

**AGENDA FOR THE APPROVAL COMMITTEEs MEETING FOR VSEZ AND THE PRIVATE SEZs OF ANDHRA PRADESH UNDER THE CHAIRMANSHIP OF SHRI SRINIVAS MUPPAALA, IRSME, ZONAL DEVELOPMENT COMMISSIONER TO BE HELD ON 11.12.2023 THROUGH HYBRID MODE AT 11.00 AM**

**VSEZ- AGENDA**

**Agenda Item No.AP-176.01:- Ratification of the Minutes of the meeting held on 24.11.2023.**

The minutes of the UAC meeting held on 24.11.2023 has been circulated to all the members of the UAC. No comments have been received from the members of UAC. The minutes are placed before UAC for ratification.

**PVT SEZs – ANDHRA PRADESH**

**Agenda Item No.AP-176.02 : Request of M/s. Divi’s Laboratories Limited (SEZ unit), a unit in M/s. Divi’s Laboratories Limited for inclusion of additional products in the existing LoA - Reg.**

M/s. Divi’s Laboratories Limited (SEZ unit) has requested for inclusion of the following additional product in the LoA. The details of the products proposed for inclusion is furnished hereunder :-

S.No	Name of the product	Annual production Capacity (MT) under R& D products only not for commercial purpose.	API/ Intermediate	ITCHS code	NFE details (Rs in Crores)
01	Sodium Caprate/ Sodium Decanoate	10.00	Intermediate	29159099	53.53 Cr

The unit has submitted an undertaking that the above product is an Intermediate product hence Drug License is not required and submitted APPCB for CFE dated 19.03.2021 (product at Sl.No.93 of R & D products)

The unit has submitted the following details of Product manufacturing eligibility as per APPCB license of S.No: 93 of R & D PRODUCTS, for inclusion of additional product manufacturing in their SEZ unit.

S.No	Name of the Product to be covered as per APPCB	Quantity KG/Day	Eligibility TPA (Ton Per Annum) under R&D	Quantity already availed of other products- under R&D	Balance Available- under R&D	Remarks
1	<b>R &amp; D PRODUCTS</b> Sodium Caprate/ Sodium Decanoate	273.97	100	53.9MT	36.1	As of now, this Product not yet manufactured under R&D products in SEZ

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The Net Foreign Exchange (NFE) from the export of the above product in the next five years is estimated around Rs. 53.53 Cr with existing investment and employment.

The unit has submitted the process details, and raw-materials and the same are enclosed to the agenda.

Specified Officer vide letter dated 28.11.2023 has submitted that the above proposed products with ITC HS are free for export as per Schedule 2-Export Policy, ITC(HS)2018

In terms of Rule 19(2), approval Committee may also approve proposal for broad banding diversification, enhancement of capacity of production, change in the terms of manufacture or service activity.

Accordingly, the proposal is placed before the UAC for consideration

**Agenda Item No.AP-176.03 : Request of M/s. Honour Lab Limited , a unit in M/s. Hetero Infrastructure SEZ, Nakkapalli, Visakhapatnam for inclusion of additional product in the existing LoA - Reg.**

M/s. Honour Lab Limited requested for inclusion of the following additional product in the existing LoA for R & D/Validation purpose.. The details of the products proposed for inclusion is furnished hereunder :-

S.No	Name of the product	Projected Qty per Annum	API/ Intermediate	ITC Code No
01	VIBEGRON	70 Kgs	API	29339990

The unit has submitted Drug License copy which is issued in Form- 29 for the purpose of Examination, Test and License for a quantity of 70 Kgs.

The unit has submitted the following details of Product manufacturing eligibility as per APPCB license of S.No:47 of Validation Batches, for inclusion of additional product manufacturing in their SEZ unit.

Balance Approved quantity available	16908.35 kgs
Less : Quantity proposed to be manufactured in the proposal	70 Kgs
Balance quantity will be available after approval of the proposal	16838.35 kgs

The unit has indicated that the Net Foreign Exchange (NFE) for the next five years is estimated at around Rs. 1.40 Cr. once the same is commercialized, after test and analysis, with the existing investment and employment .

The unit has submitted the process details, and raw-materials and the same are enclosed to the agenda.

The above product with ITC HS code 29339990 are free for export as per Schedule 2-Export Policy, ITC(HS)2018

In terms of Rule 19(2), approval Committee may also approve proposal for broad banding diversification, enhancement of capacity of production, change in the terms of manufacture or service activity.

Accordingly, the proposal is placed before the UAC for consideration.

