

Minutes of the 62nd Meeting of the Approval Committee for Sector Specific Special Economic Zone for FTWZ of M/s. Arshiya International Ltd. at Village Sai, Tal. Panvel, District Raigad under the Chairmanship of Development Commissioner, SEEPZ-SEZ held on 11.07.2014.

1. Name of the SEZ : M/s. Arshiya International Ltd.
2. Sector : Sector Specific SEZ FTWZ
3. Meeting no. : 62.
4. Date : 11.07.2014.

Members Present: -

1. Shri. K. K. Shrivastav, Dy. Commissioner of Custom SEEPZ-SEZ : Member
2. Smt. S. R. Motwani, Asstt. DGFT, Mumbai : Nominee of Zonal Addl. DGFT, Mumbai
3. Smt. S. M. Deore, J. D. I. MMR, Mumbai : Nominee of Development Commissioner (Industries)
4. Shri. Pramod Raghavan, General Manager-Regulatory Arshiya FTWZ. : Nominee of Developer.

IN ATTENDANCE

5. Shri. Kamallesh Gour, Sr. Authorized Officer, Arshiya FTWZ

Agenda Item No. 1:- Confirmation of minutes of the meeting held on 21.05.2014.

The minutes of the 61th Meeting held on 21.05.2014 were confirmed.

Agenda Item No. 2:- Request of M/s. Arshiya Limited., for inclusion of the Addition of list of Goods.

M/s. Arshiya Limited., have been issued Letter of Approval No. SEEPZ/NEWSEZ/Arshiya-Raigad/105/LOA-98/2013-14/13721, dated 05.12.2013 for warehousing and trading activities. The unit has requested for inclusion of the additional list of Goods to their LOA vide letter dated 05.12.2013 20.05.2014.

Relevant Rule Provision:- Rule 19(2) of SEZ Rules, 2006.

Decision:- The Committee rejected the proposal and asked unit to resubmit the list of required goods along with Project Report for each item/goods.

Agenda Item No. 3:- Request of M/s. Laxmipati Balaji Exim Trading Limited for inclusion of the Addition of list of Goods.

M/s. Laxmipati Balaji Exim Trading Limited., have been issued Letter of Approval No. SEEPZ/ NEWSEZ/Arshiya-Raigad/85/LOA-85/2012-13/563 dated 09.01.2013 for warehousing and trading activities. The unit has requested for inclusion of the additional list of Goods to their LOA vide letter dated 09.01.2013 20.05.2014.

Relevant Rule Provision:- Rule 19(2) of SEZ Rules, 2006.

Decision:- The Committee rejected the proposal and asked unit to resubmit the list of required goods along with Project Report for each item/goods.

Agenda Item No. 4:- Request of M/s. United Phosphorus Limited., for Additional Products to be incorporate in LOA.

The unit has requested for additional products to be incorporate in their LOA No. SEEPZ/NEWSEZ/Arshiya-raigad/56/LOA-57/2011-12/3275 dated 28.02.2012. The unit has submitted their request vide their letter dated 05.06.2014.

Relevant Rule Provision:- Rule 19(2) of SEZ Rules, 2006.

Decision:- The committee approved the proposal of unit for additional products as listed below, to be incorporated in LOA.

Products	Category	Expected Volume (MT/KL)	Tariff heading
Cyproconazole technical & formulation	Fungicide	15	38089290
Propiconazole technical & formulation	Fungicide	50	38089290
Buprofezin technical & formulation	Pesticide	65	38089910
Bifentate technical & formulation	Pesticide	48	38089910
Cartap Hydrochloride technical & formulation	Pesticide	84	38089910
Profenophos technical & formulation	Pesticide	30	38089910
Cymoxami technical & formulation	Fungicide	25	38089290
Metalaxyl technical & formulation	Fungicide	100	38089290
S-Metrolachlor technical & formulation	Herbicide	1000	38089390

Signature

Tricyazole formulation	technical &	Fungicide	150	38089290
Dicamba formulation	technical &	Herbicide	100	38089390
Isoxaflutole formulation	technical &	Herbicide	50	38089390
Mesotrione formulation	technical &	Herbicide	50	38089390
Triflusalufuron technical & formulation	methyl	Herbicide	50	38089390
Trimethyl phosphite & formulation	technical	Chemical	1500	29209041
Thiophanate methyl & formulation	technical	Herbicide	500	38089390

Agenda Item No. 5:- Request of M/s. United Phosphorus Limited., for additional activities (job work) to be incorporated in LOA.

