

AGENDA FOR THE UAC MEETING(EOU), ANDHRA PRADESH SCHEDULED ON 25.1.2022 11.30 A.M. THROUGH VIDEO CONFERENCING

Agenda item No.1: Ratification of the minutes of UAC meeting held on 10.01.2022.

Agenda item No.2.

POINTS FOR DISCUSSION IN THE UAC MEETING SCHEDULED ON 25.01.2022 IN RESPECT OF THE PROPOSAL OF M/S. KALEESUWARI REFINERY AND INDUSTRY PVT. LTD.. FOR PARTIAL CONVERSION OF THEIR EXISTING DTA UNDER EPCG OBLIGATION UNIT INTO AN EOU FOR MANUFACTURE OF BIO-DIESEL AND GLYCERINE AS BY PRODUCT AT KAKINDADA, ANDHRA PRADESH.

Sl. No.	Proposal of the unit Manufacture of Bio-diesel and glycerin as by product	Policy provision		Action taken by DC's office	Remarks
		Import	Export		
1	Raw material – Used Cooking Oil	Prohibited		LoP issued subject to ratification by BoA	BoA rejected the proposal for import and consequently LoP was withdrawn by the office till further orders.
2	Bio-diesel		Licence is not granted for fuel purposes vide Trade Notice No.44 dt.31.1.2019 The Unit says that they will export bio-diesel for fuel purposes as per the contract with British Petroleum, which needs approval of BoA as per Trade Notice No.44 Read with Para 6.01 (a) & (b) of FTP		LoP can be issued for non-fuel purposes after ensuring that the bio-diesel exported is used for non-fuel purposes. UAC in the meeting held on 10.1.2022 desired RA, DGFT, Hyderabad to get clarification on the matter of ensuring of exported goods used for non-fuel purposes. For Fuel purposes , it need to be sent to BoA

Contd.. P 2

POINTS FOR DISCUSSION IN THE UAC MEETING SCHEDULED ON 25.01.2022 IN RESPECT OF THE PROPOSAL OF M/S. KALEESUWARI REFINERY AND INDUSTRY PVT. LTD., FOR PARTIAL CONVERSION OF THEIR EXISTING DTA UNDER EPCG OBLIGATION UNIT INTO AN EOU FOR MANUFACTURE OF BIO-DIESEL AND GLYCERINE AS BY PRODUCT AT KAKINDADA, ANDHRA PRADESH

Sl. No.	Proposal of the unit Manufacture of Bio-diesel and glycerin as by product	Policy provision		Action taken by DC's office	Remarks
		Import	Export		
3	PRC decision	<p>Relaxed the condition for import of UCO As follows:</p> <p>The Dy. Director General of Foreign Trade, DGFT vide letter dated 13.01.2022 has conveyed the following on the above request of the Unit.</p> <p><i>" The said matter has been examined in Directorate. Accordingly, with due approval of competent authority decision has been taken to relax Para 6.01(d)(i) read with Para 2.01(a) of the FTP for granting permission to import Used Cooking Oil(UCO)-ITC HS 15180040 for manufacture and export of Biodiesel to M/s . Kaleeswari Refinery and Industry Pvt Ltd.Kakinada EOU unit, subject to the condition that neither the imported UCO nor the final product will be diverted to any company (other than the company with which the applicant has the contract) or in the domestic market."</i></p> <p><i>" The import is subject to Actual User condition. A contract is to be signed with British Petroleum Singapore Pvt Ltd for export of Bio diesel made out of Used Cooking Oil (UCO) supplied by them and copy supplied to the Development Commissioner, VSEZ and this office".</i></p>			

The Proposal is being placed before UAC in the back drop of PRC relaxing import of prohibited item UCO to the unit and for the unit's proposal to Export bio-diesel for fuel purposes in light of the prohibition of bio-diesel for fuel purposes as per Trade Notice No.44 of 31.1.2019.