Minutes of the meeting of Approval Committee (AC) of private SEZs in Mohali & Chandigarh region held under the Chairmanship of Dr. L.B. Singhal, Zonal Development Commissioner, Noida Special Economic Zone, Noida held on 19.11.2018 at 3.00 P.M. at Conference Hall of M/s. Infosys Limited, RGCTP-I, Chandigarh.

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

i. Mr. Navtej Singh, Dy., D.G.F.T., Chandigarh.

ii. Mr. Pawan Dadwal, Dy.D.G.F.T.,Chandigarh.

iii. Mr. Shiv Ratan, Asstt. Commissioner of Customs, Ludhiana Commissionerate, Chandigarh.

iv. Mr. Vishwabandhu, Dy. Director of Indts. Govt. of Punjab, Chandigarh

v. Mr. Pawan , DGM (Exports), PSIEC, Sector -17, Chandigarh.

vi. Mr. Anil Parashar, Head SPIC, Chandigarh Administration, Chandigarh.

2. Besides during the meeting i) Shri Devendra Bahuguna, ADC, ii) Shri Ajay Pahooja, Specified Officer, iii) Ms. Vaishali Chandhok, Authorized Officer & iv) Ms. Shirley Sood, Authorized Officer were also present to assist the AC.

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

3(I). AGENDA ITEM NO. 1

The Committee was informed that no reference against the decision of the AC held on 22.06.2018 was received from any of the members of the Committee or Trade and therefore, Minutes of the meeting held on 22.06.2018 were ratified.

3(II). AGENDA ITEM NO. 2

Sub: Proposal of M/s.Frisklancer Services Private Limited for setting up a unit in the IT/ITES SEZ of M/s. Quarkcity India Pvt. Ltd. at A-40A, Industrial Focal Point, Phase-VIII Extn., SAS Nagar, Mohali, Punjab – Reg.

(i) The Approval Committee noted that M/s. Frisklancer Services Pvt. Ltd. was incorporated on 1st December, 2013 with Registrar of Companies, Punjab at Chandigarh. The company is engaged in the field of Robotic Projects, Industrial Automation Projects & Haptic Devices (A Haptic Device is a bi-directional instrumented/actuated human-machine interface, employed by the human operator to actively interact with a computer simulated virtual environment). The Approval Committee further noted that the unit is providing consultancy of Research & Development in the field of MATLAB, Python Research Consultancy, Fiber Optic Research Consultancy (FiWi, LiFi Network),Lab View Research Consultancy, Nanotechnology, Computer Interfacing, Industrial Automation, Image Processing, Astro Physics Research Consultancy, Artificial Analysis & Neutral Networks.

ii) The Company has two Directors - Mr. Bikramvir Singh Duggal is a Bachelor of Engineering in Electronics Instrumentation and Control from Thapar University, Patiala & Mr. Prikshit Bansal is a Bachelor of Arts from Ripudaman College Nabha. He is Director in Frisklancer Services Pvt. Ltd. from February, 2016 to till date & Partner in Freelancer Illuminati Services LLP from August, 2016 to till date.

iii) Mr. Bikramvir Singh Duggal, Managing Director of the unit appeared before the Approval Committee to explain their project. He informed the Approval Committee that they shall undertake the following activities/services from the proposed SEZ location as under:

1. Research & Development of Robotics Projects(Software)
    a. Presently designing a system for adapting the rough terrain ultra – high mobility flexible chassis system for farming application for one of their client.
    b. Remotely operated flexible chassis ROBOT System for Explosive Ordnance Disposal (EOD) Application.
2. Research & Development of Industrial Automation (Software)
    a. Modular flame propagation study chamber.
    b. Long term foods storage and transporting technology.
    c. Direct thermal conversion solar electric generator.
    d. Document storage and retrieval system – under development.
3. Research & Development of Haptic Devices(Software)
    a. Haptic Device for Endoscopic surgery simulation.
    b. Haptic device for epidural injection simulation.
4. Technical Research Consultancy

a. Software consultancy for the researchers active in various technical and non technical fields mainly at Master level, Doctoral philosophical research & post- doctoral research.

5. Research & Development of Various customized technologies such as MATLAB, LabVIEW, Python etc.

iv) The Approval Committed also noted that the unit proposes to make an export of Rs. 353.81 lacs over a period of five years with NFE of Rs. 353.81 lacs as the unit does not envisage any import/ouflow of foreign exchange for this project. It also proposes to provide employment to 80 persons (50 Women + 30 Men) over a period of five years.

v) The Approval Committee after due deliberation **approved** the Project for IT/ITES services namely Research & Development of various customized technologies such as Matlab, Labview, Python etc., Research & Development of Robotics Projects (Software), Research & Development of Industrial Automation (Software), Research & Development of Haptic Devices (Software), Research Consultancy (Technical).

