Minutes of the 7th Meeting (2018 Series) of the Units Approval Committee (UAC) for EOUs for monitoring of performance of EOUs held on 04.01.2018 at 11:30 hrs for the year 2016-17, at Hotel Gateway, Ambika Niketan, Athwalines, Surat, under the Chairmanship of Shri Rajesh Kumar, Joint Development Commissioner (I/c), KASEZ

Following were present:

- (1) Shri Prashant Kaduskar, Additional Commissioner, Surat Commissionerate.
- (2) Smt. I.I.H. Saiyad, Surperintendent, Bharuch Commissionerate.

Following was Absent:

(1) DGFT, Surat

The Joint Development Commissioner (i/c), KASEZ, welcomed all the Officers and there was a brief introduction of all.

Monitoring of Performance of 100% EOUs

Monitoring of performance of 100% EOUs falling under the jurisdiction of **Surat Commissionerate** 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.

- 2. The Monitoring Committee monitored NFE status of the **04 units** for the year 2016-17 and all the units listed were found to be positive except one unit (M/s Motan Enterprise) whose NFE is zero due to no activity. The unit has already been issued O-I-O for zero NFE/no activity and penalty was imposed which the unit had paid.
- 3. The JDC (I/c) had informed the Joint Monitoring Committee about M/s Motan Enterprise whose case was adjudicated by the Central Excise Commissionerate (GST), Surat. Consequently the unit has submitted request for shift/transfer from 100% EOU Scheme to SEZ unit. However, request of unit was examined as per Para 6.38 of HBOP 2015-20 that an EOU may be shifted to SEZ with approval of the Development Commissioner provided EOU has achieved pro-rata obligation under EOU scheme. The JDC (I/c) has requested to the Additional Commissioner, Surat, to provide copy of SCN and O-I-O passed by the Central Excise Commissionerate.
- 4. Various issues raised by the units' representative were clarified/ addressed by officers from DC Office/ Central Excise Commissionerates.
- 5. 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 GST & Excise also to look into this aspect, as Central GST & Excise has day to

Small

day interaction with the units. It was also decided that they may send a list of EOUs falling under their jurisdiction to DC office for reconciliation.

The meeting ended with a vote of thanks to all.

(Rajesh Kumar)

Joint Development Commissioner (I/c), Kandla Special Economic Zone.