

NOIDA SPECIAL ECONOMIC ZONE

Minutes of the Approval Committee meeting of Mahindra World City (Jaipur) Ltd. Multi-Product SEZ, Jaipur, held under the Chairmanship of Shri A. Bipin Menon, Zonal Development Commissioner, NSEZ at 11.30 AM on 18.07.2024 in Hybrid mode at O/o Development Commissioner, Mahindra World City (Jaipur) Limited Special Economic Zone and through Video Conferencing.

The following members of Approval Committee were present during the meeting through video conferencing:-

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- i. Shri Surender Malik, IRS, Joint Development Commissioner, NSEZ
- ii. Shri P.N. Sharma, Joint Director, Industry, Rajasthan, Jaipur.
- iii. Shri Anil Lakhera, Deputy Manager, RIICO, Jaipur.
- iv. Shri Ashok Kumar, Assistant Commissioner, Office of Central Goods & Services Tax Department, Jaipur.
- v. Shri Ashma Chawla, Assistant DGFT, Jaipur (Rajasthan).
- vi. Shri Vimal Mishra, General Manager, Mahindra World City (Jaipur) Ltd. (representative of SEZ Developer).

- Besides, during the meeting (i) **Shri Buddhi Prakash**, Specified Officer, Mahindra World City SEZ, Jaipur; (ii) Shri Nitin Gupta, Deputy Development Commissioner, NSEZ. (iii) Shri Pankaj Sharma, Assistant Development Commissioner, NSEZ and (iv) Shri Sunil Gulyani, Stenographer Gr.II, NSEZ were also present to assist the Approval Committee. It was informed that the quorum was available and the meeting could proceed.
- At the outset, the Chairman welcomed the participants. After a brief introduction, the agenda was taken up sequentially. After detailed deliberations amongst the members of the Approval Committee as well as interaction with the applicants / representatives of the developers / units, the following decisions were taken:-

1. Ratification of the Minutes of the Approval Committee meeting held on 21.06.2024:-

As no reference in respect of the decisions of the Approval Committee held on 21.06.2024 was received from any of the members, the minutes of the Meeting was unanimously ratified.

Item No. 2: Proposal for addition of area and revision of capacity and projections for current block:

2.1 M/s Maxop Engineering Company Private Limited

2.1.1 It was informed to the Committee that Maxop Engineering Company Private Limited is engaged in manufacture of (i) High Pressure Casting Components; (ii) Alloys; and provision of (iii) Engineering & Design Services. The Committee also



noted that currently, the unit is running at Plot No. PA-011-007, Plot No. PA-011-008A and Plot No. PA-010-013 of Mahindra World City (Jaipur) Ltd. Multi-Product SEZ. They have applied for addition of Plot No. PA-011-002-A and addition of manufacture of Aluminium Alloy – Ingots / Melton. The proposed revised projections for the current block are as under:-

(Rs. in lakhs)

Particulars (for 5 years)	Projections as proposed in Form F1	Revised new projections
FOB value of exports	149627	213020
FOB value of service exports – Engineering & Design Services	2500	2500
Foreign Exchange Outgo	55787	107499
NFE	96340	108021
Imported capital goods	1435	1455
Indigenous capital goods	160	1641
Imported raw material/ consumables/ components	53665	105337
Indigenous raw material/ consumables/ components	6440	12641

Proposed changes in Annual Production capacity:

Annual capacity	Uom	Already approved for 1 st five years	Proposed capacity
High Pressure Die Casting Components	Pcs	1,32,00,000	1,38,60,000
Making of Alloy	Kgs	1,20,00,000	1,23,50,000
Making of Aluminium Alloy	Kgs	--	1,99,68,000
Engineering & Design Services	INR	10,00,00,000	10,00,00,000

2.1.2 Shri Rajesh Kumar Jha, Senior Manager, attended the meeting.

2.1.3 After due deliberations, the Committee approved the proposal.

Item No. 3: Renewal of Letter of Approval and broad banding of additional items:

3.1 M/s Maxop Engineering Company Private Limited

3.1.1 It was informed to the Committee that Maxop Engineering Company Private Limited, an SEZ unit in Mahindra World City (Jaipur) Limited is engaged in manufacture and export of the following goods and services:

Table-1

S. No.	HSN Code	Description of goods	UOM	Quantity
1.	8708-	High Pressure Die Casting Components	Pieces	1,32,00,000
2.	7616-	Making of Alloy	Kgs	1,20,00,000
3.	998399-86725	Engineering & Design Services	INR	10,00,00,000

3.1.2 The Unit had applied for renewal of LOA and submitted Form F1 with the following products for addition in the LOA

Table-2

S No.	HSN Code	Description of goods	UOM	Quantity
1.	87089900	Parts and accessories of the motor vehicles	Pieces	4712400
2.	850300259	E-Motor Parts	Pieces	8316000
3.	85099000	Electro-mechanical domestic appliances	Pieces	693000
4.	76012010	Aluminium Ingots	Kgs	1,99,68,000

3.1.3 It was also informed to the Committee that the unit's proposal was placed before the UAC meeting held on 17.05.2024. The proposal was deferred on account of the negative NFE in the SEZonline data.

3.1.4 In response, the unit has now provided the following reason(s) / clarification:-

- a. Deemed export data shown in DTA sales in NSDL portal (sale against advance authorization);
- b. In NSDL, all import data during the year is shown whereas in NFE calculation, closing stock should be deducted.
- c. The Option was not available with NSDL portal for SERF filing.

