

AGENDA FOR THE 121st UAC MEETING (VSEZ UNITS) SCHEDULED AT 1100 A.M ON 28.10.2020 ON VIDEO CONFERENCE UNDER THE CHAIRMANSHIP OF DEVELOPMENT COMMISSIONER,VSEZ, SHRI A.RAMA MOHAN REDDY, IFS, IN THE CONFERENCE HALL OF ADMINISTRATIVE BUILDING, DUVVADA

Agenda item No.1.

Ratification of the minutes of the UAC meeting for VSEZ units held on 21.09. 2020

Agenda item No.2

Confirmation of Cancellation of LoAs of the Units during the year 2019-20 due to persistent non-operation/non-implementation of their projects.

In terms of Section 16 (1) of SEZ Act, 2005, the Unit Approval Committee may, at any time, if it has any reason or cause to believe that the units who have persistently contravened any of the terms and conditions or its obligations, subject to which LoA were granted to them, cancel the LoAs.

The LoAs of the following units - which had been consistently failed in their obligation by not in operation for a long time and were holding the built-up space/land without any activity - were cancelled by office of DC, VSEZ on file with due process prescribed under SEZ Act/ Rules to make available the space/land leased out to them for the prospective entrepreneurs.

Sl.No.	Name of the unit	Reason for cancellation of LoA
1	Greenpac Solutions Pvt.Ltd.,	Not commenced operations within the time stipulated and expressed inability to implement their project
2	Revo Blox Systems Pvt.Ltd.,	- Do-
3	Xinthe Technologies	LoA cancelled due to non-operation for a long time.
4	Opto Eurocor Health Care Ltd.,	Stopped operations due to issues in their operations and in executing orders from customers
5	SHM Shipcare	Stopped operations due to slackness in their business
6	Worthington Nitin Cylinders Pvt. Ltd.,	LoA cancelled due to non-operation/non-payment of lease rentals and abandoning the unit without any security personnel deployed in the Unit and posing security threat for the entire VSEZ.

Copies of LoA cancellation orders are attached to the agenda.

The above is placed before UAC for information and ratification

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List of Units cancelled in VSEZ for the FY 2019-20

1. M/s.Green Pac Solutions Pvt.Ltd.,
2. M/s.Revo Blox Systsems Pvt.Ltd.,
3. M/s.Xinthe Technologies Pvt.Ltd.,
4. M/s.Opto Eurocor Healthcare Ltd.,
5. M/s.SHM Shipcare
6. M/s.Worthington Nitin Cylinders Pvt.Ltd.,

List of Units exited from VSEZ for the FY 2019-20

1. M/s.Vedic Mobitek Pvt.Ltd.,
2. M/s.Scopus Opticals Industry (India) Pvt.Ltd.,
3. M/s.Leo Wafermachine Fabricante

Agenda item No.3

Exit of functional units in terms of Rule 74 of SEZ Rules, 2006 on request during the year 2019-20 – placed before UAC for information/confirmation w.r.t. Section 14(f) of SEZ Act, 2005

The exit of the following Units from SEZ scheme have been granted on file by following due process in terms of Rule 74 of SEZ Rules

Sl.No.	Name of the unit	Remarks
1	Vedic Mobitek Pvt.Ltd.,	Order for Final exit from SEZ scheme granted after submission of No Dues and softex in the extended period of LoA. Placed before UAC as per instruction on file for ratification.
2	Scopus Opticals Industry (I) Pvt.Ltd.,	The unit was permitted from exit from SEZ scheme after payment of penalty on account of negative NFE and submission of No Dues from relevant departments.
3	Leo Wafermachine Fabricante	The unit was permitted from exit from SEZ scheme after submission of No Dues from relevant departments.

Copies of final exit orders attached to the agenda. The above is placed before UAC for information & ratification .

Agenda items No.4

Request of M/s.Reddy's Laboratories Ltd., Formulation unit IX, Plot No. Q1 toQ5 for inclusion of New products in their LoA – reg.

The unit was issued LoA dt.08.06.2012 for manufacture of pharmaceutical tablets, capsules, injections and commenced production w.e.f.1.11.2017 . The unit intends to add the following new products in their LoA:

Sl.No.	Item of manufacture	Injections/Vial	ITCHS	Exhibit Batches quantity in Nos.
1	Brimonidine Tartrate Ophthalmic Solution 0.025% (Fill Volume 7.5 ml)	Ophthalmic Suspension	30049099	200000 bottles
2	Brimonidine Tartrate Ophthalmic Solution 0.025% (Fill Volume 2.5 ml)	Ophthalmic Suspension	30049099	600000 bottles
3	Brimonidine Tartrate Ophthalmic Solution 0.025% (Fill Volume 0.4 ml)	Ophthalmic Suspension	30049099	500000 ampoules
4	Dexamethasone Sodium Phosphate Injection USP 4 mg/ml	Injection	30041090	540000 Nos.
5	Dexamethasone Sodium Phosphate Injection USP10 mg/ml (Fill volume : 1 ml)	Injection	30041090	500000 vials
6	Dexamethasone Sodium Phosphate Injection USP10 mg/ml (Fill volume : 10ml)	Injection	30041090	50000 vials

The unit declared that the above products are not in restricted/prohibited list of goods in terms of ITC(HS).