3(III). AGENDA ITEM NO. 3

Sub:- Proposal of M/s. Maracana SDC Pvt. Ltd. for setting up a unit in the IT/ITEs SEZ of M/s. Quarkcity India Pvt. Ltd. at A40A, Industrial Focal Point Phase-VIII Extn. SAS Nagar Mohali- Rag.

i) The Approval Committee noted that M/s. Maracana SDC Pvt. Ltd. was incorporated on 29th August, 2018 with Registrar of Companies, at Faridabad, Haryana. The company is engaged in the field of IT/ITES. As per project report the company has been established with a view to serve the European Customers, for Software Development and Testing Need. A detailed note on the activities to be undertaken at SEZ is also obtained from Ms. Monika Sharma, M.D. of the Company, who is MCA from Punjab University (1995-1998) and have 20 years of experience in IT industry. She had worked as a R&D developer for 3.5 years in Trident Infotech Pvt Ltd and later on worked as Sr. Tech Lead (Quality Assurance) in QuarkXPress Publishing R&D India Pvt Ltd.

ii) Ms. Monika Sharma, Managing Director of the unit explained that the software to be developed is for first rounders for various industrial environment, software would enable to track the movement of rescue team member/ first rounders in case of emergency. Software would enable first rounders supervisor to have an eye-from-the sky view on all first rounders involved in dealing with the emergency at hand. The software would use combination of various technologies like GPS, Wi-Fi triangulation, Bluetooth etc and other device based sensors along with the floor map of the facilities to accurately pin point the location of first rounders. Various features like man-down alerts, emergency callings, guidance to the nearest exists would be part of the software as well. This App will be for both Android and IOS. The activities relating to IT/ITES for our proposed project would be "Design/Development and Testing of **Indoor People Positioning System** using various hand held devices like IOS/Android based Smart Phones and Tablets The Product/solution would be developed using various techniques like Java, Node Js, Swift, Objective C etc and the logic for positioning would be based on mathematical algorithms from various inbuilt device sensors like Accelerometer, Gyroscope etc."

iii) The Approval Committee also noted that Company has three Director (1) Ms. Monika Sharma, MD - MCA form Punjab University, Chandigarh having 20 years of experience in the field of IT Industry, Mr. Devanand Vajani - Director - Graduate – Industrialist by profession running number of factories and Mr. Gaurav Gupta, Director –MBA from Pune and nearly 20 years of experience in Marketing & Sales.

iv) The Approval Committee also noted that company proposes to make an export of Rs. 11429 lacs over a period of five years with NFE of Rs. 11429 lacs as the unit does not envisage any import/ouflow of foreign exchange for this project except procurement of indigenous capital goods and raw material. The Developer has also given its consent to provide an space of 55 Sq. Mtr. At 2^{nd} Floor of the SEZ building.

v) The Approval Committee, after due deliberation, approved the Project for IT/ITES for the services namely ***Design/Development and Testing of Indoor People Positioning System.***

3(IV). AGENDA ITEM NO. 4

Sub: LOA No. F2//7/2005-EPZ dated 09.06.2006 – Approval of List of Goods for Authorized Operations of M/s. Quarkcity India Pvt. Ltd. (Developer), SAS Nagar, Mohali – Reg.

i) The Committee was informed that M/s. Quarkcirty India Pvt. Ltd. (Developer) vide letter dated 8th October, 2018 has submitted the list of goods worth Rs.

41.16 crores for its authorized operation. The Developer along with its request has also enclosed the Chartered Engineer Certificate as envisaged under Rule 12 of the SEZ Rules, 2006. The C.E. certificate also certified that the said goods would be utilized within a period of one year. The authorized operation wise detail of list of goods is as under:

(Rs. in lacs)

S.No.	Construction of all type of Buildings in Processing Area	Value of goods	Sr. No. as per Instruction No. 50	Imported/Indigenous
1.	Construction of all type of Buildings in Processing Area as approved by Unit Approval Committee	2412.96	Sr. No. 22 read with Instruction No. 54	Imported/Indigenous
2.	Electrical Gas and petroleum natural gas distribution network including necessary sub stations of appropriate capacity, pipeline network etc.	479.57	Sr. No. 04.	Imported/Indigenous
3.	Telecom and other communication facilities including internet connectivity.	221.38	Sr. No. 05.	Imported/Indigenous
4.	Cafeteria/Canteen for staff in processing area	46.20	Sr. No. 27.	Imported/Indigenous
5.	Fire protection system with sprinklers, fire and smoke detectors.	39.85	Sr. No. 31.	Imported/Indigenous
6.	Employees welfare facilities like crèche, medical centre and other such facilities	63.00	Sr. No. 20.	Imported/Indigenous
7.	Air conditioning of processing area	342.60	Sr. No. 21.	Imported/Indigenous
8.	Access control and monitoring system	121.00	Sr. No. 24.	Imported/Indigenous
9.	Roads with street lighting, signals and signage.	87.10	Sr. No. 01.	Imported/Indigenous
10.	Maintenance of operational buildings.	137.75	No such Auth. Operations exists	Imported/Indigenous
11.	Landscaping and water bodies.	162.61	Sr. No. 08.	Imported/Indigenous
12.	Parking including multy level	2.40	Sr. No. 18.	Imported/Indi

	parking (automated/manual).			genous
	TOTAL:	4116.42		

ii) The Developer in their letter dated 08.10.2018 stated that the above goods are required for approx.2 lacs Sq. Ft. flooring area and other development of remaining part of the total processing area of 5.09 hectares. The Developer further stated that they intend to purchase some new machinery for smooth functioning of the operational and construction work of the project to enhance the efficiency, productivity and safety of the working staff. In addition they are also furnishing a new kitchen with modern appliances and a crèche on 1st floor for the working staff.

