

भारत सरकार/ Government of India वाणिज्य एवं उद्योग मंत्रालय/ Ministry of Commerce and Industry विकास आयुक्त का कार्यालय/ Office of the Development Commissioner दहेज विशेष आर्थिक क्षेत्र/ DAHEJ Special Economic Zone ४वीं मंजिल, फडीया चेम्बर्स,आश्रम रोड, / 4th Floor, Fadia Chamber, Ashram Road, अहमदाबाद / Ahmedabad - 380009 दूरभाष /Tel: 079- 26583027/29 | फैक्स /Fax: 079-26583025 e-mail: dcsez_dahej@yahoo.com

No. KASEZ/DCO/AC/123/2008-09/ 7 133

Dated: 29th November, 2018

To: All Approval Committee members:-

1.	Director, MOC&I, New Delhi;	
2.	Commissioner of Central Excise, Bharuch	hq_bharuch@rediffmail.com,
		commr-cexvdr2@nic.in
3.	Commissioner of Income Tax, Vadodara -III;	amblinking@yahoo.com
4.	Jt. DGFT, Vadodara	vadodara-dgft@nic.in
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	<u>ceo@dahejsez.com</u>
9.	Member Secretary, GPCB.	gpcb-bha@gujarat.gov.in

Madam/Sir,

Subject:- Eighty Fifth (85th) 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 Eighty Fifth (85th) meeting of the Approval Committee for Dahej – Special Economic Zone, would be held on <u>Wednesday</u>, 05th <u>December</u>, 2018 at 11:30 hours under the chairpersonship of Shri Anil Kumar Choudhary, Development Commissioner, Dahej SEZ <u>in the Conference Room of Office of the Development Commissioner</u>, Sterling SEZ & Infrastructure <u>Limited.</u>, Sandesara Estate, Atladara, Padra Road, Vadodara- 390012. Agenda papers for the said meeting are enclosed herewith. You are requested to kindly attend the meeting.

Encl: as above

Yours faithfully,

(J N Acharya)
Assistant Development Commissioner,
Dahej Special Economic Zone.

(M) 9953140027

Agenda for 85th (Eighty Fifth) meeting of Unit Approval Committee for Dahej SEZ to be held on 05/12/2018, Wednesday at 11.30 hours in the Conference Room of Office of the Development Commissioner, Sterling SEZ & Infrastructure Limited., Sandesara Estate, Atladara, Padra Road, Vadodara-390012

85.1	Fresh	cases	for	unit	in	Dahej	-SEZ:-	NIL

85.2 <u>Deferred cases for Dahej -SEZ:-</u>

Sr. No.	Name of Applicant/Unit	Proposal/Request for
1	Glenmark Pharmaceuticals Limited	Re-organisatio n through Business Transfer Agreement

85.3 Other cases for Dahej - SEZ:-

Sr. No.	Name of Applicant/Unit	Proposal/Request for
1.	Gujarat Dyestuff Industries	Renewal of Letter of Approval
2	Gujarat Dyestuff Industries	Broad-banding/inclusion of by- product in the existing LOA
3	Trustin Tape Pvt. Ltd.	Addition of trading activity in existing Letter of Approval
4	M/s Hanzi Healthcure Private Limited: -	cancellation of Letter of Approval

85.2 <u>Deferred cases for Dahej -SEZ:-</u>

Item No. 85.02.01 M/s. Glenmark Pharmaeuticals Limited., Dahej SEZ
Re-organization n through Business Transfer Agreement

