Minutes of the 2<sup>nd</sup> Meeting (2016 Series) of the Units Approval Committee (UAC) for monitoring the performance of EOUs held on 03.02.2016 at 3.30 Hrs at Vapi Industrial Association Bhawan, Vapi, under the Chairpersonship of Shri Krishan Kumar, Jt. Development Commissioner, Kandla Special Economic Zone, Gandhidham.

Following were present:-

- Shri Binay .P.Singh, Addl. Commissioner, Daman/Valsad
   (For Central Excise Commissionerate-Daman & Valsad(Vapi)
- 2. Shri L.K. Meena, DDC(I/C), KASEZ
- 3. Shri.D.C.Herma, Asstt. Commissioner, Central Excise Daman

Monitoring of performance of 100% EOUs:-

Monitoring of performance of EOUs falling under the jurisdiction of following Commissionerate for the period 2012-13 to 2014-15 were taken up for review:-

- 1. Daman, Commissionerate.
- 2. Valsad(Vapi), Commissionerate.

## (a) Daman Commissionerate

It was noted that at present there are 16 working units, out of which 02 units M/s ATC Tyres Pvt. Ltd and M/s OHRI Globppack Pvt. Ltd achieved negative NFE in the 1<sup>st</sup> year block period (2014-15). Committee noted that no action is required to be taken at this stage. However, a letter to these units may be issued to advise them to make efforts to achieve positive NFE and the units be kept in watch list.

## (b) Valsad(Vapi) Commissionerate

It was noted that at present there are 10 working units, out of which 02 units M/s Aasu Plastics Pvt. Ltd and M/s Radium Creation Ltd achieved negative NFE in the 1<sup>st</sup> year block period (2014-15). Committee noted that no action is required to be taken at this stage. However,

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a letter to these units may be issued to advise them to make efforts to achieve positive NFE and the units be kept in watch list.

## Common points

1. It was also noted that following units had export realization pending as shown in the agenda:-

S.No	Name of Unit	Commissinerate as per agenda	Realization amounts pending	Remarks
1	M/s Indocean Tools, Navsari	Daman,	Rs.1519.47 lacs	Central Excise officers pointed out that is now under Valsad Commissionerate
2.	M/s Sarla Performance, Vapi	Daman	Rs.11.91 lacs	do
3.	M/s United Brother, Navsari	Daman	US\$11,50,4 75,33	Daman Commissionerate
4.	M/s Famycare Ltd, Valsad	Valsad	US#134049 Euro 72031 NZD 43059 ZAR 38769	Central Excise officers pointed out that is now under Daman, Commissionerate
5.	M/s Klenzaids Contamination, Valsad	Valsad	Rs. 24.88 lacs	The unit had exited EOU Scheme on 29.05.2015

- 2 (i) It was noted that because of pending foreign exchange realization M/s Indocean Tools, Navsari and M/s United Brothers, Navsari has become NFE negative. However, it was noted that the adjudication process has already been started for M/s. United Brothers for being NFE negative. Adjudication process is to be started for M/s Indocean Tools for being NFE negative.
- (ii) It was also decided that it should also be seen from Central Excise angle in respect of five EOUs and by DC's office from the angle of TED, CST, etc. for duties availed by the EOUs on exports for which realization is pending so that it could be recovered from the EOUs. Further, DC's office will also bring to the

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- notice of the RBI about pending foreign exchange realization; action is also to be taken as per provisions of Para 2.54 of FTP, 2015-2020.
- (iii) It was mentioned in the agenda that LOP and Green Card of the unit has been cancelled in respect of M/s. Universal Exports and penalty of Rs. 1 lakhs was imposed for non-submission of APRs. The Addl. Commissioner, Central Excise requested for sending a copy of the relevant order and also informed that the unit falls under Daman Commissionerate.
- (iv) It was decided that Central Excise office of Valsad and Daman Commissionerate will send a list of EOUs under their jurisdiction to O/o DC, Kandla SEZ, so that reconciliation may take place.

The meeting ended with a vote of thanks to all.

(Krishan Kumar) 23 V Jt. Development Commissioner

Kandla Special Economic Zone