The unit has requested for additional activities (job work) to be incorporated in their LOA No. SEEPZ/NEWSEZ/Arshiya-raigad/56/LOA-57/2011-12/3275 dated 28.02.2012. The unit has submitted the details as per their letter dated 02.04.2014. The unit intended of doing job work as permitted under Rule 50(1)(C) of the Special Economic Zones Rules, 2006. They said, the activity will be perform in accordance with the process laid down for the temporary removal of goods to Domestic Tariff Area in full compliance of the provisions indicated in Rule 51 of the above rules. They have further stated in their letter that this obviously cannot be the case in a job work as the goods do undergo a structural change in the composition even through the classification do not change. Hence, to facilitate the process of Job work, the unit needs an appropriate clarification from this office about the applicability and interpretation of the said Public Notice to remove ambiguity on the subject.

Relevant Rule Provision:- Rule 18(5) of SEZ Rules, 2006.

Decision:- The committee noted that, the rule quoted 50(1)(C) by unit are meant for manufacturing products. The LOP issued to the unit is only for Trading purpose. Where in, as per rule 18(5) it is stated that, "The units in Free Trade and Warehousing Zones, shall be allowed to hold the goods on account of the foreign supplier for dispatches as per the owner's instructions and shall be allowed for trading with or without labeling, packing or repacking without any processing". Therefore, the proposal of the unit was rejected.

Agenda Item No. 6:- Approval of list of services for authorized Operations by M/s. Steinweg Sharaf (Indian) Pvt. Ltd.

The representative of the unit requested for approval of list of services required for authorized operations vide letter dated 09.06.2014.

Relevant Rule Provision:- Rule 10 of SEZ Rules, 2006 also the services as per Standard list of service under Notification No. 12/2013 Service tax dated 01.07.2013.

Decision:- The committee approved the Foreign Exchange Broker's Service.

Supplementary Agenda

Supplementary Agenda Item No. 2:- Request of M/s. Scope Chemicals Pvt. Ltd. for inclusion of the chemicals in the Letter of Approval for trading purpose from Arshiya FTWZ.

The unit has requested to inclusion of the product in their Letter of Approval SEEPZ/NEW SEZ/Arshiya-Raigad/57/LOA-61/2011-12/4160 dated 19.03.2012. The list of product was submitted vide their letter dated 09.04.2014.

Relevant Rule Provision:- Rule 19(2) of SEZ Rules, 2006.

Decision:- The committee approved the proposal of unit for inclusion of the chemicals in the letter of approval for trading purpose as per Rule 19(2) of SEZ Rules, 2006.

Chapter – 28- Inorganic Chemicals, organic or inorganic compounds or precious Metal, of Rare-earth Metal of		
2807	Sulphuric acid ;oleum	OGL (Free for Import)
2808	Nitric acid; Sulphonitric acids	OGL (Free for Import)
2809	Diphosphorus pentoxide; phosphoric acid; whether or not chemically defined	OGL (Free for Import)
2817	Zinc oxide; Zinc peroxide	OGL (Free for Import)
2818	Artificial corundum whether or not Chemically defined; aluminium oxide; aluminium hydroxide	OGL (Free for Import)
2823	Titanium oxide	OGL (Free for Import)
2824	Lead oxide; red lead and orange lead	OGL (Free for Import)
2830	Sulphides; Polysulphides whether or not chemically defined	OGL (Free for Import)

