मुरादाबाद विशेष आर्थिक क्षेत्र

(07/09/2020 को आयोजित मुरादाबाद विशेष आर्थिक क्षेत्र की अनुमोदन समिति की बैठक का कार्यवृत्त)

श्री आर० पी० गोयल, क्षेत्रीय विकास आयुक्त, नॉएडा विशेष आर्थिक क्षेत्र की अध्यक्षता में दिनांक 07/09/2020 को शाम 03:00 बजे वीडियो कॉन्फ्रेंसिंग द्वारा आयोजित मुरादाबाद विशेष आर्थिक क्षेत्र की अनुमोदन समिति की बैठक का कार्यवृत्त

The following members of the Approval Committee participated in the meeting through Video Conferencing :-

1) Shri S. S. Shukla, Jt. Development Commissioner, NSEZ, Noida.
2) Shri Anuj Kumar Singh, Dy. Commissioner, O/o Jt. C. I. Moradabad.
3) Shri Sheopat Singh, Asstt. Commissioner of Customs, ICD Dadri, Noida.
4) Shri Santosh Kumar, Regional Manager, UPSIDA, Moradabad SEZ.
5) Shri Rakesh Kumar Singh, F.T.D.O., O/o Add. DGFT CLA, New Delhi.

Besides, during the meeting (i) Shri R. K. Srivastava, Dy. Development Commissioner, NSEZ (ii) Shri Amit Kumar Gupta, Specified Officer, Noida SEZ, (iii) Shri Tapan Bhattacharyya, Specified Officer, Moradabad SEZ, (iii) Dr. V. P. Sharma, Asstt. Development Commissioner, Moradabad SEZ also participated in the meeting through Video Conferencing to assist the Approval Committee. It was informed that the Quorum is complete and the meeting can start.

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

1	**Ratification of Minutes of last meeting of the Approval Committee held on 13/03/2020** As no reference in respect of the decisions of the Approval Committee held on 13/03/2020 was received from any of the members of the Approval Committee or Trade, Minutes of the meeting held on 13.03.2020 were unanimously ratified.

Rai Kumar Srivastava

2 Setting up of new units in MSEZ

2.1 Proposal of M/s East Elm :-

i) Approval Committee was informed that the applicant has proposed to set up a new unit in Moradabad SEZ for manufacturing & export of handicrafts items made of Wooden, Glass, Iron, Curtain Rods, Brass, Copper, Aluminium, Tin Boxes & Electric Lamp with projected exports of Rs. 581.26 Lakhs and the NFE of Rs. 485.80 Lakhs over a period of five years.

ii) Approval Committee was informed that the unit has been allotted Plot No. H-26, Pocket-'A' by the developer i.e., UPSIDA measuring 190 Sq. Metres. It was further informed that the built-up area will be 60% of total plot area i.e., 114 Sq. metres (Factory/ office - 40 sq. metres & Warehouse/ storage – 74 sq. metres). It was also informed that there will be 35 persons working in the unit. It was also informed to Approval Committee that unit's proposed overall investment is 60.43 Lakhs (i.e. Land & site development – 8.93 lakhs, Building – 30 lakhs, Plant & Machinery – 15 lakhs, Margin money for working capital – 6.50 Lakhs).

iii) Shri Shailendra Pal Singh, Partner appeared before the Approval Committee to explain the project. He informed that he is already in the export business and is having a DTA unit in the name of M/s The Eastelm from where his turnover including export sales was to the tune of Rs. 25-30 Lakhs during last year (2019-20). He further informed that the proposed SEZ unit is a partnership firm having Shri Shailendra Pal Singh and Smt. Renu Singh as partners. He also informed that their project would be financed through the partners own funds (19.00 Lakhs), through loan from bank (10.00 Lakhs) and through unsecured loans from Family/ friends (31.43 Lakhs). He also informed that the unit will employ approx. 35 persons initially. He informed the committee that he will construct 2 floors in the factory area (40 sq. metres) in SEZ unit to accommodate machines, 35 employees, office etc.

iv) The Approval Committee, deliberated the proposal and observed as under:

i. It would not be practically possible to accomodate 35 persons, office, machines etc. in only 40 sq. metres area. If there was already a plan for construction of 2nd floor then why was it not mentioned in Project report and also why the cost calculation for the same was not factored in overall cost of the project? Even on two floors having totally 80 Sq. metres built up area, it would be difficult to carry operations as projected.

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ii. The export projection of Rs. 581.26 Lakhs in 5 year term with investment in Plant & Machinery of just 15 Lakhs does not seem to be realistic. Also the details of Raw material including value & quantity to be procured by the unit from DTA/ overseas (import) has not been given.

iii. Total income of both the partners for the last three years in actual Rs. 19.00 Lakhs which amounts to Rs. 53000/- per month. After meeting the household expenses the surplus/ saving would be meagre to start such a venture.

iv. The documentary proof (like Bank Statements for own fund & unsecured loan from Family/ friends, provisional offer of loan from bank) supporting the claim for sources of finance has not been provided.

v. Proof of Export sales data of DTA unit as claimed by representative of unit has not been provided.

vi. Proof of Experience in export & manufacturing has also not been submitted.

vii. Wages of labour (unskilled/ semi-skilled/ skilled) in the project report is much below as the minimum prescribed by the Government of Uttar Pradesh.

v) The Approval Committee, after due deliberations, unanimously decided to defer the case and directed that the above deficiencies/ observations may be communicated to the unit and once response in received the same may be examined and the case may be placed before Approval Committee with full facts in its next meeting.

2.2 **Proposal of M/s Adprint Product Ind. :-**

i) Approval Committee was informed that the applicant has proposed to set up a new unit in Moradabad SEZ for manufacturing & export of handicrafts items made of Decorative Face Tissue Boxes, Jewelry Boxes, Handcrafted items of Leather, Wooden Artwares, Diary with Plastic Cover, Embellished Notebooks, Pen Holders, Pencil Holders, Stationery, Decorative Diaries, Handcrafted item of Textile, Prayer Rugs & Druggets, Glass Artwares, Iron & Steel, Brass Artwares, Copper Artwares, Aluminium Artwares, Tin Boxes with projected exports of Rs. 468.93 Lakhs and the NFE of Rs. 360.47 Lakhs over a period of five years.

ii) Approval Committee was also informed that the unit M/s Ad Print Product Ind.

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(Proprietor: Shri Muti-Ur-Rehman Kahn) was previously granted LOA No. NSEZ/4-225/2003-MBD/328 dated 21.08.2007 for Manufacturing & export of Packaging items, Stationary and Indian Handicrafts on Plot No. G-23 & 24, Pocket 'A', Moradabad SEZ. The unit was then granted Exit from SEZ Scheme vide Exit Order No. NSEZ/4-225/2003-MBD/13682 dated 08.05.2019 under Rule 74 of SEZ Rules, 2006 because the Proprietor Shri Muti-Ur-Rehman requested for exit stating that he lives in Dubai and he was unable to generate enough business for his SEZ unit. As per Rule 11 (5) of SEZ Rules, 2006 the lease deed is co-terminus with validity of LOA. Hence, lease deed of Plot No. G-23 & 24 in favour of M/s Ad Print Product Ind. (proprietorship) stands lapsed on 08.05.2019 but the unit has stated that they are in possession of the said plots.

iii) Approval Committee was informed that unit's proposed overall investment is 49.25 Lakhs (i.e. Land & site development – 10.00 lakhs, Building – 20.00 lakhs, Plant & Machinery – 15 lakhs, Margin money for working capital – 4.25 Lakhs).

iv) Approval Committee enquired about the offer of allotment of space by the developer i.e. UPSIDA. Shri Santosh Kumar, Regional Manager, UPSIDA informed that the unit has requested for change in constitution of Plot No. G-23 & 24, Pocket-'A' allotted to M/s Ad Print Product Ind. (Proprietorship) to M/s Adprint Product Ind. (Partnership) in 1st week of September 2020 which has been forwarded to UPSIDA, Head Office, Kanpur for seeking approval in the matter. Representative of UPSIDA also informed that the unit will be given 02 years of time to commence production from date of change in constitution of plot if the same is approved by UPSIDA Head Office, Kanpur.

v) Shri Kishor Kumar Singh, Partner appeared before the Approval Committee to explain the project. He informed that he is already in the export business through a DTA unit in the name of M/s Keys Hyp in which he is Managing Director with 40% shares. He also informed that their turnover in 2018-19 was approximately Rs. 6.00 Crores which includes export sales to the tune of Rs. 2.6 Crores. He further informed that the proposed SEZ unit is a partnership firm having Shri Muti-Ur-Rehman Khan and Shri Kishor Kumar Singh as partners. He also informed that the unit will employ approx. 10 persons initially. Mr. Singh could not explain the details of the business to be carried. Nor he could explain the machinery to be installed and the manufacturing process involved in making so many items proposed to be exported.

Ravi Kumar Sinha

vi) The Approval Committee, deliberated with the proposal in detail and observed as under :-

i) The offer of space from the developer (UPSIDA) in the name of M/s Adprint Product Ind. (Partnership firm) has not been submitted.

ii) The export projection of Rs. 468.93 Lakhs in 5 year term with an investment in Plant & Machinery of just Rs. 15 Lakhs and with employment of 10 persons only does not appear to be realistic. Unit has also not provided the details of Raw material including value & quantity to be procured by them from DTA/ overseas (import).

iii) The documentary proof (like Bank Statements for own fund & unsecured loan from Family/ friends, provisional offer of loan from bank) supporting their claim for sources of finance has not been submitted.

iv) Proof of Export data of DTA unit as claimed above by partner of unit has not been provided.

v) Proof of experience in manufacturing & export not submitted.

vi) Wages of labour (unskilled/ semi-skilled/ skilled) in the project report is much below the minimum wages as prescribed by the Government of Uttar Pradesh.

vii) The unit exited earlier as unit was unable to generate enough business since its proprietor Shri Muti-Ur-Rehman was living in Dubai. The Committee members felt that the current proposal may be a way to keep the plot in SEZ without carrying any activities as per the earlier experience.

viii) ITRs for the last three years with calculation sheet/ annexures not submitted.

ix) Certificates from EPCH for items/ ITC(HS) codes not falling in the list of Handicrafts not submitted.

vii) The Approval Committee, after due deliberations, unanimously decided to defer the case and directed that the above deficiencies/ observations may be communicated to the unit in writing and once response in received the same may be examined and the case may be placed before Approval Committee with full facts in its next meeting.