The proposal of M/s. Glenmark Pharmaceuticals Limited (GPL)., Dahej SEZ regarding Re-organization through Business Transfer Agreement was placed before the 84th Approval Committee held on 30-10-2018 and the committee unanimously decided to defer the proposal and direct the Glenmark Pharmaceuticals Limited to submit the application for amendment of Letter of Approval from Glenmark Pharmaceuticals Limited (Seller) to Glenmark Life Sciences Limited, a wholly owned subsidiary company of GPL (purchaser) on account of re-organisation through Business Transfer Agreement and accordingly all other applicable eligibility criteria fulfils to a SEZ unit and applicable duties and liabilities, if any, as calculated as well as export obligations of the M/s Glenmark Pharmaceuticals Limited, if any, shall stand transferred to the Glenmark Life Sciences Limited which shall be under obligation to discharge the

same on the same terms and conditions as the M/s Glenmark Pharmaceuticals Limited unit in Dahej SEZ. For this, Glenmark Life Sciences Limited will submit legal undertaking duly notarised for accepting all applicable duties, liabilities and obligation of M/s Glenmark Pharmaceuticals Limited under SEZ Rules, 2006 and orders made there-under.

Further GPL submitted application dated 27th November, 2018 for amendments in LOA No.DAHEJ SEZ/II/GLENMARK/2010-11 dated 05/07/2010 along with legal undertaking duly notorized (a) accept all applicable duties, liabilities and obligation of M/s Glenmark Pharmaceuticals Limited under SEZ Rules, 2006 and orders made there-under (b) fulfill applicable eligibility criteria for carrying on as a SEZ unit; (c) accept the pending export obligations of Glenmark Pharmaceuticals Limited, if any.

The proposal is again placed before the Approval Committee for consideration.

85.3 Other cases for Dahej - SEZ:-

Item No. 85.03.01 Gujarat Dyestuff Industries, Dahej SEZ Renewal of Letter of Approval

Gujarat Dyestuff Industries (GDI) was issued Letter of Approval dated 1st December, 2008 as amended from time to time, for setting up unit in Dahej SEZ to manufacture items in Dahej SEZ (1) Vinyl Sulphone Ester (2) Hydrochloric Acid (3) Sulphuric Acid (Dilute) for export. The applicant unit started their commercial production from 29-11-2013. The unit submitted Annual Performance Reports upto 2017-18 with cumulative Net Foreign Exchange Earning for the first block of five years of Rs.28.68 lakhs.

Now, GDI submitted applications dated 16/11/2018 & 27/11/2018 requesting to renew their letter of approval for next five years.

The details of NFE earning for the first five years from commencement of commercial production.

(Rs. in lakhs)

Sl	Items	1st	2 nd	3rd	4th	5th	Total
No.							
1	Free on Board value of Exports 5 years	00.00	28.68	00.00	00.00	00.00	28.68
2	*Foreign Exchange Outgo on for the first five years	00.00	00.00	00.00	00.00	00.00	00.00
3	Net Foreign Exchange earnings for the first five years(1-2)	00.00	00.00	00.00	00.00	00.00	28.68

GDL submitted projection of NFE earning for second block of five years.

(Rs. in lakhs)

Sl	Items	1st	2 nd	3rd	4th	5th	Total
No.							
1	Free on Board value of Exports 5 years	30.00	33.00	36.00	36.00	40.00	175.00
2	*Foreign Exchange Outgo on for the first five years	21.00	23.00	25.00	25.00	28.00	122.00
3.	Net Foreign Exchange earnings for the first five years(1-2)	9.00	10.00	11.00	11.00	12.00	53.00

GDI informed that projected Employment 45 employee from Actual Employment 36 employee. There is no instance of violation of applicable statutes related to the functioning of the Unit. There is no case of default, if any, of statutory payments and there is no activity undertaken by the unit which is not sanctioned or approved by the Development Commissioner.

GDI has not submitted their application for renewal of Letter of Approval before two months from the date of expiry of the LOA. Such application shall be placed before the Approval Committee as per para 6(A) (1) of Rule 19 of SEZ Rules, 2006.

In view of above, the proposal for renewal of Letter of Approval in respect of Gujarat Dyestuff Industries, Dahej SEZ unit is placed before the Unit Approval Committee for consideration.

Item No. 85.03.02 M/s Gujarat Dyestuff Industries,Broad-banding/inclusion of by-product in the existing LOA

M/s Gujarat Dyestuff Industries (GDI) was issued Letter of Approval dated 1st December, 2008 as amended from time to time, for setting up unit in Dahej SEZ to manufacture items in Dahej SEZ (1) Vinyl Sulphone Ester (2) Hydrochloric Acid (3) Sulphuric Acid (Dilute) for export. The applicant unit started their commercial production from 29-11-2013. The unit submitted Annual Performance Reports upto 2017-18 with cumulative Net Foreign Exchange Earning for the first block of five years of Rs.28.68 lakhs.