[Handwritten signature] ... 5/-

2834	Nitrites; nitrates	OGL (Free for Import)
2835	Phosphinates (hypophosphites) Phosphonates (Phosphites) and phosphates; polyphosphates whether or not chemically defined	OGL (Free for Import)
2837	Cyanides, cyanide oxides and complex cyanides	OGL (Free for Import)
2839	Silicates; commercial alkali metal silicates	OGL (Free for Import)
2842	Other salts of inorganic acids or peroxyacids (including aluminosilicates, whether or not chemically defined) other than azides	OGL (Free for Import)
2847	Hydrogen peroxide whether or not solidified with urea	OGL (Free for Import)
2853	Other inorganic compound (including distilled or conductivity water and water of similar purity); liquid air (whether or not rare gases has been removed); compressed air; amalgams other than amalgams of precious metals	OGL (Free for Import)

Chapter – 29- Organic Chemicals		
2902	Cyclic Hydrocarbons	OGL (Free for Import)
29051100	Saturated monohydric alcohols –methanol (methyl alcohol)	OGL (Free for Import)
29054200	Pentaerythritol	OGL (Free for Import)
290514	Other Butanols	OGL (Free for Import)
290516	Octanol (octyl alcohol) and isomers thereof:	OGL (Free for Import)
209517	Octanol (octyl alcohol) and isomers thereof: dodecan -1-ol (lauryl alcohol), hexadecan- 1-ol (cetyl alcohol) and octadecan -1-ol (stearyl alcohol)	OGL (Free for Import)
29053990	ACYCLIC ALCOHOL AND THEIR HALOGENATED, SULPHONATED, NITRATED OR NITROSATED DERIVATIVES – Other- Other	OGL (Free for Import)
29054100	ACYCLIC ALCOHOL AND THEIR HALOGENATED, SULPHONATED, NITRATED OR NITROSATED DERIVATIVES – Other- 2 – Ethyl-2 (hydroxymethyl) propane -1,3- diol (trimethylolpropane)	OGL (Free for Import)
2908	Halogenated, Sulphonated, Nitrated or Nitrosated derivatives of phenols or phenol alcohol	OGL (Free for Import)
2913	Halogenated, Sulphonated, Nitrated or Nitrosated derivatives of products of heading 2912	OGL (Free for Import)
2915	SATURATED ACYCLIC MONOCARBOXYLIC ACIDS AND THEIR ANHYDRIDES, HALIDES, PEROXIDS AND PEROXYACIDS; THEIR HALOGENATED, SULPHONATED, NITRATED DERIVATIVES Except 29152400	OGL (Free for Import)

2916	Unsaturated acyclic monocarboxylic acids, cyclic monocarboxylic acids, their anhydrides, sulphonated, Nitra	OGL (Free for Import)
2921	Amine function compounds: Acyclic monoamines and their derivatives: salt thereof – except Naphthionic acid (1-naphthylamine – 4-sulphonic acid), para tolyl peri acid, para tolyl-1- naphthylamine – 8 sulphonic acid phenyl peri acid (phenyl-1--naphthylamine – 8 sulphonic acid.) : amphetamine (INN) benzfetamine – Dexamfetamine (INN), etilamfetamine (INN) Fencamfamine (INN), Lefetamine (INN), Levamfetamine (INN), mefenorex (INN) and phentermine (INN); salts thereof	OGL (Free for Import)
29212100	Acyclic polyamines and their derivatives – salt thereof: Enthylenediamine and its salts	OGL (Free for Import)
2922	Oxygen- function amino – compounds Except 29221400	OGL (Free for Import)
2927	Diazo-, azo- or azoxy compounds	OGL (Free for Import)
29335990	Others	OGL (Free for Import)
2942	Other organic compounds	OGL (Free for Import)

Chapter- 32- Tanning or Dyeing Extracts, Tannins and their derivates, Dyes, pigments and other colouring matter,

