
Minutes of the 28th Meeting (2018 series) of the Units Approval Committee for EOUs held on 26.12.2018 at 15:30 Hours, under the Chairpersonship of Dr. Amiya Chandra, ITS, Development Commissioner, KASEZ at the Office of Development Commissioner, Kandla SEZ, Gandhidham.

Following were present:-

- (1) Shri Satyadeep Mahapatra, Joint Development Commissioner, KASEZ.
- (2) Shri Rajesh Kumar, Deputy Development Commissioner, KASEZ.
- (3) Shri Bimal Nagda, Superintendent, EP-Circle-5, Bhavnagar.
- (4) Shri P C Ravindran, Assistant DGFT, KASEZ.

At the outset, the Chairman welcomed all the members of the Approval Committee present in the meeting. Thereafter, the following points in the Agenda were discussed.

M/s Shakti Polyweave Pvt. Ltd., Ahmedabad

The proposal is for setting up of a new unit in EOU Scheme at Unit-IV, New Survey No. 168/P/170/P/166/P, Simej Rappadh Road, Post. Simej, Taluka. Dholka, Dist. Ahmedabad, Gujarat-382265, for manufacturing of 1) PP Woven Fabrics (Unlaminated/Laminated) 2) HDPE Woven Fabrics(Unlaminated/ Laminated) 3) PP Woven Sacks (Unlaminated/Laminated) 4) PP Non Woven Fabrics.

Shri Hanskumar Ramakant Agarwal, Director of the company appeared before UAC for personal interview and explained about the proposal.

The Director of the Company informed that that they have an already existing 100% EOU unit at Dholka, Ahmedabad for manufacturing and export of PP Woven Fabrics/PP Woven sacks & FIBC/HDPE Woven Fabrics (Unlaminated/Laminated), vide LOP dated 08.05.2013, which had an export turnover of Rs. 13,113.45 lacs in the financial year 2016-17.

On being asked by the Chairman regarding total cost of the project the Director stated that the total cost of the project is Rs. 100.20 crores out of which they have already been sanctioned the loan of Rs. 60.00 crores from Kotak Mahindra Bank.

The Chairman has directed the representative of the unit to re-submit the corrected summary of projection for 5 years NFE Earnings. The Director has submitted the summary of projection for five year NFE Earnings vide letter dated 26.12.2018 to this office.



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.

M/s ZCL Chemical Limited, Ankleshwar

M/s ZCL Chemical Limited, was approved for setting up a new unit at Ankleshwar, Gujarat for manufacturing of Chemical, Intermediates and other chemicals vide LOP dated 04.06.2007, as amended. The Unit has started its commercial production on 01.05.2008.

The proposal is for broad banding of new product and raw material 2,2,6-trimethyl-4H-1, 3-dioxin-4-one (dikethene acetone adduct) ITC HS code 29329900 in their LUT for manufacturing and export of new product 'MMF'.

The DDC explained that the unit had obtained blanket permission for manufacturing of Chemicals, Intermediates and other chemicals without explicit mention of the products in the LOP. The UAC directed to obtain information from the unit to enlist all the finished goods which are being manufactured with their approved SION status whenever the unit intends to manufacture a new product, they should apply for fresh permission along with the raw materials intended to be used.

The UAC deferred the proposal and directed to place proposal the proposal before next UAC after complying with the above directions.

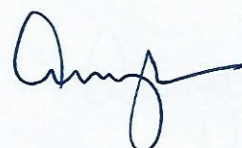
M/s Renaissance Jewellery Limited, Bhavnagar

M/s Renaissance Jewellery Limited, was approved for setting up a new unit at Bhavnagar, Gujarat for manufacturing of Studded gold/platinum jewellery etc. vide their LOP dated 03.09.2004, as amended.

The proposal is for the inclusion of the following points in their permission dated 06.03.2018.

1. Permission to transfer the studded jewellery for quality testing from their EOU unit at Bhavnagar to Laboratory in DTA at BKC. Mumbai.
2. Further permission to transfer the quality approved jewellery directly from Laboratory at BKC, Mumbai to Precious Cargo Customs Clearance Centre (PCCCC), BKC, Mumbai for export.
3. Permission to bring back the rejected jewellery from Laboratory at BKC, Mumbai to their EOU unit at Bhavnagar.

As per Para 6.28(b)(i) & (ii) of the HBOP 2015-20



"6.28 Replacement / Repair of Imported / Indigenous Goods

(b) EOU / EHTP / STP / BTP units may, on basis of records maintained by them and prior intimation to Customs authorities:

(i) Transfer goods to DTA / abroad for repair / replacement, testing or calibration and return.

(ii) Transfer goods for quality testing / R&D purpose to any recognized laboratory / institution upto Rs.5 lakh per annum without payment of duty, on giving suitable undertaking to Customs for return of goods. However, if goods have been consumed / destroyed in process of testing etc. a certificate from laboratory / institution to this effect be furnished to Customs".

With due deliberation UAC rejected the proposal as there is no provision in the FTP-2015-20 for permitting the request of the unit.

M/s Rawmin Mining and Industries Pvt. Ltd., Porbandar

M/s Rawmin Mining and Industries Pvt. Ltd., was approved for setting up a EOU at Bhavnagar for manufacturing of mechanically crushed and screened beneficiated Bauxite produced from Bauxite Ore vide LOP dated 30.07.2001, as amended. The unit has started its commercial production on 06.11.2003.

The proposal is for the discussion/decision on Show Cause Notice No. KASEZ/100%/EOU/II/92/2001-02 dated 14.06.2017 on the basis of their detailed reply submitted on 19.09.2017.

UAC directed the DC's office to adjudicate the matter and upon adjudication directed to place the case before the UAC for decision.

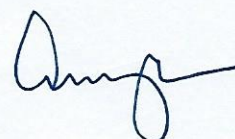
M/s Caterpillar Signs Pvt. Ltd., Ahmedabad

M/s Caterpillar Signs Pvt. Ltd., was approved for setting up a EOU at Ahmedabad for manufacturing of Advertising Material (with or without Banner stand) Fabric, Flex, Vinyl and Banner stand etc. vide LOP dated 08.05.2018.

The proposal is for the inclusion/Broadbanding of Customs Furniture covers/Slipovers (ITC, HS code 39249010), Tarpaulin (ITC, HS code 63061200) and Aluminium Sing(ITC, HS code 76169990) in their LOP.

Shri Sanjay Parliwala, President of the company appeared before UAC for personal interview and explained about the proposal.

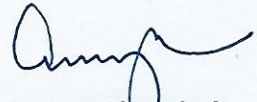
On being asked by the Chairman as to why they wish to add these products in their LOP the President stated that they have buyers in US and UK for specific



product requirement. The proposal with due deliberation has been considered by the UAC with a condition that the import of raw material will **not** be allowed for manufacturing of Custom Furniture covers/Slipovers (ITC, HS code 39249010), Tarpaulin (ITC, HS code 63061200) and Aluminium Sign(ITC, HS code 76169990). The President has submitted an undertaking dated 26.11.2018 in which he had stated that they will not import the raw material inputs which is utilized in manufacturing of aforesaid finished goods.

The Committee, therefore, decided to approve the proposal subject to standard terms and conditions.

The meeting ended with thanks to all present.



(Dr. Amiya Chandra)
Development Commissioner
Kandla Special Economic Zone