

SEEPZ SPECIAL ECONOMIC ZONE

ANDHERI (EAST), MUMBAI.

**MEETING OF THE APPROVAL COMMITTEE FOR SECTOR SPECIFIC
SPECIAL ECONOMIC ZONE FOR IT/ITES OF M/s. FESTUS PROPERTIES
PRIVATE LIMITED.**

SOURCE : Video Conferencing through Cisco WEBEX application.

DATE : Friday, 28th July, 2023.

TIME : 11:30 A.M.

Meeting of the Approval Committee for Sector Specific Special Economic Zone for IT/ITES of M/s. Festus Properties Private Limited – SEZ under the Chairmanship of Development Commissioner, SEEPZ-SEZ on Friday, 28th July, 2023.

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Agenda Item No.	Subject
Agenda Item No. 01 : -	Confirmation of minutes of the meeting held on 30.06.2023.
Agenda Item No. 02 : -	Application for Merger of LOA of M/s. Tata Consultancy Services (Unit – III) into M/s. Tata Consultancy Services (Unit – II) and revision of projection for 1 year on merger.

Minutes of the **63rd Meeting** of the Approval Committee for Sector Specific Special Economic Zone of **M/s. Festus Properties Pvt. Ltd. - SEZ**, at Powai, Mumbai, under the Chairmanship of Development Commissioner, SEEPZ-SEZ held on **30.06.2023** on Video Conferencing through Cisco WEBEX application.

1. Name of the SEZ : M/s. Festus Properties Pvt. Ltd.
2. Sector : IT/ITES
3. Meeting no : 63rd
4. Date : 30.06.2023

Members Present:

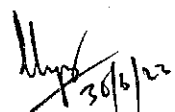
Sr. No.	Name of Members	Designation	Organization
1	Shri. C. P. S. Chauhan	Jt. Development Commissioner,	SEEPZ-SEZ.
2	Shri. Harmesh Lal	Joint Commissioner Income Tax	Nominee of Income Tax office, Kautilya Bhawan, Bandra, Mumbai.
3	Shri. Himanshu Dhar Pandey	Deputy. Director DGFT	Nominee of the DGFT, Mumbai.
4	Smt. Kirti Deshmukh	Deputy Director Industries	Nominee of Directorate of Industries, Mumbai.
5	V. K. Vijayan	Asstt. Commissioner, Customs	Nominee of Commissioner of Customs, General, Air Cargo, Sahar.

Special Invitee:-

Shri. R.K. Jain : Specified Officer, Festus-SEZ.

Shri. Hanish Rathi, ADC (New SEZ), Shri. Haresh K. Dahilkar, ADC (New SEZ); Shri Manish Kumar, ADC (New SEZ); Assistant Smt. Rekha Nair, Shri G.S. Bhandari Assistant Shri. Ravindra Kumar, Assistant also attended for assistance and smooth functioning of the meeting.

Agenda Item No. 01: Confirmation of Minutes of the 62nd meeting held on 29.05.2023.


30/6/23

Agenda Item No. 01: Confirmation of Minutes of the 62nd meeting held on 29.05.2023.

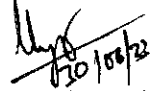
The Minutes of the 62nd Meeting held on 29.05.2023 were confirmed with consensus.

Agenda Item No. 02 : M/s. Festus Properties Private Limited – Quarterly and Half Yearly Progress Report.

The Quarterly Performance Report for the period October to December 2022 and January to March 2023 and Half Yearly Performance Report for the period October 2022 to March 2023 were submitted by the Developer and the same has been verified by the Specified Officer, Festus – SEZ. The same was intimated vide letter dated 02.06.2023 stating that there is no discrepancy.

Decision :- After deliberations, the Committee **noted** the performance of the Developer M/s. Festus Properties Private Limited– SEZ of Quarterly Performance Report for the period October to December 2022 and January to March 2023 and Half Yearly Performance Report for the period October 2022 to March 2023 in terms of Rule 12(6) and 22(4) of SEZ Rules, 2006.

Meeting ended with the vote of thanks to the Chair.


Chairperson-cum-
Development Commissioner

<u>Action taken for the UAC Meeting held on 30.06.2023</u>			
Name of SEZ	Name of Unit	Subject	Action Taken
Festus - SEZ	M/s. Festus Properties Private Limited	Quarterly and Half Yearly Progress Report	Monitoring Noted

**GOVERNMENT OF INDIA
OFFICE OF THE DEVELOPMENT COMMISSIONER,
SEEPZ SPECIAL ECONOMIC ZONE,
ANDHERI (EAST), MUMBAI**

AGENDA NOTE FOR CONSIDERATION OF APPROVAL COMMITTEE

a. Proposal: -

Application for Merger of LOA of M/s. TATA Consultancy Services (Unit – III) into M/s. TATA Consultancy Services (Unit – II) and revision of projection for 1 year on merger.

b. Specific Issue on which decision of AC is required:

Merger of LOA of M/s. TATA Consultancy Services Unit – III into M/s. TATA Consultancy Services Unit – II.

c. Relevant Provisions/Instructions and Orders:

Proviso of Rule 19(2) of SEZ, Rules 2006 – “Provided also that the Approval Committee may also approve proposals for Merger of Letter of Approval of two or more Units of the same Company or Firm subject to condition that these Units fall within the same Special Economic Zone and After Merger, block period for calculation of Net Foreign Exchange shall be from the Date of Commencement of Production of the Unit which Commenced Operation first and the Income Tax exemption period shall be considered from the date of start of operation of the first Unit”.

d. Other Information:

M/s. TATA Consultancy Services – Unit III has requested for **merger of LOA** into M/s. TATA Consultancy Services Unit – II as both units have same kind of service activity and is customer base.

