



GOVERNMENT OF INDIA
MINISTRY OF COMMERCE & INDUSTRY
DEPARTMENT OF COMMERCE
OFFICE OF THE DEVELOPMENT COMMISSIONER
NOIDA SPECIAL ECONOMIC ZONE
NOIDA DADRI ROAD, PHASE-II, NOIDA - 201305
DISTT. GAUTAM BUDH NAGAR (UTTAR PRADESH)

फ. स.10 / 191/2008-सेज/

दिनांक: 19/07/2016

1. निदेशक, वाणिज्य विभाग, वाणिज्य एवं उद्योग मंत्रालय, भारत सरकार, उद्योग भवन, नई दिल्ली-110001।
2. संयुक्त महानिदेशक विदेश व्यापार, उद्योग भवन, तिलक मार्ग, जयपुर (राजस्थान)।
3. आयुक्त आयुक्त, (सीआईटी-तृतीय-जयपुर), न्यू सेंट्रल रेवेन्यू बिल्डिंग, स्टैचू सर्किल, सी-स्कीम, जयपुर (राजस्थान)।
4. आयुक्त केन्द्रीय उत्पाद शुल्क, जयपुर-I, न्यू सेंट्रल रेवेन्यू बिल्डिंग, स्टैचू सर्किल, सी-स्कीम, जयपुर (राजस्थान)।
5. प्रबंध निदेशक, रीको लिमिटेड, उद्योग भवन तिलक मार्ग, जयपुर (राजस्थान)।
6. उपसचिव (आई एफ - 1), बैंकिंग प्रभाग, आर्थिक मामलों का विभाग, वित्त मंत्रालय, भारत सरकार, तृतीय तल, जीवन दीप बिल्डिंग संसद मार्ग, नई दिल्ली।
7. आयुक्त, उद्योग विभाग, उद्योग भवन, तिलक मार्ग, जयपुर (राजस्थान)।
8. महाप्रबंधक, रीको लिमिटेड, उद्योग भवन तिलक मार्ग, जयपुर (राजस्थान)।
9. महिंद्रा वर्ल्ड सिटी (जयपुर) लिमिटेड (विकासकर्ता), 411, नीलकंठ टावर, भवानी सिंह मार्ग, सी स्कीम, जयपुर-302001 (राजस्थान)।

विषय: दिनांक 15/07/2016 को अपराह्न 12.00 बजे रीको बोर्ड रूम, उद्योग भवन, तिलक मार्ग, जयपुर में आयोजित महिंद्रा वर्ल्ड सिटी (जयपुर) लिमिटेड विशेष आर्थिक क्षेत्र के अनुमोदन समिति की बैठक का कार्यवृत्त - एतद संबंधी।

महोदय,

मुझे उपरोक्त विषय का सन्दर्भ लेने और डा० एल बी सिंघल, विकास आयुक्त, नोएडा विशेष आर्थिक क्षेत्र की अध्यक्षता में दिनांक 15/07/2016 को अपराह्न 12.00 बजे रीको बोर्ड रूम, उद्योग भवन, तिलक मार्ग, जयपुर में आयोजित महिंद्रा वर्ल्ड सिटी (जयपुर) लिमिटेड विशेष आर्थिक क्षेत्र के अनुमोदन समिति की बैठक का कार्यवृत्त प्रेषित का निर्देश हुआ है।

इसे विकास आयुक्त, नोएडा विशेष आर्थिक क्षेत्र, नोएडा का अनुमोदन प्राप्त है।

भवदीय,

संलग्नक : उपरोक्त

(राकेश कुमार)

उप विकास आयुक्त

प्रतिलिपि:

1. संयुक्त सचिव, वाणिज्य विभाग, वाणिज्य एवं उद्योग मंत्रालय, भारत सरकार, उद्योग भवन, नई दिल्ली - 110001—सूचनार्थ।
2. विकास आयुक्त, नोएडा विशेष आर्थिक क्षेत्र, नोएडा - सूचनार्थ।

उप विकास आयुक्त

NOIDA SPECIAL ECONOMIC ZONE

Minutes of the meeting of the Approval Committee of SEZs of M/s. Mahindra World City (Jaipur) Ltd. held under the chairmanship of Dr. L.B. Singhal, Development Commissioner (DC), Noida SEZ at 12.00 PM on 15/07/2016 in the Board Room of RIICO, Udyog Bhawan, Tilak Marg, Jaipur.

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

1. Shri R.P. Meena, Joint DGFT, Jaipur.
2. Shri Rajendra Jha, Jt. Commissioner, Income Tax, Jaipur
3. Shri R.C. Saini, Asstt. Commissioner, Central Excise, Jaipur-I.
4. Shri Dinesh Pahadia, AGM, RIICO, Jaipur.
5. Shri Sanjay Jain, CFO, Mahindra World City (Jaipur) Ltd.(Developer).

2. Besides, during the meeting Shri Rakesh Kumar (Dy. Development Commissioner), & Shri J.C. Gupta (Specified Officer) were also present to assist the Approval Committee.

