

**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 TO BE HELD ON 03.06.2015**

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1.	Agenda Item – 1	Ratification of the Minutes of the Meeting of the Unit Approval Committee held on 23.03.2015
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) Agenda Item – 3 (d)	No Proposal has been received for setting up an unit in Sri City SEZ. Proposal of M/s. R N Photo Coatings Pvt. Ltd., for approval for list of specified services for claiming exemption from payment of Service Tax for authorized operations. Proposal of M/s. Premium Ingredients Food Services India Pvt. Ltd., for approval for revised list of specified services for claiming exemption from payment of Service Tax for authorized operations. Proposal of M/s. Ixian3 Private Limited, for exit from SEZ Scheme.
4.	Agenda Item – 4 (a) Agenda Item – 4 (b)	Monitoring of material consumption & utilization of goods by the Developer, M/s. Sri City Private Limited for the half year period October, 2014 to March, 2015. Review of Annual Performance of the Units in SEZ for 2014-15.

**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 23.03.2015**.

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 an unit in Sri City SEZ.

AGENDA: 3 (b):

M/s. R N Photo Coatings Pvt. Ltd., vide letter dtd. 18.04.2015(copy enclosed) have requested for approval for list of specified services for claiming exemption from payment of Service Tax. Though the unit had been issued LoA on 31.10.2011 and started operations from 2012 onwards they did not apply to UAC for approval of List of Specified Services. They now applied for 70 services for approval. The list includes all default list of 66 services approved by Department of Commerce vide Instruction No. 79 dtd.19.11.2013, revised vide letter No.D.12/19/2013-SEZ dtd.19.06.2014 and dtd.09.07.2014. The following 4 services are not appearing in the default list.

1. Authorized Service Station Services.
2. Contour and Topo Survey and Soil Test Services.
3. Electrical Consultancy
4. Material Supply Services

The proposal may be considered for 66 services as per above Instructions and as per Service Tax Notification No. 12/2013-ST dtd. 01.07.2013, as amended vide Notification No. 15/2013-ST dtd.21.11.2013 and 7/2014-ST dtd. 11.07.2014. Remaining 4 services mentioned above placed before UAC for discussion.

The proposal of the unit is placed before the UAC for **approval** please.

AGENDA: 3 (c):

M/s. Premium Ingredients Food Services India Pvt. Ltd., vide letter dtd.27.04.2015(copy enclosed) have requested for approval for revised list of specified services for claiming exemption from payment of Service Tax for authorized operations. The unit had obtained list of services approved by UAC vide this office letter dtd. 14.02.2012 and ratified vide this office letter dtd.17.01.2014 (as per Notification No. 40/2012-ST dtd.20.06.2012, No.12/2013-ST dtd.01.07.2013). They also obtained approval for additional services viz., (1) SEZ Online Services and (2) Pest Control Services vide this office letter dtd.17.01.2014.

They now applied for revised list of 66 services which includes some of the services approved earlier as mentioned above, and all are falling under default list of services approved by Department of Commerce vide Instruction No. 79 dtd.19.11.2013, revised vide letter No.D.12/19/2013-SEZ dtd.19.06.2014 and dtd.09.07.2014.

The proposal may be considered as far as additional services are concerned as per above Instructions and as per Service Tax Notification No. 12/2013-ST dtd. 01.07.2013, as amended vide Notification No. 15/2013-ST dtd.21.11.2013 and 7/2014-ST dtd. 11.07.2014. Since the earlier UAC approved list of services had been ratified by UAC vide this office letter dtd.17.01.2014, approval of UAC not required again. **List of Services showing earlier approved and additional services enclosed as Annexure- A.**

The proposal of the unit is placed before the UAC for **approval** please.

AGENDA: 3 (d):

M/s. Ixian 3 Private Limited, an IT/ITES company vide letters dtd.08.04.2013, 02.05.2013, 09.07.2013 and 25.11.2013 have requested for approval for exit from the SEZ Scheme. The details of the company are as under:

1. M/s. Ixian 3 Pvt. Ltd., have obtained LoA dt. 13.08.2012 for setting up an Unit for IT / ITES in the Business Centre of Sri City SEZ.
2. The Unit has executed BLUT on 16.10.2012. The Unit has submitted copy of lease deed dt. 18.10.2012 entered with the Developer for 1500 Sft. of office space consisting of 20 Nos of work stations located in the C-wing of the Business Centre.
3. Within 6 month, the Unit has applied vide letter dtd.08.04.2013 for approval for exit from SEZ scheme. The reasons they stated that due to non-availability of qualified IT professionals from local area and also difficulty in recruiting staff from Chennai.
4. Accordingly, the Unit has been advised vide e-mail dtd. 09.04.2013 to submit No Due Certificate from Authorized Officer to process their request further as they executed BLUT.
5. The Unit vide letter dtd. 02.05.2013 and 09.07.2013 submitted proof of refund of VAT amount of Rs. 15,600/- on purchase of Computers worth of Rs. 3,27,600/-. They also submitted APR for 2012-13 with value of Exports for Rs. 5,42,924/-.
6. The unit neither declared commencement of Commercial Operation nor submitted Softex form for claiming export of Rs. 5,42,924/-, hence not considered as exports from SEZ and the same has been informed to them vide mail dtd.15.07.2013.

7. The Unit has been reminded vide e-mails dtd. 15.07.2013, and 24.10.2014 to submit NOC/ No Due Certificate from Customs wing. The unit vide reply mail has sought some time to get the certificate.
8. Authorized Officer vide letter dtd. 21.05.2015 issued No Due Certificate to the Unit.
9. The unit has hardly functioned and their presence in the Business Centre was from 18.10.2012 to May 2013 (8 months) only. Hence there is no performance to be reviewed.

In view of the above and since A.O. has issued no due certificate, it is proposed to issue exit letter as per Rule 74 of SEZ Rules, 2006..

The proposal of the unit is placed before the UAC for **approval** please.

AGENDA : 4 (a):

The Developer M/s. Sri City Private Limited, Developer have been advised vide e mail dtd. 27.05.2015 to submit half yearly report for the period October, 2014 to March, 2015 through SEZ Online System after completion of Audit. Hence review will be taken up in the next UAC Meeting.

This is brought to the notice of UAC pl.

AGENDA ITEM: 4 (b):

All the units have been once again advised vide e mail dtd.27.05.2015 to submit APR for the year 2014-15 duly certified by CA and also through SEZ Online Sytem, on or before 15.06.2015.

This is brought to the notice of UAC pl.

(P. S. B. SASTRY)
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Encl: as above.