The unit has submitted process chart of manufacture of the above drugs.

The unit for the items from Sl.No.1-3 above submitted permission in CT 14 to manufacture formulation of unapproved active pharmaceutical ingredient for test or analysis and not for clinical trial or bioavailability or bioequivalence study issued by Central Drugs and Standard Control Organization. License No.42-2/HZ/2019-20/945/CT-14 /Permission/1077 dt.21.07.2020 for 3 years period from 21.07.2020 . In respect of the items No.4-6 above, the unit submitted Test license in form 29 vide L.Dis No.HMF07-14-51/384/2020-TECH-DCA dt.18.08./2020, dt.24.08.2020 for a period of 3 years from the date of issue.

The request of the unit is submitted before UAC in the ensuing meeting, please.

Agenda item No.5

Proposal of M/S.Akrivis Health Care Pvt.Ltd., for setting up of a unit in VSEZ for 'Trading in Personal protective equipment (PPEs) include items such as gloves, face shields masks, safety glasses and shoes, earplugs or muffs, hard hats, respirators, or coveralls, vests, full body suits etc.,

The proposal was earlier placed before UAC on 20.08.2020 and the UAC directed the unit to submit revised application with revised values of projected investment, exports and imports as they intended to set up initially Trading unit only, but the proposal contained details of manufacture and trading combined together.

Details of the proposal is as follows:

	Proposal	Setting up a unit in VSEZ, Duvvada, Visakhapatnam for
2	Name and address of the Company	M/S.Akrivis Health Care Pvt.Ltd., 8-13-6-4, Plot No.49, Jogavanipalem, Gajuwaka, Visakhapatnam
3	Item of Manufacture / Nature of activity	'Trading in Personal protective equipment (PPEs) include items such as gloves, face shields masks, safety glasses and shoes, earplugs or muffs, hard hats, respirators, or coveralls, vests, full body suits etc.,
4	Capacity Annual	N.A.
5	ITC HS code	Not submitted
6	Status of the concern	Ltd., company
6	Investment	Investment in P& M - Nil
7	Capital goods(for 5 years)	Nil
8	Raw materials, Components, Consumables etc packing material, fuel etc for 5 years.	26,693.53 lakh (indigenous) 46,558.49 lakh (import)
9	Details of source of finance	Not given
10	Requirement of built up space/ open land	100 sq. mtr.
11	Requirement of water	1.00 kilo ltr per month

12	Effluent treatment	Not required (as stated)
13	Employment	Men:2 Women: 5
14	Requirement of power	1 KVA
15	FOB value of exports for 5 years	Rs.116396.22 lakh
16	Foreign exchange out go for the first five years	Rs.46,558.49 lakh
17	Net foreign exchange earnings for the first five years	Rs.69,837.73 lakh
18	Marketing	As per project report M/s.Akrivis Health Care is authorized by Q-Nord-Qatar Nord a Trading Company in Qatar to purchase 500 million 3 M health care particulate respirator and surgical mask 1860 on its behalf.
19	Foreign technology if any	no
20	Foreign Investment	no
21	Nature of Foreign Collaboration	N.A.
22	Income Tax Returns of the Company	Submitted for two FY 2017-18 and 2018-19
23	Income Tax Returns of the Directors:	Submitted in respect of Mr.Sarat babu Janipalli for the AY 2017-18 and 2018-19

Details of the Company as per application:

The Company was incorporated on 10.10.2017 . The Company is into Health care products from R& D stage to commercialization. Their current research comprises of Biobanking, Stem cells and exosomes for Regenerative medicine, screening model system,s development and manufacture of COVID -19 diagnostic kits.

- They have MoU with a Canada based investment body for a funding of 5 million USD to development exosomes-based product line.
- Have association with an Israel based technology firm to develop next level COVID-19 diagnostic kits to quantify human individual immunity levels through multiple assay markers during the disease.
- Authorized distributors for Hindustan Lever Ltd., HLL Life care Ltd., for the sale of “ MakeSure COVID 19 IgM/IgG Rapid in vitro Diagnostic Kit.

M/s. Akrivis is having plans for trading of PPEs.