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2.3	**Proposal of M/s RMD International for setting up a new unit in MSEZ – regarding.** i) Approval Committee was informed that the applicant has proposed to set up a new unit in Moradabad SEZ for manufacturing & export of handicrafts items made of Wax, Leather, Wood, Textile, Stone, Glass, Steel, Iron, Brass, Copper and Aluminium with projected exports of Rs. 48500.00 Lakhs and the NFE of Rs. 48500.00 Lakhs over a period of five years. ii) Approval Committee was also informed that the unit M/s RMD International was previously granted LOA No. NSEZ/4-385/2003-MBD/9666 dated 16.06.2016 for Manufacturing & export of Handicrafts on Plot No. G-01 & 02, Pocket 'A', Moradabad SEZ. The LOA of the unit expired on 15.06.2018 because the unit had not applied for extension of LOA in time. As per Rule 11 (5) of SEZ Rules, 2006 the lease deed is co-terminus with validity of LOA. Hence, lease deed of Plot No. G-01 & 02 in favour of M/s RMD International also stands lapsed on 15.06.2018. Now, the unit has provided NOC from developer (UPSIDA) (dated 28.08.2020) in favour of M/s RMD International that the unit has no pending dues of developer and they have no objection if unit applies for New LOA on the plot with O/o the Development Commissioner, Moradabad SEZ. iii) Approval Committee enquired about the offer of allotment of space by the developer i.e. UPSIDA. Shri Santosh Kumar, Regional Manager, UPSIDA informed that the possession of plot by the unit is still valid. iv) Approval Committee was informed that unit's proposed investment in Plant & Machinery is just Rs. 5.70 lakhs and the raw material requirement of the unit for 5 years is 2550.00 Lakhs only. Against this projected export Rs. 48500.00 Lakhs which is absolutely unrealistic and unviable as project value addition tantamount to around 1800%. v) Dr. Mohit Dubey, Partner appeared before the Approval Committee to explain the project. He informed that there was some typographical error at the end of CA while preparing Form-F and Project report and inadvertently the raw material and export value have been written as 2550.00 Lakhs and 48500.00 Lakhs respectively instead of 25.50 Lakhs and 485.00 Lakhs respectively. He also informed that he is B. Tech from NIT and has also done Masters and Ph. D. and previously he was in USA and was working with Bank of America and Infosys prior to 2011 when he came back to India. He further informed that the proposed SEZ unit is a partnership firm having Shri Mayur Dubey and Smt. Anuradha Dubey as partners. He also informed that the unit

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will employ approx. 09 persons initially.

vi) The Approval Committee, deliberated the proposal and observed the following:

i) The Form-F and project report show all the calculation as per export turnover of Rs. 48500.00 Lakhs and it cannot be a typographical error.

ii) Even the export sales of Rs. 485.00 Lakhs in 5 year term with an investment in Plant & Machinery of only Rs. 5.70 Lakhs and raw material requirement of Rs. 25.50 Lakhs only and employment of only 09 persons is absolutely unrealistic and unviable as project value addition tantamount to 1800% approximately. Unit has also not provided the details of Raw material including value & quantity to be procured by them from DTA/ overseas (import).

iii) The proposed level of activity with the partner's funds of only Rs. 6.70 Lakhs is practically unrealistic & unviable.

iv) The documentary proof (like Bank Statements for own fund & unsecured loan from Family/ friends, provisional offer of loan from bank) supporting their claim for sources of finance have not been submitted.

v) Wages of labour (unskilled/ semi-skilled/ skilled) in the project report much below the minimum wages as prescribed by the Government of Uttar Pradesh.

vi) The partners do not have any experience in manufacturing & export.

vii) Certificates from EPCH for items/ ITC(HS) codes not falling in the list of Handicrafts not submitted.

vii) Approval Committee, after due deliberations, unanimously decided to defer the case and directed that the above deficiencies/ observations may be communicated to the unit in writing and once response in received the same may be examined and the case may be placed before Approval Committee with full facts in its next meeting.

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3	**Inclusion of additional manufacturing activities as authorised operations in LOA**
3.1	**M/s Rishi International (India):-** i) Approval Committee was informed that M/s Rishi International (India) was granted LOA No. NSEZ/4-393/2003-MBD/9655 dated 16.06.2016 for Manufacturing & Export of Handicrafts made of Brass, Aluminium, Iron, Wood, Copper, Glass, Textile, Stainless Steel and Leather. The unit started their production on 20.03.2018 and the LOA of the unit is valid up to 19.03.2023. ii) Approval Committee was informed that now the unit vide their letter dated 24.08.2020 has submitted their request for inclusion of additional items/ITS(HS) codes as authorised operations in their LOA. It was informed that the ITC(HS) codes of the proposed additional items were examined and tallied with the list of Handicrafts items published by Export Promotion Council for Handicrafts and it was found that some of the items are not falling under the said list and therefore the Unit was suggested that for the items which are not falling under the EPCH list, the unit should provide Handicrafts certificate from EPCH. iii) Shri Rishi Madaan, Partner appeared before the Approval Committee. He informed Approval Committee that for meeting international buyer requirements, they have submitted additional items for inclusion as authorised operations in their LOA. He also informed that currently the Plant and Machinery installed in the unit is about Rs. 54 Lakhs and once additional items are approved they will procure and install additional P & M amounting to Rs. 12.00 Lakhs. He also informed that their NFE projection of 11.29 Crores will be revised to Rs. 21.36 Crores for current block of 5 years. Shri Madaan also informed that none of the item/ ITCH(HS) code submitted by them for inclusion in LOA falls under 'Restricted/ Prohibited' category. iv) Shri Santosh Kumar, Regional Manager, UPSIDA informed the committee that the unit has not applied to UPSIDA for inclusion of above additional items which they are required to do. He therefore requested that the unit may be directed to apply to UPSIDA and the request of unit may be considered after receiving 'NOC' from UPSIDA. v) Approval Committee, after due deliberations, unanimously decided as under :- 1. Approved inclusion of items mentioned alongwith its ITC(HS) codes in Table A below [which are already in the Export Promotion Council for Handicrafts (EPCH) approved list of Handicrafts items] in LOA of the unit.

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2. The ITC(HS) codes of items mentioned in Table B below which are not in the EPCH (Export Promotion Council for Handicrafts) approved list of Handicrafts items and for which the unit has neither submitted the EPCH certificate nor the photographs duly certified by EPCH, may be included in LOA subject to submission of Certificate of Handicrafts from EPCH by the unit along with photographs/ ITC(HS) codes.

<table>
<tr><td colspan="2">Table A :-</td></tr>
<tr><td colspan="2">ITC (HS) Code (already approved Handicraft items by EPCH)</td></tr>
<tr><td>74199930</td><td>Handicraft of Brass</td></tr>
<tr><td>74199940</td><td>Handicraft of Copper</td></tr>
<tr><td>73239490</td><td>Handicraft of Iron</td></tr>
<tr><td>76151090</td><td>Handicraft of Aluminium</td></tr>
<tr><td>44209090</td><td>Handicraft of Wood</td></tr>
<tr><td>70200090</td><td>Handicraft of Glass</td></tr>
<tr><td>68159990</td><td>Handicraft of Marble/ stone</td></tr>
<tr><td>94051020</td><td rowspan="3">Handicraft (Lamp/ Lighting artware)</td></tr>
<tr><td>94051010</td></tr>
<tr><td>94055010</td></tr>
<tr><td>69120020</td><td rowspan="2">Handicraft of Ceramic</td></tr>
<tr><td>69120010</td></tr>
<tr><td>46021100</td><td rowspan="5">Handicraft of Rattan</td></tr>
<tr><td>46021200</td></tr>
<tr><td>46021911</td></tr>
<tr><td>46021919</td></tr>
<tr><td>46021990</td></tr>
</table>

<table>
<tr><td colspan="2">Table B :-</td></tr>
<tr><td colspan="2">ITC (HS) Code (not yet approved by EPCH)</td></tr>
<tr><td>73269099</td><td>Handicraft of Iron</td></tr>
<tr><td>76169990</td><td>Handicraft of Aluminium</td></tr>
<tr><td>44219960</td><td>Handicraft of Wood</td></tr>
<tr><td>94051090</td><td>Handicraft of Fabric</td></tr>
<tr><td>41079900</td><td>Handicraft of Leather</td></tr>
<tr><td>44111190</td><td>Handicraft of MDF</td></tr>
<tr><td>62142010</td><td rowspan="3">Handicraft of Textile</td></tr>
<tr><td>62142020</td></tr>
<tr><td>62142030</td></tr>
<tr><td>53109099</td><td>Handicraft of Jute</td></tr>
<tr><td>68151090</td><td>Handicraft of Marble/ stone</td></tr>
<tr><td>91039000</td><td rowspan="2">Handicraft (Clock artware)</td></tr>
<tr><td>91052900</td></tr>
</table>

34049090	Handicraft of Wax
29157020	
38231190	
38231119	
34049020	
94052010	Handicraft (Lamp/ Lighting)
94054090	
94055051	
80070090	Handicraft of Tin
80070010	
80011090	
80012000	

3. The Approval Committee further directed that the above approval is subject to the condition that no restricted / prohibited items shall be allowed.

4. The above approval is subject to the condition that 'NOC' from developer (UPSIDA) will be submitted by the unit.

3.2 **M/s Gemini Enterprises :-**

i) Approval Committee was informed that M/s Gemini Enterprises was granted LOA No. NSEZ/4-4.3/2003-MBD/12187 dated 22.06.2017 for Manufacturing & Export of Handicrafts made of Brass, Aluminium, Copper, Iron, Steel, Zinc, Glass, Wood, Tin & Stone. The unit started their production on 22.06.2018 and the LOA of the unit is valid up to 21.06.2023.

ii) Approval Committee was informed that now the unit vide their letter dated 25.08.2020 has submitted their request for inclusion of additional items/ITS(HS) codes as authorised operations in their LOA. It was informed that the ITC(HS) codes of the proposed additional items were examined and tallied with the list of Handicrafts items published by Export Promotion Council for Handicrafts and it was found that some of the items are not falling under the said list and therefore the Unit was suggested that for the items which are not falling under the EPCH list, the unit should provide a certificate from EPCH. Approval Committee was also informed that FE amounting to Rs. 6.93 Crores is pending for realization on the unit beyond stipulated time of 09 months as on 01.08.2020.

iii) Shri Sudhir Dutt, Proprietor appeared before the Approval Committee. He informed the Approval Committee that they have submitted additional items for inclusion as authorised

