

Minutes of the 3rd Meeting (2014 Series) of the Units Approval Committee (UAC) for EOUs held on 26.06.2014 at 15:30 Hrs. in the Office Chamber of the Development Commissioner, Administrative Building, Kandla SEZ, Gandhidham under the Chairpersonship of Shri V. N. Shewale, ITS, Development Commissioner, KASEZ

Following were present:

- (1) Shri Krishan Kumar, JDC, KASEZ
- (2) Shri R. K. Sinha, DDC(I/C), KASEZ
- (3) Shri Rohit M. Mengde, Superintendent, Central Excise, Vadodara-II
- (4) Shri Suvindh Shah, Dy. DGFT, Vadodara.

(i) M/s. TTK Prestige Limited, Vadodara

This proposal is for establishment of a new unit under EOU scheme at 2nd Floor, Unit 2, Vemardi Road, Juni Jithardi Village, Karjan Taluka, Vadodara - 391 240 for manufacturing of Pressure Cookers, Nonstick Cookware and Anodized Cookware.

Shri K. Shankaran, Director of the company appeared before the UAC for personal interview and submitted following facts: -

- They are in the line of manufacture of pressure cookers, non-stick and hard anodized cookers in the name and style of "Prestige".
- They have their DTA unit in the ground floor which has started productin six months back with imported machinery.
- They have invested Rs. 60 crores in plant in their DTA unit.
- They will do coating/ hard-anodising in their existing DTA unit.
- They will do cutting in EOU, surface finished, grooving, handle fitting, glass lid to be assembled in their EOU plant.
- They have been approached by Wall Mart and other foreign companies for supply of cookware items.



Observation/Decision of the Committee: -

- The projected FOB value of the exports for the next 5 years period is Rs. 25800.00 lakhs with total NFE of Rs. 19092.00 lakhs.
- The total investment in Plant & Machinery is Rs. 162.00 lakhs.
- As the unit is going to sub-contract production process to DTA, a reference was made to the jurisdictional Central Excise authorities for clarification. The Deputy Commissioner, Central Excise & Customs, Makarpura Division, Vadodara-II vide letter dated 24.06.2014 intimated that since the unit proposes to sub-contract a part of production process and not entire production and the same will be considered under Para 6.14 (a)(i) of FTP, 2009-14. The Deputy Commissioner has further stated that on application by TTK Prestige Ltd. as envisaged under Para 6.14 (a)(i) of FTP, permission for sub-contracting of production process to DTA can be granted by the concerned jurisdictional AC/DC of Central Excise & Customs in accordance with applicable rules/notification in this regard.
- The Proposal is meeting with the requirement of approval under EOU Scheme under the Automatic Approval route, thus the proposal is approved subject to standard terms and conditions.

(ii) M/s. Mili Exports, Gandhinagar

This proposal is for conversion of their existing DTA unit into 100% EOU at 31, Milan Estate, Nr. Arcon Engineering, Opp. Shah Foils, Rajnagar, Santej-Khatraj Road, Santej, Tal. Kalol, Dist. Gandhinagar - 382 721 for manufacturing of Sacks and Bags (Printed or Without Printed) of Polymers of Ethylene of other plastics.

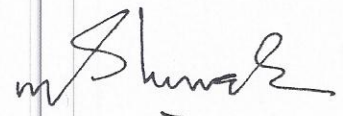
Shri Jayant Patel, Proprietor of the unit appeared before the UAC for personal interview and submitted following facts: -



- He has started the DTA unit in January, 2014 and already invested an amount of Rs. 38 lakhs in machinery.
- He has exporting his entire production to USA.
- Out of the total project cost of Rs. 300.08 lakhs, the promoter has already invested Rs. 90 lakhs as promoter's contribution and balance will be funded by way of term/unsecured loan from bank/financial institution.
- There is good market of plastic bags in US and is already exporting their finished goods to different clients every month.

Observation/Decision of the Committee: -

- The projected FOB value of the exports for the next 5 years period is Rs. 3216.96 lakhs with total NFE of Rs. 3183.21 lakhs.
- The total investment in Plant & Machinery is Rs. 136.88 lakhs.
- The Proposal is meeting with the requirement of approval under EOU Scheme under the Automatic Approval route. The Committee approves the proposal subject to confirmation of approval by the Jurisdictional Central Excise Authority (no one from Central Excise attended the meeting). This is further subject to standard terms and conditions.



(V. N. SHEWALE)
Chairman of Approval Committee
& Development Commissioner
Kandla Special Economic Zone