

SEEPZ SPECIAL ECONOMIC ZONE
ANDHERI (EAST), MUMBAI.

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AGENDA FOR

**MEETING OF THE APPROVAL COMMITTEE FOR
SECTOR SPECIFIC SPECIAL ECONOMIC ZONE FOR
BIOTECHNOLOGY AT PUNE OF M/S. SERUM BIO
PHARMA PARK-SEZ.**

DATE : 28.03.2024

TIME : 11.00 A.M.

**MEETING OF THE APPROVAL COMMITTEE FOR SECTOR
SPECIFIC SPECIAL ECONOMIC ZONE FOR BIOTECHNOLOGY AT
PUNE, UNDER THE CHAIRMANSHIP OF DEVELOPMENT
COMMISSIONER, SEEPZ-SEZ ON 28.03.2024**

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Agenda Item No.	Subject
Agenda Item No. 01 :-	Confirmation of the Minutes of the Meeting held on 27.06.2023
Agenda Item No. 02 :-	Monitoring of Performance for M/s. Serum Institute of India Pvt Ltd Unit-II

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Minutes of the 45 th Meeting of the Approval Committee meeting held under the Chairmanship of Development Commissioner SEEPZ-SEZ for Sector Specific Special Economic Zone for Bio-Pharma sector of M/s. Serum Bio Pharma Park - SEZ, held on 27.06.2023 via Video Conferencing		
1	Name of the SEZ	M/s. Serum Bio Pharma Park - SEZ
2	Sector	Bio-Pharma
3	Meeting No.	45th
4	Date	27.06.2023

Members present

Sr	Name and Designation (S/Shri.)	Department
1	C P S Chauhan Joint Development Commissioner	Pune Cluster SEZ Pune
2	Pradnya R. Gholap, DCIT (TDS) Pune	Nominee of Income Tax, Pune
3	Dr. Dileeraj Dabhole, Deputy DGFT	Nominee of DGFT, Pune
4	Sunita Jagtap Superintendent	Nominee of Customs, Pune

Special Invitee

Sr	Name and Designation	Department
1	Shri B. Ajay Kumar Specified Officer	M/s. Serum Bio Pharma Park

Agenda Item No.01: Confirmation of the Minutes of the 44th meeting held on 24.05.2022

After deliberation, the committee approved the minutes of the 44th UAC Meeting held on 24.05.2022

Agenda Item No.02: Monitoring of the performance of M/s Serum Institute of India Pvt Ltd – Unit VI :

After deliberation, the committee noted the performance of the unit for 3 years i.e., 2019-20 to 2021-22 of the 1st block period.

The unit has achieved cumulative export revenue of Rs. 114881.14 Lakhs as against projected export of Rs. 332500 Lakhs & achieved cumulative NFE of Rs. 39217.68 Lakhs which is 34.14% in 3 years of 1st Block Period i.e. during FY 2019-20 to 2021-22 and achieved Employment of 511 employees as on 31.03.2022 in the FY 2021-22.

The Committee after deliberations directed the Specified Officer to take the matter of ICE gate system being synchronized with the NSDL with the competent

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jurisdictional authority and meanwhile the NSDL compliances would unanimously apply to the Developer and the Units and directed SO to take up the matter with the unit.

The meeting ended with vote of thanks to the Chair.

(Shyam Jagannathan, IAS)
Chairman-cum- Development
Commissioner
Email- dcseepz-mah@nic.in

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GOVT. OF INDIA,
OFFICE OF THE ZONAL DEVELOPMENT COMMISSIONER,
SEEPZ – SEZ (PUNE CLUSTER),

AGENDA NOTE FOR CONSIDERATION OF THE APPROVAL COMMITTEE

a. Proposal:

Monitoring of the performance of M/s. Serum Institute of India Pvt. Ltd - Unit II, for 5 years of 3rd Block (FY 2019-20 to FY 2023-24 Upto Sept., 23)

b. Specific Issue on which decision of Approval Committee is required:

Monitoring of performance for the period 2019-20 to 2023-24 (Up to Sept., 23) (5 years of 3rd block period) under Rule 54 of SEZ Rules, 2006.