Ravi Kumar Dinesh

	operations in their LOA as per the demand of their overseas buyers. He also informed that currently the Plant and Machinery installed in the unit is about Rs. 6.00 Lakhs and once additional items are approved they will procure and install additional P & M amounting to Rs. 4.00 Lakhs. He also informed that their prior Export projections of 108.46 Crores will be revised to Rs. 111.65 Crores for current block of 5 years. Shri Dutt also informed that none of the item/ ITCH(HS) code submitted by them for inclusion in LOA falls under 'Restricted/ Prohibited' category. He also informed the Approval Committee that half of the Foreign Exchange amount pending for realization has already been realized for which e-BRC will be generated within a weeks' time and remaining payment will be realized within one months' time. iv) Shri Santosh Kumar, Regional Manager, UPSIDA informed the committee that the unit has not applied to UPSIDA for inclusion of above additional items which they are required to do. He therefore requested that the unit may be directed to apply to UPSIDA and the request of unit may be considered after receiving 'NOC' from UPSIDA. v) Approval Committee, after due deliberations, unanimously decided to call for the following :- 1. Proof of having realized the payment which is overdue. 2. Details of payments outstanding within 09 months period. 3. Amount of country wise exports made in 2018-19 and 2019-20. 4. Details of machinery installed with value, details of persons employed, salaries/ wages and electricity charges paid and how the unit could manage such a huge export with such meagre machinery. 5. Certificates from EPCH for items/ ITC(HS) codes not falling in the list of Handicrafts not submitted. 6. 'NOC' from the developer UPSIDA for adding new items.
3.3	**M/s Rajkamal International :-** i) Approval Committee was informed that M/s Rajkamal International was granted LOA

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No. NSEZ/4-323/2003-MBD/4747 dated 03.08.2011 for Manufacturing & Export of Handicrafts made of Brass, Copper, Aluminium, Glass, Ceramic, Wood, Steel, Iron, Lamps & Lighting, Resin, Jute, Leather, Clocks & Wax. The unit started their production on 11.09.2015 and the LOA of the unit is valid up to 10.09.2020.

ii) Approval Committee was informed that now the unit vide their letter dated 25.08.2020 has submitted their request for inclusion of additional items/ITS(HS) codes as authorised operations in their LOA. It was informed that the ITC(HS) codes of the proposed additional items were examined and tallied with the list of Handicrafts items published by Export Promotion Council for Handicrafts and it was found that some of the items are not falling under the said list and therefore the Unit was suggested that for the items which are not falling under the EPCH list, the unit should provide Handicrafts certificate from EPCH. Approval Committee was also informed that FE amounting to Rs. 0.37 Crores is pending for realization on the unit beyond stipulated time of 09 months as on 01.08.2020.

iii) Shri Ankit Agarwal, Partner from the unit appeared before the Approval Committee and informed that they have submitted additional items for inclusion as authorised operations in their LOA. He also informed that currently the Plant and Machinery installed in the unit is about Rs. 4.35 Crores and once additional items are approved they will procure and install additional P & M amounting to Rs. 60.00 Lakhs. He also informed that their business is doing well and they have made export sales to the tune of Rs. 32.44 Crores in the current block of 5 years. Shri Agarwal further informed that none of the item/ ITCH(HS) code submitted by them for inclusion in LOA falls under 'Restricted/ Prohibited' category. He also informed the Approval Committee that the Foreign Exchange pending has already been realized for which e-BRC are not yet generated due to technical issue between bank and DGFT and the same will be generated within a months' time.

iv) Shri Santosh Kumar, Regional Manager, UPSIDA informed the committee that the unit has not applied to UPSIDA for inclusion of above additional items which they are required to do. He therefore requested that the unit may be directed to apply to UPSIDA and the request of unit may be considered after receiving 'NOC' from UPSIDA.

v) Approval Committee, after due deliberations, unanimously decided as under :-

1. Approved inclusion of items mentioned alongwith its ITC(HS) codes in Table A below

[which are already in the Export Promotion Council for Handicrafts (EPCH) approved list of Handicrafts items] in LOA of the unit.

2. The ITC(HS) codes of items mentioned in Table B below which are not in the EPCH (Export Promotion Council for Handicrafts) approved list of Handicrafts items and for which the unit has neither submitted the EPCH certificate nor the photographs duly certified by EPCH, may be included in LOA subject to submission of Certificate of Handicrafts from EPCH by the unit alongwith photographs/ ITC(HS) codes.

Table A :-	
ITC (HS) Code (**already approved** Handicraft items by EPCH)	
68159990	Handicrafts of Marble/ Stone
70181090	
97030020	
Table B :-	
ITC (HS) Code (**not yet approved** by EPCH)	
44111200	Handicraft of MDF
44111300	
44111400	
68043010	Handicrafts of Marble/ Stone
68029900	

3. The Approval Committee further directed that the above approval is subject to the condition that no restricted / prohibited items shall be allowed.

4. The above approval is subject to condition that 'NOC' from developer (UPSIDA) will be submitted by the unit.

5. The unit will also submit details of outstanding Foreign Exchange realization within stipulated period and outside stipulated period.

3.4 M/s JMD International :-

i) Approval Committee was informed that M/s JMD International was granted LOA No. NSEZ/4-401/2003-MBD/12188 dated 22.06.2017 for Manufacturing & Export of Handicrafts made of Brass, Aluminium, Iron, Wood, Copper, Glass and Stainless Steel. The unit started their production on 19.06.2019 and the LOA of the unit is valid up to 18.06.2024.

ii) Approval Committee was informed that now the unit vide their letter dated 31.08.2020

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has submitted their request for inclusion of additional items/ITS(HS) codes as authorised operations in their LOA. The ITC(HS) codes of the proposed additional items were examined and tallied with the list of Handicrafts items published by Export Promotion Council for Handicrafts and it was found that some of the items are not falling under the said list and therefore the Unit was suggested that for the items which are not falling under the EPCH list, the unit should provide Handicrafts certificate from EPCH. Approval Committee was also informed that FE amounting to Rs. 0.37 Crores is pending for realization on the unit beyond stipulated time of 09 months as on 01.08.2020.

iii) The Committee took up the matter three times but Shri Mayur Dubey due to some technical/ network issue couldn't join the meeting to explain the proposal before Approval Committee.

iv) Approval Committee, after due deliberations, unanimously decided to defer the proposal for its next meeting.

3.5 M/s Global Export House :-

i) Approval Committee was informed that M/s Global Export House was granted LOA No. NSEZ/4-367/2003-MBD/8579 dated 19.09.2014 for Manufacturing & Export of Handicrafts. The unit started their production on 20.01.2016 and the LOA of the unit is valid up to 19.01.2021.

ii) Approval Committee was informed that now the unit vide their letter dated 27.08.2020 has submitted their request for inclusion of additional items/ITS(HS) codes as authorised operations in their LOA. The ITC(HS) codes of the proposed additional items were examined and tallied with the list of Handicrafts items published by Export Promotion Council for Handicrafts and it was found that both the ITC (HS) code i.e. 33074100, 33074900 are falling under the said list. Approval Committee was also informed the Export Policy for proposed items as under:-

Sr. No.	ITC(HS) code	Description	Export Policy	Is Handicraft ? If yes, Sr. No. in EPCH handicraft list
1	33074100	Agarbatti" and other odoriferous preparations which operate by burning	Free	Yes, 02
2	33074900	preparations for perfuming or deodorizing rooms	Free	Yes, 03

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It was further informed to the Approval Committee that earlier it was intimated by the unit, for preparation of 100 Kg. of Odoriferous powder/ flakes approximately 11 to 12 kg of perfumed compound is used. Also in preparation of 100 kg of perfumed compound approximately 2 to 2.5 kg of Sandalwood Oil is used. Approval Committee was also informed that the Import/ Export policy for Sandalwood Oil was also examined and the findings are as under:

Tariff Item HS Code	Unit	Item Description
33012937	Kg	Sandalwood Oil
Import Policy	Free	-
Export Policy	Restricted	Export permitted under license *subject to Quantitative ceilings and conditionalities as may be notified by DGFT from time to time.*

iii) Approval Committee was also informed that NFE earnings of the unit stands at Rs. 0.63 Crores whereas, FE amounting to Rs. 1.65 Crores is pending for realization on the unit beyond stipulated time of 09 months as on 01.08.2020. Figure of Foreign Exchange outstanding within 09 months is not available.

iv) Shri Mohan Maheshwari, CEO appeared before Approval Committee and explained the proposal of unit for inclusion of additional manufacturing activities as authorised operations in LOA. He informed that Odoriferous powder is free for export and he is already having the necessary raw material including Sandalwood Oil and other perfumery compounds required for manufacturing of Odoriferous Powder. He also informed that samples may be drawn from the export consignment for ascertaining the composition of odoriferous powder.

v) Approval Committee, after due deliberations, (i) took serious note of the Foreign Exchange pending for realization on the unit beyond stipulated time of nine months and directed the unit to submit proof of realization for pending Foreign Exchange at the earliest to ADC Moradabad SEZ, (ii) expressed its displeasure about the fact that the unit had procured/ imported certain Raw Material for the items proposed to be added in LOA without waiting for formal approval, (iii) directed Specified Officer, Moradabad SEZ to explain as to how the composition of export consignment specifically regarding each of the oil used is as per declaration of the exporter could be established. The Approval Committee unanimously decided to defer the case and directed that once the above details are received, the same may be examined and placed before Approval Committee in its next meeting, (iv) ask the applicant to submit exact description

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	& quantity of the composition of material in the end product, (v) details of pending realization within 09 months and beyond 09 months and (vi) how the item of export is different from "Agarbatti raw material" which was earlier rejected by the UAC.
4	**Review of lapsed LOA/ LOA expiring by 30.09.2020:-**
4.1	**M/s Indian Allied Exports :-** i) Approval Committee was informed that M/s Indian Allied Exports is is having valid LOA No. NSEZ/4-348/2003-MBD/8109 dated 31.01.2014 for manufacturing and export of Handicrafts made of Brass, Iron, Glass, Copper, Aluminium, Wood, Stainless steel, Hand crafted Home décor & Home furnishing. The LOA of the unit is valid up to 30.09.2020. ii) Approval committee was further informed that case of unit was considered in the Approval Committee meeting held on 13.03.2020 for monitoring of performance and renewal of LOA. No one from the unit appeared before the Approval Committee. The committee after due deliberations took serious note of the amount of Foreign Exchange pending for realization by the unit beyond stipulated time period of nine months and decided to extend the LOA of the unit only for a period of 6 months i.e. up to 30.09.2020. Approval Committee further directed the unit to realize the pending Foreign Exchange immediately and should also apply to RBI/ AD Bank for extension of time, if not already done and submit proof of same to this office. The Approval Committee also directed that the case of the unit must be monitored regularly by DDC/ADC/DCC, Moradabad SEZ and decided that if Export Proceeds pending for realization are not realized within the extended period of LOA i.e. 30.09.2020, then action may be taken immediately and the file should be put up before the Development Commissioner for taking appropriate action and issuance of Show Cause Notice to the unit under FTDR Act, 1992. Approval Committee further decided that in case pending Foreign Exchange is completely realized by the unit within the extended period of LOA i.e. 30.09.2020 or at any point of time before 30.09.2020, then the case must be placed in the next Approval Committee for renewal of LOA of the unit for remaining period of 2nd block of 5 years i.e. up to 10.12.2024 iii) Approval Committee was also informed that Asstt. Commissioner (BRC), ICD Dadri has issued a Demand-cum-Show Cause Notice dated 20.04.2018 to the unit for failing to produce proof of realization for export proceeds to the tune of Rs. 22.19 crores by the unit during F.Y. 2015-16 & 2016-17 which has not been adjudicated till date. <u>It was mentioned that Foreign</u>

