

MINUTES OF 90th MEETING OF THE APPROVAL COMMITTEE FOR SEEPZ SEZ HELD UNDER THE CHAIRMANSHIP OF DEVELOPMENT COMMISSIONER, SEEPZ SEZ ON 11th February, 2015 at 11.30 A.M.

MEMBERS PRESENT:-

1. Shri. P.S. Raman, Jt. Development Commissioner, SEEPZ-SEZ.
2. Shri. N.R. Sakpal, Industries Inspector, O/o Jt. Director of Industries.
3. Shri. Ramankumar, Income Tax Officer, CIT-15 (2) (1), Mumbai.
4. Smt. S.R. Motwani, Asst. DGFT, Mumbai.

Special Invitee:-

5. Shri K.K. Shrivastav, Specified Officer, SEEPZ-SEZ.

Agenda Item No. 01:- Confirmation of the Minutes of the 89th Meeting held on 09.01.2015.

The Minutes were confirmed.

Agenda Item No. 02:- Approval of list of services required for Authorized Operations – M/s. V.M. Jewellery

M/s. V.M. Jewellery located in SEEPZ-SEZ have submitted application for approval of additional list of Services required for Authorized Operations in terms of Service tax Notification No. 12/2013-ST dated 01.07.2013 issued by Ministry of Finance. The additional service required is as follows:-

1. Business Auxiliary Service
2. Design Service other than interior decoration and fashion Designing
3. Event Management Service
4. Foreign Exchange Broker Service
5. General Insurance Service
6. Insurance Auxiliary Service in relation to general insurance
7. Management or Business Consultant Service
8. Photography Service
9. Relation to forward contract
10. Stockbroker Service
11. Service of promotion or marketing of brand of goods/service/events
12. Service of repair, reconditioning, restoration or decoration or any other similar service, of any motor vehicles

13. Service provided by recognized or registered associations
14. Selling of space or time slots for advertisement
15. Tour operators Service

Decision: The Committee deferred the proposal of the unit as the representative of the unit did not attend the meeting.

Agenda Item No. 03:- Application received for Rectification in NFE Sheet- M/s. Portescap India Pvt. Ltd.

The Committee noted that the unit has been granted Letter of Approval No. SEEPZ-SEZ/IA(I)/NUS/APL/HW-14/2011-12/3198 dated 28.02.2012 as amended for manufacture and export of Special purpose motors for electronic industries (Stepper motors) and Sub Assemblies thereof. The unit has commenced production w.e.f. 03.04.2012. The validity of LOA is upto 31.03.2017.

At the time of issuance of LOA, the unit has indicated in their application at Sr. No. VII (b) (copy enclosed) the requirement of CG value of Rs. 1500/- Lakhs. However, in the NFE sheet they have indicated amortized value of CG of Rs. 530 Lakhs. The unit has also executed Bond for Import of CG Rs. 1500/- Lakhs. When full value of CG of Rs. 1500 Lakhs is taken into account, the NFE of the unit comes down from Rs. 17475 Lakhs to Rs. 16510 Lakhs.

The value of CG to be considered for projected NFE calculation is Rs. 1500 Lakhs (instead of Rs. 530 Lakhs) and accordingly, the projected NFE comes down from Rs. 17475 Lakhs to Rs. 16510 Lakhs.

Decision: The Committee deferred the proposal of the unit as the representative of the unit did not attend the meeting.

Agenda Item No. 04:- Application received for broad banding of items- M/s. Shrenuj & Co. Ltd. (Unit-I)

The Committee noted that the applicant has been granted Letter of Approval No. SEEPZ-SEZ/IA(I)/APL/GJ-001/2007-08/8996 dated 07.12.2007 as amended for manufacture and export of Studded Gold/Platinum/Silver Jewellery, Plain & Studded Palladium Jewellery with Diamonds, Precious, Semi and Synthetic Stones,

Wax Models, Silver model, Rubber Moulds, Mounting Gold, Platinum Silver and Palladium. The unit has commenced production w.e.f. 01.09.2008. The validity of LOA is upto 31.03.2018.