The details of the export projections are as detailed below:

c. Approved export Projections for 3rd Block Period: (Rs. in Crores)

Year	1	2	3	4	5	Total
FOB Value of Exports	106.80	20.50	29.00	41.75	58.75	256.80
FE Outgo	46.80	23.55	23.55	21.05	18.05	133.00
NFE achieved	60.00	-3.05	5.45	20.70	40.70	123.80

d. Performance as compared to projections: FY 2019-20 to 2022-23

(Rs. In Crores)

Year	Export		F.E. OUTGO				
	Projected	Actual	Raw Material (Goods/Services)		C.G. import		Other outflow
			Projected	Actual	Projected	Actual	
2019-20	106.80	17.42	79.20	20.24	67.25	5.67	89.40
2020-21	20.50	45.16		51.33		1.61	179.66
2021-22	29.00	26.31		70.13		5.92	228.38
2022-23	41.75	271.80		97.67		4.69	160.08
2023-24(Upto Sept. 23)	58.75	726.54		38.77		0.66	39.08
Total :	256.80	1087.23	79.20	278.14	67.25	18.55	696.60

Cumulative NFE achieved: FY 2019--20 to 2022-23 (Rs. in Crores)

Year	Cumulative NFE Achieved	Cumulative % NFE Achieved
2019-20	-96.09	-551.44%
2020-21	-261.18	-417.34%
2021-22	-490.82	-552.14%
2022-23	-460.63	-127.71%
2023-24(upto Sept., 23)	64.65	5.95%

Employment Achievement (Direct): FY 2019-20 to 2023-24(Upto Sept. 23)

The Unit has achieved employment of 180 Nos. employees (Men – 167, Women – 13)

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as on 30.09.2024

e. Other Information:

LOA No. & Date	SEEPZP-SEZ/04(2006)/02/2006-07/5376 dated 28.07.2006 (As amended)
Location of Unit	Serum Bio-Pharma Park, Off Soli Poonawalla Road, 212/2, Hadapsar, Pune – 411028.
Validity of LOA	31.10.2023
Item(s) of manufacture/ Services	R & D of Pneumococcal Vaccine/Conjugate Vaccine, CRM 197 (Diphtheria toxin genetically detoxified, Acelluar, Pertussis, Monoclonal Antibodies, Rota Virus Vaccines.
Date of commencement of production	01.11.2008
Execution of BLUT	49.32 Crores.
Outstanding Rent dues	NA
Labour Dues	NA
Validity of Lease Agreement	-
Pending CRA Objection, if any	NA
Pending Show Cause Notice/ Eviction Order/Recovery Notice/ Recovery Order issued, if any	NA
a. No. of employees as on 30.09.2023	180 (Men – 167, Women – 13)
Quantity and value of goods exported under Rule 34 (unutilized goods)	NA
Value Addition during the monitoring period	NA
Whether all the APRs being considered now has been filed well within the time limit, or otherwise. If no, details of the Year along with no of days delayed to be given.	Yes

The Specified Officer has submitted a report vide letter dated 27.03.2024 in the prescribed format along with point-wise reply to the discrepancies as follows:-

a. Export

(Rs. In

Crores)

Year / Period	Figures as per APR	Figures as per SB / Customs Records	Difference if any	Reason for Difference/Remark
(1)	(2)	(3)	(4)	(5)
2019-20	17.42	1.40	16.02	The unit is involved in providing R&D services. The amount shown in APR is Inward remittance
2020-21	45.16.	0.23	44.93	

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				received against the said services. The amount
2021-22	26.31	0.94	25.37	shown in the NSDL are against the export of
2022-23	271.80	0.24	271.56	samples sent for clinical /machine trails on FOC
2023-24 (upto Sep 23)	26.54 (Remittance recd upto Sept 2023) + 700.00 (shown as receivable in the APR)	35.01	691.53	basis and as such could not be taken into consideration. As regards the period Apr 23 to Sep 23, unit has submitted that an amount of Rs. 700.00 Crores is expected to be received by 31.03.2024. As on date the unit has received an amount of Rs.200 Crores out of Rs. 700 Crores.

b. Import

- i. (Capital Goods, raw material, spares including procurement done on IUT (from SEZ, EOU, STPI, EHTP) basis.

