

Agenda Item of the 19th Meeting (2018 series) of the Units Approval Committee for EOUs to be held on 19.09.2018 at 16:30 Hrs, under the Chairpersonship of Dr. Amiya Chandra, ITS, Development Commissioner, KASEZ.

M/s Hindustan Adhesives Limited, Mundra, Kutch, Gujarat

M/s Hindustan Adhesives Limited, Survey No. 380/P1, Village – Bhadreswar, Tehsil – Mundra, District – Kutch, Gujarat – 370410, have applied for conversion of DTA unit into 100% EOU scheme at Survey No. 380/P1, Village – Bhadreswar, Tehsil – Mundra, District – Kutch, Gujarat – 370410, for manufacturing of BOPP self adhesive tapes (ITC HS Code No. 39191000). They have start production in this unit from February-2018 and their Export Performance report for the month March-2018 is 39 lacs and from April-2018 to August-2018 is 1353 lacs. The company is promoted by Bagla Group, which have a vast experience of more than 35 years in manufacturing and are presently involved in the production of BOPP Film by Double Bubble process, Adhesive Coating, Printing and Slitting at the location by the name of Hindustan Adhesive Limited situated at Gautambudh Nagar in Uttar Pradesh which has been operational since 1989. The nature of applicant firm is **Limited**. Total project cost is Rs. 3650.00 lacs which have invested through term loan from bank and Directors' contribution.

Summary of their 5 year proposal is as follows:

1. FOB value of exports	: Rs. 41500.00 lakhs
2. Import of capital goods	: Rs. 00.00 lakhs
3. Imports - RM & components	: Rs. 85.00 lakhs
4. Other outflow of Foreign Exchange	: Rs. 30.00 lakhs
5. Total outflow of Foreign Exchange	: Rs. 115.00 lakhs
6. Net Foreign Exchange Earnings.	: Rs. 41385.00 lakhs

Comments and Recommendation:

A copy of manufacturing process/flow chart furnished by the applicant is enclosed herewith.

The proposal meets with the requirements of approval under EOU Scheme under Automatic Approval. Therefore, the proposal for setting up a new unit under 100% EOU scheme is placed before UAC for consideration.
