

Minutes of 71st meeting of the Approval Committee for the multi-product Dahej-Special Economic Zone held on 29.11.2016, at 11.30 hours under the Chairpersonship of Smt. Lata Shukla, ITS, Development Commissioner, Dahej Special Economic Zone, in the Conference Room, of M/s. ONGC Petro Additions Ltd. (OPAL), Ground Floor, Omkara Building, Near Sai Chowkadi, Manjalpur, Vadodara-390 011.

Review/Confirmation of the Minutes of last meeting of the Approval Committee.

As no comments/observation on the minutes of the 70th meeting of the Approval Committee of the Dahej SEZ held on 04-10-2016 were received from any member, the same were confirmed.

List of participants is annexed as Annexure-A.

Item No.71.1 **Fresh cases for unit in Dahej –SEZ:- Nil**

Item No. 71.2. **Deferred cases for Dahej –SEZ:- NIL**

Item No. 71.3.01 **M/s. Bitumode International Private Limited., Dahej – SEZ .**
Application for addition of Trading Activity in existing LoA

M/s Bitumode International Private Limited were issued Letter of Approval dated 02/04/2012 for manufacture of 1. Waterproofing membranes 2. Bitumode Liquids 3. Waterproofing paints 4. Road Paving materials 5. Geotextiles 6. Thermal Insulation 7. Processed Plastics. The unit started commercial activity/production from 29.03.2016 (LOA is valid upto 28.03.2021) but they have not exported so far.

Shri Iftekhhar Hussain, Resident Engineer of the applicant company appeared before the Committee and explained their request to add additional items in LOA for Trading viz. 1) Prefabricated Vertical Drains (PVD) CTH 59119090 Expected Qty. 2,50,000 Kgs. 2) Corrugated Polypropylene Boards CTH 39202090 Expected Qty. 2,60,000 kgs. 3) Atactic (Amorphous) Polypropylene (APP) CTH 39023000 7,50,000 Kgs. The cost of the project is Rs.25,00,000/- in the form of material handling equipment and will be met by internal resources

The Committee after detailed discussion approved the trading activities as per following terms and conditions and subject to compliance of SEZ Act, 2005 and SEZ Rules, 2006.

- a. The unit should maintain separate account for manufacturing products and trading activities and submit separate Annual Performance Reports.
- b. The unit should export 100% and no DTA sale will be allowed.
- c. The unit should achieve positive Net Foreign Exchange Earnings in Trading Activities.

Item No. 71.3.2. **M/s Indofil Industries Limited –**
Request for amendment oif HSN code in LoA Item No.4.

M/s Indofil Industries Limited., was issued LOA on 14/03/2012, as amended from time to time, for manufacture and export of Fungicide/Insecticide/Herbicide Technical 2932 MTPA.



The unit requests vide their letter no. Logistics/2016-17 dated 27.10.2016 to amend the HSN Code i.e. Cymoxanil Fungicide (ITC (HS)- 29269000) - 338 MT instead of Cymoxanil- Fungicide (ITC (HS)- Code- 38089290) - 338 MT.

None of the Promotor/Director or any Authorised Representative of the applicant unit appeared before the Approval Committee to explain their case.

As the request is not very clear, the case was deferred for proper clarification from the unit.

Item No. 71.3.3. **M/s Sajjan Specialty Limited, Dahej SEZ**
Request for cancellation of LoA & Exit Order under Section 74A
SEZ Act.

M/s. Sajjan Specialty Limited., were approved vide LoA dated 09.11.2010 for setting up of new unit in Dahej-SEZ. They have now requested vide their letter dated 04.11.2016 for cancellation of LoA of their plot in Dahej SEZ. The unit cited reasons that their foreign buyers backed out suddenly and uncertainty is prevailing in the market.

The case was discussed in the Approval Committee and Specific Officer, Dahej SEZ and Developer of Dahej SEZ were directed to furnish No Due Certificate in respect of this unit.

Item No. 71.3.04 **Cancellation of Letter of Approval after lapse of validity**
of LOA of Dahej SEZ units

Shri Ketan Patel and Shri Dharmesh Patel of M/s Survival Technologies Pvt.Ltd. and Shri L.P. Gupta of M/s Artee Pesticides appeared before the UAC to explain their case.

The Approval Committee after detailed discussion took the following decisions.

Sr No.	Name of the Unit	LoA issuance Date	LoA Valid upto	Decision of Approval Committee
1	M/s Survival Technologies Pvt. Ltd.	07.03.2011	06.03.2013	Granted one week time to submit their written reply.
2	M/s Santo Oil field Industries	10.03.2015	09.03.2016	LOA to be cancelled as no reply received to the office letters and nobody appeared before the UAC
3	M/s. J P International	27.01.2015	26.01.2016	LOA to be cancelled as no reply received to the office letters and nobody appeared before the UAC
4	M/s. Artee Pesticides	30.07.2013	29.07.2016	Granted one week time to submit their written reply.

