NOIDA SPECIAL ECONOMIC ZONE

(Deptt. of Commerce, Ministry of Commerce & Industry, Govt. of India) Noida-Dadri Road, Phase-II, Noida-201305

Minutes of 2nd meeting (2016 Series) of Unit Approval Committee for Joint Monitoring of EOUs under the Chairmanship of Dr. L.B. Singhal, Development Commissioner, NSEZ held on 22.07.2016 at 11.00 AM in the Udaipur Chamber of Commerce & Industry, Chamber Bhawan, Chamber Marg, Mewar Industrial area, Udaipur-313001

2ndmeeting (2016 Series) of Unit Approval Committee (UAC) for Joint Monitoring of EOUs falling under jurisdiction of Central Excise Commissionerate, Alwar, Jaipur, Jodhpur and Udaipur was held on 22.07.2016 under the Chairmanship of Dr. L.B. Singhal, Development Commissioner, Noida SEZ in the Udaipur Chamber of Commerce & Industry, Chamber Bhawan, Chamber Marg, Mewar Industrial area, Udaipur-313001. List of officers is enclosed at Annexure-I. The Chairman welcomed all participants of the UAC and thereafter joint monitoring of each unit was taken up.

- 2.1(16): Joint monitoring of EOUs falling under jurisdiction of C.Ex. Commissionerate, Alwar in terms of Appendix 6F of HBP.
 - 1. M/s. A.I. Metals: The Committee reviewed the performance of the unit and noted that DRI has registered a case against the unit. Jurisdictional Central Excise informed that Show Cause Notice has been issued against the unit based on DRI investigation. Jurisdictional Central Excise Authorities were asked to furnish a copy of the SCN along with other relevant documents pertaining to the case to NSEZ so as to enable them to take a appropriate action in the matter.
 - 2. M/s. Aakriti Manufacturing (P) Ltd.: The Committee reviewed the performance of the unit and found it satisfactory. Further the unit was directed to reconcile their data of export-import with their jurisdictional Central Excise.
 - 3. *M/s. Ajanta Chemical Industries*: The Committee reviewed the performance of the unit and found it satisfactory.
 - 4. M/s Continental Engines Private Limited: The Committee reviewed the performance of the unit and found it satisfactory. Representative of the unit raised the issue of pending TED refund claims. It was explained that DGFT, through Policy Circular 16 dated 15.3.2013, has already clarified that no refund would be available for supplies which are ab initio exempted from payment of Excise duty.
 - 5. M/s Dimex Granites (P) Ltd.: The Committee reviewed the performance of the unit and found it satisfactory. It was noted that the unit has already been granted "Inprinciple exit by DC, NSEZ. Central Excise was requested to issue NOC at the earliest.
 - 6. M/s Greenscape Eco Management (P) Ltd.: The Committee reviewed the performance of the unit and found it satisfactory. Since, APR data of export-import

furnished by the unit did not tally with the export-import data maintained by the Central Excise, the unit was asked to reconcile the figures.

- 7. M/s Incopac Parts (P) Ltd.: The Committee reviewed the performance of the unit and found it satisfactory. The Committee noted that no representative from the unit was present in the meeting and took a serious view of the matter. The Committee asked Central Excise and NSEZ to ascertain the reason for variation in export-import data furnished to central excise and NSEZ from the unit and get it reconciled.
- 8. *M/s Island Stone India (P) Ltd.*: The Committee reviewed the performance of the unit and found it satisfactory. However, the Committee expressed its unhappiness over the absence of representative of the unit in the meeting.
- 9. M/s Kusum Healthcare (P) Ltd.: The Committee reviewed the performance of the unit and found satisfactory. The unit represented that the benefit of exemption from payment of Service Tax should also be made available EOUs. It was explained that Department of Commerce is seized of the matter and the issue has already been taken up with Ministry of Finance. Unit was advised to give facts suggestion again to NSEZ as well as Commissioner of Central Excise so that both organizations can take up this suggestion again with Department of Commerce and Department of Revenue respectively. The committee desired to know whether the unit has taken any steps to recover its pending Foreign Exchange remittances. The unit representative stated that they have been given extension of time beyond 270 days by RBI. The Committee directed the unit to furnish copy of the extension to NSEZ.
- 10. M/s Malbros Marble & Granite: The Committee reviewed the performance of the unit and found it satisfactory.
- 11. M/s Ocap Chasis Parts Ltd.: The Committee reviewed the performance of the unit and found it satisfactory. The Committee noted that Foreign Exchange remittances were pending beyond 270 days and advised the unit to seek extension of time, if the unit is likely to realize it in near future.
- 12. M/s Samde Aromatic (P) Ltd.: The Committee reviewed the performance of the unit and found it satisfactory.
- 13. M/s SAS Braketech Ltd.: The Committee reviewed the performance of the unit and found it satisfactory. It was noted that the unit has been given "In-principle" exit permission and as per unit's submission no production/shipment had been effected since Jan'2015. The Committee requested jurisdictional Central Excise to carry out physical verification and issue No-dues Certificate at the earliest.
- 14. The Hi-Tech Engineering Systems (P) Ltd.: The Committee reviewed the performance of the unit and found it satisfactory.
- 15. M/s Universal Industrial Plats Mfg. Co. (P) Ltd.: The Committee reviewed the performance of the unit and found it satisfactory.