3202	Synthetic organic tanning substances; inorganic tanning substances; tanning preparation whether or not containing natural tanning substances; enzymatic preparations for pre-tanning	OGL (Free for Import)
3204	Synthetic Organic Colouring matter whether or not chemically defines; preparations as specified in note 3 to this chapter based on synthetic organic colouring matter; synthetic organic products of a kind used as fluorescent brightening agents or as luminophores, whether or not chemically defined.	OGL (Free for Import)
3205	Colour lakes; preparations as specified in note 3 to this chapter based on colour lakes	OGL (Free for Import)
3206	Other colouring matter; preparations as specified in note 3 to this chapter other than those of heading 3203 3204 or 3205; inorganic products of a kind used as luminophores whether or not chemically defined	OGL (Free for Import)
3207	Prepared pigments preparates opacificers and prepared colours vitrifiable enamels and glazes engobes (slip) liquid lustres and similar preparations of a kind used in the ceramic enamelling or glass industry; glass frit and other glass in the form of powder granules or flakes	OGL (Free for Import)
3208	Paints and varnishes (including enamels and lacquers) based on synthetic polymers or chemically modified natural polymers, dispersed or dissolved in a non – aqueous medium; solutions as defined in note 4 to this chapter.	OGL (Free for Import)
3209	Paints and varnishes (including enamels and lacquers) based on synthetic polymers or chemically modified natural	OGL (Free for Import)

Handwritten signature/initials

	polymers dispersed or dissolved in an aqueous medium	Import)
3210	Other paints varnishes (including enamels and lacquers and distempers); prepared water pigments of a kind used for finishing leather	OGL (Free for Import)
3211	Prepared driers	OGL (Free for Import)
3212	Pigments (including metallic powders and flakes) dispersed in non- aqueous media in liquid or paste form of a kind used in the manufacture of paints (including enamels); stamping foils; dyes and other colouring matter put up in forms or packing for retail sale	OGL (Free for Import)
3214	Glaziers putty, grafting putty, resin cements, caulking compounds and other mastics- paintersfilling	OGL (Free for Import)
3215	Printing ink writing or drawing ink and other inks whether or not concentrated or solid	OGL (Free for Import)

Chapter – 38- Miscellaneous chemical products		
3816	Refractory cements , mortars, concretes and similar composition, other than products of heading 3801	OGL (Free for Import)

Supplementary Agenda Item No. 3:- Application of M/s. DHL Logistics Pvt. Ltd., for setting up of a service unit in Arshiya FTWZ.

The representative of the applicant company stated that they propose set up a unit to provide integrated logistics and supply chain platform for just in Time Inventory Management coupled with a host of value Added Services, including inbound-outbound consolidation for its potential Foreign and Indian customers/suppliers. The committee noted that the proposal envisages FOB value of Export of Rs. 14895.30 lakhs, NFE of Rs. 14593.54 lakhs and Employment of man and women of 93 nos in the period of 5 years.

Relevant Rule Provision:- Rule 17 and 18 (5) of SEZ Rules, 2006.

Decision:- The committee approved the proposal of unit for setting up of service unit.

Supplementary Agenda Item No. 4:- Approval of list of services under Notification No. 12/2013-ST dated 01.07.2013.

In terms of Notification No. 12/2013-ST dated 01.07.2013, the list of services required for authorized operations by the Developers /Co-developers/units are to be approval by the Approval Committee for the Special Economic Zone.


Lupa - ...8/-

The Department of Commerce, Ministry of Commerce & Industry vide their letter No. D.12/25/2012-SEZ, dated 16.09.2013, followed by letter of even number dated 19.11.2013 has approved a Default list of services of 60 Services which may be permitted by all UAC's as default authorized services. As per Ministry's Instruction No. 79, dated 19.11.2013, the following additional services have been added in the list of default authorized services:-

1. Air Travel Agent Services.
2. Rail Travel Agent's Services.
3. Travel Agent's Services.

Decision: - The Committee approved the 03 services mentioned in the Ministry's letter as default list of services.

The meeting ended with a vote of thanks to the Chair.


Chairperson - cum -
Development Commissioner