The proposal of the unit for broad banding of items as follows:-

Description of the items to be newly manufactured	HS Code	Proposed Annual Capacity in PCS
Brass Jewellery Studded Diamonds or Colour Stone or Cubic Zircons	7117	15,000 Pcs
3KT Gold Findings	7113	10,000 Pcs

Decision: The Committee approved the broad banding of items viz., Brass Jewellery Studded Diamonds or Colour Stone or Cubic Zircons and 3KT Gold Findings subject to condition that value limit of the proposed items to be manufactured should not exceed 10% of the previous years of FOB value of exports.

Agenda Item No. 05:- Application received for broad banding of items- M/s. Kiara Jewellery Pvt. Ltd.

The Committee noted that the applicant has been granted Letter of Approval No. SEEPZ-SEZ/NUS/APL/GJ/31/04-05/3988 dated 26.04.2005 as amended for manufacturing and export of Gold/Platinum/Silver Jewellery Studded with Diamonds, Precious Stones & Combination Jewellery, Brass Metal in Combination of Gold Jewellery Studded Diamonds and Precious Stones. The unit has commenced production w.e.f. 24.02.2006. The validity of the LOA is up to 31.03.2016.

The proposal of the unit for broad banding of items as follows:-

Description of the items to be newly manufactured	HS Code	Proposed Annual Capacity in PCS
Brass Jewellery Studded Diamonds or Colour Stone or Cubic Zirconias	7117	5,000 Pcs
Bronze Jewellery Studded with Diamonds or Colour Stone or Cubic Zirconias	7117	5,000 Pcs
3KT Gold Findings	7113	5,000 Pcs
Shoes/Footwear Buckles in Brass and Bronze	8308	10,000 Pcs
Stainless Steel Jewellery in combination of Gold/Silver/Platinum/Brass & Bronze Studded with Diamonds or Colour Stones or Cubic Zirconias.	7117	5,000 Pcs

Decision: The Committee approved the broad banding of items viz., Brass Jewellery Studded Diamonds or Colour Stone or Cubic Zirconias, Bronze Jewellery Studded with Diamonds or Colour Stone or Cubic Zirconias, 3KT Gold Findings and Stainless Steel Jewellery in combination of Gold/Silver/Platinum/Brass & Bronze Studded with Diamonds or Colour Stones or Cubic Zirconias subject to condition that value limit of the proposed items to be manufactured should not exceed 10% of the previous years of FOB value of exports.

Agenda Item No. 06:- Application received for broad banding of items- M/s. Uni-Design Jewellery Pvt. Ltd. Unit-II

The Committee noted that the applicant has been granted Letter of Approval No. SEEPZ-SEZ/NUS/APL/GJ-252/2000/ 3864 dated 29/03/2000 as amended for manufacturing and export of Studded Gold Jewellery, Plain Gold Jewellery, Plain Gold Jewellery, Plain Platinum Jewellery and Studded Platinum Jewellery. The unit has commenced production w.e.f. 30.03.2000. The validity of the LOA is up to 31.03.2015.

The proposal of the unit for broad banding of items as follows:-

Description of the items to be newly manufactured	Proposed Annual Capacity in PCS	HS Code
Below 8kt Gold Jewellery Studded & Plain	10,000	71131930

Decision: The Committee approved the broad banding of items viz., Studded and Gold Jewellery not below 3kt subject to condition that value limit of the proposed items to be manufactured should not exceed 10% of the previous years of FOB value of exports.

Agenda Item No. 07:- Application received for broad banding of items- M/s. Uni-Design Elite Jewellery Pvt. Ltd.

The Committee noted that the applicant has been granted Letter of Approval No. SEEPZ-SEZ/NUS/APL/GJ-34/04-05/2129 dated 01.03.2005 as amended for manufacturing and export of Studded gold and Platinum Jewellery Studded in Diamonds, Gold, Platinum, Silver & Palladium Jewellery Studded with Mother of Pearl. The unit has commenced production w.e.f. 08.05.2006. The validity of the LOA is up to 31.03.2016.

The proposal of the unit for broad banding of items as follows:-

Description of the items to be newly manufactured	Proposed Annual Capacity in PCS	HS Code
Below 8kt Gold Jewellery Studded & Plain	10,000	71131930

Decision: The Committee approved the broad banding of items viz. Studded and Gold Jewellery not below 3kt subject to condition that value limit of the proposed items to be manufactured should not exceed 10% of the previous years of FOB value of exports.