a.mala²

2.2(16): Joint monitoring of EOUs falling under jurisdiction of C.Ex. Commissionerate, Jaipur in terms of Appendix 6F of HBP.

- 1. M/s. A.K. Exports: The Committee reviewed the performance of the unit and found satisfactory. The Committee noted that the unit has been granted "In-principle" exit permission and a SCN, for consumption of input beyond 2% of export quantity in absence of SION, has been issued against the unit. In this connection, it was also observed that Norms Committee have fixed SION norms for precious and semi-precious gem stones in other similar cases since the issue of SCN. The Committee decided that minutes of the Norms Committee meeting be circulated to all commissionerates of jurisdictional Central Excise.
- 2. M/s Abacus Metals (P) Ltd.: The Committee reviewed the performance of the unit and found it satisfactory. Central Excise pointed out that the APR data furnished by the unit is in variance with the data furnished to the Central Excise. Unit was directed to reconcile the data of export-import with Central Excise and NSEZ.
- 3. M/s Earth Stone Group: The Committee reviewed the performance of the unit and found it satisfactory. The unit represented that they have been unable to debond due to accumulation of imported raw material stock of marble as marble cannot be sold in the local market in terms of para 6.8 of FTP. Development Commissioner, NSEZ stated that the problem has arisen due to piling up of raw material stock without proper monitoring by the unit itself. It was informed that in view of Policy provision DTA clearance cannot be allowed. Unit can explore the option of sale against import license, issued by DGFT.
- 4. M/s Mega Jewels (P) Ltd.: The Committee reviewed the performance of the unit and found it satisfactory. The Committee noted that the unit has initiated necessary steps to recover pending foreign exchange remittance of Rs. 71000/- and directed NSEZ to take final report from the unit.
- 5. M/s Millenium Jewellery (P) Ltd.: The Committee reviewed the performance of the unit and found it satisfactory.
- 6. M/s Nano Engineering Materials (P) Ltd.: The Committee reviewed the performance of the unit and noted that the NFE of the unit is negative after completion of 3 years. The Committee desired that a cautionary letter be issued to the unit regarding NFE shortfall and the reason for shortfall may be ascertained.
- 7. M/s Paris Elysees India (P) Ltd.: The Committee reviewed the performance of the unit and found it satisfactory. Unit represented that their consignments are being subjected to random checking repeatedly even though the consignments are factory stuffed in the presence of jurisdictional Central Excise. The Committee asked the unit to submit a detailed representation to Commissioner of Central Excise as well as Development Commissioner, NSEZ so as to enable them to look into the matter and take up with appropriate authority for early resolution. The unit was also directed to

a. mele

3

furnish detailed report regarding the issues raised by AG (Audit) on insufficiency of bond amount and non-realization of Foreign exchange.