iii) As regards goods falling under the authorized operation of Cafeteria/Canteen for staff in processing area is concerned, it was informed to the Approval Committee that a canteen over an area of 1593 Sq. Mtr. is already under operation and being run by the Developer themselves. The Developer is raising a new high class canteen/cafeteria at Stilt floor admeasuring 203.35 Sq. Mtr. to cater the increasing number of employees and visiting delegates of SEZ units. The items mentioned in the list are relevant to carry out the authorized operation.

iv) Mr. Rajesh Sharma, COO of the Developer informed the Approval Committee the expansion in area of 2 exiting units namely Bunge India & CHC Consulting Asia Pacific Pvt. Ltd. is under process and proposal for 4 new units are under active consideration. He further informed that an area of 5,80,000 Sq. Ft. has already been leased out and approx. 2,00,000 Sq. Ft is being proposed to be furnished/developed for the new upcoming units.

v) The list of goods submitted by the developer is examined by the Approval Committed and took the following decision:

a) The Approval Committee noted that the goods listed under Authorized operation of ***Construction of all type of Buildings as approved by Unit Approval Committee*** at Sr. No.17 (Paintings/Wall Hung Artwork) and item at Sr. No. 76 (Tata Tippers), Sr. No. 77 (Tractor),104 (Light Commercial Vehicle) are not being allowed duty free and hence **not approved**. As far as goods mentioned at Sr. No. 153 (Solar Panel), Sr. No. 154 (Solar Inverter) are concerned, Approval Committee observed that these are meant for power generation to be supplied to SEZ units for which Developer has to set up a separate power unit in terms of Guidelines prescribed for power Generation, Transmission and Distribution in SEZs dated 16.02.2016 issued by Deptt. of Commerce Vide Letter No.P.6/3/2006-SEZ(vol.III). The Approval Committee approved rest of the list for the Authorized operation of Construction of all type of Buildings as approved by Unit Approval Committee except items mentioned at S. No. 17, 76,77,153 & 154 above.

b) The Approval Committee **approved** Diesel- Forklift and Forklift (Battery operated), on being satisfied by the explanation given by Mr. Rajesh Sharma representative of M/s. Quarkcity India Pvt. Ltd.

c) The Approval Committee observed that the goods falling under the authorized operation of ***Employees welfare facilities*** are not relevant hence declined the approval of goods proposed under this authorized operation.

d) The Operation mentioned at Sr. No. 10 above i.e. "***Maintenance of operational buildings"*** has not been mentioned in the default list of approved authorized operation under Instruction No. 50 dated 15.03.2010. Hence the Approval Committee **did not approve** the list of material mentioned under this operation.

e) As regards goods falling under the authorized operation of ***Cafeteria/Canteen for staff in the processing area*** is concerned, the Approval Committee observed that duty free goods are allowed to Developer for development of Infrastructure of the Cafeteria/canteen and not for goods required for running of canteen/cafeteria. Accordingly, Approval Committee **approved** item at Sr. No. 4 – Work Tables – 20 Nos. (Rs. 2,40,000/-), Sr. No. 14 – Sink – 10 Nos. (Rs. 1,05,000/-), Sr. No. 15 – S.S. Racks – 20 Nos. – (Rs. 3,00,000/-), Sr. No. 19 – Trolley – 6 Nos. (Rs. 90,000/-), Sr. 23 – Weigh Machine – 04 Nos. – (Rs. 80,000/- only) from the list of goods proposed under this authorized operation.

f) As regards phones at Sr. No. 18 falling under the Authorized operation of ***Telecom and other communications facilities including internet connectivity*** is concerned the representative of the Developer informed the Committee that the same are Internet Protocol (IP) Phones. On being satisfied the Approval Committee **approved** the same.

3(V). AGENDA ITEM No. 5

Sub: M/s Bunge India Pvt. Ltd. - LOA No. QSEZ/Unit/04/02/2016/505 dated 03.06.2016 – Expansion in area and revised of projections of Imports – Reg.

i) It was informed to the Approval Committee that M/s. Bunge India Pvt. Ltd., approved as unit vide Letter of Approval No. QSEZ/Unit/04/02/2016/505 dated 3rd June, 2016, requested this office for expansion in area from existing 15000 Sq. Ft. to 27523 Sq. Ft. by way of acquiring additional space of 12523 Sq. Ft. at 11th floor of the SEZ building vide letter dated 04.07.2018.

ii) The last expansion in area of 5000 Sq. Ft. was ratified by the Approval Committee in its meeting dated 26.05.2017.