	Exchange pending for realization on the unit has increased since last meeting of Approval Committee (Rs. 35.42 crores on 13.03.2020) and the pending Foreign Exchange stands at Rs. 44.89 Crores as on 01.08.2020. Also, the unit has not taken any steps as directed by Approval Committee in its meeting held on 13.03.2020 and LOA of the unit is going to expire on 30.09.2020. iv) Shri Shantam Goel, Proprietor of the unit appeared before Approval Committee and informed that the said amount has still not been realized and he is in contact with the buyers. He also stated that he has filed a case against some of the buyers/ buying agents in Hon'ble High Court and expects to realize the pending Foreign Exchange in next few months. v) The Approval Committee, after due deliberations, took serious note of the fact that above amount of Foreign Exchange is still pending for realization by the unit beyond stipulated time period of nine months and unanimously decided to initiate action under FTDR Act, 1992. The applicant was also asked to submit (i) details of pending realization within 09 months & beyond 09 months, (ii) list of debtors and creditors along with amount outstanding and (iii) exports made during the year 2019-20 & 2020-21.
4.2	**M/s Modern Metals Overseas :-** i) Approval Committee was informed that M/s Modern Metals Overseas is is having valid LOA No. NSEZ/4-323/2003-MBD/5203 dated 12.07.2012 for manufacturing and export of Handicrafts made of Brass, Aluminium, Copper, Zinc, Iron & Alloy Products. The LOA of the unit is valid up to 30.09.2020. ii) Approval committee was further informed that case of unit was considered in the Approval Committee meeting held on 13.03.2020 for monitoring of performance and renewal of LOA. Shri Imran Ahmad, partner from the unit appeared before the Approval Committee and informed that they have realized the Foreign Exchange pending against the export proceeds up to F. Y. 2017-18 and the current pending Foreign Exchange is for the F.Y. 2018-19 and 2019-20. He also informed the Approval Committee that the current pending Foreign Exchange amounting to Rs. 122.00 Crores will be realized within 03-04 months' time. He further informed that he has already applied for extension of time from the AD Bank which has not been received yet. The committee after due deliberations took serious note of the amount of Foreign Exchange pending for realization by the unit beyond stipulated time period of nine months and decided to extend the

LOA of the unit only for a period of 6 months i.e. up to 30.09.2020. Approval Committee further directed the unit to realize the pending Foreign Exchange immediately and should also apply to RBI/ AD Bank for extension of time, if not already done and submit proof of same to this office. The Approval Committee also directed that the case of the unit must be monitored regularly by DDC/ADC/DCC, Moradabad SEZ and decided that if Export Proceeds pending for realization are not realized within the extended period of LOA i.e. 30.09.2020, then action may be taken immediately and the file should be put up before the Development Commissioner for taking appropriate action and issuance of Show Cause Notice to the unit under FTDR Act, 1992. Approval Committee further decided that in case pending Foreign Exchange is completely realized by the unit within the extended period of LOA i.e. 30.09.2020 or at any point of time before 30.09.2020, then the case must be placed in the next Approval Committee for renewal of LOA of the unit for remaining period of 2nd block of 5 years i.e. up to 09.12.2022

iii) Approval Committee was also informed that Asstt. Commissioner (BRC), ICD Dadri has issued a Demand-cum-Show Cause Notice dated 15.01.2019 to the unit for failing to produce proof of realization for export proceeds to the tune of Rs. 65.55 crores by the unit during F.Y. 2017-18 which has not been adjudicated till date. It was mentioned that the unit has realized FE amounting to Rs. 21.45 Crores and now the unit has FE of Rs. 44.10 Crores pending for realization from the export proceeds for the year 2017-18 for which Show Cause was issued by Customs Authorities and the overall pending Foreign Exchange stands at Rs. 127.54 Crores as on 01.08.2020. Also the unit has not taken any steps as directed by Approval Committee in its meeting held on 13.03.2020 and LOA of the unit is going to expire on 30.09.2020.

iv) Shri Imran Ahmad, Partner of the unit appeared before Approval Committee and informed that he is in contact with the buyers and that the Foreign Exchange pending will be realized by December 2020.

v) The Approval Committee, after due deliberations, took serious note of the fact that above amount of Foreign Exchange is still pending for realization by the unit beyond stipulated time period of nine months and unanimously decided to initiate action under FTDR Act, 1992. The applicant was also asked to submit (i) details of pending realization within 09 months & beyond 09 months and (ii) list of debtors and creditors along with amount outstanding.

4.3 M/s Superior Metal Overseas :-

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i) Approval Committee was informed that M/s Superior Metal Overseas is having valid LOA No. NSEZ/4-321/2003-MBD/5201 dated 12.07.2012 for manufacturing and export of Handicrafts made of Brass, Aluminium, Copper, Zinc, Iron & Alloy Products. The LOA of the unit is valid up to 30.09.2020.

ii) Approval committee was further informed that case of unit was considered in the Approval Committee meeting held on 13.03.2020 for monitoring of performance and renewal of LOA. Shri Ghazi Arif, partner from the unit appeared before the Approval Committee and informed that they have realized the Foreign Exchange pending against the export proceeds up to F. Y. 2016-17 and the current pending Foreign Exchange is for the F.Y. 2017-18 & 2018-19. He also informed the Approval Committee that the current pending Foreign Exchange amounting to Rs. 41.95 Crores will be realized within 03-04 month time. He further informed that he has already applied for extension of time from the AD Bank which has not been received yet. The committee after due deliberations took serious note of the amount of Foreign Exchange pending for realization by the unit beyond stipulated time period of nine months and decided to extend the LOA of the unit only for a period of 6 months i.e. up to 30.09.2020. Approval Committee further directed the unit to realize the pending Foreign Exchange immediately and should also apply to RBI/ AD Bank for extension of time, if not already done and submit proof of same to this office. The Approval Committee also directed that the case of the unit must be monitored regularly by DDC/ADC/DCC, Moradabad SEZ and decided that if Export Proceeds pending for realization are not realized within the extended period of LOA i.e. 30.09.2020, then action may be taken immediately and the file should be put up before the Development Commissioner for taking appropriate action and issuance of Show Cause Notice to the unit under FTDR Act, 1992. Approval Committee further decided that in case pending Foreign Exchange is completely realized by the unit within the extended period of LOA i.e. 30.09.2020 or at any point of time before 30.09.2020, then the case must be placed in the next Approval Committee for renewal of LOA of the unit for remaining period of 2nd block of 5 years i.e. up to 16.10.2022

iii) Approval Committee was also informed that Asstt. Commissioner (BRC), ICD Dadri has issued a Demand-cum-Show Cause Notice dated 24.12.2018 to the unit for failing to produce proof of realization for export proceeds to the tune of Rs. 61.84 crores by the unit during F.Y. 2016-17 & 2017-18 which has not been adjudicated till date. <u>It was mentioned that the unit has realized FE amounting to Rs. 41.79 Crores and now the unit has FE of Rs. 20.05 Crores is pending for realization from the export proceeds for the year 2016-17 & 2017-18 for which Show</u>

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	Cause was issued by Customs Authorities and the overall pending Foreign Exchange stands at Rs. 54.12 Crores as on 01.08.2020. Also the unit has not taken any steps as directed by Approval Committee in its meeting held on 13.03.2020 and LOA of the unit is going to expire on 30.09.2020. iv) Shri Ghazi Arif, Partner of the unit appeared before Approval Committee and informed that he is in contact with the buyers and that the Foreign Exchange pending will be realized by December 2020. v) The Approval Committee, after due deliberations, took serious note of the fact that above amount of Foreign Exchange is still pending for realization by the unit beyond stipulated time period of nine months and unanimously decided to initiate action under FTDR Act, 1992. The Committee also decided to ask the following from the unit :- 1. Details of pending Foreign Exchange realization within 09 months & beyond 09 months. 2. How it could make export of such a huge value with machinery of only Rs. 14 Lakhs. 3. List of debtors and creditors along with outstanding amount. 4. Details of salary/ wages paid, persons employed, electricity charges paid in the year 2019-20.
4.4	**M/s Meena Handicrafts :-** i) Approval Committee was informed that M/s Meena Handicrafts is having valid LOA No. NSEZ/4-190/2003-MBD/558 dated 21.10.2005 for manufacturing and export of Handicrafts made of Metal Handicrafts, Imitation Jewellery, Handicrafts made of Textile, Iron, Bronze, Copper, wood, EPNS, White Metal, Glass and Other Handicrafts. The LOA of the unit is valid up to 30.09.2020. ii) Approval committee was further informed that case of unit was considered in the Approval Committee meeting held on 13.03.2020 for monitoring of performance and renewal of LOA. Smt. Mamta Mishra, proprietor from the unit appeared before the Approval Committee and informed that the current pending Foreign Exchange will be realized within 06 month time. She further informed that he will apply for extension of time from the AD Bank/ RBI. The committee after due deliberations took serious note of the amount of Foreign Exchange pending for

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realization by the unit beyond stipulated time period of nine months and decided to extend the LOA of the unit only for a period of 6 months i.e. up to 30.09.2020. Approval Committee further directed the unit to realize the pending Foreign Exchange immediately and should also apply to RBI/ AD Bank for extension of time, if not already done and submit proof of same to this office. The Approval Committee also directed that the case of the unit must be monitored regularly by DDC/ADC/DCC, Moradabad SEZ and decided that if Export Proceeds pending for realization are not realized within the extended period of LOA i.e. 30.09.2020, then action may be taken immediately and the file should be put up before the Development Commissioner for taking appropriate action and issuance of Show Cause Notice to the unit under FTDR Act, 1992. Approval Committee further decided that in case pending Foreign Exchange is completely realized by the unit within the extended period of LOA i.e. 30.09.2020 or at any point of time before 30.09.2020, then the case must be placed in the next Approval Committee for renewal of LOA of the unit for remaining period of 2nd block of 5 years i.e. up to 09.03.2023.

