

Scheduled

**Office of the Development Commissioner, Sri City SEZ(Multi Product),
Sathyavedu Mandal, Chittoor District, A.P. Pin : 517 588.**

**AGENDA OF THE UNIT APPROVAL COMMITTEE for Sri City SEZ (Multi Product)
MEETING No. 4/2015-16 TO BE HELD ON 29.09.2015**

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1.	Agenda Item – 1	Ratification of the Minutes of the Meeting of the Unit Approval Committee held on 24.08.2015
2.	Agenda Item – 2 (a)	No Proposal has been received from the Developer M/s. Sri City Pvt. Ltd.,
3.	Agenda Item – 3 (a) Agenda Item – 3 (b) Agenda Item – 3 (c)	No Proposal has been received for setting up unit in Sri City SEZ. No Proposal has been received from SEZ Units. Review of units which have not implemented the projects. – Proposed for cancellation of LoAs.
4.	Agenda Item – 4 (a)	Review of Annual Performance of the Units in SEZ for 2014-15- Nil .

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**UNIT APPROVAL COMMITTEE FOR M/S. SRI CITY (P) LIMITED,
MULTI-PRODUCT SPECIAL ECONOMIC ZONE AT SATYAVEDU MANDAL,
CHITTOOR DISTRICT, A.P.**

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AGENDA: 1

Ratification of the Minutes of the Meeting of the Unit Approval Committee held on **24.08.2015**.

AGENDA: 2 (a): No proposal has been received from the Developer, M/s. Sri City Pvt. Ltd.

AGENDA: 3 (a): No Proposal has been received for setting up unit in Sri City SEZ.

AGENDA: 3 (b): No Proposal has been received from SEZ Units.

AGENDA: 3 (c):

The following unit have not implemented their projects - proposal for cancellation of LOAs.

- (1) M/s. Srikaram Prescience Pvt. Ltd., New Delhi was issued LOA No.22/Sri City-47/SSEZ/2013 dated 20th May, 2013 for setting up of an unit in FTWZ of Sri City SEZ for warehousing and value added activities etc. Upon the request of the unit, the validity of LOA was extended for a period of one year i.e., up to 19.05.2015. The unit has not taken possession of Land, provisionally allotted by the Developer, within the validity period of LOA. The unit was advised vide mail dtd. 13.06.2015 to seek extension of validity of LOA. In reply to the mail, unit vide letter dtd. 18.08.2015 (copy enclosed) has surrendered original LOA dtd.20.05.2013 and expressed their inability to implement the project.

In terms of the Rule 19(5) of SEZ Rules, 2006, if the Unit has not commenced production or service activity within the validity period or the extended validity period under sub-rule (4), the Letter of Approval shall be deemed to have been lapsed with effect from the date on which its validity expired.

In the extent case, the unit has surrendered the LOA. It is therefore proposed for cancellation of LOA, in terms of Rule 19(5) of SEZ Rules,19(5) of SEZ Rules,006.

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- (2) M/s. KMS Health Centre Pvt. Ltd., Chennai was issued LOA No. 22/Sri City-46/SSEZ/2013 dated 20th May, 2013 for setting up of an unit in Sri City SEZ for manufacture and export of Soft Gelatin Capsules. The unit has not taken possession of Land, provisionally allotted by the Developer. The unit was called for personal hearing vide letter dtd.9.3.2015. The unit has availed personal hearing on 8.5.2015 and explained that the products proposed are under development in R & D Lab and could not implement the project within the validity period of LOA. The unit has assured to submit a detailed reply in this matter, during personal hearing held on 8.5.2015. Further, the unit has not submitted the copy of registered Lease Deed to the DC's office within six months from the date of issue of LOA nor furnished any details of delay in implementation of the project so far, as assured in personal hearing. The validity of LOA has expired on 19.5.2015. However, the unit was given one more opportunity for personal hearing on 21.8.2015. But, the unit has not availed the opportunity of personal hearing nor furnished any reply.

In term of Rule 18 (2) (ii) of SEZ Rules, 2006, a copy of the registered Lease Deed shall be furnished to the Development Commissioner concerned within six months from the issuance of the Letter of Approval and failure to do so, the Approval Committee may take action to withdraw the Letter of Approval after giving an opportunity of being heard;

It is therefore, proposed for withdrawal of LOA.

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- (3) M/s. Jain Granites and Projects India Ltd., Chennai was issued LOA No. 22/Sri City-43/SSEZ/2012 dtd. 14.08.2012 for setting up of an unit in Sri City SEZ for export of Block and all finished slabs and tiles. The validity of LOA was extended for a period of one year i.e., upto 13.08.2014. The unit has not taken possession of Land, allotted by the Developer. The unit was called for personal hearing vide letter dtd.9.3.2015. The unit has not availed personal hearing nor furnished reply to this office letter. The validity of LOA has expired on 13.08.2014. In the meanwhile, the Developer vide letter dtd. 28.04.2015 (copy enclosed) has submitted that the Unit has not entered into lease agreement with them. The Developer has also furnished that their MoU was cancelled and accounts were settled on 18.07.2014 to the Jain Granites.

In terms of the Rule 19(5) of SEZ Rules, 2006, if the Unit has not commenced production or service activity within the validity period or the extended validity period under sub-rule (4), the Letter of Approval shall be deemed to have been lapsed with effect from the date on which its validity expired.

It is therefore, proposed for cancellation of LOA.

The above three proposal are placed for UAC for approval please.

AGENDA : 4 (a): Nil.

(B. Raja Babu)
Asst. Development Commissioner