Minutes of 74<sup>th</sup> meeting of the Approval Committee for the multi-product Dahej-Special Economic Zone held on 23-05-2017, at 12:00 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 73<sup>rd</sup> meeting of the Approval Committee of the Dahej SEZ held on 19-04-2017 were received from any member, the same were confirmed.

List of participants is annexed as Annexure-A.

<u>Item No. 74.01.</u> <u>Fresh Cases for Dahej -SEZ:- Nil</u>

<u>Item No. 74.2</u> <u>Deferred cases for Dahej -SEZ:-</u>

Item No. 74.02.01 M/s. Dishman Pharmaceuticals and Chemicals Limited

New Application for setting up unit in Dahej SEZ.

Shri Sanjiv Bhatt, General Manager (Finance & Accounts) of the applicant company appeared before the committee and explained their request for setting up unit in Dahej SEZ.

The Committee after detailed discussion approved the proposed project subject to the details of projected import of capital goods and raw materials to be furnished by the unit to the office of DC,Dahej SEZ. The approval is subject to compliance of the SEZ Act, 2005 and SEZ Rules, 2006, and also that proposed items of export do not fall under SCOMET.

Item No. 74.02.02 M/s Fermenta Biotech Limited.,-

Broad-banding/ Inclusion of additional item in the

existing LOA.

Shri Deshmukh Uddhav, General Manager (manufacturing) of the applicant company appeared before the committee and explained their request for broadbanding/inclusion of additional item in the existing LOA.

The committee after detailed discussion approved the request for enhancement of capacity of the existing products of their Letter of Approval. All conditions of Letter of Approval shall remain same, further the approval is subject to compliance of SEZ Act, 2005 and SEZ Rules, 2006. The request for broadbanding for inclusion of new product has been deferred for further clarification from the unit.

#### M/s Sun Pharmaceuticals Industries Ltd.,-Broad-banding of intermediate goods in LoA.

S/Shri Kedar Sanghvi, Sandip Bose and Mahesh Tailor of the applicant company appeared before the Committee and explained their request for broad-banding of intermediate bulk drugs under ITC (HS) code No. 29420090 in LoA.

Shri J.P. Meena, Assistance Commissioner of Custom & Central Excise and a member of the committee raised the point for proper classification of chapter heading of the Mesalamine Crude.

A representative from the unit have informed to the committee that they will submit the clarifications/justification to the Office of DC, Dahej and after that the same clarifications/justification will be forwarded to Shri J.P. Meena for their comments.

The committee decided that the request of the unit will be considered for approval after receipt of reply from Shri J.P. Meena.

#### Item No. 74.02.04 Monitoring of Performance of Dahej SEZ units

The Approval Committee has monitored Annual Performance Reports submitted by the units as per Rule 54 of SEZ Rules, 2006 upto the financial year 2015-16 (except M/s Tiong Woon Project & Contracting Pvt. Ltd. upto 2014-15). The APRs have been duly certified by the independent Chartered Accountant. The following units have achieved Positive Net Foreign Exchange Earnings during the period under review. The Specified Officer, Dahej SEZ has submitted verification reports in all cases certifying import and export data.

Sr	Name of the SEZ Unit		
No.			
1	M/s Aries Color Chem Pvt. Ltd.		
2	M/s Accent Microcell Private Limited		
3	M/s Indo Baijin Chemicals Pvt. Ltd.		
4	M/s Meghmani Organics Limited		
5	M/s Neobags Overseas Pvt. Ltd.		
6	M/s Sigachi Industries Private Ltd		
7	M/s Shiva Pharmachem Limited		
8	M/s Tega Industries SEZ Ltd.		
9	M/s Glomet Technologies Pvt. Ltd.		
10	M/s Rallis India Limited		
11	M/s Breeze Intermediates Pvt. Ltd.		
12	M/s. Annie Chemie Pvt. Ltd.		
13	M/s. Palvi Power Tech Sales Pvt. Ltd.		
14	M/s Prakash Chemicals International Pvt. Ltd.(Trading activity)		
15	M/s. Avalon Agro Products Pvt Ltd.		

b

16	M/s DIC Fine Chemicals Pvt. Ltd.		
17.	M/s Firmenich Aromatics Production [India] Pvt. Ltd.		
18	M/s Indofil Industries Ltd.		
19	M/s Panama Petrochem Ltd.		
20	M/s Sarju Impex Limited		
*21	M/s'C.S. Performance Chemicals Pvt. Ltd.		
22	M/s Coromondal International Ltd.		
23	M/s Fermenta Biotech Ltd.		
24	M/s Glenmark Pharmaceuticals Ltd.		
25	M/s Hindustan M-I Swaco Ltd.		
26	M/s Meghmani Industries Ltd.		
27	M/s Meghmani LLP		
28	M/s Tiong Woon Project & Contracting Pvt. Ltd.		
29	M/s Vijay Tanks & Vessels Ltd.		
30	M/s Roxul-Rockwool Insulation India Pvt. Ltd.		
31	M/s P & J Cretechem (P) Ltd.		

