

MINUTES OF THE APPROVAL COMMITTEEs MEETING FOR THE SEZs LOCATED IN VSEZ & OTHER PRIVATE SEZs HELD ON 12.02.2014 AT 3.00 PM AT PARK HOTEL, VISAKHAPATNAM

Members Present:

1. Shr. N.Naresh, Dy.Commissioner for Customs
2. Shri P.K.Ghosh, Jt.DGFT.
3. Shri L.Laxman, General Manager, District Industries Centre, Visakhapatnam
4. Shri Kesava Panda, Asst.Development Commissioner(Labour).

Members Absent:

1. Director, Ministry of Finance (Banking Division), New Delhi.
2. Director, Ministry of Commerce & Industry, New Delhi.

The Development Commissioner, VSEZ and Chairperson, Approval Committee welcomed the Members and apprised them briefly about the proposals placed before the Committees for their consideration. The items listed in the Agenda were discussed and following decisions were taken.

Agenda Item No.1: Ratified the Minutes of the meeting held on 26.12.2013

APPROVAL COMMITTEE FOR VSEZ

The following are the members-ex officio of the VSEZ – Approval Committee

1. Director, Department of Commerce to the Govt. of India
2. Director (Banking), Ministry of Finance, Government of India
3. Commissioner of Customs, Custom House, Visakhapatnam
4. Commissioner of Income Tax (CIT-1), Visakhapatnam
5. Jt. DGFT, Visakhapatnam
6. General Manager, DIC, Visakhapatnam
7. Jt. Commissioner of Labour, Visakhapatnam

Agenda Item No. 2: Request of M/s.Vaachi International Pvt. for Inclusion of additional product viz. candles in their existing LoA under broad banding –Reg

S.No	Name of the Product	Units	ITC No
1	Wax Candles	Nos	3406 00 10 freely exportable

S.No	Description		Remarks
1	Additional exports if any		Additional product will be exported within the existing projected exports .i.e.Rs.25.00 crores
2	Imported Capital goods required		Rs.50.00 lakhs

PRIVATE SEZs in Visakhapatnam

APPROVAL COMMITTEE FOR Dr.Reddy's Laboratories Limited (SEZ Developer) SECTOR SPECIFIC SEZ IN PHARMACUTICAL & API's at Devunipalavalasa village, Ranasthalam mandal,Srikakulam Dist.

The following are the members-ex officio:

1. Commissioner of Central Excise, Commissionerate-I, Visakhapatnam
2. Commissioner of Income Tax (CIT-1), Visakhapatnam
3. Director, Ministry of Finance (Banking Division), New Delhi.
4. Director, Department of Commerce, Department of Commerce, New Delhi.
5. Jt. Director General Foreign Trade, Visakhapatnam.
6. General Manager, District Industries Centre Srikakulam
7. Joint Commissioner of Labour, Visakhapatnam.

Agenda Item No. 1: Proposal of M/s. Dr.Reddy's Laboratories Ltd,(FTO SEZ Process Unit for setting up of a new Unit in Dr.Reddy's SEZ at Devunipalavalasa (V), Ranasthalam Mandal, Srikakulam District for manufacture of Soft Gels/Ointments and Tubes

The proposal was discussed and approved.

Agenda Item No.2: Request of Dr.Reddy's Laboratories Limited-FTO-SEZ Process Unit-01 for inclusion of additional product under broad-banding proposed to manufacture at their Unit.

The proposal was discussed and approved.

APPROVAL COMMITTEE FOR M/S RAMKY PHARMA CITY (INDIA) LTD. PARAWADA MANDAL, A SECTOR SPECIFIC SEZ IN PHARMACUTICAL SECTOR.

The following are the members-ex officio:

1. Commissioner of Central Excise, Commissionerate-II, Visakhapatnam
2. Commissioner of Income Tax (CIT-1), Visakhapatnam
3. Director, Ministry of Finance (Banking Division), New Delhi.
4. Director, Department of Commerce, Department of Commerce, New Delhi.
5. Jt. Director General Foreign Trade, Visakhapatnam.
6. General Manager, District Industries Centre Visakapatnam.
7. Joint Commissioner of Labour, Visakhapatnam.

Agenda Item No. 3: Request of M/s. Shasun Pharmaceuticals Limited for change of entrepreneur for implementation of the project further by M/s.Alivira Animal Health Limited in terms of Rule 19(2) of SEZ rules

The proposal was discussed and approved subject to the condition that the unit has to furnish copy of the letter issued by the Bankers.

