dahej-SEZ, vide their letter dated 14/04/2015 requested for broad-banding of LoA for additional items for manufacturing and trading. The request of the unit was approved in the 61st UAC Meeting held on 29/05/2015.

Further M/s. Sigachi Cellulos Pvt. Ltd., Dahej-SEZ, vide their letter dated 18/03/2016 requested for broad-banding of LoA for additional items for trading and enhancement in production capacity of "Micro Crystalline Cellulose". The request of the unit was approved in the 67nd UAC Meeting held on 19/04/2016.

Now the unit has requested to broad-banding of LoA to add new products for trading activity i.e. 1) Croscarmellose Sodium (ITC (HS)- Code- 39123100); As the unit is working and exporting from the SEZ. The Approval Committee may kindly consider the said request to broad-band the LoA to include additional activities for trading in terms of Rule-19(2) of the SEZ Rules, 2006 subject to the normal terms and conditions.

Item No. 69.3.03

<u>M/s. Torrent Pharmaceuticals Limited</u> <u>Request for HDFC Bank ATM facility in company</u> <u>premises</u>

M/s Torrent Pharmaceuticals Limited requests vide their application dated July 05, 2016 for HDFC Bank ATM facility in their Company premises. The unit mentions that they have approx 1000 employees on their roll which is likely to go upto 1500. They have tie up with HDFC Bank for salary accounts of their employees and salary is paid through the same. The unit also mentions that this ATM will be utilized by their employees only and no outsiders will be allowed access to it.

M/s Dahej SEZ Ltd., vide their letter dated July 12, 2016 communicates that M/s. DSL is a developer of Dahej SEZ. Such type of approval cannot be given by developer.

In view of the above, the matter is placed before the Approval Committee of Dahej SEZ to consider under SEZ Act, 2005 & SEZ Rule, 2006.

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Item No. 69.3.04.

Approval of list of services in respect of units in Dahej - SEZ.

In terms Section-26 of the SEZ Act, 2005, read with Rule-31 of the SEZ Rules, 2006; quote "Exemption from service tax:- The exemption from payment of service tax on taxable services under section-65 of the finance Act, 1994 (32 of 1994) rendered to a Developer or a Unit (including a Unit under construction) by any service provider shall be available for the authorized operations in a Special Economic Zone" unquote.

Under the above SEZ provisions a Developer or a Unit was exempted from payment of Service Tax on taxable services. However, the Government of India, in the Ministry of Finance, had amended the aforesaid provision vide CBEC Notification No. 9/2009-Service Tax, dated 03-03-2009, as amended from time-to-time, wherein the developer or units of SEZ shall have to get the list of services approved from the Approval Committee, as specified services, for the required exemption, etc.

The Department of Commerce, in view of bringing uniformity, in the list of taxable services applicable for all SEZs in India, devised a default list of 66 (sixty-six) services. These 66 services were approved as default services in the 55^{th} Approval Committee for Dahej – SEZ held on 27-08-2014. Now, the following SEZ units have sought approval/permission for new additional taxable services, as under:-

Sr. No.	Name of the SEZ unit.	Taxable service sought for approval.
01.	M/s. Coromandel International Limited. Dahej-SEZ.	1. Transport of Goods by Pipe Line.
02.	M/s. Thermax Limited	1. Transport of Goods through pipeline or other conduit

Item No. 69.3.05

<u>M/s. Sterling Vinnyl Aditives LLP., Dahej – SEZ –</u> <u>Request for cancellation of LoA & Exit Order under</u> <u>Section Rule 74 SEZ Act.</u>

M/s. Sterling Vinnyl Additives LLP., were approved vide LoA dated 30.10.2009 for setting up of new unit in Dahej-SEZ. They have now requested vide their letter dated 22.07.2016 for cancellation of LoA of their plot in Dahej SEZ. The unit cited reasons that their business module is not beneficial for operation from SEZ with the present export policy to SEZ Unit. The case is put-up before the Approval Committee for consideration.