

**AGENDA FOR THE APPROVAL COMMITTEEs MEETING FOR THE VSEZ
& PRIVATE SEZs OF ANDHRA PRADESH UNDER THE CHAIRMANSHIP OF SHRI SRINIVAS
MUPPAALA, IRSME, ZONAL DEVELOPMENT COMMISSIONER TO BE HELD ON 11.09.2023
THROUGH HYBRID MODE AT 11.00 AM**

VSEZ – ANDHRA PRADESH

Agenda Item No.AP-170.01 :- Ratification of the Minutes of the meeting held on 25.08.2023.

The minutes of the UAC meeting held on 25.08.2023 has been circulated to all the members of the UAC and also placed on the VSEZ website. No comments have been received from the members of UAC. The minutes are placed before UAC for ratification

Agenda Item No.AP-170.02 : Request of M/s. Fysolate Technologies, unit in VSEZ for change in constitution of partnership and updation of records - Reg.

M/s. Fysolate Technologies has informed that the partnership deed dated : 19.01.2011 has been reconstituted vide Deed of Partnership dated 30.03.2021 wherein Smt. G.Laila W/o Sri.G. Ganga Raju has joined as another partner.

M/s. Fysolate Technologies was granted Letter of Approval on 08.03.2011 for manufacture of Herbal extracts.

The unit is a partnership firm with the following as partners at the time of setting up of the unit. The details of the existing partners and the details of the share holding is placed for kind information.

1. Sri. G. Ganga Raju	-	30.0%
2. Sri. G.V.K. Ranga Raju	-	30.0%
3. Sri. G.Rama Raju	-	40.0%

Now, the unit has informed that a new partner has joined the firm and submitted the copy of re-constitutedPartnership Deed dated : 30.03.2021 on Rs.100/- non-judicial stamp paper. The name of the new partner is Smt. G. Laila W/o Sri. G. Ganga Raju. The details of revised shareholding pattern is furnished hereunder for information :-

1. Sri.G. Ganga Raju	-	15.0%
2. Sri. G.V.K. Ranga Raju	-	35.0%
3. Sri. G.Rama Raju	-	35.0%
4. Smt. G. Laila	-	15.0%

In this regard, the unit has requested for approval for change in constitution of partnership of the firm.

As per instruction No.89 dt. 17.05.2018 of DoC, re-organization including change of names, change of shareholding pattern, etc., may be undertaken with approval of Approval Committee in respect of units subject to the condition that the Unit shall not opt out of exit of the SEZ and continues to operate as going concern.All liabilities of the unit will remain unchanged on such re-organization.

In view of the above, the request of M/s.Fysolate Technologies for change in Partnership is placed before UAC for consideration.

Agenda Item No.AP-170.03 : Proposal of M/s. PSKS Golden Gem House Pvt. Ltd. for setting up of a Unit in VSEZ, Duvvada, Visakhapatnam for manufacturing of Gold Jewellery and Diamond cutting and polishing - Reg.

1.	Proposal	Proposal of M/s. PSKS Golden Gem House Pvt. Ltd. for setting up of a unit for Manufacture of Gold Jewellery (plain/studded (diamond/semi precious and precious stone) and Diamond cutting & polishing unit in VSEZ, Duvvada, Visakhapatnam		
2	Application Fees	Rs.10,000/- DD furnished		
3	Name & address of the Company(Regd. Office)	M/s. PSKS Golden Gem House Pvt. Ltd. D.No. 6-55-70/4, GollaVeedhi, Tagarapuvallas, Bheemili, Visakhapatnam		
4	Telephone/Fax/E.mail/web-site	TelephoneNo.: 91-891-2523699 Fax No. : 91-891-2523699 E.mail: psksgoldengembhouse@gmail.com Website: ---		
5	Constitution of the Company	Private Limited company		
6	Item(s) of Manufacturing	Item Description	ITCHS Code	Annual Capacity
		Gold Ornaments	71131930/940	100 Kg
		Diamond cutting & Polishing	71023910	9600 Carats
7	Investment	Plant & Machinery	Rs.350.00 lakhs	(Both Imported & Indigenous)
8.	Import requirements over a period of five years	Capital goods	Rs.50.00 lakhs	
		Raw-materials Components & Consumables etc.,	Rs. 44200.00 lakhs	
		Total	Rs.44250.00 lakhs	
9	Indigenous requirement over a period of five years	Capital goods	Rs.300.00 lakhs	
		Raw-materials	Rs.2000.00 lakhs	
		Total	Rs.2300.00 lakhs	
10	NRI & Foreign Investment	Foreign Holding	NIL	
		Resident holding	Rs.10.00 lakhs	
11	Details of source of Finance	Internal Accruals		
12	Foreign Technology, if any	NO		
13	FoB value of Exports over a period of five years	Rs.48116.80 Lakhs (US \$ 60146.00 thousand)		
14	Forex Outgo over a period of five years	Rs.44590.00 Lakhs		
15	Net Foreign Exchange over a period of five years	Rs.3526..80 lakhs (US \$ 4409.00 thousand)		
16	Requirement of Space	Built space		