- 8. M/s Rajasthan Fasteners (P) Ltd.: The Committee reviewed the performance of the unit and found it satisfactory. Further, unit was asked to furnish its comments on the observation of AG (Audit) regarding pending foreign exchange.
- 9. M/s Shri Ahimsa Mines & Minerals Limited.: The Committee reviewed the performance of the unit and found it satisfactory.
- 10. M/s Sigma Electric Mfg. Corp. (P) Ltd.: The Committee reviewed the performance of the unit and found it satisfactory.
- 11. M/s Stone Age (P) Ltd.: The Committee reviewed the performance of the unit and found it satisfactory.
- 12. M/s Tab India Granites (P) Ltd.: The Committee reviewed the performance of the unit and found it satisfactory.
- 13. M/s Vaibhav Global Limited: The Committee reviewed the performance of the unit and found it satisfactory.
- 14. M/s Veto Electro powers India Ltd.: The Committee reviewed the performance of the unit and found it satisfactory.

Q. male

- 2.3(16): Joint monitoring of EOUs falling under jurisdiction of C.Ex. Commissionerate, Jodhpur in terms of Appendix 6F of HBP.
 - 1. *M/s Cosmo Stone Impex*: The Committee reviewed the performance of the unit and found it satisfactory.
 - 2. *M/s Divine Stone Enterprise:* The Committee reviewed the performance of the unit and found it satisfactory.
 - 3. M/s Pelican Grani Marmo (P) Ltd.: The Committee reviewed the performance of the unit and found it satisfactory.
 - 4. M/s Shree Ram Granites: The Committee reviewed the performance of the unit and found it satisfactory.
 - 5. M/s Vegan Colloids Ltd.: The Committee reviewed the performance of the unit and found it satisfactory. No one was present from the unit. It was noted that the export figures furnished by the unit to its jurisdictional Central Excise was much higher than the figures furnished in APR. Jurisdictional Additional Commissioner of Central Excise submitted that this could be because the unit is also exporting on behalf of another EOU. The Committee desired that Central Excise should seek clarification from the unit and keep NSEZ informed. NSEZ also to seek clarification from the unit.
 - 6. M/s Vikas WSP Limited (Unit-II): The Committee reviewed the performance of the unit and found satisfactory. No one was present from the unit. It was noted that the export figures furnished by the unit in its jurisdictional Central Excise was much higher than the figures furnished in APR. Jurisdictional Additional Commissioner of Central Excise submitted that this could be because the unit is also exporting on behalf of another EOU. The Committee desired that Central Excise should seek clarification from the unit and examine this issue. Position should be informed to NSEZ. NSEZ also to seek clarification from the unit.
 - 7. M/s Vikas WSP Ltd.: The Committee reviewed the performance of the unit and found satisfactory. No one was present from the unit. It was noted that the export figures furnished by the unit in its jurisdictional Central Excise was much higher than the figures furnished in APR. Jurisdictional Additional Commissioner of Central Excise submitted that this could be because the unit is also exporting on behalf of another EOU. The Committee desired that Central Excise should seek clarification from the unit and examine this issue. Position should be informed to NSEZ. NSEZ also to seek clarification from the unit.

a. male

- Joint monitoring of EOUs falling under jurisdiction of C.Ex. Commissionerate, 2.4(16): Udaipurin terms of Appendix 6F of HBP.
 - The Committee reviewed the performance of the unit 1. M/s. Abhishek Exports: and found it satisfactory.
 - The Committee reviewed the performance of 2. M/s Florence Sand Stone (P) Ltd.: the unit and found it satisfactory.
 - 3. M/s Gaurika Gems & Jewels (P) Ltd.: The Committee reviewed the performance of the unit. The jurisdictional Central Excise submitted that CBI has registered a case against the unit for undertaking DTA sale under para 6.9 (b) without payment of duty. Central Excise was asked to provide complete details of the case so as to enable NSEZ to take appropriate action against the unit.
 - 4. M/s Gnine Marmograni Impex (P) Ltd.: The Committee reviewed the performance of the unit and noted that the unit has just commercial production.
 - 5. M/s Harmony Plastic (P) Ltd.: The Committee reviewed the performance of the unit and found it satisfactory.
 - 6. M/s Inani marble & Granites: The Committee reviewed the performance of the unit and found it satisfactory. The unit represented that benefit of MEIS should be extended to marble export also. The Committee informed that unit can send its representation, with complete facts, to DGFT.
 - The Committee reviewed the performance of 7. M/s Jain Grani Marmo (P) Ltd.: the unit and found it satisfactory.
 - The Committee reviewed the performance of the 8. M/s Karnawat International: unit. Jurisdictional Assistant Commissioner of Central Excise submitted that the unit has piled up alarmingly high stock of imported raw material in their premises. The Committee expressed its serious disapproval over such accumulation of raw material stock and directed the unit to submit complete year-wise details of utilization of imported stock to NSEZ as well as their jurisdictional Central Excise. The Committee desired that Central Excise should monitor import, export and stock level and issue procurement certificate only in accordance with the requirement of the unit so that kind of situation as is being faced by M/s Earth Stone Group, can be avoided.
 - The Committee reviewed the performance of 9. M/s Kumar Arch Tech (P) Ltd.: the unit and noted that import data furnished to jurisdictional Central Excise was in variance with data furnished in APR to NSEZ. The unit was asked to reconcile the data of import with jurisdictional Central Excise and NSEZ.
 - The Committee reviewed the 10. M/s Natural Slate & Sand Stone Exports (P) Ltd.: performance of the unit and found it satisfactory. The representative of the Unit raised the issue of extending the benefit service tax exemption to EOUs. Unit was