Item No. 71.3.05

**M/s. Gujarat Alkalies and Chemicals Ltd, Dahej -
SEZ - Request for extension of permission for transportation of
HDPE pipes and accessories to work site at offshore segment in
the Sea through SEZ road from entry gate Port area to Light
House.**

Shri D.C. Thakar, GM and Shri J.B. Chauhan, DGM of M/s M/s Gujarat Alkalies and Chemicals Limited (M/s GACL) appeared before the Approval Committee and explained their request for non-completion of transportation activities within the stipulated time granted in 65th UAC meeting. They assured that these activities will be completed on or before 31st January, 2017. The Approval Committee approved the extension of time up to 31st January, 2017 for the above request on the same terms and conditions approved in 65th UAC and subject to compliance of SEZ Act, 2005 and SEZ Rules, 2006.

Item No. 71.3.06

**Monitoring of export performance of M/s ISGEC
Heavy Engineering Limited, Dahej SEZ**

Shri D.S. Bisht, Sr. Manager, Comm. and Shriram, Dy. Manager of M/s ISGEC Heavy Engineering Limited, Dahej SEZ appeared before UAC to explain their case.

The unit has completed three years but has failed to achieve Positive Net Foreign Exchange Earnings. The Committee decided to issue Show Cause Notice to the unit under FT(D&R) Act, 1992.

On scrutiny of APR for the financial year 2012-13, it is observed that FOB value of Rs. 2048.21 Lacs shown against the Capital Goods sold under EPCG (Deemed Export) not to be considered in the NFE calculation. The unit cleared the Capital Goods without payment of customs duty.

The UAC has asked to the Joint Director of DGFT to give his comments with respect to relevant provisions of FT (D&R) Act, 1992 on the above clearances within a week and the case will be put up in the next UAC.

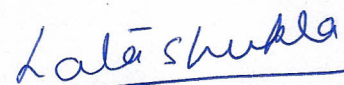


Item No.71.3.07**Monitoring of Performance of Dahej SEZ unit**

The following APRs of the SEZ units have been placed before the Approval Committee for monitoring in terms of provisions of Rule 22 of the Special Economic Zones Rules, 2006,

Sr No.	Name of the SEZ Unit	Date of Commencement of operation	Months of operation as on 31.03.2016	Cumulative NFE earned (Rs. in lacs)
1	M/s Breeze Intermediates Pvt. Ltd.	28/02/2012	37 months	1342.38
2	M/s C.S. Performance Chemicals Pvt. Ltd.	03/07/2012	45 months	8158.20
3	M/s Coromondal International Ltd	26/03/2013	36 months	2489.37
4	M/s Fermenta Biotech Ltd.	24/06/2011	58 months	7459.78
5	M/s Glenmark Pharmaceuticals Ltd.	12/09/2013	31 months	2980.34
6	M/s Hindustan M-I Swaco Ltd.	12/05/2014	23 months	1570.5
7	M/s Meghmani Industries Ltd.	25/05/2011	59 months	35942.59
8	M/s Meghmani LLP	21/11/2014	17 months	889.75

The Approval Committee after detailed discussion deferred the case for requirement of verification of Export and Import Data from Specified Officer, Dahej SEZ. In case of M/s Meghmani Industries, Development Commissioner shall obtain clarification from the unit for pending foreign exchange realization and all the cases may be placed before the next UAC .


(Lata Shukla)

Chairperson of Approval Committee
& Development Commissioner
Dahej Special Economic Zone.

List of Participants of the Approval Committee meeting:-

The following were present:-

01.	Smt. Lata Shukla, ITS Development Commissioner, Dahej Special Economic Zone.	Chairperson
02.	Shri J.P. Meena, Assistant Commissioner C. Ex., Customs & Service Tax	Representative of the Commissioner C. Ex. ,Customs & ST , Bharuch
03.	Shri Ashis Kumar Das, Deputy DGFT	Nominee of the Jt. DGFT, Vadodara
04.	None present	Representative of the Commissioner of Income Tax , Vadodara
05.	Shri B.P.Sangod, Manager, RM, DIC, Bharuch.	Member
06.	None present	Member Secretary of Gujarat Pollution Control Board, Gandhinagar
07	Shri S. N. Patil, CEO, Dahej SEZ Ltd., Developer.	Special Invitee - representing Developer (DSL).