The 79th Approval committee, Dahej SEZ held on 02-05-2018 approved the proposal of the GDI for broad banding/inclusion of additional items for manufacturing i.e. Acetic Anhydride ITC (HS) Code No.29152400 with annual capacity of 14400 MT. This approval is also subject to the compliance of obtaining

permission from Narcotics Control Bureau, Gwalior, at the time of manufacturing Acetic Anhydride, and other required permission if any.

Now GDI requested for broad-banding of by-product i.e. Acetic Acid Off or called Dilute Acetic Acid, ITC (HS) Code No.29152100. It is the by-product of Acetic Andydride. This material sales in local market or use in captive consumption and its annual capacity 7000 MT approximately.

In view of the above, the proposal of M/s Gujarat Dyestuff Industries for inclusion of by-product i.e. Acetic Acid Off or called Dilute Acetic Acid in the existing LOA is placed before UAC for consideration.

Item No. 85.03.03 Trustin Tape Pvt. Limited;
Addition of trading activity

Addition of trading activity in existing Letter of
Approval

M/s. Trustin Tape Private Limited was issued Letter of Approval dated 19/07/2016 to manufacture items of Masking Adhesive Tape and Bopp Adhesive Tape under chapter 39 & 48 of ITC(HS) code with production capacity of 10,40,00,000 sq. mtr and 5,00,00,000 sq. mtr., respectively. The unit started their commercial production from 01/06/2018.

Now, M/s. Trustin Tape Private Limited vide their letter dated 26/10/2018 requested for addition of trading activity the basket of tapes in existing letter of approval. The applicant unit informed that international market required basket of tapes in relation to various type of tapes and since they are not manufacturing every product to the Basket of tapes they are required to import the same so as to meet the requirement of the international market. The future plan of the applicant unit is to do trading basiness in addition to use manufacturing capacity in full extent. The unit projected additional net foreign exchange earnings of Rs.460 lakhs for first five years with additional employment 05 persons.

In view of the above, the above proposal of applicant unit is placed before the committee for consideration.

<u>Item No. 85.03.04</u> <u>M/s Hanzi Healthcure Private Limited: -</u> Proposal for cancellation of Letter of Approval

M/s Hanzi Healthcure Private Limited was issued Letter of Approval No. DAHEJ/SEZ/II/007/2014-15 dated 07/10/2013 which was expired on 06-10-2016.

M/s Dahej SEZ Limited vide their letter No.DSL/DC/Unit progress/2017/3635 dated 12/12/2017 listed the unit in non-functional units and informed that Dahej SEZ has been receiving many inquiries for setting of new units, but due to unavailability of vacant plots their request is not accepted.

The proposal for cancellation of Letter of Approval of this unit was placed before the 81st UAC, Dahej SEZ held on 24-07-2018 and the Approval Committee was not convinced with the explanation of the Director of the unit and the committee unanimously decided that Development Commissioner, Dahej SEZ shall cancel

the Letter of Approval of M/s Hanzi Healthcure Private Limited The unit will be exited from Dahej SEZ subject to

- (1) Payment of applicable duties/benefits availed as per SEZ Act, 2005 and SEZ Rules, 2006
- (2) No due certificate from Specified Officer and Developer, Dahej SEZ

M/s Dahej SEZ Limited, Dahej SEZ submitted vide their letter dated 12-10-2018 and Specified Officer, Dahej SEZ vide their letter dated 14-11-2018 submitted No dues certificate in respect of M/s Hanzi Healthcure Private Limited.

In view of above, Development Commissioner will cancel the Letter of Approval No.DAHEJ/SEZ/II/007/2014-15 dated 07/10/2013 issued to M/s Hanzi Health cure Private Limited. Approval Committee may take note for the same.

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