Agenda Item No. 08- Application received for broad banding of items- M/s. Uni-Design Jewellery Pvt. Ltd. (Trading Division)

The Committee noted that the applicant has been granted Letter of Approval No. SEEPZ-SEZ/NUS/APL/GJ/27/Trading/05-06/706 dated 01.02.2007 as amended for trading of Diamonds, Precious Stones, Gold Casting, Silver Jewellery (Plain & Studded) Gold Findings, Gold Chains, Gold and Platinum Jewellery (Plain and Studded). The unit has commenced production w.e.f. 27.05.2007. The validity of the LOA is up to 31.03.2017.

The proposal of the unit for broad banding of items as follows:-

Sr. No	Description of the items to be newly manufactured	Proposed Annual Capacity in Kgs	ITS (HS) Number
01	Precious metal based alloy for Jewellery Mfg	500	7106.929
02	Non-Precious metal base alloy for Jewellery Mfg	500	7403.229
03	Solder Containing Precious metal for mfg of Gold, Silver, Platinum & Palladium Jeweler	100	7108.130, 7106.92900, 7110.1900, 7110.2900
04	Solder Containing Non-Precious metal for mfg of Gold, Silver, Platinum & Palladium Jeweler	100	7108.130, 7106.92900, 7110.1900, 7110.2900
05	Fitting & Findings, sheets, wires and Tubes of Precious Metals	50	7108.130, 7106.92900, 7110.1900, 7110.2900
06	Mountings of Precious Metals	50	7113.196
07	Precious Metal Chains	50	7113.1990
08	Semi Finished Products Sheet	25	7113.1990
09	Semi Finished Products Wire	25	7113.1990
10	Semi Finished Products Tube	25	7113.1990

Decision: The Committee approved the broad banding of items viz., Precious metal based alloy for Jewellery Mfg , Non-Precious metal base alloy for Jewellery Mfg , Solder Containing Precious metal for mfg of Gold, Silver, Platinum & Palladium Jeweler , Solder Containing Non-Precious metal for mfg of Gold, Silver, Platinum & Palladium Jeweler, Fitting & Findings, sheets, wires and Tubes of Precious Metals , Mountings of Precious Metals, Precious Metal Chains , Semi Finished Products Sheet , Semi Finished Products Wire and Semi Finished Products Tube for inter unit transfer only within SEZ.

Agenda Item No. 09:- Application received for change of name and amalgamation of company- M/s. Systime Global Solutions Pvt. Ltd.

The Committee noted that the applicant has been granted Letter of Approval No. SEEPZ-SEZ/NUS/APL/564/2000/3402 dated 25.03.2000 as amended for Development of Computer Software. The unit has commenced production w.e.f. 31.03.2000. The validity of the LOA is up to 31.03.2015.

The proposal of the unit for change of name from M/s. Systime Global Solutions Pvt. Ltd. to M/s. KPIT Global Solution Ltd., as per the ROC dated 10.06.2013 and change of implementing agency from M/s. KPIT Global Solutions Ltd., to M/s. KPIT Technologies Ltd., as per the High Court Order dated 28.08.2014.

Vide Letter dated 27.01.2015 the unit has submitted the following documents:-

1. High Court Order Copy dated 28.08.2014
2. ROC in respect of change of name of company
3. Undertaking for taking over all assets and liabilities of the company
4. Form No. INC-28

Decision:- The Committee noted the change of name of the company from M/s. Systime Global Solutions Pvt. Ltd. to M/s. KPIT Global Solution Ltd., as per the ROC dated 10.06.2013 and change of implementing agency from M/s. KPIT Global Solutions Ltd., to M/s. KPIT Technologies Ltd., as per the approval of Hon'ble High Court Order dated 28.08.2014.

Agenda Item No. 10:- Application received for renewal of LOA with revision of projection for further period of five years- M/s. Spark Jewellery Pvt. Ltd.

The Committee noted that the applicant has been granted Letter of Approval No. SEEPZ-SEZ/IA-I/NUS/APL/GJ/285/2002-03/2104 dated 27.02.2003 as amended for manufacturing and export of Gold, Silver and Platinum Jewellery Plain and Studded with Diamonds Precious/Semi-Precious Stones. The unit has commenced production w.e.f. 13.12.2004. The validity of LOA is expired on 31.03.2014.