17.	Requirement of Water	1.5 KL
18	Requirement of Power	30 KVA
19	Employment	Men : 50 Women : 30 Total : 20
20	Whether the applicant has been issued with any industrial LoA/LoP under EOU/SEZ, if so details	NO

In terms of ITC(HS) 2018 under Schedule 2 Export Policy the item of description under ITC HS code 71131930 / 940 and 71023910 are not restricted for Export.

As per the project report the detail of Raw Materials are given as below:

Jewellery Section :

Sl.No.	Item	ITCHS Code	Quantity
1.	Gold bars-24,22,20	71081200	100 Kgs

Diamonds cutting and polishing section :

Sl.No.	Item	ITCHS Code	Quantity
1.	Rough Diamonds	710223100	9600 carats

The ITC HS code 71081200 is restricted, however as per DGFT notification no. 49/2015-20 dated 05.01.2022 Import is allowed only through nominated agencies as notified by RBI (in case of banks), DGFT(for other agencies) and IFSCA(for qualified jewellers through India International Bullion Exchange) Gold dore can be imported by refineries against an import license with AU condition. Import not permitted through any port in Kerala as per ITC(HS), 2022 Schedule 1 Import Policy.

M/s. PSKS Golden Gem House Pvt. Ltd. has stated that they have international established companies, who are willing to supply Gold and Rough Diamonds on consignment basis for processing as per their needs. They undertake job work as per designs provided and export to them the finished goods.

In terms of Sub Rule (3) (b) of Rule 18 of SEZ Rules' 2006 ' for Gems and Jewellery, the minimum Value Addition earning requirement shall be as specified in the prevailing Foreign Trade Policy or Handbook of Procedures, as amended from time to time.

In terms of para 4.37 of FTP and 4.60 (b) of HBP of 2023 the minimum value addition is 7%.

As per the proposed values furnished by the unit in the application, the minimum value addition is 7.90%. As such, the unit has achieved the minimum value addition.

Further, they informed that they participated in the MSTC auction and bid for 245.92 Sqm in shed No. 17A, SDF-I and a copy of the allotment/confirmation letter received from MSTC.

Brief details of the Company:

PSKS Golden Gem House Pvt. Ltd. is a Pvt Limited company incorporated in June, 2023 exclusively for setting the proposed Unit in VSEZ for manufacture of Gold Jewellery Studded and cutting and polishing of Rough Diamonds.

As per the Application there are Two Directors. The details are as follows:

1. Mr. Sravan Kumar Lakhineni
2. Mrs. Keerthi Priya Bollapragada

Background of the Promoters:

Mr. Sravan Kumar Lakhineni is the Director of PSKS Golden Gem House Pvt. Ltd.

He has more than 13 years of experience in different fields and in diverse areas

The unit has submitted DD for Rs. 10,000/- towards application fee in f/o VSEZ Ministry of Commerce Receipt.

PSKS Golden Gem House Pvt. Ltd. has submitted the following documents:

1. Prescribed application Form-F
2. Detailed Project Report
3. Copies of Aadhar Cards of the Promoters/Directors
4. Copy of PAN card of the Firm
5. Copies of PAN Card of the Directors
6. Memorandum of Association
7. Articles of Association
8. Incorporation Certificate
9. Firm was incorporated on 21.06.2023 . Hence, the Audited Balance sheets of the company for the last three years not available. Instead the promoters IT returns submitted for three years .