Following are the submissions:

There are 2 LOAs in the existing name and the details are as follows :-

Name of the unit	M/s.TATA Consultancy Services – Unit II	M/s. TATA Consultancy Services Unit – III
Location	1 st to 4 th Floor, Kensington B Wing, Festus Properties Pvt. Ltd – SEZ, Powai, Mumbai – 400076.	Ground, 5 th to 8 th Floor, Kensington B Wing, Festus Properties Pvt. Ltd – SEZ, Powai- Mumbai – 400076.

Area	2,00,000 Sq. Mtr	234812 Sq. ft
LOA No. & Date	SEZ/HIRA-MUM/13/LOA-13 /2008-09/4200 Dated 12.06.2008 (Original LOA) as amended	SEZ/HIRA-MUM/15/LOA-15 /2008-19/6848 Dated 08.10.2008 (Original LOA) as amended
Item(s) of manufacture	IT/ITES (Information technology products, Software, IT Services and IT certified services.	IT/ITES
Date of commencement of production	13.07.2009	14.09.2009
Validity of LOP	12.07.2024	31.03.2024
Execution of BLUT	Yes	Yes
Outstanding Rent dues	NIL	NIL
Labour Dues	NIL	NIL
Validity of Lease Agreement	31.03.2024	31.03.2024
Pending CRA Objection, if any (Unit II & III)	NIL	NIL
Pending Show Cause Notice/ Eviction Order/ Recovery Notice/ Recovery Order issued, if an.	NIL	NIL

The detailed existing projections are as under:-

Sl. No.	Particulars	M/s.TATA Consultancy Services – Unit II	M/s.TATA Consultancy Services Unit – III
		Rs. In Lakhs (2023-24)	Rs. In Lakhs (2023-24)
1.	FOB value of exports	58900	82900
2.	FOB Outgo	280	280
16.	Net Foreign Exchange	58620	82620

Monitoring of Performance

M/s.TATA Consultancy Services – Unit II						
The approved and actual export import performance :						
Export			Import of RM + Spares		Import of CG	
Year	Projected	Actual	Projected	Actual	Projected	Actual
2019-20	47000	105168.85	N.A	N.A	550	310.88
2020-21	51900	91357.47	0	0	550	61.12
2021-22	54300	118738.54	0	0	300	0.00

2022-23	55900	Yet to Monitor				
2023-24	58900					
Total	268000	315264.86	0	0	1400	372

NFE Status are as follows:-

Year	NFE (Rs. In lakhs) on cumulative basis
2019-20	98795.94
2020-21	178740.76
2021-22	271600.02

The proposal of the unit for monitoring of performance was placed before the Unit Approval Committee in its meeting held on **30.12.2022**. After deliberation, the Committee has noted the performance of the unit for the period 2019-20 to 2021-22, that the unit has achieved the Positive NFE on cumulative basis in terms of Rule 54 of SEZ Rules, 2006.

M/s.TATA Consultancy Services – Unit III

The approved and actual export import performance :						
Export			Import of RM + Spares		Import of CG	
Year	Projected	Actual	Projected	Actual	Projected	Actual
2019-20	65900	93660.01	NA	NA	650	971.14
2020-21	73200	105736.79			650	3.30
2021-22	76500	109176.33			450	0.00
2022-23	78800	Yet to Monitor				
2023-24	82900					
Total	377300	308573.13			1750	974.44

NFE Status are as follows:-

Year	NFE (Rs. In lakhs) on cumulative basis
2019-20	81847.03
2020-21	178343.06
2021-22	270774.10

The proposal of the unit for monitoring of performance was placed before the Unit Approval Committee in its meeting held on **30.12.2022**. After deliberation, the Committee has noted the performance of the unit for the period 2019-20, that the unit has achieved the Positive NFE on cumulative basis in terms of Rule 54 of SEZ Rules, 2006.

- On merger of **SEZ/HIRA-MUM/15/LOA-15/2008-09/6848 – (Unit-III)** into (Unit- II) **SEZ/HIRA-MUM/13/LOA-13/2008-09/4200 Dated 12.06.2008** the projections proposed for 1 year is:-

Year	Unit - II (2023-24)	Unit - III (2023-24)	Post Merger Projection (2023-24)
FOB Value of exports in first five years	58900	82900	141800

Foreign Exchange Outgo for the first Years (Capital)	280	280	560
Net Foreign Exchange earning in five years	58620	82620	141240

• DETAILS OF EMPLOYMENT BEFORE AND AFTER MERGER OF UNIT III INTO UNIT II

Particulars	Unit II	Unit-III	Employment post-merger of the LOA's
Men	710	573	3213
Women	1059	1112	1812
Total	1769	1685	5025

Attention is also invited to the proviso of Rule 19 (2) of the SEZ Rules 2006 which states as follows :- [PROVIDED ALSO that the Approval Committee may also approve proposals for merger of Letters of Approval of two or more Units of the same company or firm subject to the condition that these Units fall within the same Special Economic Zone and after merger, block period for calculation of Net Foreign Exchange shall be from the date of commencement of production of the Unit which commenced operation first and the Income tax exemption period shall be considered from the date of start of operation of the first Unit.]

e. ADC's Recommendation:

The proposal of merger of Unit – III into Unit II with revision of projections for a year (2023-24) is placed before the Approval Committee in terms of the proviso of Rule 19 (2) of SEZ Rules 2006 for consideration.