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Agenda Item No.4: Request of M/s. PharmaZell (Vizag) Pvt. Ltd for capacity enhancement of the approved product to manufacture at their Unit.

The proposal was discussed and approved.

APPROVAL COMMITTEE FOR M/s HETERO INFRASTRUCTURE LIMITED-SEZ, N. NARASAPURAM (VILLAGE), NAKKAPALLY (MANDAL), VISAKHAPATNAM, A SECTOR SPECIFIC SEZ IN PHARMACEUTICAL SECTOR

The following are the members-ex officio:

1. Commissioner of Central Excise, Commissionerate-II, Visakhapatnam
2. Commissioner of Income Tax (CIT-1), Visakhapatnam
3. Director, Ministry of Finance (Banking Division), New Delhi.
4. Director, Department of Commerce, Department of Commerce, New Delhi.
5. Jt. Director General Foreign Trade, Visakhapatnam.
6. General Manager, District Industries Centre Visakapatnam.
7. Joint Commissioner of Labour, Visakhapatnam.

Agenda Item No.5: Request of M/s. Hetero Drugs Limited (Unit-IX) for inclusion of additional product under broad-banding proposed to manufacture at their Unit.

The proposal was discussed and approved.

Agenda Item No.6: Proposal of Hetero Labs Limited (Unit-IX) (SEZ unit) for expansion of unit with additional capacity of 110 MTs and for inclusion of additional products

The proposal was discussed and approved.

Agenda Item No.7: Request of M/s. Honour Lab Ltd for for approval of Services for exemption/refund of Service Tax in terms of Notification No.12/2013 dated:01.07.2013

The proposal was discussed and the following services approved :-

Sl. No.	Name of service
1	Architect Services
2	Cleaning activity services
3	Commercial or industrial construction service
4	Computer network services(online information and database
5	Consulting Engineer's service
6	Courier services

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7	Erection, commissioning or installation
8	General insurance service for the Assets within the zone
9	Information Technology Software services
10	Interior Decorator's service
11	Management, maintenance or repair service (assets within the zone)
12	Outdoor caterer's service(within the zone)
13	Renting of immovable property service
14	Security agency's services (within the zone)
15	Site formation, clearing excavation and earthmoving and
16	Telecommunication services
17	Works contract services
18	Airport services – for goods storage charges at airport
19	Banking and other Financial services
20	Business auxiliary services for Liners & Liner agents and Logistic company
21	Cargo handling services
22	Chartered Accountants services
23	Clearing and forwarding agent's service
24	Commercial training or coaching service
25	Customs House Agent service
26	Design services
27	Goods transport agency service
28	Internet communication service
29	Legal consultancy service
30	Man power recruitment or supply agency's service
31	Port services
32	Rent a cab scheme operator's service (Refund)
33	Scientific or technical consultancy services
34	Storage & warehousing services
35	Technical inspection and certification service
36	Technical testing and analysis services
37	Transport of goods by Air services
38	Transport of goods by road services

- Services from 1 to 17 for Unit seem to be clearly associated with Authorized operations.
- Specified officer to verify the association with Authorized operations for other services

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**APPROVAL COMMITTEE FOR M/s DIVI'S LABORATORIES LIMITED, CHIPPA
VILLAGE, VISAKHAPATNAM, A SECTOR SPECIFIC SEZ IN PHARMACEUTICAL
SECTOR.**

The following are the members-ex officio:

1. Commissioner of Central Excise, Commissionerate-I, Visakhapatnam
2. Commissioner of Income Tax (CIT-1), Visakhapatnam
3. Director, Ministry of Finance (Banking Division), New Delhi.
4. Director, Department of Commerce, Department of Commerce, New Delhi.
5. Jt. Director General Foreign Trade, Visakhapatnam.
6. General Manager, District Industries Centre Visakapatnam.
7. Joint Commissioner of Labour, Visakhapatnam.

Agenda Item No.8: Request of M/s. Divi's Laboratories Ltd (SEZ Unit) for inclusion of additional product under broad-banding proposed to manufacture at their Unit.

The proposal was discussed and approved.

Agenda Item No.9: Request of M/s. Divi's Laboratories Ltd (DSN SEZ Unit) for inclusion of additional product under broad-banding proposed to manufacture at their Unit.

The proposal was discussed and approved.