(Rs. In

Crores)

Year / Period	Figures as per APR	Figures as per Customs Records / Bond Register	Difference if any	Reason for Difference/Remark
2019-20	23.98	30.74	-6.76	Reconciliation sheet is attached.
2020-21	61.33	58.36	2.97	
2021-22	46.97	47.00	-0.03	
2022-23	70.42	72.35	1.93	
2023-24 (upto Sep 23)	62.61	62.40	0.21	

- c. Value of Goods and Services Procured domestically (to be cross verified with GSTR-2A – (Since multiple units in the SEZ - not possible to verify from GSTR-2A).

Year	value of Goods procured (Rs. In Crores)	Value of services procured.(Rs. In Crores)	Total
2019-20	5.97	32.47	38.44
2020-21	6.92	99.6	106.52
2021-22	22.72	117.57	140.29
2022-23	17.94	112.45	130.39
2023-24 (Upto Sep 23)	10.30	33.78	44.08

d. BLUT – (Bond cum Legal Undertaking)

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1	<p>Value of BLUT Executed (Duty foregone) (including for CG / Raw Material / Services)</p> <p>Value of Additional BLUT executed</p> <ul style="list-style-type: none">Year : Date of acceptanceBLUT amount: <p>TOTAL value of BLUT Executed</p>	<p>1. Rs.3.50crores – acceptance date – 09.06.2008</p> <p>2. Rs.1.60crores – acceptance date – 28.03.2014</p> <p>3. Rs.10crores – acceptance date – 03.05.2016</p> <p>4. Rs.34.22 crores – acceptance date – 17.10.2019</p> <p>5. Rs.50.00 crores – acceptance date – 27.03.2024</p> <p>Total Value of BLUT – Rs.99.32 crores.</p>																																																					
2	<p>Total Duty Foregone on goods & services procured (Category-wise BLUT value utilized separately for imported and indigenous goods and services) This should be based on BLUT worksheet which provides for estimated value and duty foregone separately for each category of procurement.</p> <table><tr><th rowspan="2">Particulars</th><th colspan="5">Duty foregone (Rs. In Crs)</th></tr><tr><th>19-20</th><th>20-21</th><th>21-22</th><th>22-23</th><th>23-24</th></tr><tr><td>Goods</td><td>4.87</td><td>27.95</td><td>14.13</td><td>16.76</td><td>7.94</td></tr><tr><td>Imported</td><td>3.8</td><td>27.02</td><td>10.17</td><td>13.55</td><td>6.24</td></tr><tr><td>Indigenous</td><td>1.07</td><td>0.93</td><td>3.96</td><td>3.21</td><td>1.70</td></tr><tr><td></td><td></td><td></td><td></td><td></td><td></td></tr><tr><td>Services</td><td>32.78</td><td>52.29</td><td>62.3</td><td>49.06</td><td>95.41</td></tr><tr><td>Imported</td><td>19.3</td><td>34.38</td><td>41.34</td><td>28.82</td><td>89.35</td></tr><tr><td>Indigenous</td><td>13.48</td><td>17.91</td><td>20.96</td><td>20.24</td><td>6.06</td></tr></table>	Particulars	Duty foregone (Rs. In Crs)					19-20	20-21	21-22	22-23	23-24	Goods	4.87	27.95	14.13	16.76	7.94	Imported	3.8	27.02	10.17	13.55	6.24	Indigenous	1.07	0.93	3.96	3.21	1.70							Services	32.78	52.29	62.3	49.06	95.41	Imported	19.3	34.38	41.34	28.82	89.35	Indigenous	13.48	17.91	20.96	20.24	6.06	
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Indigenous	13.48	17.91	20.96	20.24	6.06																																																		
3	<p>Balance in BLUT at the end of each F.Y.</p> <p>1st Year in each category and overall basis</p> <p>....</p> <p>5th Year</p>	<p>BLUT balance as on end of 5th year (upto Sep 23) is Rs.49.32 crores.</p>																																																					
4	<p>Has the Unit procured goods and or services without having sufficient balance in their BLUT.</p>	<p>The total bond amount was Rs. 49.32 Crores The unit has executed an additional bond for services of Rs.50 Crores which</p>																																																					