iii) The unit vide its letter dated 19.07.2018 requested to enhance the value of imported capital goods from existing Rs. 45 lacs to Rs. 300.00 lacs and indigenous capital goods from Rs. 384.00 lacs to Rs. 523.00 lacs.

iv) Memorandum of Understating for additional space of 12553 Sq. Ft. at 11th Floor of the SEZ Building has already been signed with the SEZ Developer.

v) The proposal of the Unit is summarized as below:

Name of the Unit	M/s. Bunge India Pvt. Ltd.
LOA No. & date	LOA No. QSEZ/Unit/04/02/2016/505 dated 3rd June, 2016
Date of Commencement	19/12/2016
LOA valid upto	18/12/2021
Whether Bond-cum-LUT submitted /	Yes

Accepted	
Current location of the unit **Proposed Addl. space**	11th Floor : 15000Sq. Ft. at11th Floor : 12553 Sq. Ft. Total : 27523 Sq. Ft.

The unit has also submitted revised **projection** as per details given below:-

Rs. (in Lacs)

Particulars (for five years)	**Existing Projection**	**Revised Projection**
Projected FOB value of exports	11016.00	17637.00
Foreign Exchange Outgo	NIL	300.00
NFE over a period of 5 years	11016.00	17337.00
Indigenous CG	384.00	523.00

Whether provisional offer of allotment for space from developer for expansion of area enclosed	Yes.
Year-wise performance of the unit since inception: (As per APR) *UptoJune, 2018.	Rs. (in Lacs)

Year	FOB value of export	NFE Earning
2017-18	1746.44	1746.44
2018-19	620.90	620.90

Employment details

Existing (as per last APR)	Proposed / Revised
181	

vi) The request of the SEZ unit for expansion in area/revised projections as above from existing 15000 Sq. Ft. to 27553 Sq. Ft. by way of acquiring 12523 Sq. Ft. at 11th Floor of the SEZ building was allowed by the competent authority on file subject to execution bond cum LUT for revised projections and expansion in area. The approval was given subject to its ratification by the Approval Committee in its next meeting.

vii) Mr. Parveen Tarika, Authorized Representative of the Unit appeared before the Approval Committee for explain their proposal.

viii) The approval Committee **ratified** the decision of the Competent Authority subject to execution of revised Bond-cum-LUT.

3(VI). AGENDA ITEM No. 6

Sub: M/s Bunge India Pvt. Ltd. - LOA No. QSEZ/Unit/04/02/2016/505 dated 03.06.2016 – Enhancement in the value of Imports – Reg.

i) M/s. Bunge India Pvt. Ltd., approved as a unit vide Letter of Approval No. QSEZ/Unit/04/02/2016/505 dated 3rd June, 2016, was allowed expansion in area/revised projections by the competent authority on file and the same has been ratified by the Approval Committee as at Agenda Item No. 5 above.

ii) In continuation of above, the unit vide its letter dated 10thSeptember, 2018 has further requested to enhance the value of imported capital goods in respect of their SEZ unit from ***existing Rs. 300.00 lacs to Rs. 550.00 lacs*** as their Technical Team has re-assessed the requirement of capital goods which are more technically upgraded IT equipments such as Laptop/Networking equipment for creating wide IT infrastructure for future business requirement and to compete in ongoing market scenario. The unit has also stated that there shall not be any change in the approved projection except outgo of foreign exchange on account of enhanced value of imported capital goods. The unit vide their letter **dated 22.10.2018** further stated that NFE will also come down from existing Rs. 17337.00 to Rs. 17087 on account of outgo of foreign exchange due to increase in value of imported capital goods.

iii) Mr. Parveen Tarika, Authorized Representative of the Unit appeared before the Approval Committee for explain their proposal.

iv) Approval committee and after due deliberations **approved** the request of the unit for enhancement in the value of capital goods from Rs. 300.00 lacs to Rs. 550.00 subject execution of revised bond-cum-LUT.

3(VII). AGENDA ITEM NO. 7

Sub: LOA No. QSEZ/Unit/04/04/2017/584 Dated 27.05.2017 - M/s. CHC Consulting Asia Pacific Pvt. Ltd. – Change in shareholding pattern - Reg.

i) M/s. CHC Consulting Asia Pacific Pvt. Ltd. vide their letter dated NIL received in this office on 22.07.2018informed thatthere will be a change in the constitution of the company and accordingly share holding pattern of company will also get changed.

ii) The existing Director of the Company are as under:

1. Mr. Paul Delaney Cook
2. Ms. Susan Isabel Cook
3. Ms. Rachna Jayanthilal Maru

ii) The new Directors of the Company are as under:

1.	Mr. Sampath Kumar Rajgopalan	-	Addl. Director
2.	Mr. Akshay Aggarwal	-	Wholetime Director
3.	Mr. Akshay Aggarwal	-	Director
4.	Mr. Kevin James Ohara	-	Addl. Direcor
5.	Mr. William Sullivan Beans Jr.	-	Add. Director

iii) In addition to above, the shareholding pattern of the company has also been changed.

