

AGENDA FOR UNIT APPROVAL COMMITTEE MEETING FOR EOUS (AP) UNDER THE CHAIRMANSHIP OF DEVELOPMENT COMMISSIONER, VSEZ SHRI M.SRINIVAS , IRMS AT 11.00 AM ON 10.07.2023.

AGENDA ITEM NO.1

Ratification of Minutes of the meeting held on 26.06.2023

AGEND ITEM NO.2

Request of M/s.Kaleesuware Refinery and Industry Pvt.Ltd., (EOU) at Vakalapudi, Kakinada for import of Used Cooking Oil (UCO) a prohibited item for import as raw material for manufacture of Bio-diesel and its By-product(Glycerin) from Ms.EET Biofuels Mauritius Ltd., Essar House 10, Frere Felix De Valois Street, Port Louis , Mauritius and export back the Bio-diesel as per the commercial Term Sheet entered into between them

Brief details of M/s.Kaleesuware Refinery and Industry Pvt.Ltd.,

1. M/s.Kaleesuware Refinery and Industry Pvt.Ltd., having its Plant at Kakinada, A.P is functioning in two parts - a Domestic Tariff Area (DTA) Unit and the other part , a partially converted EOU vide Letter of Permission (LoP) No.PER/480/EOU/VSEZ/2019 dt.30.08.2019 converting itself from EPCG obligation to EOU scheme for manufacture of Bio-diesel and glycerin as its by-product from Used Cooking Oil as raw material (a prohibited item for import) supplied by M/s.Singapore British Petroleum Pvt.Ltd.,
2. M/s.Kaleesuware has also been permitted for import of raw material other than UCO and manufacture of Bio-diesel for export to clients other than M/s.Singapore British petroleum by UAC on 11.4.2023 under the above LoP with a specific condition that separate books of accounts will be maintained with respect to bio-diesel manufactured from UCO and other than UCO.
3. Now, M/s.Kaleesuware Refinery and Industry Pvt.Ltd., requested for allowing import of Used Cooking Oil (UCO) **the prohibited item** as raw material for manufacture of Bio-diesel and its By-product(Glycerin as mentioned in the Term Sheet) from Ms.EET Biofuels Mauritius Ltd.,(EETBML) Essar House 10, Frere Felix De Valois Street, Port Louis , Mauritius also and to export back the Bio-diesel back to them under Commercial Term Sheet entered into with them and the by-product Glycerine as per clause 9 of the Term sheet (**copy enclosed**) in line with the earlier permission granted to M/s.Kaleesuware by PRC , DGFT, New Delhi in respect of M/s.Singapore British Petroleum Pvt.Ltd. and for exporting back the manufactured Bio-diesel from the said UCO as per the terms and conditions of the agreement entered into between them and with certain conditions mentioned in the said permission by PRC.DGFT (copies of the Permission letters dt.13.01.2022 and 8.04.2022 enclosed).

4. As per the Commercial Term sheet photo-copy submitted by M/s.Kaleesuwari to this Office, M/s.EETBML supplies **1) UCO 2)Vegetable Oil for e.g. Rapeseed Oil, Sun flower Oil, Soya Oil etc., 3) Palm Oil Mill Extract (POME) and 4) Residue from vegetable Oil Plant.** The Term sheet shall form the basis of definitive agreement to be entered into between M/s.KRIPL and EETBML.
5. M/s. Kaleesuwari in their request letter has not mentioned other raw materials i.e., other than UCO in their request.

Policy provision

In terms of para 6.01(d)(i) of FTP 2023 a EOU may import all type of goods including capital goods except prohibited goods without payment of duties for its activities.

Since the PRC, DGFT, New Delhi has granted permission for import of UCO, a prohibited item for import from M/s.British petroleum Singapore Pvt.Ltd as per the agreement entered into between the both companies and with certain conditions in the permission letters for supplying back of manufactured Bio-diesel out of the imported UCO, the present proposal of M/s.Kaleesuwari for granting similar permission in respect of M/s.EET Biofuel Mauritius Ltd., is placed before UAC for consideration.