Vide letter dt. 02.04.2014 & 10.12.2014 the unit has submitted application for renewal of LOA with revision of projection for five years. The proposal of the unit placed before the approval committee held on 09.01.2015 and vide minutes the Committee observed that the projection furnished by the unit is considerably lower as compared to actual performance during the completed 5 year block ending 31.03.2014. The unit asked to submit revised projection. The proposal of the unit is deferred.

Vide letter dated 02.02.2015 the unit has submitted the revised projection as follows:-

	Earlier projection Rs. In Lakhs	Revised projection for five years Rs. In Lakhs	Revised projection for five years in US \$
FOB Value of Exports	493.00	1500.00	2388.54
Import of CG	5.00	5.00	7.96
Import of Raw Material & Components	75.00	825.00	1313.69
Foreign Travel	0.00	10.00	15.92
Other Outflow	0.00	25.00	39.81
NFE	413.00	635.00	1011.15

Decision:- The Committee approved the request of the unit for renewal of LOA with revision of projection for further period of five years i.e. 2014-15 to 2018-19 w.e.f. 01.04.2014 to 31.03.2019 and directed the performance to be reviewed every year.

Supplementary Agenda Item No. 11:- Application received for approval of additional services required for authorized operation- M/s. Shrenuj & Co. Ltd.

Unit-I

M/s. Shrenuj & Co. Ltd. Unit-I located in SEEPZ-SEZ have submitted application for approval of additional list of Services required for Authorized Operations in terms of Service tax Notification No. 12/2013-ST dated 01.07.2013 issued by Ministry of Finance. The additional service required is as follows:-

1. Business Auxiliary Service
2. Foreign Exchange Broker Service
3. Management or Business Consultant Service

Decision:- The Committee approved the Business Auxiliary Service, Foreign Exchange Broker Service and Management or Business Consultant Service.

Supplementary Agenda Item No. 12:- Application received for Change of Name of the Company- M/s. Tandon Information Solutions

The Committee noted that the applicant has been granted Letter of Approval No. NUS/APL/513/96/776 dated 16.04.1996 for Development of Computer Software, Consultancy systems Integration, Site preparation etc at Unit No.5, SDF-I, SEEPZ-SEZ. The validity of the LOA is up to 31.03.2016.

The proposal of the unit for change of name of company from M/s. Tandon Information Solution to Infix Services Pvt. Ltd. as per the High Court Order dated 26.09.2014 and ROC dated 13.01.2015.

Vide Letter dated 04.02.2015 the unit has submitted the following documents:-

- (i) Hon'ble High Court Order dated 26.09.2014.
- (ii) Copy of ROC dated 13.01.2015.
- (iii) Memorandum and Articles of Association.
- (iv) Undertaking for taking over all assets and liabilities of M/s Tandon Information Solutions Pvt. Ltd. by M/s Infix Services Pvt. Ltd.
- (v) List of Existing Director
- (vi) Self certified copy of e Form IC28&24 filed with MCA.

Decision:- The Committee noted the change of name of the company from M/s. Tandon Information solution Pvt. Ltd to M/s. Infix Solution Pvt. Ltd as per Hon'ble High Court Order dated 26.09.2014 and ROC dated 13.01.2015.

Supplementary Agenda Item No. 13:- Application received for change of implementing agency from M/s. Infix Services Pvt. Ltd.

The Committee noted that the applicant has been granted Letter of Approval No. IA-I/APL/SW/18/05-06/1519 dated 06.03.2006 for Development of Computer Software, Consultancy systems Integration and IT Enabled Service at Unit No.1, SDF-I, SEEPZ-SEZ. The validity of the LOA is up to 31.03.2017.

The proposal of the unit for change of name of company from M/s. Tandon Information Solution to Infix Services Pvt. Ltd. as per the High Court Order dated 26.09.2014 and ROC dated 13.01.2015.

Vide Letter dated 04.02.2015 the unit has submitted the following documents:-

- (i) Hon'ble High Court Order dated 26.09.2014.
- (ii) Copy of ROC dated 13.01.2015.
- (iii) Memorandum and Articles of Association.
- (iv) Undertaking for taking over all assets and liabilities of M/s Tandon Information Solutions Pvt. Ltd. by M/s Infix Services Pvt. Ltd.
- (v) List of Existing Director
- (vi) Self certified copy of e Form IC28&24 filed with MCA.