The above proposal has been placed in the Unit Approval Committee meeting held on 25.08.2023 and the UAC has directed the Company to submit the following

1. Details of the suppliers of Gold and Diamonds
 - The company has informed that they have buy back arrangement for supply of Gold.
2. Whether any buy back arrangement, if so copy of the orders/agreements
 - The company has informed that they have buy back arrangement for supply of Gold. Enclosed copy of work order relating to the Diamonds and not for Gold
3. Networth of the Company
 - The company has submitted copy of Networth Certificate issued by the Chartered Accountant, where in it is observed that as on 6th September;2023, the Bank Balance of the Company is Rs. 5,32,09,636/-.
4. Experience of the promoters in the field of Gold & Gold ornaments and exports

- Enclosed extract copies of the Project report, it is observed that the promoters have indicated that they have experience in other fields and not particularly in the proposed activity.
5. Copies of the export orders if any executed so far alongwith the year-wise details for the last five Years.
- Nil

PVT SEZs – ANDHRA PRADESH

Agenda Item No.AP-170.04:- Ratification of the Minutes of the meeting held on 25.08.2023.

The minutes of the UAC meeting held on 25.08.2023 has been circulated to all the members of the UAC and also placed on the VSEZ website. No comments have been received from the members of UAC. The minutes are placed before UAC for ratification.

Agenda Item No.AP-170.05: Request of Dr. Reddy's Lab Ltd, FTO SEZ Process Unit-02- a unit in Dr. Reddy's Lab Ltd SEZ for inclusion of additional product in the existing LoA – Reg

Dr. Reddy's Lab Ltd, FTO SEZ Process Unit-02 has requested for inclusion of the following additional products in the existing LoA. The details of the products proposed for inclusion are furnished hereunder for information :-

Sl.No	Item of Manufacture	Capsules	ITCHS Code	Projected Qty (Nos)	Approx. Value of the goods (Rs)
1	ICOSAPENT ETHYL CAPSULES 0.5 GRAM	Capsules	30049099	2280000	1.74 Cr
2	ICOSAPENT ETHL CAPSULE 1 GRAM	Capsules	30049099	640000	0.91 Cr
3	VOCLOSPORIN CAPSULES 7.9 MG	Capsules	30049099	1750000	1.74 Cr

The unit has submitted Drug License copies dated: 22.05.2023, 07.05.2022 and 14.06.2023 for the above products with above quantities.

They have submitted APPCB for CFE dated 02.03.2023 and informed that the APPCB do not issue product specific approval for Formulation of Pharmaceutical products. APPCB issued permission for formulation products at Sl.1 of the CFE under Formulations for 0.0219 billions/day.

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

Specified Officer , Dr. Reddy's Labs Ltd 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-170.06:- Request of M/s. APL Healthcare Ltd, a unit in M/s APIIC Multi Prduct SEZ, Naidupeta, Nellore for inclusion of additional product in the existing LoA - Reg.

M/s. APL Healthcare Ltd., 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	Material Name	Strength (mg)	Dosage Form	Annual Capacity	ITCHS Code	Net Foreign Exchange Earnings (USD)
1	DEFERASIROX ORAL GRANULES	90 mg	Oral Granules	64,800	30049099	163083
2	DEFERASIROX ORAL GRANULES	180 mg	Oral Granules	48,000	30049099	236655
3	DEFERASIROX ORAL GRANULES	360 mg	Oral Granules	94,500	30049099	933993
4	ISOTRETINOIN CAPSULES USP	10 mg	Capsules	847200	30049099	621866
5	ISOTRETINOIN CAPSULES USP	20 mg	Capsules	3976800	30049099	3449126
6	ISOTRETINOIN CAPSULES USP	25 mg	Capsules	164400	30049099	706145
7	ISOTRETINOIN CAPSULES USP	30 mg	Capsules	12231000	30049099	11907914
8	ISOTRETINOIN CAPSULES USP	35 mg	Capsules	94200	30049099	401838
9	ISOTRETINOIN CAPSULES USP	40 mg	Capsules	17995200	30049099	17271049

The unit has submitted Drug License copies and APPCB for CFE dated 16.08.2022 for manufacture of Tablets , Capsules, Liquids and Nasal . 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