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<p>If yes, Month & Year when the BLUT was exhausted</p> <p>Details of the consignments and Total value of Goods procured without having sufficient or nil balance in BLUT</p>	<p>now covers total procurement till date.</p>
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(e)	<p>Employment made as on date (as on end of block period / year upto which monitoring is being done)</p> <p>Men : 167 nos. Women : 13 nos. Total : 180 nos.</p>
(f)	<p>Details of pending Foreign Remittance beyond Permissible period, if any</p> <p>(as on)To cross-check the same and verify whether necessary permission from AD Bank / RBI has been obtained.</p> <p>Nil as per APRs filed by the unit.</p>
(g)	<p>Whether all softex has been filed for the said period. If no, details thereof. SO to also check whether unit has obtained Softex condonation from DC office / RBI and if approved, whether they have filed such pending Softex.</p> <p>N.A.</p>
(h)	<p>Whether all Softex has been certified, if so till which month has the same been certified. If not, provide details of the Softex and reasons for pendency.</p> <p>N.A.</p>
(i)	<p>Whether unit has filed any request for Cancellation of Softex</p> <p>N.A.</p>
(j)	<p>Whether any Services provided in DTA / SEZ/EOU/STPI etc. against payment in INR in r/o IT/ITES Unit during the period.</p> <p>If yes, details thereof (year wise details to be provided)</p> <p>N.A.</p>
(k)	<p>SO to verify and certify whether the unit has updated the BLUT ledger Module in SEZ Online.</p> <p>The unit has not updated the BLUT ledger Module in SEZ Online.</p>
(i)	<p>Has the unit cleared any Capital Goods procured duty free in DTA against payment of</p>

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	<p>Duty, or otherwise.</p> <p>Full details to be provided along with value of assets and duty discharged</p> <table> <tr> <th>Year</th><th>Ass value In Rs</th><th>Duty paid in Rs</th></tr> <tr> <td>19-20</td><td>21612</td><td>3890</td></tr> <tr> <td>20-21</td><td>310170</td><td>55831</td></tr> </table>	Year	Ass value In Rs	Duty paid in Rs	19-20	21612	3890	20-21	310170	55831	
Year	Ass value In Rs	Duty paid in Rs									
19-20	21612	3890									
20-21	310170	55831									
(j)	<p>Is the unit sharing any of their infrastructure with other units or are utilizing infrastructure of another unit in the same or other SEZ.</p> <p>If so, details thereof, including the details of the unit with whom the sharing is being made, and the payment terms. If approval for sharing of common infrastructure has been obtained from UAC / DC office, the date of UAC / Approval letter to be indicated</p>	No									
(k)	<p>Whether all DSPF for services procured during the said monitoring period under consideration has been filed by the unit and whether the same has been processed for approval by the SO Office.</p>	Not filed DSPF for services procured online (NSDL) despite repeated request and reminders on the pretext that the NSDL rates are very high. However the unit has started filing DSPF for the service procurements received from January 2024 onwards.									
(l)	<p>Whether unit has filed all DTA procurement w.r.t. the goods procured by them during the monitoring period for the relevant period. If no, details thereof</p>	Not filed DTA procurement w.r.t. the goods online (NSDL) despite repeated request and reminders on the pretext that the NSDL rates are very high.									
(m)	<p>Details of the request IDs pending for OOC in respect of DTA procurement on the date of submission of monitoring report</p>	Nil									
(n)	<p>Has the unit set up any cafeteria / canteen / food court in unit premises.</p> <p>If yes, whether permission from UAC / DC office has been issued, or otherwise office has been issued, or otherwise</p>	No									
(o)	<p>Whether any violation of any of the provisions of law has been noticed / observed by the</p>	No									

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	Specified Officer during the period under monitoring.	
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RECONCILIATION SHEET (Amt in Lakhs)

Particulars	19-20		Difference	Remarks
	Customs record data	APR Data		
Direct Imports	2659.02	2539.22	119.80	AS per Sheet A
IUT IN	48.52	48.52	0.00	
Intra IN	926.73	926.73	0.00	
Total	3634.27	3514.47		
IUT out-	799.96	0.00	799.96	Not considered in APR
Intra out	222.44	222.44	0.00	
EOU (out)	214.08	218.33	-4.25	BOE No 2000435 dated 14.05.2019 not reflected in NSDL
Total	1236.48	440.77		
Total Imports	2397.79	3073.70	-675.91	