**Agenda Item No.AP-176.04 : Request of M/s. NatcoPhamra Ltd , a unit in M/s VisakhaPharmacy Ltd SEZ for inclusion of additional product in the existing LoA - Reg.**

M/s. Natco Pharma Ltd vide letter dated 29.11.2023 requested for inclusion of the following additional products in the existing LoA. The details of the products proposed for inclusion is furnished hereunder :-

Sl. No.	Item of manufacture	Strength	Dosage form	ITCHS Code	*Projected annual Quantity Approx (No's)
1	Ixazomib Capsules	2.3 mg	Capsules	30049049	0.6 million
		3mg			0.6 million
		4mg			0.6 million
2	Selumetinib Capsules	10 mg	Capsules	30049049	0.2 million
		25 mg			0.2 million
3	Acalabrutinib Tablets	100 mg	Tablets	30049049	0.64 million
4	Desloratadine Tablets USP	5 mg	Tablets	30049099	1 million
5	Rimegepant Orally Disintegrating Tablets	75mg	Tablets	30049099	0.68 million

The unit has submitted Drug License copies for the above products. They have submitted APPCB for CFE dated 25.02.2023. The unit informed that APPCB do not issue Product specific approval for formulation of pharmaceutical products and they have an approval from APPCB for formulation products at page no 2 Sl.1 & 2 of CFO (i.e., Tablets -66.66 million /month and capsules - 16.66 million /month) dated 25.02.2023.

Quantity is not mentioned in the Drug License copy for the proposed Product mentioned at Sl. No. 4. Desloratadine Tablets USP:5 mg .

Unit informed that above mentioned product drug license obtained to take exhibit batches for Examination, Test or Analysis, there will be no commercial value of the above listed products until the same are commercialized. Hence there will be no change in NFE.

The unit has submitted the process details, and raw-materials and the same are enclosed to the agenda. The above product with ITC HS code 30049049are free for export as per Schedule 2-Export Policy, ITC(HS)2018

In terms of Rule 19(2), approval Committee may also approve proposal for broad banding diversification, enhancement of capacity of production, change in the terms of manufacture or service activity.

Accordingly, the proposal is placed before the UAC for consideration.

**Agenda Item No.AP-176.05:- Request of M/s. APL Healthcare Ltd, a unit in M/s APIIC Multi Product SEZ, Naidupeta, Nellore for inclusion of additional product in the existing LoA - Reg.**

M/s. APL Healthcare Ltd vide letter dated : 11.10.2023 has requested for inclusion of the following additional products in the existing LoA. The details of the products proposed for inclusion are furnished hereunder :-

S.No	Product Name	Strength (mg)	Dosage Form	ITCHS Code	UOM	Annual Vol. of Export in Millions (Units)	NFE details ( USD)
1	Meclizine Hydrochloride Tablets USP	25 mg	Tablets	30049099	Millions	69.69	3,23,635

The unit has submitted Drug License copy dated: 21.11.2021 and APPCB for CFE dated :16.08.2022 for manufacture of Tablets , Capsules, Liquids and Nasal . The unit has submitted the following details related to approvals and remaining balance available with them with reference to CFO order.

S.No	Dosage Form	Quantity Approved as per CFO	Quantity Already Manufactured	As per CFO order Remaining Balance Quantity
1	Tablets	850 millions/Month	558.55 millions/Month	291.45 millions/Month
2	Capsules	200 millions/Month	90.47 millions/Month	109.53 millions/Month
3	Liquids	0.4 millions/Month	0.33 millions/Month	0.07 millions/Month
4	Nasals	1.0 millions/Month	0.42 millions/Month	0.58 millions/Month

The unit has submitted the process details, and raw-materials and the same are enclosed to the agenda.

Specified Officer , APIIC MP SEZ has certified in the above letter that the above products are not under Export Restriction list.

In terms of Rule 19(2), approval Committee may also approve proposal for broad banding diversification, enhancement of capacity of production, change in the terms of manufacture or service activity.

Accordingly, the proposal is placed before the UAC for consideration.

**Agenda Item No.AP-176.06:- Request of M/s. Hollywood Digital VFX Studios Pvt Ltd , a unit in M/s Ace Urban Hitech City Limited , IT/ITES SEZ, Gannavaram, Krishna Dist for Surrender of Space at 1<sup>st</sup> Floor of 4895 Sft - Reg.**

M/s. Hollywood Digital VFX Studios Pvt. Ltd, Unit in Ace Urban Hitech City Limited vide letter dated 1.11.2023 has submitted their request for surrender of space of 4895 sft at Module-2, 1<sup>st</sup> Floor, Medha IT Building, Ace Urban Hitech City Limited SEZ.

In this connection, the unit has been advised to furnish the details of total space allotted to the unit, proposed space to surrender alongwith sketch, NOC from the Developer and revised projections. The unit vide letter dated 18.11.2023 has submitted their reply and requested for surrendering of space of 4895 sft.