SHARE HOLDING PATTERN AS ON 05^{TH} JULY, 2018

S.No	Name of Shareholder	Class of Shares	Regd. Folio No.	No. of Shares held (Rs. 10/- each)	% of total paid up shares
1.	Paul Cook (as nominee of CHC Consulting, LLC)	Equity	001	164	0.01%
2.	CHC Consulting, LLC	Equity	002	16,35,947	99.99%
	TOTAL:	-	-	16,36,111	100.00%

PROPOSED LIST OF SHAREHOLDERS

S.No	Name of Shareholder	Class of Shares	Regd. Folio No.	No. of Shares held (Rs. 10/- each)	% of total paid up shares
1.	Congruex Group, LLC	Equity	001	164	0.01%
2.	CHC Consulting, LLC	Equity	002	16,35,947	99.99%
	TOTAL:	-	-	16,36,111	100.00%

iv) The above changes are already captured in the Ministry of Corporate Affair's (MCA) record.

v) As per stipulations of Instruction No. 89 dated 17^{th} May, 2018 read with Instruction No. 90 dated issued by Ministry of Commerce & Industry, the same is to be placed before Approval Committee for approval.

vi) The unit vide its letter dated 18^{th} September, 2018 requested for on file approval of their request as the resolution for change in shareholding pattern is to be passed in the Board of Directors meeting, which was scheduled on 24^{th} September, 2018.

vii) In view of the urgency expressed by the unit, the competent authority approved the request of the unit on file subject to its ratification by the Approval Committee.

viii) Mr. Akshay Agarwal, Director of the Unit appeared before the Approval Committee to explain the proposal to the Approval Committee.

ix) Approval Committee took note of the proposal and **ratified** the decision of the Development Commissioner.

3(VIII). AGENDA ITEMNO. 8

Sub: M/s. CHC Consulting Asia Pacific Pvt. Ltd. – LOA No. QSEZ/UNIT/04/04/2017/594 dated. 25.07.2017 – Expansion in Area of the SEZ Unit – Reg.

i) M/s. CHC Consulting Asia Pacific Pvt. Ltd. – LOA No. QSEZ/UNIT/04/04/2017/594 dated 25.07.2017 is a functional SEZ unit at 12th Floor over (17719 Sq. Ft.) of M/s. Quarkcity India Pvt. Ltd. (SEZ). SAS Nagar, Mohali. The unit vide its letter dated 13.11.2018 requested this office for expansion in area from existing 17179 Sq. Ft. to 28614 Sq. Ft. by way of acquiring additional area of 11435 Sq. Ft. at 12th floor of the SEZ building. The unit further stated that on account of expansion in area their projections shall be revised as under:

Name of the Unit	M/s. CHC Consulting Asia Pacific Pvt. Ltd.
LOA No. & date	LOA No. QSEZ/Unit/04/02/2016/505 dated 3rd June, 2016
Date of Commencement	29/12/2017

LOA valid upto	28/12/2022
Whether Bond-cum-LUT submitted / Accepted	Yes
Current location of the unit **Proposed Addl. space**	12th Floor : 17179Sq. Ft. at12th Floor : Sq. Ft.11435Sq.Ft. Total : 28614Sq. Ft.

The unit has also submitted revised **projection** as per details given below:-

Rs. (in Lacs)

Particulars (for five years)	Existing Projection	Revised Projection
Projected FOB value of exports	4642.51	10569.25
Foreign Exchange Outgo	NIL	162.00
NFE over a period of 5 years	4642.51	10407.25
Indigenous CG	2674.47	2982.12

Whether provisional offer of allotment for space from developer for expansion of area enclosed	Yes.

Year-wise performance of the unit since inception:
(As per APR)
*Upto October, 2018.

Rs. (in Lacs)

Year	FOB value of export	NFE Earning
2017-18	582.49	582.49
2018-19	1327.84	1327.84

Employment details

Existing (as per last APR)	Proposed / Revised
132	450

ii) Mr. Akshay Agarwal, Director of the Unit appeared before the Approval Committee for explain their proposal.

iii) Approval committee, after due deliberations, **approved** the request of the unit subject to execution of revised bond-cum-LUT.

3(IX). AGENDA ITEM NO. 9

Sub: LOA No. QSEZ/Unit/04/01/14/266 dated 17.02.2014 – Reduction in area of M/s.Fidelity Information Services Pvt. Ltd. – Reg

i) M/s. Fidelity Information Services Pvt. Ltd. an approved and functioning unit of Quarkcity India Pvt. Ltd. has applied for reduction in the area of their SEZ unit from existing 88080 Sq. ft. to 66436 Sq. Ft by way of reducing 21644Sq. Ft. at 2nd floor of the SEZ building. The detail are as under:

Area occupied prior to reduction	Total occupied area post reduction	Area to be Reduced
1st Floor comprising of 1860 Sq. Ft., 2nd Floor 21644 Sq. Ft. & and 5th Floor comprising of 64576 Sq. Ft. = **(88080 Sq. Ft.).**	1st Floor comprising of 1860 Sq. Ft. and 5th Floor comprising of 64436 Sq. Ft. = **(66296 Sq. Ft.)**	21644 Sq. Ft. at 2nd Floor

ii) The Approval Committee vide its meeting dated 22.06.2018 allowed expansion the area from existing 51765 Sq. Ft. to 88080 Sq. Ft. by way of acquiring 28261 Sq. Ft. at 5th floor of the SEZ building and accordingly revised the projections as under: Rs. (in Lacs)