Agenda Item No.10: Request of M/s. Divi's Laboratories Ltd (SEZ Unit) for exemption from payment of Services Tax in terms of Instruction No.79 dated 19.11.2013.

The proposal was discussed and directed the unit to furnish the list of services required for authorized operations with proper justification.

Agenda Item No.11: Request of M/s. Divi's Laboratories Ltd (DSN SEZ Unit) for exemption from payment of Services Tax in terms of Instruction No.79 dated 19.11.2013

The proposal was discussed and directed the unit to furnish the list of services required for authorized operations with proper justification.

Agenda Item No.12: Request of M/s. Divi's Laboratories Ltd (Developer) for exemption from payment of Services Tax in terms of Instruction No.79 dated 19.11.2013.

The proposal was discussed and directed the unit to furnish the list of services required for authorized operations with proper justification.

Agenda Item No.13: Request of M/s. Divi's Laboratories Ltd (Developer) for procurement of goods duty free for construction of " New Hostel Buildings, Existing Dining Hall extension, Yoga Centre and Water Tanks at the existing hostels in NPA.

The proposal was discussed and approved by the committee for value of Rs.150.00 lakhs only. Balance amount will be considered for approval after utilization of the value of Rs.150.00 lakhs

Agenda Item No.14: Request of M/s. Divi's Laboratories Ltd (SEZ Unit) for approval of Services for exemption/refund of Service Tax in terms of Notification No.12/2013 dated:01.07.2013

The Committee approved the list of service viz. Tangible Goods services under refund route.

Agenda Item No.15: Request of M/s. Divi's Laboratories Ltd (DSN SEZ Unit) for approval of Services for exemption/refund of Service Tax in terms of Notification No.12/2013 dated:01.07.2013

The Committee approved the list of service viz. Tangible Goods services under refund route.

APPROVAL COMMITTEE FOR M/s ANRAK ALUMINIUM LIMITED - SEZ,

The following are the members-ex officio:

1. Commissioner of Central Excise, Commissionerate-II, Visakhapatnam
2. Commissioner of Income Tax (CIT-1), Visakhapatnam
3. Director, Ministry of Finance (Banking Division), New Delhi.
4. Director, Department of Commerce, Department of Commerce, New Delhi.
5. Jt. Director General Foreign Trade, Visakhapatnam.
6. General Manager, District Industries Centre Visakapatnam.
7. Joint Commissioner of Labour, Visakhapatnam.

Agenda Item No.16: Request of M/s. Anrak Aluminium Ltd for for approval of Services for exemption/refund of Service Tax in terms of Notification No.12/2013 dated:01.07.2013

The Committee approved the list of service viz. Tangible Goods services under refund route.

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Agenda Item No.17: Request of M/s. Brandix India Apparel City Pvt. Limited (Developer) for procurement of goods duty free for construction of "Factory & Facility Building (Staging Unit -4 at Plot No.8/C

The proposal was discussed and approved.

Agenda Item No.18: Request of M/s. Brandix India Apparel City Pvt. Limited (Developer) for procurement of goods duty free for Water Treatment Plant & Effluent Treatment Plant.

The proposal was discussed and approved.

Agenda Item No.19: Request of M/s. Ramky Pharma City (India) Limited for approval of Services for exemption/refund of Service Tax in terms of Notification No. 12/2013 dated: 01.07.2013

The proposal was discussed and decided to process the request on file

Table Agenda:-Request of IBM India Private Limited for transfer of ownership from M/s.Kenexa Technologies Private Limited to IBM India Private Limited.

The proposal was discussed in detail and M/s.Kenexa Technologies Private Limited is a Co-Developer and approval of the BOA is required for such transfer of ownership. Hence the Committee directed the following:-

- a. Request of transfer of Co-developer Status to IBM to be sent to BOA and upon getting approved, this request be taken up
- b. The proposal of the unit be forwarded to the Income Tax authorities for furnishing their opinion in the matter.
- c. The IBM may be directed to submit a registered transfer of business agreement (or) a Court order for legal entity for taking over the ownership.
- d. The proposal may be kept pending till transfer of existing leased area of 1.55 hectares, in the name of transferee viz., IBM India Private Limited by APIIC (Developer).
- e. The IBM has purchased the Kenexa Technologies for an approximate value of Rs. 50.00 crores. In such case, whether the unit has paid the income tax, if so, the IBM has to furnish those details.

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