MINUTES OF THE 38° (THIRTY EIGHTH) MEETING OF APPROVAL COMMITTEE FOR GIDC -AHMEDABAD APPAREL PARK SEZ- KHOKHRA, AHMEDABAD HELD ON WEDNESDAY, 24° APRIL, 2019 AT 11.30 HOURS UNDER THE CHAIRMANSHIP OF DR. AMIYA CHANDRA, ZONAL DEVELOPMENT COMMISSIONER, KASEZ, AT KASEZ CITY OFFICE, AMBAWADI, AHMEDABAD-15

List of participants is annexed as Annexure-I

Approved minutes of the previous meeting were confirmed by the Approval Committee.

## CASE-38-A-01

Subject:-Application of M/s. Norquest Brands Pvt. Ltd. for setting up a new unit in Ahmedabad Apparel Park SEZ, Khokhra, Ahmedabad

Shri SanjivSood, Director, M/s. Norquest Brands Pvt. Ltd., Ahmedabad appeared for the interview before the UAC and gave introduction about the company. He stated that the company manufactures and exports cotton bags, jute bags, aprons, etc. to various European countries, US, Australia, etc. He stated that the company plans to expand its base to various other countries and accordingly plan to expand its existing facilities by setting up unit in SEZ. He also informed that the company does not intend to import machinery or raw materials and will procure them only from the domestic market.

The UAC under the chairmanship of the Zonal Development Commissioner, KASEZ took the cognizance of the said facts and directed that they should adhere to their submission and there will not be import of machinery or raw materials for the proposed SEZ unit. He has also been asked to submit comfort letter from the bank regarding the advances or loan they are going to received from them.

The UAC also took cognizance of the fact that the apparel park is a Sector Specific SEZ for Sector namely "Textiles and Articles of Textiles" which primarily covers the items falls under Chapters 50-63 of the Customs Tariff Act, 1975. It is also opined that the Cotton Bags proposed to be manufactured by the said entrepreneur may be classified under Chapter 63 of the Customs Tariff Act, 1975 and accordingly may be allowed as covered under the category of "Textiles and Articles of Textiles". However, any product covered under the Chapter 42 of the CTA, 1975 may not be categorized as "Textiles and Articles of Textiles".

The director of the company emphasized that "cotton bags" proposed to be manufactured is widely classified in International trade under Chapter 42 (CTSH-4202 2220) of CTA, 1975 and similarly recommended by TEXPROCIL (Promotion council) and Textile Committee (Ministry of Textiles) and accordingly, the same may be considered as "Textiles and Articles of Textiles". The UAC directed to classify the cotton bags in Chapter 63 (as others) and accordingly, approved the proposal.

However, the UAC also decided to take up the issue of the inclusion/consideration under the category of "Textiles and Articles of Textiles" for cotton bags classifying in <u>Chapter 42</u> for discussion later, if proper supporting documents are furnished. Till then, the HSN code of cotton bags shall be considered as Chapter 63 others, which was agreed by the Director of the company.

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After scrutiny of the agenda and discussion, the Approval Committee concluded and approved the said proposal of <u>M/s. Norquest Brands Pvt. Ltd.</u> for setting up of new unit in Apparel Park SEZ, Khokhra, Ahmedabad and also gave their consent for issuance of Letter of Approval for the said proposal, subject to submission of an undertaking that there are no dues pending regarding Income Tax/ Customs/ CGST/ Central Excise/ Service Tax.

## CASE NO. 38-B- 01

Subject: -Monitoring of Performance of SEZ units in GIDC's AHMEDABAD APPAREL PARK-SEZ, in respect of performance up to the monitoring year 2017-18

The executive summary of Annual Performance Reports (APRs) – Cumulative Review upto the monitoring year 2017-18 (as on 31-03-2018) given in Annexure, in terms of Rule-54 of the SEZ Rules, 2006, were submitted for consideration and monitoring/review for 9 units. The Approval Committee directed to put year-wise summary of NFE in each case for consideration by the UAC, in the next meeting.

## CASE NO. 38-C- 01

Subject: - Submission of Half Yearly Performance Report & Quarterly Performance Report by the Developer- M/s Gujarat Industrial Development Corporation- Ahmedabad Apparel Park SEZ, Ahmedabad and its Monitoring of the same in terms of Rule 12(6) of the SEZ Rules, 2006

The Half Yearly & Quarterly Performance Reports submitted by the Developer of the Ahmedabad Apparel Park SEZ, Khokhara, Ahmedabad- M/s Gujarat Industrial Development Corporation, from Oct'2012 to Mar'2018 were put up before the Approval Committee for consideration & acceptance, in terms of Rule- 12(6) of the SEZ Rules, 2006. The Approval Committee directed to put in the proper format for consideration by the UAC in the next meeting.

(Dr. Amiya Chandra ) Chairman of the Approval Committee & the Development Commissioner, KASEZ, Gujarat

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## ANNEXURE-I

The following members were present in the Approval Committee in 38th (thirty eighth) meeting for GIDC -Ahmedabad Apparel park SEZ- khokhra, Ahmedabad held on 24th April, 2019: -

01.	Dr. Amiya Chandra	Cl
		Chairman of the Approval
		Committee and the Zonal
		Development Commissioner,
02.	Shri S. D. Shende.	KASEZ
03.	Sill S. D. Shende.	Nominee for the Director-SEZ,
	Ch. i Ir.	DOC, MOC&I, New Delhi
	Shri Virender Singh, IRS	Jt. Commissioner, Income Tax,
		Representative of the Principal
	at 177	Commissioner of Income Tax.
	Shri Haroon Bilal	Assistant DGFT, Ahmedabad,
		Nominee of the Jt. DGFT,
		Ahmedabad.
05	Shri Nitin M. Tagade, IRS	Dy. Commissioner, CGST,
		Representative of the Principal
		Commissioner of CGST,
		Ahmedabad-South.
06	Shri Suresh G. Rana	
		Assistant Manager,
		Developer(GIDC), Ahmedabad,
		Nominee of the Developer GIDC