iii) Approval Committee was also informed that Asstt. Commissioner (BRC), ICD Dadri has issued a Demand-cum-Show Cause Notice dated 24.12.2018 to the unit for failing to produce proof of realization for export proceeds to the tune of Rs. 13.57 crores by the unit during F.Y. 2012-13 & 2015-16 which has not been adjudicated till date. <u>It was mentioned that as per data available with Customs section of Moradabad SEZ, the unit still has pending FE amounting to Rs. 13.57 Crores for which show cause was issued from the export proceeds for the year 2012-13 to 2015-16. Also the unit has not taken any steps as directed by Approval Committee in its meeting held on 13.03.2020 and LOA of the unit is going to expire on 30.09.2020.</u>

iv) The Committee noted that the unit have <u>NIL</u> exports for 2018-19, 2019-20 and 2020-21 (up to date).

v) Smt. Mamta Mishra, Proprietor of the unit appeared before Approval Committee and informed that she is in contact with the buyers and that the Foreign Exchange pending will be realized by December 2020.

vi) The Approval Committee, after due deliberations, took serious note of the fact that above amount of Foreign Exchange is still pending for realization by the unit beyond stipulated time period of nine months and unanimously decided to initiate action under FTDR Act, 1992. It was also decided to ask the unit to submit a list of debtors & creditors along with outstanding amount and to submit an explanation as to why action should not be taken against it for getting extensions

	in LOA by submitting false projections.
4.5	**M/s Akai Exports International :-** i) Approval Committee was informed that M/s Akai Exports International is having LOA No. NSEZ/4-356/2003-MBD/8101 dated 31.01.2014 for manufacturing and export of Handicrafts made of Iron, Aluminium, Brass, Copper, Zinc, Wood, Leather, Glass, Textile, Home Furnishing, Tin, Stone and Stainless Steel. The LOA of the unit was valid up to 28.03.2020. ii) Approval committee was further informed that case of unit was considered in the Approval Committee meeting held on 13.03.2020 for monitoring of performance and renewal of LOA. The Regional Manager informed that unit has pending dues amounting to Rs. 10,87,345.00 of the developer. The Approval Committee in its meeting held on 13.03.2020 accorded 'in principle' approval to the proposal (renewal of LOA) of the unit and informed its representative that LOA for 06 months will be issued once the unit submits proof of part payment made to the developer (Rs. 1.5 Lakhs) within one week time along with undertaking that complete dues shall be paid in a time bound matter. The committee after due deliberations took serious note of the amount of Foreign Exchange pending for realization by the unit beyond stipulated time period of nine months and decided to extend the LOA of the unit only for a period of 6 months i.e. up to 30.09.2020. Approval Committee further directed the unit to realize the pending Foreign Exchange immediately and should also apply to RBI/ AD Bank for extension of time, if not already done and submit proof of same to this office. The Approval Committee also directed that the case of the unit must be monitored regularly by DDC/ADC/DCC, Moradabad SEZ and decided that if Export Proceeds pending for realization are not realized within the extended period of LOA i.e. 30.09.2020, then action may be taken immediately and the file should be put up before the Development Commissioner for taking appropriate action and issuance of Show Cause Notice to the unit under FTDR Act, 1992. Approval Committee further decided that in case pending Foreign Exchange is completely realized by the unit within the extended period of LOA i.e. 30.09.2020 or at any point of time before 30.09.2020, then the case must be placed in the next Approval Committee for renewal of LOA of the unit for remaining period of 2nd block of 5 years i.e. up to 28.01.2025. iii) Approval Committee was also informed that Also the Foreign Exchange pending for realization on the unit has increased since last meeting of Approval Committee (Rs. 8.79 crores on 13.03.2020) and that the pending Foreign Exchange stands at Rs. 10.49 Crores as on

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01.08.2020. Since the unit has not taken any steps as directed by Approval Committee in its meeting held on 13.03.2020, the LOA of the unit was not extended beyond 28.03.2020.

iv) No one of the unit appeared before Approval Committee.

v) The Approval Committee, after due deliberations, took serious note of the fact that above amount of Foreign Exchange is still pending for realization by the unit beyond stipulated time period of nine months and unanimously decided to initiate action under FTDR Act, 1992. It was also decided to ask the unit to submit (i) Exports made in 2019-20 and (ii) list of debtors & creditors along with outstanding amount.

5 **Review of Foreign Exchange pending for realization beyond nine months:-**

5.1 **M/s Amrut Handicrafts:-**

vi) Approval Committee was informed that M/s Amrut Handicrafts is having valid LOA No. NSEZ/4-395/2003-MBD/9665 dated 16.06.2016 for manufacturing and export of Handicrafts made of Brass, Aluminium, Iron, Wood, Copper, Textiles, Home Décor & Home furnishing, Steel, Leather, Fashion accessories, Handcrafted Rugs & Druggets and Hand knotted carpets. The LOA of the unit is valid up to 14.03.2022.

vii) The Approval Committee was informed that as per available data (Source: DGFT website and SEZ online), the unit has export proceeds to the tune of Rs. 55.57 Crores pending for realization beyond nine (09) months as on 01.08.2020.

viii) Approval committee was further informed that case of unit was considered in the Approval Committee meeting held on 14.09.2018 for monitoring since the unit had Foreign Exchange pending for realization beyond nine months. No one of the unit appeared before Approval Committee. The Approval Committee directed Specified Officer, Moradabad SEZ to submit a draft Show Cause Notice to Jurisdictional Customs Commissioner for approval by 1st week of October 2018. Specified Officer, Moradabad SEZ accordingly sent the draft SCN to Jurisdictional Customs Commissioner vide letter No 1-2/MSEZ/DBK/55/2016/Pt-II/13240 dated 08.10.2018. Jurisdictional Customs Commissioner has issued SCN dated 29.03.2019 to the unit for failing to realize Foreign Exchange amounting to Rs. 55.57 Crores for the Export proceeds from Financial Year 2016-17 & 2017-18. The SCN has not been adjudicated till date. It was also informed that the unit has not realized any amount till date from the pending FE of Rs. 55.57

	Crores in the last 02 Years. ix) The Approval Committee, after due deliberations, took serious note of the amount of Foreign Exchange pending for realization by the unit beyond stipulated time period of nine months and unanimously decided to initiate action under FTDR Act, 1992.
5.2	**M/s Abhishek International:-** i) Approval Committee was informed that M/s Abhishek International is having valid LOA No. NSEZ/4-372/2003-MBD/9037 dated 02.07.2015 for manufacturing and export of Handicrafts made of Wax made-ups, Wax Candles, Photo Frames, Artwares of Glass, Wood crafted items, Handicrafts items made of Brass, Iron, Aluminium, Made-ups of Plain Glass and Plain cut Glass. The LOA of the unit is valid up to 03.01.2021. ii) The Approval Committee was informed that as per available data (Source: DGFT website and SEZ online), the unit has export proceeds to the tune of Rs. 0.19 Crores pending for realization beyond nine (09) months as on 01.08.2020. iii) Approval committee was further informed that the unit did not have any case of export proceeds pending for realization beyond nine months and therefore the case was not placed before the Approval Committee meeting held on 14.09.2018. The current case of export proceeds pending for realization is for the period from 01.11.2017 to 31.10.2019. iv) The Approval Committee, after due deliberations, unanimously decided to take note of the amount of Foreign Exchange pending for realization by the unit beyond stipulated time period of nine months and directed the unit to realize the pending Foreign Exchange immediately and should also apply to RBI/ AD Bank for extension of time, if not already done and submit proof of same to this office. The Approval Committee also directed that the case of the unit must be monitored regularly and if Export Proceeds overdue for realization are not realized within a period of 03 months, then the matter should be placed before the Approval Committee again.
5.3	**M/s A & S International:-** i) Approval Committee was informed that M/s A & S International is having valid LOA No.

NSEZ/4-296/2003-MBD/4474 dated 09.12.2010 for manufacturing and export of Handicrafts made of Decorative Gramophone, Telephone, Wooden Clock, Table Clock(Brass) & Wooden Gift Items and Other handicrafts made of Reproduction of Antique items. The LOA of the unit is valid up to 04.12.2021.

ii) The Approval Committee was informed that as per available data (Source: DGFT website and SEZ online), the unit has export proceeds to the tune of Rs. 0.01 Crores pending for realization beyond nine (09) months as on 01.08.2020.

iii) Approval committee was further informed that the unit did not have any case of export proceeds pending for realization beyond nine months and therefore the case was not placed before the Approval Committee meeting held on 14.09.2018. The current case of export proceeds pending for realization is for the period from 01.11.2017 to 31.10.2019.

iv) The Approval Committee, after due deliberations, unanimously decided to take note of the amount of Foreign Exchange pending for realization by the unit beyond stipulated time period of nine months and directed the unit to realize the pending Foreign Exchange immediately and should also apply to RBI/ AD Bank for extension of time, if not already done and submit proof of same to this office. The Approval Committee also directed that the case of the unit must be monitored regularly and if Export Proceeds outstanding for realization are not realized within a period of 03 months, then the matter should be placed before the Approval Committee again.

5.4 M/s Bright Star Impex:-

i) Approval Committee was informed that M/s Bright Star Impex is having valid LOA No. NSEZ/4-381/2003-MBD/9412 dated 07.03.2016 for manufacturing and export of Handicrafts made of Brass, Iron, Glass, Copper, Aluminium, EPNS, Wood, Leather, Resin, Textile, Tin and Stainless Steel. The LOA of the unit is valid up to 15.01.2024.

ii) The Approval Committee was informed that as per available data (Source: DGFT website and SEZ online), the unit has export proceeds to the tune of Rs. 1.61 Crores pending for realization beyond nine (09) months as on 01.08.2020.

iii) Approval committee was further informed that the unit did not have any case of export proceeds pending for realization beyond nine months and therefore the case was not placed before the Approval Committee meeting held on 14.09.2018. The current case of export proceeds pending for realization is for the period from 01.11.2017 to 31.10.2019.

iv) The Approval Committee, after due deliberations, unanimously decided to take note of the amount of Foreign Exchange pending for realization by the unit beyond stipulated time period of nine months and directed the unit to realize the pending Foreign Exchange immediately and should also apply to RBI/ AD Bank for extension of time, if not already done and submit proof of same to this office. The Approval Committee also directed that the case of the unit must be monitored regularly and if Export Proceeds pending for realization are not realized within a period of 03 months, then the matter should be placed before the Approval Committee again. It was also decided to ask the unit to submit amount of Foreign Exchange realization pending within 09 months and beyond 09 months.