Profile of the Directors as per Project Report:- There are two Directors

1. Dr.Sarat Babu Janipalli, is MS in ENT with more than ten years of practice as a head and neck surgeon. His passion towards health care sector made him step ahead as Researcher and Entrepreneur. His strong interest in interdisciplinary science and research made him fund successful research projects for translational, and regenerative medicine. He has global reach as a clinician and entrepreneur and currently working for game changing COVID-19 pandemic related products to India and other countries.
2. Mr.Sampath Kumar Janipalli works as an IT Consultant with formula one and automotive companies. He worked with automotive majors in Japan, South Korea, Germany, and UK. He has done B.Tech(IIT-Madras) and PGDM(IIM-Madras) and PGDM(IIM-Ahmedabad) and currently works in the UK.

The proposal is submitted before the UAC in terms of Rule 17 and 18 of SEZ, Rules, 2006 for consideration.

Agenda items No.6

Request of M/s.Reddy's Laboratories Ltd., Formulation unit VII, Plot No. P1 to P9 for inclusion of New products in their LoA – reg.

The unit was issued LOA dt.23.03.2005 for manufacture of injectables /injections(pre-filled Syringes, vials & cartridges as amended from time to time and had commenced production on 22.4.2010 as per records. The unit vide their letter dt.15.10.2020 requested for inclusion of New product for manufacture of 'Abiraterone Acetate Granules' in kgs. under ITC HS 30049049 at an annual capacity of 2000 kg under broad banding in their LoA.

The unit submitted flow chart for manufacture of the above product, and declared that the item is not a restricted/prohibited item under ITC HS.

The unit submitted copy of approval given by Drug Control Administration, Guntur vide L Dis.No.1995/P&B/2020 dt.3.6.2020 under License in Form 25 (26) No.33/VP/AP/2007/FR dt.7.9.2007 valid up to 06.09.2022 for export to Saudi Arabia for a quantity of 400 kg. only and requested to include the proposed product under broad banding.

The unit declared that the above product is not restricted/prohibited list of goods in terms of ITC(HS).

The request of the unit for inclusion of the above new product in their existing LoA under broad banding is submitted for considering under Rule 19(2) of SEZ Rules, 2006.

Agenda item No.7

Request of M/s.Lee Pharma Ltd., for inclusion of new products in their existing LoA under borad banding.

M/sLee Pharma Ltd., VSEZ has been issued LoA dt.30.05.2006 for Delayed release pellets & granules as amended from time to time.

The unit vide their letter dt.19.10.2020 requested for inclusion of new products,

Sl.No.	Name of the product	Annual capacity	Price/unit/kg	Amount
1	Azithromycin Tablets 250.0 mg	50,000 tablets	Rs.3.0/Tablet	1,50,000
2	Azithromycin Tablets 500.0 mg	50,000 tablets	Rs.6.0/Tablet	3,00,000
3	Linezolid DC Granules 600.00 mg	500 kg	Rs.3500.00 /kg	17,50,000
4	Moxifloxacin DC Granules 400.00mg	200 kg	Rs.9500.00/kg	19,00,000
5	Lansoprazole Pellets 25.0% w/w	1.0MT	Rs./2000.00/kg	20,00,000

The exports on account of the above inclusion would rise by Rs.372.421 lakh.(vide Sl.No.5 page No.2 of their letter)

Inclusion of new products in the existing LoA is considered under broad banding in terms Rule 19(2) of SEZ Rules, 2006.

The unit has submitted flow chart in respect of manufacture of the products and a copy of Approval for additional products from DCA, Guntur. The same may be perused.

The request of the unit is submitted before UAC in terms of Rule19(2) of SEZ Rules, 2006, for consideration.

Agenda item No.8

Request of M/s.Dole Logistics for inclusion of additional activity under broad banding

The unit was issued LoA dt.29.09.2018 for 'warehousing and Trading Services'. The unit commenced operations on 30.09.2020 as per records. The unit vide their letter dt.13.10.2020 requested for inclusion of additional activities in their LoA (i) Trading services (ii) courier services under SEZ Rule 76.

It was stated that on inclusion, the increase in NFE for the five-year period would be Rs.250.00 lakh over and above the earlier projected NFE of 1787.00 lakh. Further it was stated that since there would be no outgo of FE, the projected export and NFE would be the same.

The letter dt.nil (received on 13.10.2020) may be perused.

The unit submitted an exhaustive List of trading items Nos. 4,355 with under the 64 No.s of different headings may be perused as at Annexure -1. At the remarks column, the unit mentioned that the said items are for : DTA procurement to export, import to re-export and import to DTA sale.

The unit declared that the items that are proposed for 'trading services' are not prohibited and restricted goods.