a. mala

requested to give detailed representation to NSEZ and Central Excise so that issue can be taken up appropriately.

- 11. M/s Pacific Industries Ltd: The Committee reviewed the performance of the unit and found it satisfactory. It was noted that FE remittances of the unit is pending for realization for more than prescribed time limit. Unit was directed to take necessary steps to either recover the amount or take permission from RBI or write-off the amount.
- 12. M/s Parth Natural Stones (P) Ltd.: The Committee reviewed the performance of the unit and found it satisfactory.
- 13. M/s Periwal Exports: The Committee reviewed the pearformance of the unit and found it satisfactory. The unit represented that exporting their handicraft items have become very difficult due to procedural requirements of central excise. The Committee observed that Handicraft is a priority sector and all out effort should be made to encourage export from the sector. Commissioner of Central Excise assured that he will get the issue examined and get the same resolved. Unit was advised to meet Commissioner of Central Excise with complete facts.
- 14. M/s Rama Arts & Exports: The Committee reviewed the performance of the unit and noted that the unit has just commenced commercial production.
- 15. M/s Rishabh Green Marble (P) Ltd.: The Committee reviewed the performance of the unit and found it satisfactory. It was noted that the unit has not submitted APR for the period 2015-16. Unit's representative was directed to submit the APR within a week.
- 16. M/s Shree Agencies (P) Ltd.: The Committee reviewed the performance of the unit and found it satisfactory. It was noted that the unit is in the process of completing final exit formalities.
- 17. M/s Stone On Net India (P) Ltd: The Committee reviewed the performance of the unit, It was noted that no one was present from the unit and the unit is habitually late in submitting the APRs. The Committee took serious view of the matter and directed that communication in this regard be sent to the unit.
- 18. M/s United Natural Stones: The Committee reviewed the performance of the unit and noted that the unit's NFE is negative for the current block. Although LOP is valid till March' 2018, the Committee directed NSEZ that a close watch be kept on unit's performance and reason for shortfall may be sought from the unit.

Encl: annexure- I

(Dr. L.B. Singhal)
Development Commissioner

Annexure- I

List of Participants

- 2. Shri C.K. Jain, Commissioner, Central Excise, Udaipur.
- 3. Shri K.C. Sharma, Addl. Commissioner, Central Excise, Udaipur
- 4. Shri Alok Gupta, Addl. Commissioner, Central Excise, Alwar & Jodhpur.
- 5. Shri Deepankar Aron, Addl. Commissioner, Central Excise, Jaipur.
- 6. Smt Mala Rangarajan, Dy. Development Commissioner, NSEZ, Noida
- 7. Shri Naresh Bundel, Dy. Commissioner, Central Excise, Kota.
- 8. ShriK.C. Tiwari, Asstt. Commissioner, Central Excise, Udaipur.
- 9. Dr. Hemant Kumar, Asstt. Commissioner, Central Excise, Udaipur.
- 10. Shri Ram Baboo, Asstt. Development Commissioner, NSEZ, Noida.

and In