5.5 **M/s Dewan India:-**

i) Approval Committee was informed that M/s Dewan India is having valid LOA No. NSEZ/4-304/2003-MBD/4500 dated 20.12.2010 for manufacturing and export of Handicrafts made of Brass, Aluminium, Iron, Wood, Glass, Copper, and other Indian Handicrafts. The LOA of the unit is valid up to 21.12.2020.

ii) The Approval Committee was informed that as per available data (Source: DGFT website and SEZ online), the unit has export proceeds to the tune of Rs. 0.92 Crores pending for realization beyond nine (09) months as on 01.08.2020.

iii) Approval committee was further informed that the unit did not have any case of export proceeds pending for realization beyond nine months and therefore the case was not placed before the Approval Committee meeting held on 14.09.2018. The current case of export proceeds pending for realization is for the period from 01.11.2017 to 31.10.2019.

iv) The Approval Committee, after due deliberations, unanimously decided to take note of the amount of Foreign Exchange pending for realization by the unit beyond stipulated time period of nine months and directed the unit to realize the pending Foreign Exchange immediately and should also apply to RBI/ AD Bank for extension of time, if not already done and submit proof of same to this office. The Approval Committee also directed that the case of the unit must be monitored regularly and if Export Proceeds pending for realization are not realized within a period of 03 months, then the matter should be placed before the Approval Committee again. The Committee also decided to ask the unit to submit details of pending Foreign Exchange realization

	realization within 09 months and beyond 09 months.
5.6	**M/s Dollar Industries:-** i) Approval Committee was informed that M/s Dollar Industries is having valid LOA No. NSEZ/4-285/2003-MBD/3962 dated 19.04.2010 for manufacturing and export of Handicrafts made of Brass, Aluminium, Zinc, Copper, Iron and their Alloy products and all other Indian handicrafts. The LOA of the unit is valid up to 02.05.2021. ii) The Approval Committee was informed that as per available data (Source: DGFT website and SEZ online), the unit has export proceeds to the tune of Rs. 38.21 Crores pending for realization beyond nine (09) months as on 01.08.2020. iii) Approval committee was further informed that case of unit was considered in the Approval Committee meeting held on 14.09.2018 for monitoring since the unit had Foreign Exchange pending for realization beyond nine months. Shri Zubair Siddiqui, Partner appeared before Approval Committee and informed that he is in contact with the buyer and Foreign Exchange pending will be realized within 3 months. The Approval Committee directed the representative of the unit as under:- i. To realize the export proceeds before 30.09.2018 and submit proof thereof to ADC, Moradabad SEZ and Specified Officer, Moradabad SEZ or ii. To seek extension from AD Bank or RBI as the case may be and submit the same to ADC, Moradabad SEZ and Specified Officer before 30.09.2018 or iii. Return the drawback amount availed in the matter before 30.09.2018. iv) The Approval Committee was also informed that it directed Specified Officer, Moradabad SEZ to submit a draft Show Cause Notice to Jurisdictional Customs Commissioner for approval by 1st week of October 2018. Specified Officer, Moradabad SEZ accordingly sent the draft SCN to Jurisdictional Customs Commissioner vide letter No 1-2/MSEZ/DBK/55/2016/Pt-II/13240 dated 08.10.2018. Jurisdictional Customs Commissioner has issued SCN dated 29.03.2019 to the unit for failing to realize Foreign Exchange amounting to Rs. 55.57 Crores for the Export proceeds from Financial Year 2016-17 & 2017-18. The SCN has not been adjudicated till date. It was also informed that the unit has not realized any amount till date from the pending FE of Rs. 55.57 Crores in the last 02 Years.

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	v) The Approval Committee, after due deliberations, unanimously decided to take serious note of the amount of Foreign Exchange pending for realization by the unit beyond stipulated time period of nine months and unanimously decided to initiate action under FTDR Act, 1992.
5.7	**M/s Enn Bee Enterprises:-** i) Approval Committee was informed that M/s Enn Bee Enterprises is having LOA No. NSEZ/4-218/2003-MBD/1260 dated 26.06.2007 for manufacturing and export of Handicrafts made of metal sheet including Brass, EPNS, Zinc, Copper, Iron and other Indian handicrafts, fashion jewelry and accessories. The LOA of the unit was valid up to 31.12.2019. ii) The Approval Committee was informed that as per available data (Source: DGFT website and SEZ online), the unit has export proceeds to the tune of Rs. 3.29 Crores pending for realization beyond nine (09) months as on 01.08.2020. iii) Approval committee was further informed that case of unit was considered in the Approval Committee meeting held on 14.09.2018 as the unit had Foreign Exchange pending for realization beyond nine months. However, Specified Officer, Moradabad SEZ informed the Approval Committee that the unit has not availed any benefit of Duty Drawback on the export proceeds pending for realization. Hence, the Approval Committee meeting directed that the proposal may be placed in the next Approval Committee meeting for monitoring of the performance of the unit as per provisions of Rule 54 of SEZ rules, 2006. Further, the case of the unit was again placed before Approval Committee in its meeting held on 14.12.2018 for monitoring the performance of unit as per provisions of Rule 54 of SEZ Rules, 2006 and renewal of LOA. The Approval Committee after deliberations extended the validity of LOA up to 31.12.2019 subject to the following conditions:- i. The unit will submit proof of realization of export proceeds by January 2019. ii. The extension for remaining period of current 5 years block (i.e. from 01.01.2020 to 14.09.2022) will be considered by the Approval Committee after monitoring export performance of the unit. iv) The Approval Committee was also informed that the unit has not submitted any documents as directed by Approval Committee in its meeting held on 14.12.2018 and LOA of the unit had expired on 31.12.2019. Further, the FE amount pending on the unit has increased from

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	0.59 crores as on 14.09.2018 to Rs. 3.29 Crores as on 01.08.2020. v) The Approval Committee, after due deliberations, unanimously decided to take serious note of the amount of Foreign Exchange pending for realization by the unit beyond stipulated time period of nine months and unanimously decided to initiate action under FTDR Act, 1992.
5.8	**M/s K. K. International:-** i) Approval Committee was informed that M/s K. K. International is having valid LOA No. NSEZ/4-383/2003-MBD/9410 dated 07.03.2016 for manufacturing and export of Handicrafts made of Brass, Iron, Glass, Copper, Aluminium, Wood, Leather, Imitation Jewellery, Textiles, Tin, Stainless Steel, Table Lamp with fitting and table & Kitchen wares of Aluminium. The LOA of the unit is valid up to 30.03.2022. ii) The Approval Committee was informed that as per available data (Source: DGFT website and SEZ online), the unit has export proceeds to the tune of Rs. 3.18 Crores pending for realization beyond nine (09) months as on 01.08.2020. iii) Approval committee was further informed that case of unit was considered in the Approval Committee meeting held on 14.09.2018 for monitoring since the unit had Foreign Exchange pending for realization beyond nine months. No one of the unit appeared before Approval Committee. The Approval Committee directed Specified Officer, Moradabad SEZ to submit a draft Show Cause Notice to Jurisdictional Customs Commissioner for approval by 1st week of October 2018. Specified Officer, Moradabad SEZ accordingly sent the draft SCN to Jurisdictional Customs Commissioner vide letter No 1-2/MSEZ/DBK/55/2016/Pt-II/13240 dated 08.10.2018. Jurisdictional Customs Commissioner has issued SCN dated 29.03.2019 to the unit for failing to realize Foreign Exchange amounting to Rs. 3.94 Crores for the Export proceeds from Financial Year 2016-17 & 2017-18. iv) Approval Committee was also informed that the SCN dated 29.03.2019 has already been adjudicated by Jurisdictional Customs authorities as the pending FE has been realized by the unit for which SCN was issued. Now, the current case of export proceeds pending for realization amounting to Rs. 3.18 Crores is for the period from 01.11.2017 to 31.10.2019 v) The Approval Committee, after due deliberations, unanimously decided to take note of the amount of Foreign Exchange pending for realization by the unit beyond stipulated time period of

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	nine months and directed the unit to realize the pending Foreign Exchange immediately and should also apply to RBI/ AD Bank for extension of time, if not already done and submit proof of same to this office. The Approval Committee also directed that the case of the unit must be monitored regularly and if Export Proceeds pending for realization are not realized within a period of 03 months, then the matter should be placed before the Approval Committee again.
5.9	**M/s Marina India :-** i) Approval Committee was informed that M/s Marina India is having valid LOA No. NSEZ/4-376/2003-MBD/9187 dated 23.10.2015 for manufacturing and export of Handicrafts made of Brass, Copper, Iron, Aluminium, Handmade items of garment, leather, textile, Home décor and home furnishing items. The LOA of the unit is valid up to 03.07.2021. ii) The Approval Committee was informed that as per available data (Source: DGFT website and SEZ online), the unit has export proceeds to the tune of Rs. 290.12 Crores pending for realization beyond nine (09) months as on 01.08.2020. iii) Approval committee was further informed that case of unit was considered in the Approval Committee meeting held on 14.09.2018, as the unit had Foreign Exchange pending for realization beyond nine months. No one of the unit appeared before Approval Committee. The Approval Committee was informed that Show Cause Notice for recovery of Drawback has already been issued to the unit on 21.02.2018 by Jurisdictional Commissioner of Customs, Noida Customs House, Dadri. The Approval Committee also requested Assistant Commissioner (Customs), Dadri ICD to bring the matter to the notice of the Commissioner, Customs and see whether fresh Show Cause Notice or supplementary Show Cause Notice is required to be issued and get the same issued by first week of October 2018. However, Jurisdictional Customs Commissioner has not informed whether fresh Show Cause Notice or supplementary Show Cause Notice is required to be issued or not in this case. The SCN dated 21.02.2018 has not been adjudicated till date. It was also informed that the unit has not realized any amount till date from the pending FE of Rs. 290.12 Crores in the last 02 Years. iv) The Approval Committee, after due deliberations, took serious note of the amount of Foreign Exchange pending for realization by the unit beyond stipulated time period of nine months and unanimously decided to initiate action under FTDR Act, 1992. The Approval Committee also decided to ask the unit to submit a list of debtors and creditors along with amount

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	outstanding.
5.10	**M/s Metals Vision:-** i) Approval Committee was informed that M/s Metals Vision is having valid LOA No. NSEZ/4-390/2003-MBD/9668 dated 16.06.2016 for manufacturing and export of Handicrafts made of Pot Succorers & Scouring and handicrafts made of EPNS-wares, Brass, Copper, Copper Alloy, Table & Kitchen-wares, & other household articles, handcrafted Sanitary wares thre-of and Handcrafted Cast Iron Articles. The LOA of the unit is valid up to 13.06.2023. ii) The Approval Committee was informed that as per available data (Source: DGFT website and SEZ online), the unit has export proceeds to the tune of Rs. 0.01 Crores pending for realization beyond nine (09) months as on 01.08.2020. iii) Approval committee was further informed that the unit did not have any case of export proceeds pending for realization beyond nine months and therefore the case was not placed before the Approval Committee meeting held on 14.09.2018. The current case of export proceeds pending for realization is for the period from 01.11.2017 to 31.10.2019. iv) The Approval Committee, after due deliberations, unanimously decided to take note of the amount of Foreign Exchange pending for realization by the unit beyond stipulated time period of nine months and directed the unit to realize the pending Foreign Exchange immediately and should also apply to RBI/ AD Bank for extension of time, if not already done and submit proof of same to this office. The Approval Committee also directed that the case of the unit must be monitored regularly and if Export Proceeds pending for realization are not realized within a period of 03 months, then the matter should be placed before the Approval Committee again.
5.11	**M/s Naaz Exports :-** i) Approval Committee was informed that M/s Naaz Exports is having valid LOA No. NSEZ/4-378/2003-MBD/9410 dated 07.03.2016 for manufacturing and export of Handicrafts made of Brass, Aluminium, Textile (except for scarves, shawls & mufflers), Iron, Glass, Tin and Articles there-of, Fashion accessories (except for scarves, shawls & mufflers) Leather, Home Décor & Home Furnishings and Handmade Rugs & Druggets. The LOA of the unit is valid up to 08.11.2021.

