

Minutes of the 16<sup>th</sup> Meeting (2018 Series) of the Units Approval Committee (UAC) for EOUs held on 25.04.2018 at 15:00 Hrs. in the Office Chamber of the Development Commissioner, Administrative Building, Kandla SEZ, Gandhidham under the Chairpersonship of Shri Upendra Vasishth, NDC, Development Commissioner, KASEZ.

Following were present:

- (1) Shri Satyadeep Mahapatra, JDC, KASEZ
- (2) Shri Rajesh Kumar, DDC, KASEZ.
- (3) Shri P.C. Ravindran, Asstt. DGFT, KASEZ.

**M/s. Caterpillar Signs Pvt. Ltd., Ahmedabad.**

1. The proposal is for conversion of existing DTA unit into EOU Scheme at Plot No. C-10, Electronics Estate, Sector-25, Gandhinagar-382044., Gujarat for manufacturing of Advertising Material (With or Without Bannerstand): Fabric, Flex, Vinyl, Bannerstand & Hardware, Display Sign, Others.
2. Shri Sanjay Palriwala, President of the company appeared before the UAC for personal interview and explained about the proposal. Shri Sanjay Palriwala gave a brief about their company and stated that they are in same business since 2011. They are importing Ink and Fabric from Korea and China. Their Existing employment is 231 and proposed employment is around 265 employees..
3. On being asked by the Chairman about pending export obligation, Shri Sanjay Palriwala informed that approx. 6.00 crores export obligation is pending and they will fulfill the same after getting final Advance Authorization License and EPCG License from concerned R.A. The chairman also directed to follow the procedure laid down in Appendix- 6M of Appendices & ANFs of FTP, 2015-20 of outstanding export commitment against Advance Authorisation and EPCG Authorisation.
4. Observation/Decision of the Committee:
  - Projected Export for the 5 year period is Rs 36148.49 lakhs
  - Net Foreign Exchange Earnings projected for the 5 year period is Rs.23215.49 lakhs.
5. The proposal meets with the requirement of approval under EOU Scheme under the Automatic Approval Route. The Committee, therefore, decided to approve the proposal subject to standard terms and conditions.



**2. M/s. Q.V. Labs Pvt. Ltd., Ankleshwar, Bharuch.**

M/s. Q V Labs Pvt. Ltd. was approved for setting up a new unit at Plot No. 4616, GIDC Indl. Estate, Ankleshwar, Dist. Bharuch-393 002 for manufacturing of Isopropyl Thiogalactose Tetra acetate (Fine Chemical), etc. vide LoP dated 17.01.2008. The unit has started its commercial production on 03.10.2008.

2. Shri Chintan Chauhan, Finance & Export Manager of the company (authorized by the Director to attend a UAC Meeting) appeared before the UAC for personal interview alongwith their CA firm viz. M/s. Mathur Manish & Co. and explained about the proposal. They gave a brief about their company and requested to the committee to grant them permission to setup their products in R&D for exporting the same under chapter 28,29 & 38 under Fine Chemicals and Drug Intermediates.

3. The unit has informed in their letter dated 19.05.2017 that their plant is multi product plant and their range of products is very large, so to develop the New Products, they are in process to develop a new set up of Research and Development (R&D) in their existing premises.

4. The Jt. Development Commissioner had pointed out in file that we may get specifically confirmation from the unit whether they intend to use their R&D/Lab facilities only for their own internal purpose i.e. only for their buyers or in respect of third-party clients also. The unit vide their letter dated 06.04.2018 has confirmed that they will use their R&D/Lab facilities only for their own internal purpose i.e. only for their buyers and they are not going to use their R&D/Lab facilities in respect of third-party clients.

5. The chairman asked them to give the list of products with four digits ITC(HS) code but they expressed their difficulty and said that it is based on the requirement of the buyer and it is very difficult to seek every time new permission for the products developed in R&D and the products might not get approved by the buyer and they have to modify the same to meet their requirement. They requested chairman to give them permission under the Broad Head of Chapter 28,29 & 38 under Fine Chemicals and Drug Intermediates.

6. The Committee, therefore, decided to give in-principle approval subject to condition that R&D of the products shall not be for commercial purpose and no DTA sale of products shall be permitted.

7. The meeting ended with thanks to all present.



(Upendra Vasisht)  
Development Commissioner  
Kandla Special Economic Zone