The Net Foreign Exchange Earnings of units at Sr.No. 1 & 2 is Nil and from Sr. No. 3 to 8 is Negative during the period under review. The committee requested to DC, Dahej SEZ to give advisory note to these units since the monitoring period of APR is only one year

1	M/s Gujarat Dyestuff Industries		
2	M/s Prakash Chemicals International Pvt. Ltd.(Manufacturing activity)		
3	M/s Bitumode International Pvt. Ltd.		
4	M/s Torrent Pharmaceuticals Ltd.		
5	M/s. Oil and Natural Gas Corporation Ltd. C2-C3 Project		
6	M/s. Raks Pharma Pvt. Ltd.		
7	M/s. ONGC Petro Additions Ltd.		
8	M/s. Sunpharma Industries Ltd.		

The Net Foreign Exchange Earnings of M/s Unique Techno Associates Pvt. Ltd. is negative for two years. The committee requested DC, Dahej SEZ to give warning letter to the unit since the monitoring period of APR is two years.

Details of some units are placed below regarding monitoring of APRs, issuance of show cause notice, non-submission of APRs etc.

Item No. 74.02.04(a) M/s Avalon Agro Products Pvt. Ltd. & M/s Unique Techno Associates Pvt. Ltd.

Show Cause Notices were issued to M/s Avalon Agro Products Pvt. Ltd and M/s Unique Techno Associates Pvt. Ltd on 01-03-2017 for non-submission of Annual Performance Reports for the financial years 2014-15 & 2015-16. Now M/s Avalon Agro Products Pvt. Ltd and M/s Unique Techno Associates Pvt. Ltd have submitted their APRs for the financial years 2014-15 & 2015-16 on 28.03.2017 & 14.03.2017 respectively.

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In view of the above, the committee decided to drop the show cause notices issued to these units for non-submission of Annual Performance Reports.

## Item No.74.02.04(b) M/s ISGEC Heavy Engineering Ltd.

The Approval Committee monitored the annual performance reports of M/s ISGEC Heavy Engineering Limited from 25.01.2012 to 31.12.2016 and decided to defer the case for want of final Annual Performance Report instead of provisional APR (from 01.04.2016 to 31.12.2016).

Item No.74.02.04 (c)M/s. Fernas Construction India Private LimitedItem No.74.02.04 (d)M/s Arora Sales AgencyItem No.74.02.04 (e)M/s ONGC Petro Additions Limited

The committee decided to defer the case and directed DC, Dahej SEZ to place the APRs before committee after receiving proper and final reply for discrepancy in the data of export/import of the unit.

### Item No.74.02.04 (f) M/s Meghmani Industries Limited

The committee directed to the Specified Officer, Dahej SEZ to issue show cause notice in this case under the Rule 25 & 34 of SEZ Rules, 2006. A copy of the SCN shall also be endorsed to the concerned Income Tax Commissionerate.

#### Item No.74.02.04 g) M/s Babaji Shivram Clearing & Carriers Pvt. Ltd.

The committee decided to defer the case and requested DC, Dahej to place the APRs before committee after receiving proper and final reply for discrepancy in the data of export/import of the unit.

<u>Item No. 74.3</u> <u>Other cases for Dahej SEZ:-</u>

Item No.74.03.01 M/s Indo Baijin Chemicals Pvt. Ltd.

Shri Ajit Bagd-COO (Chief Operating Officer) of the applicant company appeared before the Committee and explained their request for increase of production capacity of existing product.

The committee after detailed discussion approved the request for increase of production capacity of the existing product in their LoA. The approval is subject to the compliance of SEZ Act, 2005 and SEZ Rules, 2006.

Item No. 74.3.02. Approval of list of services in respect of units in Dahej - SEZ.

Shri Nakul N Gandhi, Finance Controller from M/s Roxul Rockwool Insulation India Pvt. Ltd. were present.

Sr.	Name of	Taxable service sought for	Decision of committee
No.	the SEZ	approval.	
1	unit.	1 1 6 2	
01.	M/s	1. Business Auxiliary	1. Approved
10.	Roxul-	Service	
	Rockwool	2. Management or	2.Deferred the case
	Insulation	Business Consultant	
	India Pvt	Service	
	Ltd., Dahej		
	SEZ		

#### Item No. 74.3.03.

# Approval of list of goods for authorised operations.

Shri Niraj Shah, Manager Infra, Dahej SEZ Ltd., appeared before the Committee and explained their request for approval of list of goods for authorized operations.

The committee after detailed discussion defer the case for want of list of goods in proper format duly signed by Chartered Engineer.

Lala Shukla

( Lata Shukla)
Chairperson of Approval Committee
& Development Commissioner
Dahej Special Economic Zone.

#### Annexure-A

List of Participants of the Approval Committee meeting:-

The following were present:-

01.	Smt. Lata Shukla, ITS	Chairperson
	Development Commissioner,	
	Dahej Special Economic Zone.	
02.	Shri J.P. Meena, Assistant	Representative of the Commissioner C.
	Commissioner C. Ex., Customs &	Ex., Customs & ST, Bharuch
	Service Tax	
03.	Shri Sanjeev H. Bhagat	Asst. Commissioner, Income Tax,
		Vadodara
04.	Shri V.K. Patel, AEE, RO, Bharuch	Member Secretary of Gujarat Pollution
		Control Board, Gandhinagar
05.	Shri Mahesh Kumar, SO, Dahej SEZ	Special Invitee- Dahej SEZ
06.	Shri Niraj Shah, Manager, Infra	Special Invitee - representing
	Dahej SEZ Ltd., Developer.	Developer (DSL).