ii) The Approval Committee was informed that as per available data (Source: DGFT website and SEZ online), the unit has export proceeds to the tune of Rs. 14.35 Crores pending for realization beyond nine (09) months as on 01.08.2020.

iii) Approval committee was further informed that case of unit was considered in the Approval Committee meeting held on 14.09.2018 for monitoring since the unit had Foreign Exchange pending for realization beyond nine months. Miss Naazo, Proprietor appeared before Approval Committee and informed that she is receiving slow payments from overseas buyer and Foreign Exchange pending will be realized within 2-3 months. The Approval Committee directed Specified Officer, Moradabad SEZ to submit a draft Show Cause Notice to Jurisdictional Customs Commissioner for approval by 1st week of October 2018. The Approval Committee also directed the representative of the unit as under:-

i. To realize the export proceeds before 30.09.2018 and submit proof thereof to ADC, Moradabad SEZ and Specified Officer, Moradabad SEZ or

ii. To seek extension from AD Bank or RBI as the case may be and submit the same to ADC, Moradabad SEZ and Specified Officer before 30.09.2018 or

iii. Return the drawback amount availed in the matter before 30.09.2018

iv) The Approval Committee directed Specified Officer, Moradabad SEZ to submit a draft Show Cause Notice to Jurisdictional Customs Commissioner for approval by 1st week of October 2018. Specified Officer, Moradabad SEZ accordingly sent the draft SCN to Jurisdictional Customs Commissioner vide letter No 1-2/MSEZ/DBK/55/2016/Pt-II/13240 dated 08.10.2018. Jurisdictional Customs Commissioner has issued SCN dated 29.03.2019 to the unit for failing to realize Foreign Exchange amounting to Rs. 30.16 Crores for the Export proceeds from Financial Year 2016-17 & 2017-18.

v) Approval Committee was also informed that the SCN dated 29.03.2019 has not been adjudicated till date but the pending FE has been realized by the unit for which SCN was issued. Now, the current case of export proceeds pending for realization amounting to Rs. 14.35 Crores is for the period from 01.11.2017 to 31.10.2019

vi) The Approval Committee, after due deliberations, took serious note of the amount of Foreign Exchange pending for realization by the unit beyond stipulated time period of nine

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	months and unanimously decided to initiate action under FTDR Act, 1992. It was also decided to ask the unit to submit a list of debtors and creditors along with amount outstanding.
5.12	**M/s Omega Traexim :-** i) Approval Committee was informed that M/s Omega Traexim having LOA No. NSEZ/4-355/2003-MBD/8105 dated 31.01.2014 for manufacturing and export of Handicrafts made of Copper Artwares, Brass Artwares, Aluminium Artwares, Iron, Glass, Textile and other handicrafts items & required packaging material for own consumption. The LOA of the unit was valid up to 13.08.2020. ii) The Approval Committee was informed that as per available data (Source: DGFT website and SEZ online), the unit has export proceeds to the tune of Rs. 194.62 Crores pending for realization beyond nine (09) months as on 01.08.2020. iii) Approval committee was further informed that case of unit was considered in the Approval Committee meeting held on 14.09.2018, as the unit had Foreign Exchange pending for realization beyond nine months. No one of the unit appeared before Approval Committee. The Approval Committee was informed that Show Cause Notice for recovery of Drawback has already been issued to the unit on 03.04.2018 by Jurisdictional Commissioner of Customs, Noida Customs House, Dadri. The Approval Committee also requested Assistant Commissioner (Customs), Dadri ICD to bring the matter to the notice of the Commissioner, Customs and see whether fresh Show Cause Notice or supplementary Show Cause Notice is required to be issued and get the same issued by first week of October 2018. However, Jurisdictional Customs Commissioner has not informed whether fresh Show Cause Notice or supplementary Show Cause Notice is required to be issued or not in this case. The SCN dated 03.04.2018 has not been adjudicated till date. It was also informed that the pending Foreign Exchange on the unit has only increased by approximately Rs. 40.00 Crores in the last 02 Years. iv) The Approval Committee, after due deliberations, took serious note of the amount of Foreign Exchange pending for realization by the unit beyond stipulated time period of nine months and unanimously decided to initiate action under FTDR Act, 1992. It was also decided to ask the unit to submit a list of debtors and creditors along with amount outstanding.

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5.13	**M/s Omsons Overseas Tradelinks Pvt. Ltd.:-**
	i) Approval Committee was informed that M/s Omsons Overseas Tradelinks Pvt. Ltd. is having valid LOA No. NSEZ/4-381/2003-MBD/9412 dated 07.03.2016 for manufacturing and export of Handicrafts made of Brass, EPNS, Aluminium, Iron art wares, lamps and other Indian handicrafts and iron and wooden household furniture and accessories. The LOA of the unit is valid up to 30.06.2022. ii) The Approval Committee was informed that as per available data (Source: DGFT website and SEZ online), the unit has export proceeds to the tune of Rs. 0.02 Crores pending for realization beyond nine (09) months as on 01.08.2020. iii) Approval committee was further informed that the unit did not have any case of export proceeds pending for realization beyond nine months and therefore the case was not placed before the Approval Committee meeting held on 14.09.2018. The current case of export proceeds pending for realization is for the period from 01.11.2017 to 31.10.2019. iv) The Approval Committee, after due deliberations, unanimously decided to take note of the amount of Foreign Exchange pending for realization by the unit beyond stipulated time period of nine months and directed the unit to realize the pending Foreign Exchange immediately and should also apply to RBI/ AD Bank for extension of time, if not already done and submit proof of same to this office. The Approval Committee also directed that the case of the unit must be monitored regularly and if Export Proceeds pending for realization are not realized within a period of 03 months, then the matter should be placed before the Approval Committee again.
5.14	**M/s OSR International :-**
	i) Approval Committee was informed that M/s OSR International having LOA No. NSEZ/4-350/2003-MBD/8102 dated 31.01.2014 for manufacturing and export of Handicrafts made of Brass, Aluminium, Iron, Wood, Glass, Textile, Rugs & Druggets, Home décor, Home furnishings, Imitation jewellery, Fashion accessories, Copper, Tin and Leather. The LOA of the unit was valid up to 30.06.2020. ii) The Approval Committee was informed that as per available data (Source: DGFT website and SEZ online), the unit has export proceeds to the tune of Rs. 53.78 Crores pending for

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	realization beyond nine (09) months as on 01.08.2020. iii) Approval committee was further informed that case of unit was considered in the Approval Committee meeting held on 14.09.2018, as the unit had Foreign Exchange pending for realization beyond nine months. No one of the unit appeared before Approval Committee. The Approval Committee was informed that Show Cause Notice for recovery of Drawback has already been issued to the unit on 20.04.2018 by Jurisdictional Commissioner of Customs, Noida Customs House, Dadri. The Approval Committee also requested Assistant Commissioner (Customs), Dadri ICD to bring the matter to the notice of the Commissioner, Customs and see whether fresh Show Cause Notice or supplementary Show Cause Notice is required to be issued and get the same issued by first week of October 2018. However, Jurisdictional Customs Commissioner has not informed whether fresh Show Cause Notice or supplementary Show Cause Notice is required to be issued or not in this case. The SCN dated 20.04.2018 has not been adjudicated till date. It was also informed that the unit has not realized any amount till date from the pending FE of Rs. 53.78 Crores in the last 02 Years. iv) The Approval Committee, after due deliberations, took serious note of the amount of Foreign Exchange pending for realization by the unit beyond stipulated time period of nine months and unanimously decided to initiate action under FTDR Act, 1992. The Approval Committee also decided to ask the unit to submit a list of debtors and creditors along with amount outstanding.
5.15	**M/s Phoenix India Inc. :-** i) Approval Committee was informed that M/s Phoenix India Inc. is having valid LOA No. NSEZ/4-371/2003-MBD/9041 dated 02.07.2015 for manufacturing and export of Handicrafts made of Brass, Copper, Steel, Iron, Aluminium, Wood, Textile, Leather, Handcrafted imitation jewellery, Fashion accessories, Home furnishing, Home décor, Rugs & Druggets and Glass. The LOA of the unit is valid up to 25.03.2021. ii) The Approval Committee was informed that as per available data (Source: DGFT website and SEZ online), the unit has export proceeds to the tune of Rs. 63.43 Crores pending for realization beyond nine (09) months as on 01.08.2020. iii) Approval committee was further informed that case of unit was considered in the Approval Committee meeting held on 14.09.2018, as the unit had Foreign Exchange pending for

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	realization beyond nine months. No one of the unit appeared before Approval Committee. The Approval Committee was informed that Show Cause Notice for recovery of Drawback has already been issued to the unit on 20.04.2018 by Jurisdictional Commissioner of Customs, Noida Customs House, Dadri. The Approval Committee also requested Assistant Commissioner (Customs), Dadri ICD to bring the matter to the notice of the Commissioner, Customs and see whether fresh Show Cause Notice or supplementary Show Cause Notice is required to be issued and get the same issued by first week of October 2018. However, Jurisdictional Customs Commissioner has not informed whether fresh Show Cause Notice or supplementary Show Cause Notice is required to be issued or not in this case. The SCN dated 20.04.2018 has not been adjudicated till date. It was also informed that the unit has not realized any amount till date from the pending FE of Rs. 53.78 Crores in the last 02 Years. iv) The Approval Committee, after due deliberations, took serious note of the amount of Foreign Exchange pending for realization by the unit beyond stipulated time period of nine months and unanimously decided to initiate action under FTDR Act, 1992. The Approval Committee also decided to ask the unit to submit a list of debtors and creditors along with amount outstanding.
5.16	**M/s Ritu Overseas :-** i) Approval Committee was informed that M/s Ritu Overseas is having valid LOA No. NSEZ/4-335/2003-MBD/7068 dated 16.05.2013 for manufacturing and export of Handicrafts made of Stainless Steel, Brass, Aluminium, Copper, Glass, Leather, Textile, Wood, Scarves, Mufflers, Rugs, Dari, Hand Knotted Carpets and Ceramic Items. The LOA of the unit is valid up to 02.02.2025. ii) The Approval Committee was informed that as per available data (Source: DGFT website and SEZ online), the unit has export proceeds to the tune of Rs. 13.48 Crores pending for realization beyond nine (09) months as on 01.08.2020. iii) Approval committee was further informed that the unit did not have any case of export proceeds pending for realization beyond nine months and therefore the case was not placed before the Approval Committee meeting held on 14.09.2018. The current case of export proceeds pending for realization is for the period from 01.11.2017 to 31.10.2019. iv) The Approval Committee, after due deliberations, took serious note of the amount of

