

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. 2/2015-16 TO BE HELD ON 29.07.2015

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1.	Agenda Item – 1	Ratification of the Minutes of the Meeting of the Unit Approval Committee held on 03.06.2015
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)	Proposal of M/s. M S R Garments Private Limited, Chennai for setting up a manufacturing unit in Sri City SEZ. Proposals of M/s. Astrotech Steels Pvt. Ltd., (1) Approval for Enhancement in Production Capacity from 6422 MT/PA to 30000 MT/PA. (2) Broad banding approval request to include ‘Screws’ and ‘DC/AC Driven Screw Driver’ in LoA. (3) Approval for appointment of M/s. Sri City Projects Pvt. Ltd., as principal contractor for expansion of factory.
4.	Agenda Item – 4 (a)	Review of Annual Performance of the Units in SEZ for 2014-15.

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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 **03.06.2015**.

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

AGENDA: 3 (a):

M/s. M S R Garments Pvt. Ltd., having its registered office at D. No. E 31 and E 32, Park Rozalia, TVH Park Villa Road, Anand Nagar, Thoraipakkam, Chennai – 600 096 have submitted their application through SEZ Online System on 22.07.2015 for grant of Letter of Approval for setting up an unit in Sri City SEZ for manufacture of Handmade Woolen Suits(Jacket & Trouser), Cotton Shirts and Handmade Trial Suits(Jacket & Trouser). Hard copy of online Agenda along with copy of application dtd.22.07.2015 is enclosed for kind information of UAC.

The unit has earlier obtained LoA No.22/Sri City-35/SSEZ/2012 dtd.08.03.2012 for manufacture of Handmade Suits, Handmade Trial Suits and Handmade Shirts from this office. However, they did not implement the project within the extended period of validity by two years upto 07.03.2015. The unit has been advised vide our letter dtd.18.03.2015 to apply afresh for grant of LoA since they did not take the possession of built up space of 5,000 Sq. Ft., in SEZ by the Developer within the validity period of LoA.

The details of the Project are as under:

1. Item of Manufacture : Handmade Woolen Suits (Jacket & Trouser), Cotton Shirts, Handmade Trial Suits (Jacket & Trouser).
2. Investment : Rs. 22.72 lakhs.
3. Employment : Men – 15 + Women – 35 = Total 50.
4. Projected FOB value of Exports for 5 years: Rs. 1486.08 lakhs / US \$ 2332.57 Thou.
5. Total Foreign Exchange Outgo : Nil
6. Net Foreign Exchange earnings: Rs. 1486.08 lakhs / US \$ 2332.57 Thou.

The unit has stated that the overseas entity viz., **M/s Cadandthedandy,U.K.** providing finance for training of workers and as well as purchase of indigenous machines. They also supply entire raw materials and other inputs for making the garments as per the Pattern also supplied by them. The unit will earn the F.E. by way of Job Work only. The value of imported inputs mentioned at Column VII (b) of Application Form –F as Rs. 17.85 lakhs is for the purpose of Customs and BLUT.

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In view of the above, we may approve enhancement in production capacity from 26422 MT/PA to 30000 MT/PA for manufacture & export of Full Round Head Collated Fastners with projections as per Annexure attached to their letter dtd. 08.07.2015, as per Rule 19 (2) of SEZ Rules, 2006.

(2) Broad banding approval request to include ‘Screws’ and ‘DC/AC Driven Screw Driver’ in LoA.

The unit propose to import semi finished / un-finished Screws, process and export “SCREWS” with imported finished product of “DC / AC Driven Screw Driver”. The details are as under:-

I. Item of Manufacture: ‘SCREWS’ with following ITC HS Codes and combined Production Capacity of **1022 MT/PA** for ITC HS Codes 73181190, 73181200, 73181400, 73181500, 73181900 & 73182990.

They submitted following projections on Exports, requirement of additional Imported and Indigenous Capital Goods, Raw Material etc., for 5 years to undertake the above activity.

A. FOB value of exports projected for 5 years – Rs. 15192 lakhs / US \$ 23737 Thou.

B. Imported Capital Goods for 5 years – Rs. 100.00 lakhs / US \$ 156.23 Thou.

Imported Semi/Un Finished Screws – Rs. 4748.00 lakhs / US \$ 7418.09 Thou.

Imported Plastic Strip – Rs.1670.00 lakhs / US \$ 2608.81 Thou.

Total of B - - - - - Rs. 6518 lakhs / US \$ 10183.13 Thou.

N.F.E. for Screws A – B Rs. 8674 lakhs / U S \$ 13553.87 Thou.

II. Item of Trading /Merchant Export along with SCREWs :

“DC / AC Driven Screw Driver” - HS Code: 84672900 - 284 Nos. Per Annum.