3.1.5 Shri Rajesh Kumar Jha, Senior Manager, attended the meeting. He further expounded on the reasons provided above and indicated that requisite documents were provided.

3.1.6 After due deliberations, the Committee approved the proposal for renewal of LOA for remaining period of current Block i.e. till 29.05.2029 as well as inclusion of goods indicated in Table-2 under para 3.1.2.

4. Proposal for addition in list of products along with their HS Codes

4.1 M/s Gravita India Private Limited

4.1.1 M/s Gravita India Private Limited had submitted a proposal vide letter dated 02.02.20024 and 13.05.2024 for broad banding of 242 products as per prescribed

format in Form F3.

4.1.2 The unit's representatives informed that vide letter dated 13.05.2024, the unit had submitted a revised list of goods including removal of HS Codes which were restricted. He also informed that most of the products were consumables or parts of their capital goods.

4.1.3 The Committee desired that separate list for manufacture and for trading may be provided and the products in the list of manufacture should not be mentioned in the list of trading items.

4.1.4 The Committee deliberated the proposal and unanimously approved the proposal. This is subject to submission of requisite documents alongwith separate list for proposed products of manufacture and trading.

5. Proposal for monitoring of performance

5.1 M/s Marsons Industries Private Limited

5.1.1 It was informed to the Committee that M/s Marsons Industries Private Limited, is an SEZ unit in Mahindra World City (Jaipur) Limited SEZ. As per record, the date of commencement of production is 02.07.2015 and the first five year block period was valid upto 01.07.2020. However, the validity of LOA was extended from time to time upto 31.03.2024.

5.1.2 On receipt of unit's application for renewal of LOA, the performance of the unit during current block period 2020-21 onwards was verified. It was noted that due to depreciation in the value of capital goods, the unit's NFE was found negative by (-) Rs.1.80 lakhs. Hence the proposal was placed before the UAC.

5.1.3 Shri Bimal Jain, Managing Director of the unit attended the meeting online and a personal hearing was given. He stated that they were exporting transformers. However, on account of circumstances like the pandemic and recession in UK, no orders were forthcoming. However, now they were optimistic of getting orders within the next three-four months and would achieve a positive NFE. He also requested to extend the validity of LOA for an appropriate time-period.

5.1.4 The Committee deliberated on the proposal and noted that the unit's NFE was negative in the first four years of current five-year block period. In view of the personal hearing to Mr Jain, the Committee empowered the O/o the Development Commissioner to take further action in view of the negative NFE and directed the unit to furnish export orders.

6. Extension of validity of LOA

6.1 Hishimo Pharmaceuticals Pvt Ltd upto to 03.12.2025

6.1.1 It was informed to the Committee that M/s Hishimo Pharmaceuticals Private Limited is an SEZ unit in Mahindra World City (Jaipur) Limited SEZ. The LOA No.

10/24/2020/SEZ/9447 dated 04.12.2020 for manufacture and export of herbal medicines in the form of capsules, oil, powder and syrups. The initial validity of LOA was upto 03.12.2021. Subsequently, the unit had not made any application for extension until 03.10.2022. A personal hearing was given to Mr Mohit Bhatnagar, Director, by the Development Commissioner on 14.10.2022, wherein the following reasons were given for the delay in seeking extension:-

- i. Lockdown due to the pandemic delayed their operations by 8-9 months
- ii. Russia-Ukraine conflict has adversely affected their DTA business since only one consignment to Romania went which also got stuck up.
- iii. The Architect was still being finalized and the unit would look at getting persons from Indore or UAE. This has been delayed due to the specific nature of the building required for all compliances as per WHO norms. Moreover, they need to have four different units manufacturing capsules, oil, powder and syrups.

However, the Development Commissioner, NSEZ observed that the unit did not have clarity on the specific approvals needed by them and even alluded to the WHO giving them an approval (which does not seem to be the case as WHO is not a regulatory agency issuing approvals). The unit was directed to furnish the timeline for onstruction activities, a technical flowchart, business plan for commencing activities and the regulatory approvals required.

6.1.2 The unit vide Email dated 14.03.2024 submitted that the project got delayed due to the pandemic and for a year that they couldn't find the right contractor - designer etc. The unit further stated that in the last four months they have finalised the architect to whom an advance was made, along with finalisation of maps and design. The unit has requested for renewal of LOA.

6.1.3 It was also informed to the Committee that the unit's proposal has been forwarded to DoC for placing before the upcoming meeting of Board of Approvals for SEZs.

6.1.4 The unit's representatives attended the meeting and informed about the current status of their project. It was mentioned that they had an export order from a Jordanian buyer who would also be the distributor for the Middle East market.

6.1.5 The Committee deliberated upon the proposal and in view of the reasons provided had no objection for extending the validity of **LOA upto 03.12.2023**. Further, the unit was directed to submit the technical flow chart, timelines for construction and the export order from the Jordanian buyer. The committee further noted that the unit's proposal was forwarded to DoC for consideration by the Board of Approval for extension of LOA. The in principle extension to the unit by UAC is contingent on the provison of the documents sought above.

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





(Gya Prasad)
Deputy Development Commissioner



(A Bipin Menon)
Development Commissioner