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	Foreign Exchange pending for realization by the unit beyond stipulated time period of nine months and unanimously decided to initiate action under FTDR Act, 1992 and also ask the unit to Show Cause as to why its LOA should not be suspended. It was also decided to ask the unit to submit (i) details of Foreign Exchange realization pending for realization within 09 months & beyond 09 months and (ii) list of debtors & creditors along with amount outstanding.
5.17	**M/s S. F. Star International :-** i) Approval Committee was informed that M/s S F Star International is having valid LOA No. NSEZ/4-283/2003-MBD/3154 dated 22.02.2010 for manufacturing and export of Handicrafts made of Brass, Aluminium, Zinc, Iron, Copper and other alloy products and other Indian Handicrafts. The LOA of the unit is valid up to 27.10.2021. ii) The Approval Committee was informed that as per available data (Source: DGFT website and SEZ online), the unit has export proceeds to the tune of Rs. 48.41 Crores pending for realization beyond nine (09) months as on 01.08.2020. iii) Approval committee was further informed that case of unit was considered in the Approval Committee meeting held on 14.09.2018 for monitoring since the unit had Foreign Exchange pending for realization beyond nine months. Shri Gulam Rasool, father of Shri Faizan Rasool, Partner appeared before Approval Committee and informed that he is in contact with the buyer and Foreign Exchange pending will be realized within 2 months. The Approval Committee directed the representative of the unit as under:- i. To realize the export proceeds before 30.09.2018 and submit proof thereof to ADC, Moradabad SEZ and Specified Officer, Moradabad SEZ or ii. To seek extension from AD Bank or RBI as the case may be and submit the same to ADC, Moradabad SEZ and Specified Officer before 30.09.2018 or iii. Return the drawback amount availed in the matter before 30.09.2018. iv) The Approval Committee was also informed that it directed Specified Officer, Moradabad SEZ to submit a draft Show Cause Notice to Jurisdictional Customs Commissioner for approval by 1st week of October 2018. Specified Officer, Moradabad SEZ accordingly sent the draft SCN to Jurisdictional Customs Commissioner vide letter No 1-2/MSEZ/DBK/55/2016/Pt-II/13240 dated 08.10.2018. Jurisdictional Customs Commissioner has issued SCN dated 15.01.2019 to the unit for failing to realize Foreign Exchange amounting to Rs. 34.51 Crores for the Export

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proceeds from Financial Year 2016-17 & 2017-18. The SCN has not been adjudicated till date. It was also informed that only Rs. 10.10 Crores has been realized by unit in 02 years and FE amounting to Rs. 24.40 Crores is still remaining to be realized for which SCN was issued and the overall pending FE now amounts to Rs. 48.41 Crores as on 01.08.2020.

v) The Approval Committee, after due deliberations, took serious note of the amount of Foreign Exchange pending for realization by the unit beyond stipulated time period of nine months and unanimously decided to initiate action under FTDR Act, 1992 and also ask the unit to Show Cause as to why its LOA should not be suspended. It was also decided to ask the unit to submit (i) details of Foreign Exchange realization pending for realization within 09 months & beyond 09 months and (ii) list of debtors & creditors along with amount outstanding.

5.18 M/s SRG Impex :-

i) Approval Committee was informed that M/s SRG Impex is having valid LOA No. NSEZ/4-329/2003-MBD/5406 dated 29.11.2012 for manufacturing and export of Handicrafts made of Brass, Aluminium, Copper, Zinc, Iron, Wood, Glass and their Alloy products and Ferrous and non-ferrous handcrafted metal items. The LOA of the unit is valid up to 20.11.2024.

ii) The Approval Committee was informed that as per available data (Source: DGFT website and SEZ online), the unit has export proceeds to the tune of Rs. 58.43 Crores pending for realization beyond nine (09) months as on 01.08.2020.

iii) Approval committee was further informed that case of unit was considered in the Approval Committee meeting held on 14.09.2018 for monitoring since the unit had Foreign Exchange pending for realization beyond nine months. Shri Gulam Rasool, Partner appeared before Approval Committee and informed that Foreign Exchange pending will be realized within 2 months. The Approval Committee directed the representative of the unit as under:-

i. To realize the export proceeds before 30.09.2018 and submit proof thereof to ADC, Moradabad SEZ and Specified Officer, Moradabad SEZ or
ii. To seek extension from AD Bank or RBI as the case may be and submit the same to ADC, Moradabad SEZ and Specified Officer before 30.09.2018 or
iii. Return the drawback amount availed in the matter before 30.09.2018.

iv) The Approval Committee was also informed that it directed Specified Officer, Moradabad

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	SEZ to submit a draft Show Cause Notice to Jurisdictional Customs Commissioner for approval by 1st week of October 2018. Specified Officer, Moradabad SEZ accordingly sent the draft SCN to Jurisdictional Customs Commissioner vide letter No 1-2/MSEZ/DBK/55/2016/Pt-II/13240 dated 08.10.2018. Jurisdictional Customs Commissioner has issued SCN dated 15.01.2019 to the unit for failing to realize Foreign Exchange amounting to Rs. 54.47 Crores for the Export proceeds from Financial Year 2016-17 & 2017-18. The SCN has not been adjudicated till date. It was also informed that the overall pending FE has now increased to Rs. 58.43 Crores as on 01.08.2020. v) The Approval Committee, after due deliberations, took serious note of the amount of Foreign Exchange pending for realization by the unit beyond stipulated time period of nine months and unanimously decided to initiate action under FTDR Act, 1992 and also ask the unit to Show Cause as to why its LOA should not be suspended. It was also decided to ask the unit to submit (i) details of Foreign Exchange realization pending for realization within 09 months & beyond 09 months and (ii) list of debtors & creditors along with amount outstanding.
5.19	**M/s Trendz Inc.:-** i) Approval Committee was informed that M/s Trendz Inc. is having valid LOA No. NSEZ/4-392/2003-MBD/9659 dated 16.06.2016 for manufacturing and export of Handicrafts made of Brass, Aluminium, Wood, Iron, Copper, Textile, Home décor & Home furnishing, Steel, Leather, Fashion accessories, Handcrafted Rugs and Druggets and hand-knotted carpets. The LOA of the unit is valid up to 19.10.2021. ii) The Approval Committee was informed that as per available data (Source: DGFT website and SEZ online), the unit has export proceeds to the tune of Rs. 84.60 Crores pending for realization beyond nine (09) months as on 01.08.2020. iii) Approval committee was further informed that case of unit was considered in the Approval Committee meeting held on 14.09.2018 for monitoring since the unit had Foreign Exchange pending for realization beyond nine months. No one of the unit appeared before Approval Committee. The Approval Committee directed Specified Officer, Moradabad SEZ to submit a draft Show Cause Notice to Jurisdictional Customs Commissioner for approval by 1st week of October 2018. Specified Officer, Moradabad SEZ accordingly sent the draft SCN to Jurisdictional Customs Commissioner vide letter No 1-2/MSEZ/DBK/55/2016/Pt-II/13240 dated

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	08.10.2018. Jurisdictional Customs Commissioner has issued SCN dated 05.02.2019 to the unit for failing to realize Foreign Exchange amounting to Rs. 84.60 Crores for the Export proceeds from Financial Year 2016-17 & 2017-18. Further the SCN has not been adjudicated till date. It was also informed that the unit has not realized any amount till date from the pending FE of Rs. 84.60 Crores in the last 02 Years. iv) The Approval Committee, after due deliberations, took serious note of the amount of Foreign Exchange pending for realization by the unit beyond stipulated time period of nine months and unanimously decided to initiate action under FTDR Act, 1992 and also ask the unit to Show Cause as to why its LOA should not be suspended. It was also decided to ask the unit to submit (i) details of Foreign Exchange realization pending for realization within 09 months & beyond 09 months and (ii) list of debtors & creditors along with amount outstanding.
5.20	**M/s Zam Zam Exim Pvt. Ltd. :-** i) Approval Committee was informed that M/s Zam Zam Exim Pvt. Ltd. is having valid LOA No. NSEZ/4-374/2003-MBD/9040 dated 02.07.2015 for manufacturing and export of Handicrafts made of Brass, Wood, Copper, Textile, Leather, Fashion accessories, Home furnishing & Home Décor and Glass. The LOA of the unit is valid up to 25.02.2021. ii) The Approval Committee was informed that as per available data (Source: DGFT website and SEZ online), the unit has export proceeds to the tune of Rs. 47.75 Crores pending for realization beyond nine (09) months as on 01.08.2020. iii) Approval committee was further informed that case of unit was considered in the Approval Committee meeting held on 14.09.2018, as the unit had Foreign Exchange pending for realization beyond nine months. No one of the unit appeared before Approval Committee. The Approval Committee was informed that Show Cause Notice for recovery of Drawback has already been issued to the unit on 01.06.2018 by Jurisdictional Commissioner of Customs, Noida Customs House, Dadri. The Approval Committee also requested Assistant Commissioner (Customs), Dadri ICD to bring the matter to the notice of the Commissioner, Customs and see whether fresh Show Cause Notice or supplementary Show Cause Notice is required to be issued and get the same issued by first week of October 2018. However, Jurisdictional Customs Commissioner has not informed whether fresh Show Cause Notice or supplementary Show Cause Notice is required to be issued or not in this case. The SCN dated 01.06.2018 has not been

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	adjudicated till date. It is also informed that the unit has not realized any amount till date from the pending FE of Rs. 47.75 Crores in the last 02 Years. iv) The Approval Committee, after due deliberations, took serious note of the amount of Foreign Exchange pending for realization by the unit beyond stipulated time period of nine months and unanimously decided to initiate action under FTDR Act, 1992 and also ask the unit to Show Cause as to why its LOA should not be suspended. It was also decided to ask the unit to submit (i) details of Foreign Exchange realization pending for realization within 09 months & beyond 09 months and (ii) list of debtors & creditors along with amount outstanding.

Meeting ended with thanks to the Chair.

(S. S. Shukla)
Jt. Development Commissioner

(R. P. Goyal)
Zonal Development Commissioner