Particulars (for five years)	Existing Projection	Revised Projection
Projected FOB value of exports	33489.00	72218.55
Foreign Exchange Outgo	1994.00	2672.45
NFE over a period of 5 years	31495.00	69546.10
Indigenous CG	228.00	324.00
Manpower	635	945

iii) The unit vide their letter dated 17.10.2018 informed that they had sought the above expansion in area in order to consolidate their business in a single floor. Since they have moved their entire operation to the 5th floor of the SEZ building and area of 21644 Sq. Ft. is no longer required by them, the unit requested for reduction in area.

iv) Consequent upon reduction in the area they have also requested to revise their projections as under:

REVISED PROJECTIONS

Rs. (in Lacs)

Particulars (for five years)	Existing Projection	Revised Projection
Projected FOB value of exports	72218.55	37473.62(-48%)
Foreign Exchange Outgo	2672.45	2072.45(-22%)
NFE over a period of 5 years	69546.10	35401.17(-49%)
Indigenous CG	324.00	179.00(-45%)
Manpower	945	1045

v) The unit has provided consent letter from the Developer for surrender of area of 21644 Sq. Ft. at 2nd Floor of the SEZ building.

vi) The Approval Committee, after due deliberation, approved the same subject to execution of a Bond-cum-LUT for revised areas/projections.

3(X). AGENDA ITEM NO. 10

Sub:LOA No. F2/7/2005-EPZ dated 22.05.2008 – Approval of indigenous List of Goods for Authorized operations of M/s. Sunny View Estates Pvt. Ltd. (Co-Developer) of M/s. Quarkcity India Pvt. Ltd. – Reg.

i) M/s. Sunny View Estates Pvt. Ltd. (Co-Developer) of M/s. Quarkcity India Pvt. Ltd. vide letter dated 5th November, 2018 applied for approval of list of indigenous goods valued at Rs. 115.47 lacs for their approved authorized operations duly certified by the Chartered Engineer in terms of 12(2) Of SEZ Rules 2006.

Sr. No.	Name of Authorized operation	Estimated Value (Rs. in lacs)
1.	Water Treatment Plant, water supply lines (dedicated lines up to source), sewage lines, storm water drains and water channels of appropriate capacity. ***(Sr.No.02 of Inst. No. 50)***	18.57
2.	Solid and liquid waste collection, treatment and disposal plants including pipelines other necessary infrastructure for sewage and garbage disposal, sewage treatment plants. ***(Sr.No.03 of Inst. No. 50)***	0.67
3.	Electrical, Gas and Petroleum, Natural Gas Distribution Network including necessary Sub-Stations of Appropriate capacity, pipeline network etc. ***(Sr.No.04 of Inst. No. 50)***	41.43
4.	Telecom and other communication facilities including internet connectivity. ***(Sr.No.05 of Inst. No. 50)***	3.15
5	Fire Protection System with Sprinklers, Fire and Smoke Detectors ***(Sr.No. 31 of Inst. No. 50)***	8.78
6.	Air Conditioning of Processing Area. ***(Sr.No. 21 of Inst. No. 50)***	15.09
7.	Construction of all type of buildings in processing area as approved by Unit Approval Committee. ***(Sr. No.22 of Inst. No. 50 read with Inst. No. 54).***	23.74
8.	Access control and monitoring system. ***(Sr.No. 24 of Inst. No. 50)***	4.01
	TOTAL:	115.47

ii) The Approval Committee examined the list of goods and **approved** the same subject to the conditions that Refrigeration Gas should be of Non Ozone Depleting Substance.

3(XI). AGENDA ITEM NO. 11

APRs (2017-18) DULY ATTESTED BY CHARTERED ACCOUNTANT AND CERTIFIED BY SEZ CUSTOMS IS PLACED BEFORE UNIT FOR PERSUAL AND VETTING.

The Approval Committee noted submission of APRs by the Unit.