The request of the unit is placed before UAC in terms of Rule 19(2) of SEZ Rules, 2006 for consideration.

Annexure

1. Dairy produce, bird's eggs; natural honey, edible products of animal origin, not elsewhere specified or included.
2. Products of animal origin, not elsewhere specified or included
3. Live trees and other plant; bulbs, roots and the like; cut flowers and ornamental foliage
4. Edible vegetables and certain roots and tubers
5. Edible fruit and nuts; peel of citrus fruit or melons
6. Coffee, tea, mate and spices,
7. Cereals
8. Products of the milling industry; malt; starches, inulin; wheat gluten
9. Oil seeds and Oleaginous fruits; miscellaneous grains, seeds and fruit; industrial or medicinal plants, straw and fodder
10. Lac; gums; resins and other vegetable saps and extracts
11. Vegetable plaiting materials; vegetable products not elsewhere specified or included
12. Animal or vegetable fats and oils and their cleavage products; prepared edible fats, animal or vegetable waxes
13. Preparations of meat, of fish or of crustaceans, mollusks or other aquatic invertebrates
14. Sugars and sugar confectionery
15. Cocoa and cocoa preparations
16. Preparations of Cereals, flour, starch or milk; pastry cooks' products
17. Preparations of vegetables, fruit, nuts or other parts of plants
18. Miscellaneous edible preparations
19. Beverages, spirits and vinegar
20. Tobacco and manufactured tobacco substitutes
21. Pharmaceutical products
22. Essential oils and resinoids; perfumery, cosmetic or toilet preparations
23. Soap, organic surface-active agents, washing preparations, lubricating preparations, artificial waxes, prepared waxes, polishing or scouring preparations, candles and similar articles, modelling pastes, "dental waxes" and dental preparations with a basis of plaster
24. Plastics and articles thereof
25. Rubber and articles thereof
26. Articles of leather, saddler and harness; travel goods, handbags and similar containers; articles of animal gut (other than silk-worm gut)
27. Furskins and artificial fur; manufactures thereof
28. Manufactures of straw, of esparto or of other plaiting materials; basket ware and wickerwork
29. Paper and paperboard; articles of paper pulp, of paper or of paperboard
30. Printed books, newspapers, pictures and other products of the printing industry; manuscripts, typescripts and plans

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31. Wool, fine or coarse animal hair; horsehair yarn and woven fabric
32. Cotton
33. Other vegetable textile fibres; paper yarn and woven fabrics of paper yarn
34. Man-made filaments; strip and the like of man-made textile materials
35. Man-made staple fibres
36. Wadding, felt and nonwovens; special yarns; twine, cordage, ropes and cables and articles thereof
37. Carpets and other textile floor coverings
38. Special woven fabrics; tufted textile fabrics; lace; tapestries; trimmings; embroidery
39. Impregnated, coated, covered or laminated textile fabrics; textile articles of a kind suitable for Industrial use
40. Knitted or crocheted fabrics
41. Articles of apparel and clothing accessories, knitted or crocheted
42. Articles of apparel and clothing's accessories, not knitted or crocheted
43. Other made up textile articles; sets; worn clothing's and worn textile articles; rags
44. Footwear, gaiters and the like' parts of such articles
45. Headgear and parts thereof
46. Umbrellas, sun umbrellas, walking-sticks, seat-sticks, whips, riding-crop, and parts thereof
47. Prepared feathers and down and articles made of feathers or of down; artificial flowers; articles of human hair
48. Articles of stone, plaster, cement, asbestos, mica or similar materials
49. Ceramic products
50. Glass and glassware
51. Articles of iron or steel
52. Copper and articles thereof
53. Aluminium and articles thereof
54. Tools, implements, cutlery, spoons and forks, of base metal; parts thereof of base metal
55. Miscellaneous articles of base metal
56. Nuclear reactors, boilers, machinery and mechanical appliances; thereof
57. Electrical machinery and equipment and parts thereof; sound recorders and reproducers, television image and sound recorders and reproducers, and parts and accessories of such articles
58. Railway or tramway locomotives, rolling-stock and parts thereof; railway or tramway track fixtures and fitting and parts thereof; mechanical (including electro-mechanical traffic signalling equipment of all kinds
59. Aircraft, spacecraft, and parts thereof
60. Optical, photographic, cinematographic, measuring checking, precision, medical or surgical instruments and apparatus; parts and accessories thereof
61. Clocks and watches and parts thereof
62. Musical instruments; parts and accessories of such articles

63. Furniture; bedding, mattresses, mattress supports, cushions and similar stuffed furnishings; lamps and lighting fittings, not elsewhere specified or included; illuminated signs, illuminated name-plates and the like; prefabricated buildings
64. Toys, games and sports requisites: parts and accessories thereof
