

Minutes of the 4th, 5th and 6th Meeting (2018 Series) of the Units Approval Committee (UAC) for EOUs for monitoring of performance of EOUs held on 03.01.2017 at 16:30 hrs, 17:00 hrs and 17:50 hrs respectively at Central Excise Building, Race Course Circle, Vadodara, under the chairmanship of Shri Rajesh Kumar, Joint Development Commissioner (i/c), KASEZ

Following were present:

- (1) Shri Shyamlal Karoliya, Asstt. Commissioner, Vadodara-II (Central GST Vadodara-II Commissionerate).

Absentees:-

- (1) Central GST officials of Vadodara-I Commissionerate.
- (2) Central GST officials of Anand Commissionerate.
- (3) DGFT officials of Vadodara.

Monitoring of Performance of 100% EOUs

Monitoring of performance of 100% EOUs falling under the jurisdiction of following commissionerates for the period 2016-17 was taken up for review as per the Para 6.20 of FTP, 2015-20 read with Para 6.12 of HBOP, Performance of EOUs shall be monitored by UAC as per guidelines given in Appendix- 6F.

1. Vadodara-I Commissionerate
2. Vadodara-II Commissionerate
3. Anand Commissionerate

2. The meetings were held one after another. In meetings, representatives of certain units pertaining to three commissionerates were also present. After the roll out of GST regime w.e.f July, 2017 units which were falling under the particular commissionerate are now falling under the others commissionerate. Hence, it was decided that each commissionerate may send a list of EOUs (both active and inactive) falling under their jurisdiction to DC office for reconciliation.

3. The Monitoring Committee monitored NFE status of the units for the year 2016-17 and all the units listed were found to be positive except one unit identified as NFE negative in Vadodara-II Commissionerate viz; **M/s Acorrphen Coating Pvt. Ltd.** It was informed by JDC (i/c) that the said unit was in first year of its Five years block period. Hence, no action has to be initiated against the unit.

4. The committee noted that following two units had not submitted their APR for the year 2016-17. It was informed by JDC (i/c); SCN will be issued to the units.

Sr. No.	Name of Unit
1.	M/s Kaizen Switchgear Product
2.	M/s Patak Foods (India) Ltd.

2/1/17

5. Following Units were identified with no activity.

Sr. No.	Name of Unit	Year of no-activity	Commissionerate Concerned
1.	M/s Soma Tech Pvt. Ltd.	2016-17	Vadodara-I
2.	M/s Bilpower Ltd.	2016-17	Vadodara-II
3.	M/s Uma Laboratories Pvt. Ltd.	2016-17	Vadodara-II

Note: - The firm- M/s Soma Tech Pvt. Ltd. had issued SCN for not fulfilling the stipulated Net Foreign Exchange Earnings (NFE) for the first and second five year block period and the case was adjudicated by the DC, KASEZ imposing a penalty of Rs. Ten Thousand. However, the said unit has been exited from 100% EOU scheme.

6. The committee also noted that following EOUs had foreign exchange unrealized as on 31.03.2017 beyond permissible period. It was informed by JDC (i/c) that letter will be issued to the unit to submit documentary proof such as e- BRC etc. If not furnish SCNs will be issued to the units concerned as per provision of para 2.54 of FTP 2015-2020.

Sr. No.	Name of Unit
1.	M/s Admark Polycoats Pvt. Ltd.
2.	M/s Amvian Automotive Pvt. Ltd.
3.	M/s Bajaj Health Ltd.
4.	M/s Gea Pharma (India) Pvt. Ltd.
5.	Sopariwala Exports Pvt.

7. Various issues raised by the units' representative were clarified/ addressed to by officers from DC Office/ Central Excise Commissionerates.

8. Joint Development Commissioner(i/c), Kandla SEZ mentioned that many of EOUs don't have Input-Output norms duly ratified by a Norms Committee (NC) in DGFT which is necessary if their products that are not covered under SION or if wastage is not less than 2% (in terms of value & quantity both). Such units should make serious efforts to get input-output norms fixed/ratified from Norms Committee concerned in DGFT; continuation of ad-hoc permission from DC' Office will not suffice and ultimately norms are to be fixed by NC concerned. He requested representative of Central Excise also to look into this aspect, as central excise has day to day interaction with the units.

The meeting ended with a vote of thanks to all.

2/11/18
Joint Development Commissioner (i/c),
Kandla Special Economic Zone,