Unit has submitted the facility details as below:

Sl.No	Unit Address	Alloted Area(sft)	Remarks	Date of Approval
1	Module No.5 Second Floor, IT Tower Medha , Ace Urban IT SEZ	8745	Initial Set up	16.05.2017
2	Module No.2 Second Floor, IT Tower Medha , Ace Urban IT SEZ	6156	Additional Space	22.12.2021
3	Module No.2 First Floor, IT Tower Medha , Ace Urban IT SEZ	4895	Additional Space	17.11.2022

In this connection, the unit has submitted that they intend to surrender space of **4895 Sqft** area which was taken for SEZ unit operations in the SEZ facility at Module -2, 1<sup>st</sup> Floor , Medha IT Building due to recession of VFX Industry and also informed to retain the area admeasuring 14901 sqft in Module 2 & 5, 2<sup>nd</sup> Floor, Medha IT Building. Unit has submitted Lease deed copy dated 20.04.2022 alongwith with sketch.

M/s Ace Urban Hitech City Ltd, Developer vide letter dated 21.11.2023 has submitted NOC stating that they have no objection for surrender of partial space admeasuring 4895 sft situated at Module-2 ,1<sup>st</sup> Floor, Medha IT Towers.

Unit has submitted following details w.r.t Infrastructure, Investment, Employment and revised projections for next five years:

Sl.	Infrastructure requirement	Investment(In lakhs)	Employment	FoB value of Exports	NFE
1	Existing built up area of 14901 sft at Module 2 & 5	960 Lakhs	650	12575	12575

**Justification:** Unit has informed that since last six month a strike for increasing remuneration of the cast and crew of the Hollywood Movies was going on USA. Due to this reason and recession, the unit is not getting sufficient projects to work. Hence they proposed to close the operation at additional space admeasuring 4895 sft.

The unit has submitted following revised projections w.r.t surrender of space:

S.No	Description	Existing unit	Revised Projections
1	Area	19796 sft	14901 SFT
2	Exports	Rs.16297 lakhs	Rs.12575 lakhs

3	FE outgo	0	0
4	NFE	Rs.16297 lakhs	Rs.12575 lakhs
5	Investment	Rs.1058 lakhs	Rs.960 lakhs
6	Employment	619 Nos	650 Nos

Accordingly, the proposal is placed before the UAC for consideration.

**Agenda Item No. 176.07: Request of M/s Hilltop SEZ Development India Pvt. Ltd, Developer, Inagaluru Village, Srikalahasthi Revenue Mandal, Chittoor District, Andhra Pradesh, for approval for the list of Materials on the basis of default authorized operations – Reg.**

M/s Hilltop SEZ Development India Pvt. Ltd, Developer has requested for approval of list of goods required for construction work on basis of default authorized operations. M/s Hilltop SEZ Development India Pvt. Ltd was notified vide K-43016 (11) / 7/ 2022- SEZ Dated: 23.12.2022. The Developer has executed LUT for Rs. 886.17 Crores and same was accepted on 22.06.2023.

The Developer has requested for permission to Import/procure goods/material for a value of Rs.31653.04 Lakhs required for undertaking the works as per Annexure (Imported /Indigenous List) in the SEZ as part of operations which is certified by Chartered Engineer.

The developer has informed that the construction work and other works will be taken up in phased manner.

Sl.No.	Description	List of materials	Estimated Values (In Lakhs)		Total
			Imported	Indigenous	
1.	To set up Multi Product SEZ for footwear Manufacturing Industry of Plant and Machinery, DG set Plant and machinery Domestic/imported and other Civil Works construction materials	As per Annexure for Imported and Indigenous (18 pages)	12662.59	18990.45	31653.04
	<b>Total Value</b>		<b>12662.59</b>	<b>18990.45</b>	<b>31653.04</b>

Above request was placed in UAC meeting held on 25.09.2023 and the committee has decided as under:

1. To submit a revised list of material relating to the works proposed during the year 2024.
2. To submit a revised plan relating to the proposed works and implementation upto the validity of Letter of Approval.

Accordingly, the Developer has been advised to submit the above. In response, the Developer has informed that they have submitted the list of materials as per the revised plan for the next two years and hence there is no need to revise the list of materials. Regarding revised plan, the Developer has submitted the revised plan relating to the proposed works and implementation as below:

Year	Budget Total USD
2024	91,52,439

2025	1,05,67,073
Total	1,97,19,512

The list of material is verified and certified by the Chartered Engineer which has been forwarded to the Specified Officer, Hilltop SEZ to verify the same and submit his report. In response, the Specified Officer, Hilltop SEZ has informed that the list has been verified with the estimated quotation and found to be correct and the said material/goods are required.

In terms of SEZ Rules 2006, Rule 12 (2). Import and procurement of goods by the Developer: "The Developer shall make an application, after obtaining approval for the authorized operation under rule 9, to the Development Commissioner, along with the list of goods and services, including machinery, equipment and construction materials required for the authorized operations, duly certified by a Chartered Engineer for approval by the Approval Committee."

Accordingly, the proposal is placed before UAC for consideration.

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