1	**QUARKCITY INDIA PRIVATE LIMITED UNIT**				
S. NO.	**Name of the Unit**	**F.E. Outgo**	**Export**	**DTA Sales**	**Outstanding F.E on 31.03.2018**
1	**CHICMIC**				
2	LOGICAPT INFORMATICS PVT. LTD.	NIL	100.73	NIL	NIL
3	ARTESIAN SOFTWARE TECHNOLOGIES LLP	NIL	151.22	NIL	NIL
4	UTRADE SOLUTION PVT. LTD.	26.68	439.13	362.42	7.57
5	**VSERV BUSINESS SOLUTIONS PRIVATE LIMITED**				
6	EMERSON INFORMATION TECHNOLOGY SOLUTIONS	119.06	9795.04	NIL	12.8
7	EVRY INDIA PVT. LTD.	668.88	5625.83	2.78	30.89
8	FIDELIITY INFORMATION SERVICES INDIA PVT. LTD.	63.28	8651.88	NIL	NIL
9	**PYRAMID IT CONSULTING PVT. LTD**				
10	ORBIT TECHNOLOGY SOLUTIONS	31.74	224.74	NIL	NA
11	CLICK APPS CO PRIVATE LIMITED	NIL	206.7	NIL	NIL
12	NETPARTICIPATE SOLUTIONS LLP	NIL	1562.19	NIL	NIL
13	PAREXEL INTERNATIONAL INDIA PVT. LTD.	49.58	5347.02	NIL	NIL
14	APPSMARTZ	NIL	151.03	NIL	NIL
15	BUNGE INDIA PVT.LTD.	2.55	1746.44	NIL	NIL
16	INFOSYS LIMITED IN QUARK CITY INDIA	22.27	1605.04	0.05	276.56
17	MILLI PIXEL LLP.	NIL	103.66	NIL	NIL
18	BEESOLVER	NIL	400	NIL	NIL
19	CHC Consulting Asia-Pacific Private Limited	NIL	582.49	NIL	NIL
20	MAROPOST INDIA PVT. LTD.	NIL	402.29	NIL	NIL
21	SUNNY VIEW UNIT	105.05	1.84	NIL	NIL

S. NO.	Name of the Unit	F.E. Outgo	Export	DTA Sales	Outstanding F.E on 31.03.2018
1	**INFOSYS LTD**	**476.16**	**239201.8**	**2652.72***	**44386.69**

S. NO.	Name of the Unit	F.E. Outgo	Export	DTA Sales	Outstanding F.E on 31.03.2018

1	TECH MAHINDRA LTD.	329.9	36653.85	NIL	NIL

S. NO.	Name of the Unit	F.E. Outgo	Export	DTA Sales	Outstanding F.E on 31.03.2018
1	SUNPHARMACEUTICAL INDUSTRIES LTD.	6443.32	11019.92	630.68	1862.93

S. NO.	Name of the Unit	F.E. Outgo	Export	DTA Sales	Outstanding F.E on 31.03.2018
1	INFOSYS LIMITED IT CITY MOHALI UNIT	4.16	263.12	NIL	53.94

i) The Approval Committee took note of the Annual Performance of the Infosys Ltd., RGTCP-I, Chandigarh unit for 2017-18. The Committee noted that M/s. Infosys Ltd. is still effecting DTA sale in Indian Rs. in violation to Section 2(z)(iii) of SEZ Act, 2005 read with its Letter of Approval & Bond-cum-Legal Undertaking despite being Show Caused on this account for 2016-17 .

ii) The Approval Committee took serious note of it and cautioned the representatives of the unit that persistent violation of the terms and conditions of their Letter of Approval and Section 2(z) (iii) of the SEZ Act, 2006 would lead to cancellation of their Letter of Approval under Section 16 of SEZ Act, 2005.

iii) The Approval Committee gave an opportunity to the unit if they wish to get their case decided by clubbing their previous show cause and present offence by way of paying appropriate penalty as decided by the Approval Committee. In response to this representative of the unit informed the Approval Committee that they will come back on the issue within a week's time.

iv) During review of the performance of M/s. Infosys Ltd. at IT City, Mohali, the Approval Committee observed that the Developer has developed only 1611 Sq.

Mtr. Sq. Ft. of built up area so far though the SEZ was notified way back in 21st November, 2016.

v) It has been informed to the Members of the Approval Committee that as per Rule 5(7) fo SEZ Rules, 2006 – ***The Developer or Co-Developer shall have to construct the minimum built up area specified in this rule within a period of ten years from the date of notification of the SEZ in which at least fifty percent of such area to be constructed within a period of five years from the date of such notification.***

vi) Further as ***per Implementation of the SEZs(Amendments) Rules, 2013 dated 13th September, 2013,*** the minimum land requirement criteria of 10 Hectares for setting up of IT/ITES SEZs as envisaged in SEZ Rules, 2006 has been dispensed with. As per amended rules, the Developer has to conform with a minimum built up area of 25000 Sq. Mtr. over a period of 10 years from the date of notification being situated in ***C Class City of Mohali.***

vii) M/s. Infosys Ltd. (Developer) IT City Mohali has built up only1611 Sq. Mtr. despite the SEZ being notified in November, 2016. As per Amendment Rules, 2013, the unit has to built at 12500 Sq. Mtr. by November, 2021 being 50% of the built up area prescribed whereas after a lapse of 2 years of being notified the Developer has been able to built up an area of 1611 Sq. Mtr. which is only 12.8% of 50% of area to be built up within five years from the date of issue of notification.

viii) The Approval Committee took a serious view on the issue and directed the representative from Director of Industries, Government of Punjab to monitor the performance of the SEZ Developer with reference to terms of allotment of plot to M/s. Infosys and bring the observation to the notice of the Approval

Committee in its next meeting. The Approval Committee also observed that M/s. Infosys Ltd. at Mohali is not able to achieve the basic objective of optimum utilization of land, investment, exports, development of infrastructure and generation of employment etc.