3. At the outset, DC, NSEZ welcomed the participants. After brief introduction, each items included in the agenda were taken up for deliberation one by one. After detailed deliberations amongst members as well as interaction with the applicants / representatives of the units, the following decisions were taken:-

(i) Ratification of Minutes of last meeting of the Approval Committee:-

The Committee was informed that no reference against the decisions of the Approval Committee held on 17/06/2016 was received from any of the members of the Committee or Trade and therefore, Minutes of the meeting held on 17/06/2016 were ratified.

(ii) Item wise decisions on proposals included in agenda:

1. Review of LOAs of units in the Engineering & related industries of M/s. Mahindra World City (Jaipur) Ltd., engaged into business of CRGO material – req.

It was informed to the Approval Committee that DOC vide its letter No. D-12/33/2016-SEZ dated 23/03/2016 has forwarded letter dated 01/03/2016 of Ministry of Steel wherein following issues have been raised regarding import of non-prime, mills left over, scrap and spurious CRGO material in SEZs by some traders circumventing the Steel Control Order:-

"It has been informed that many companies are importing the non-prime, mills left over, scrap and spurious CRGO material from all over the world in SEZs. Some unscrupulous companies are also

repeatedly importing core oil assemblies of old and decommissioned transformers from foreign countries, under the guise of scraping the same. Then they dismantle the copper and export the same from SEZ as copper scrap while CRGO laminations are sold in the DTA as Melting Scrap. However, it is relevant to mention that in India there is no unit manufacturing CRGO steel sheets out of CRGO melting scrap. Therefore, instead of melting this CRGO steel sheets under the guise of scrap, the sheets are directly reused by transformer or laminations manufacturers who manufacture laminations for smaller transformers from this old and used CRGO material which is restricted for import/use as per the Steel Quality Control Order. It is relevant to mention that CRGO is the most important material for the power and transformer industry. Spurious quality of CRGO electrical steel results in inefficient and faulty transformers resulting in huge power losses.”

It was also informed that prior to receipt of above letter from Ministry of Steel, there are three approved units in the Engineering & related industries SEZ of M/s. Mahindra World City (Jaipur) Ltd., which are engaged in manufacturing & export of Lamination Core from CRGO Sheets namely M/s. Dynamic Powertech Pvt. Ltd., M/s. Marson Industries Pvt. and M/s. Topline Overseas. As there was no clarification/guidelines from Ministry of Steel received earlier on these issues, the LOAs to the existing units were issued as per the policy provision in place at that time and the conditions w.r.t CRGO Steel Sheets have not been mentioned in the LOA of above said units. It was recommended that such conditions may also be included in the LOA of existing units working for similar manufacturing activities.

Shri Rahul Mangal, Managing Director, M/s. Dynamic Powertech Pvt. Ltd. and Shri Saurabh Gupta, M/s. Topline Overseas appeared before the Approval Committee. It was informed by them that they imports prime/ fresh materials from different countries. These materials have standard electrical and physical properties, but these materials cannot be processed on automatic cut to length machines because these material's width/length are not uniform to be accommodated by automatic cutting machines. It was mentioned by them that labour cost in these countries are very high hence, these types of material are disposed by these companies at very attractive prices. It was further informed by them that they procure these materials and process manually and sell on lower prices in comparison to materials processed on cut to length machines. They further added that few of their non-prime material has already been shipped or on verge of shipment and requested to allow these raw materials upto 20.7.2016 for last shipments so that they can honour their commitment to their suppliers. It was also assured by them that these materials shall be used for export only.

 However, no one from M/s. Marson Industries Pvt. Ltd. appeared by the Approval Committee.

The Approval Committee also observed that at Para 3 of Notification No. S.O. 3458(E) dated 15th December, 2015 issued by Ministry of Steel, Govt. of India, provides as under :-

“Prohibition regarding manufacture, storage, sale, distribution etc.- (1) No person shall by himself or through any person on his behalf manufacture or store for sale, sell or distribute any steel and steel products specified in the Schedule, which do not conform to the specified standard and do not bear Standard Mark of the Bureau of Indian Standards, on obtaining certification marks licence:

Provided that nothing in this Order shall apply in relation to export of steel and steel products required for export, which conform to any other specification required by the foreign buyer.”

The Approval Committee, after due deliberations, decided to impose following conditions in the LOA of M/s. Dynamic Powertech Pvt. Ltd., M/s. Marson Industries Pvt. and M/s. Topline Overseas.:

1. Unit will import/purchase only prime CRGO.
2. Unit will not be permitted to import non-prime, mills left over, scrap and spurious CRGO material.

Representative of the unit present in the UAC requested that the above conditions should not be made applicable to the raw-material which has already been shipped or already in the process of import. After consideration of this request Approval Committee decided that the above stated conditions would not apply to the import of raw-material where Bill of Lading has already been issued on or before date of this Approval Committee meeting i.e. 15.7.2016. However, this will be subject to the condition that such import shall be utilized for 100% export, in view of the above stated notification of Ministry of Steel dt. 15.12.2015 where exemptions has been provided in relation to export. This was specifically informed to the representatives of the units in the meeting and they agreed for the same.

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



(Dr. L.B. Singhal)

Development Commissioner