They submitted projections on Exports and Imports for 5 years as under to undertake the above activity.

A. FOB value of Exports - - - - - Rs. 186 lakhs / US \$ 290.62 Thou.

B. Imported DC / AC Driven Screw Drivers - - Rs. 185 lakhs / US \$ 289.06 Thou.

N.F.E. for ‘DC / AC Driven Screw Drivers- -Rs. 1.00 lakh / US \$ 1.56 Thou.

In view of the above, we may approve the above proposal under broad banding, as per Rule 19 (2) of SEZ Rules, 2006.

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(3) Approval for appointment of M/s. Sri City Projects Pvt. Ltd., as principal contractor for expansion of factory.

Approval of UAC is not required for this proposal. Since the unit has mentioned in their letter dtd.08.07.2015 about appointment of Principal Contractor, it has been brought to the notice of the UAC. This office has been approving similar requests from Units in SEZ as per conditions as laid down under Rule 27 of SEZ Rules, 2006.

The proposals of the unit are placed before the UAC for **approval** please.

AGENDA : 4 (a):

Units, which have completed one year of operation as on 31.03.2015 (for 2014-15) from the date of commencement of commercial production, have to be monitored as per Rule 54 of SEZ Rules, 2006.

There are 20 (16 Mfg. + 4 units in FTWZ) units which have completed one year or more of operations as on 31.03.2015.

The following units have submitted APR for 2014-15 in Form-I duly certified by Chartered Accountant.

1. M/s. Venture Automotive Tooling India Pvt. Ltd - **Positive NFE achieved for 2014-15 & Cumulative Period of 5 years 1 Month.**
2. M/s. BFG International Private Limited - **APR not submitted.**
3. M/s. Control Components India Pvt. Ltd - **Positive NFE achieved for 2014-15 & Cumulative Period of 4 years 4 months.**
4. M/s. TIL Health Care Pvt. Ltd - **Positive NFE achieved for 2014-15 & Cumulative Period of 3 years.**
5. M/s. Rockworth Systems Furniture (India) P Ltd – **Positive NFE achieved for 2014-15 & Cumulative Period of 3 years 6 months.**
6. M/s. Nui Pulp & Paper Industries Pvt. Ltd - **Positive NFE achieved for 2014-15 & Cumulative Period of 2 years 11 months.**
7. M/s. Pina Abrasives India Pvt. Ltd - **Positive NFE achieved for 2014-15 & Cumulative Period of 4 years 1 month.**
8. M/s. Sutures India Private Limited - **APR submitted but Deficiency Letter issued for variation of figures.**

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9. M/s. Shan Solar Private Limited - - **APR submitted for provisional figures pending audit. APR is under process.**
10. M/s. Satyavedu Reserve Infotech Pvt. Ltd., - **Positive NFE achieved for 2014-15 & Cumulative Period of 2 years.**
11. M/s. Pals Plush India Private Limited – **APR not submitted stating Audit has not completed.**
12. M/s. Everton Tea India Private Limited - **APR submitted but Deficiency Letter issued for variation of figures.**
13. M/s. Premium Ingredients Food Services India Pvt. Ltd. - **Positive NFE achieved for 2014-15 & Cumulative Period of 2 year 6 months.**
14. M/s. Astrotech Steels Private Limited - **APR not submitted.**
15. M/s. Vital Paper Products Pvt. Ltd., - **Positive NFE achieved for 2014-15 and Cumulative Period of 2 year 1 month.**
16. M/s. Amar Houseware Private Limited - **APR submitted but deficiency letter issued.**
17. M/s. Sure Cargo Control Private Limited - **APR submitted but Deficiency Letter issued for variation of figures.**
18. M/s. Splash Water Traders P Ltd : **APR submitted but Deficiency Letter issued for variation of figures.**
19. M/s. MIMCO DFS India. – **APR not submitted.**
20. M/s. Siddhartha Logistics Co. Pvt. Ltd. – **APR not submitted.**
21. M/s. Kusakabe India Pvt. Ltd., - **Positive NFE achieved for 2014-15 (7 months only). One year has not completed as on 31.03.2015.**
22. M/s. R. N. Photocoating Pvt. Ltd., - **Positive NFE achieved for 2014-15 (8 months only). One year has not completed as on 31.03.2015.**
23. M/s. West Pharmaceuticals Packaging India Pvt. Ltd., - **Positive NFE achieved for 2014-15 (10 months only). One year has not completed as on 31.03.2015.**

The performance of the units are placed before UAC for **review pl.**

(P. S. B. SASTRY)
Asst. Development Commissioner
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Encl: as above.