ix) The representative of M/s. Infosys informed the Approval Committee that they are aware of this fact and shall comply with the provisions of Rule 5(7) of SEZ Rules, 2006 read with ***Implementation of the SEZs (Amendments) Rules, 2013 dated 13th September, 2013.***

3(XII). SUPPLEMENTARY AGENDA

Sub:Proposal of M/s. Quarkcity India Pvt. Ltd. (Developer) to set up a crèche through M/s. Small World Day Care for setting up Day Care for children with a age group of .06 to 6 years and extended upto 12 years – Reg.

i) M/s. Quarkcity India Pvt. Ltd. vide their letter darted 14.11.2018 has sent a proposal to set up a Day Care Centre/Crèche in their SEZ on lease basis through M/s. Small World Day Care for children with a age group of .06 to 6 years and extended upto 12 in its IT/ITES SEZ at Mohali. However, no specific allocation was approved by Board of Approvals for raising such facilities in the processing area as enumerated in Rule 11(5) of the SEZ Rules, 2006.

ii) M/s. Small World Day Care vide its letter dated 14.11.2018 has stated that they are following the National Minimum Guidelines for setting up and running crèches under Maternity Benefit Act 2017 and does not emanate under Rajiv Gandhi National Crèche Scheme for the Children of working Mother and not incurred any kind of Grant/benefit under any Government Scheme.

iii) M/s. Quarkcity India Pvt. Ltd. (Developer) has given its consent to provide an space of 1200 Sq. Ft. approx at the Stilt Floor area of the SEZ building premises vide their letter dated 14.11.2018. The space allotted by the Developer is near to open space of the building and can be vacated in a short span of time in the event of any exigencies/natural calamities.

iv) The services proposed to be under taken by M/s. Small World Day Care is as under:

1. Target age group: 0.6 – 6 years (some extended upto 12 years)
2. Timings: Varies typically runs 8 hours to 10 hours, 5/6 days a week.
3. Staff: Majority female which includes founders, and supporting caregivers.
4. Size: 40 – 60 children with mixed age group.
5. Facilities offered: Play and activities area, sleep area, kitchen and other required area as per guidelines.
6. Crèche location near/at the work place site or in the beneficiaries; neighbourhood, within 500 mtrs preferably at the ground floor to ensure safety of children.
7. Small World Day Care has a more than 1200 Sq. Ft. carpet area to ensure that children can play, rest, and learn. (As per Ministry of

Women and Children Development guidelines minimum space of 10 to 12 Sq. Ft.per child.)

v) **Following documents in respect of the proposal has been provided by the Developer:**

1. Letter for offer of allotment of space 1200 Sq. Ft at Stilt Floor Area to **M/s. Samll World Day Care by M/s. Quarkcity India Pvt. Ltd. (Developer), SAS Nagar, Mohali.**
2. An undertaking on Rs.100/- stamp paper from Mamta Sharma, Owner of M/s. Small World Day Care indicating undertaking to maintain proper record of the goods purchase / sold or service provided as per relevant provisions of revenue Deptt. of State and / or Central Government as the case may be. The company will obtain requisite license and other clearances as applicable in the State/Centre prior to commencement of proposed Services'. They will procure all materials without any Indirect and direct tax benefit available under SEZ scheme.
3. Copy of PAN Card of Ms. Mamta Sharma No.BPBPS1880P.
4. Copy of Income Tax Returns for the Assessment year 2016-17& 2017-18 & 2018-19 of Mr. Rajiv Sharma, Partner.

vi) In terms of Rule 11(5) of SEZ Rules, 2006, t he Developer may, with the prior approval of the Approval Committee, grant land or built up space on lease basis, for creating facilities such as canteen, public telephone booths, first aid centers, crèche and such other facilities as may be required for the exclusive use of the Unit.

vii) In view of above, the proposal of M/s. Quarkcity India Pvt. Ltd., SAS Nagar, Mohali to set up a Day Care Centre/Crèche through M/s. Small World Day Care spread over a built-up space of 1200 Sq ft. (Approx) at Stilt Floor area of the SEZ Building in the processing area of IT/ITES SEZ at SAS Nagar, Mohali on lease basis was placed before the Approval Committee.

viii) Mr. Rajesh Kumar, COO of M/s. Quarkcity, Ms. Mamta Sharma & Mr. Rajeev from Small World Day Care appeared before the Approval Committee.

ix) The Approval Committee after due deliberation **approved** the proposal of the Developer to allot 1200 Sq. Ft. approx space at the Stilt Floor area of the SEZ building premises space to M/s. **Small World Day care for setting up and operate** a Crèche/Day Care Centre subject to compliance with all stipulations/guidelines issued by the Central/State Government from time to time four running and operation of a Day Care Centre/Crèche. The facility of Day Care Centre/Crèche shall be for the exclusive use of employees working in M/s. Quarkcity India Pvt. Ltd., SAS Nagar, Mohali and also subject to the condition that the firm will not be entitled to any tax/duty benefit for setting up and operation of the Day Care/Crèche in the SEZ.

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

(Dr. L.B. Singhal)
Development Commissioner