Particulars	20-21		Difference	Remarks
	Customs record data	APR Data		
Direct Imports	9045.95	8749.49	296.46	As per Sheet A
IUT IN	518.59	518.59	0.00	
Intra IN	603.13	603.13	0.00	
Total	10167.67	9871.21		
IUT out-	1724.05	1724.05	0.00	
Intra out	2281.30	2281.30	0.00	
EOU (out)	29.17	29.17	0.00	
Total	4034.52	4034.52		
Total Imports	6133.15	5836.69	296.46	

Particulars	21-22		Difference	Remarks
	Customs record data	APR Data		
Direct Imports	4168.75	4196.60	-27.85	As per Sheet A
IUT IN	875.77	850.68	25.09	Not reflected in APR
Intra IN	4406	4406	0.00	
Total	9450.52	9453.28		

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IUT out-	2527.66	2527.66	0.00	
Intra out	2188.21	2188.21	0.00	
EOU (out)	37.21	37.21	0.00	
Total	4753.08	4753.08		
Total Imports	4697.44	4700.20	-2.76	

Particulars	22-23		Difference	Remarks
	Customs record data	APR Data		
Direct Imports	4562.79	4756.28	-193.49	Sheet A
IUT IN	2521.87	2521.87	0.00	
Intra IN	3857.2	3857.2	0.00	
Total	10941.86	11135.35		
IUT out-	419.80	419.80	0.00	
Intra out	3479.97	3479.97	0.00	
EOU (out)	0.00	0.00	0.00	
Total	3899.77	3899.77		
Total Imports	7042.09	7235.58	-193.49	

Particulars	23-24		Difference	Remarks
	Customs record data	APR Data		
Direct Imports	2873.93	2853.36	20.57	Sheet A
IUT IN	1556.48	1556.48	0.00	
Intra IN	3018.00	3018.00	0.00	
Total	7448.41	7427.84		
IUT out-	492.76	492.76	0.00	
Intra out	694.59	694.59	0.00	
EOU (out)	0.00	0.00	0.00	
Total	1187.35	1187.35		
Total Imports	6261.06	6240.49	20.57	

SHEET A			
19-20			
Particulars	Amt in lakhs	Particulars	Amt in lakhs
Imports As NSDL records	2659.02	Imports As per APR	2539.22
		(less)considered on Ass value	-12.82
		DTA Unit-Loan/Lease basis reflected in NSDL	132.62

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		but not considered in APR	
	2659.02		2659.02
20-21			
Imports As NSDL records	9045.95	As per APR	8749.49
(-) reflected in APR 21-22	-228.5	Add NSDL figs Not reflected in APR	80.09
		(less) considered on Ass value	-12.13
	8817.45		8817.45
21-22			
Imports As NSDL records	4168.75	As per APR	4196.6
(Add)NOT reflected in APR 20-21	228.5	Add NSDL figs Not reflected in APR	50.73
less reflected in APR 22-23	-194.67	less imports considered on Ass value	-44.75
	4202.58		4202.58
22-23			
Imports As NSDL records	4562.79	As per APR	4756.28
Add Not reflected in APR 21-22	194.67	Add NSDL figs Not reflected in APR	1.36
		less imports considered on Ass value	-0.18
	4757.46		4757.46
23-24 (upto Sep 23)			
Imports As NSDL records	2873.93	As per APR	2853.37
Add Not reflected in APR 21-22	1.36	Add NSDL figs Not reflected in APR	29.06
		less imports considered on Ass value	-7.14
	2875.29		2875.29

f. Relevant provisions:

Rule 54 of SEZ Rules, **2006** ***“Performance of the Unit shall be monitored by the Approval Committee as per the guidelines given in Annexure appended to these rules”***

ADC's observations:

- The Unit has achieved cumulative export revenue of Rs. 1087.23 Crores as against projected export of Rs. 256.80 Crores and achieved cumulative NFE of Rs. 64.65 Crores which is 5.95% in 5 years of 3rd Block Period i.e. during FY 2019-20 to 2023-24 (upto Sept., 2023)
- The unit has achieved Employment of 180 employees (Men – 167, Women – 13) as on 30.09.2023.
- Approval Committee may like to monitor the performance of the Unit for FY 2019-20 to 2023-24(Upto Sept., 2023) (5 years of 3rd Block period).