Decision:- The Committee noted the approval of Hon'ble High Court Order dated 26.09.2014 for amalgamation of M/s. Infix Service Pvt. Ltd. into M/s. Tandon Information Solutions Pvt. Ltd., and subsequently change of name of the company from M/s. Tandon Information Solutions Pvt. Ltd. to M/s. Infix Service Pvt. Ltd., as per the ROC dated 13.01.2015.

Supplementary Agenda Item No. 14:- M/s. Tara Jewels Ltd. Unit-II - Grant of LOA for setting up a unit in SEEPZ-SEZ.

The Committee noted that the proposal is for setting up of a new unit at Unit No. GJ-19, SDF-VII, SEEPZ-SEZ for manufacturing and export of Plain Jewellery made of Gold/Silver/Platinum or any combination thereof, Studded Jewellery made of Silver

Gold/Platinum or any combination thereof, Studded & Plain Jewellery made of Platinum/Silver/ Gold or any combination thereof, Stainless Steel Jewellery Studded with Diamonds and Precious Stones only, Jewellery made of non-precious metal Studded with Diamonds and Precious Stones only, Gold & 3kt Gold Findings, Silver Findings, Platinum Findings, 6kt Gold Jewellery and Medallions and Coins Made of Precious Metal (excluding the coins of the nature of Legal Trade). FOB value of export of Rs. 48840.80 Lakhs, NFE of Rs. 7612.43 Lakhs, Investment in Plant & Machinery of Rs. 1545.22 Lakhs and employment of 225 persons.

Decision: The Committee approved the proposal of the unit for setting up of new unit at Unit No. GJ-19, SDF-VII, SEEPZ-SEZ for manufacturing and export of Plain Jewellery made of Gold/Silver/Platinum or any combination thereof, Studded Jewellery made of Silver/ Gold/Platinum or any combination thereof, Studded & Plain Jewellery made of Platinum/Silver/ Gold or any combination thereof, Stainless Steel Jewellery Studded with Diamonds and Precious Stones only, Jewellery made of non-precious metal Studded with Diamonds and Precious Stones only, Gold & 3kt Gold Findings, Silver Findings, Platinum Findings, 6kt Gold Jewellery .

Supplementary Agenda Item No. 15:- Application received for amendment required in the LOA- M/s. Eco-Friendly Diamonds LLP

The Committee noted that the applicant has been granted Letter of Approval No. been issued LOA No. SEEPZ-SEZ/IA-I/ NUS/AGJ/10/14-15/1313 dated 21.01.2015 for Growing of CVD Rough Diamonds, Manufacturing and Cutting & Polishing Diamonds for Export.

The unit vide letter dated 27.01.2015 the unit has requested for amendment in condition no. (1) of LOA dated 21.01.2015 from Polishing and Cutting from DTA will be allowed only when the unit creates necessary in-house facilities for testing to "The unit is permitted to send Rough Diamonds to DTA for cutting and polishing on job work basis and receive back for exports, till date the unit creates in-house facility for cutting and polishing".

In this connection, the unit has clarified that testing diamonds means that Lab grown Rough Diamonds as such cannot be tested in the testing machine, hence it cannot be co-related with polished diamonds which are brought into SEEPZ unit after the job work of cutting and polishing from DTA. However, the unit can keep a record of the number of pieces and the weight of the Diamonds what goes out to DTA and what comes from DTA after cutting and polishing for which proper register will be maintained by the unit.

Decision:- The Committee noted that the Lab Grown Rough Diamonds as such cannot be tested in testing machine and accordingly approved deletion of condition no. (i) of LOA dated 21.01.2015 i.e., "Polishing and Cutting from DTA will be allowed only when the unit creates necessary in-house facilities for testing". The Committee further noted that the unit shall maintain register wherein record of (i) Numbers of Pcs., manufacture (ii) Weight of Diamonds (iii) Details of Diamonds sent to DTA for job work (iv) Details of Diamonds brought back after job work from DTA. The unit will follow the procedure as mentioned in the Rules 41 & 42 of SEZ Rules, 2006.

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


Chairperson-Cum-
Development Commissioner.