

Minutes of the Approval Committee (AC) of private SEZs in Mohali & Chandigarh region held under the Chairmanship of Dr. L.B. Singhal, Development Commissioner, Noida Special Economic Zone, Noida at 12.00 P.M. on 29.03.2019 in the Conference Hall of M/s. Quark Media, Mohali.

The following members of AC were present during the meeting:-

1. Mr. Navtej Singh, Dy., D.G.F.T., Chandigarh.
2. Mr. Shiv Ratan, Asstt. Commissioner of Customs, Ludhiana Commissionerate, Chandigarh.
3. Mr. Vishwabandhu, Dy. Director of Indts. Govt. of Punjab, Chandigarh
4. Mr. Pawan , DGM (Exports), PSIEC, Sector -17, Chandigarh.

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

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, the following decisions were taken:

AGENDA ITEM NO. 1

1.1 The Committee was informed that no reference against the decision of the AC held on 19.11.2018 was received from any of the members of the Committee or Trade and therefore, Minutes of the meeting held on 19.11.2013 were ratified.

1.2 Subsequently, the Approval Committee discussed performance of SEZs of Chandigarh/Mohali region. The Approval Committee reviewed performance of M/s. Infosys Ltd., Mohali with reference to its observation in previous meeting held on 19.11.18.

The Approval Committee observed that M/s. Infosys 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.

1.3 The Chairman of the Committee informed the Members of the Approval Committee that as per Rule 5(7) of 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.***



1.4 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***.

1.5 M/s. Infosys Ltd. (Developer) IT City Mohali has built up only 1611 Sq. Mtr. despite the SEZ was 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.

1.6 The Chairman of the Committee in UAC meeting dt. 19.11.18 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 same 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.

1.7 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***, as per prescribed time schedule.

1.8 While reviewing the matter by the Committee, the representative of Deptt. of Industries informed that pursuant to the directions of the Approval Committee on 19.11.18 the matter was brought to the notice of Director of Industries. Accordingly, a meeting was held on 3rd December, 2018 to discuss the matter. He also informed that a Notice No. GMADA(MI/A)/2018 dated 14.11.2018 was issued by Greater Mohali Development Area (GMADA) to M/s. Infosys Ltd. to explain the reason for non compliance of terms of allotment of plot of land to them. A meeting on the issue was also convened by Deptt. of Industries, Govt. of Punjab, wherein the representative of M/s. Infosys was also present. The representative of the Director of Industries informed that no reply to the notice dated 14.11.2018 and letter dated 3.12.2018, based on observations of Committee meeting held on 3.12.2018, has been received so far from Ms. Infosys Ltd., Mohali.



1.9 Mr. Suresh Shenoy from Infosys Ltd. informed the Approval Committee that they have worked out a plan for development of approx. 7.2 lacs Sq. Ft. of area within 3-4 years for their SEZ at Mohali. The representative of Director of Industries informed that this fact has also not been brought to their notice so far. The Approval Committee advised the representative of M/s. Infosys Ltd. to give a written reply to the notice of the GMADA dated 14.11.2018 & Deptt. of Industries letter dated 3.12.2018. The Committee directed the representative of the Director of Industries that the issue needs to be looked seriously and must be brought to the notice of the top Management to ensure that the land allotted for SEZ is effectively utilized with reference to the terms of allotment and also for increasing of exports, generation of employment and development of infrastructural facilities. In case Infosys fails to do so in terms of allotment of plot then State Govt. and its agencies may take action as considered appropriate.

AGENDA ITEM NO. 2

Sub: Application for setting up of SEZ unit namely M/s. GIMMKO Technologies India Pvt. Ltd. in the premises of M/s. Quarkcity India Pvt. Ltd. (SEZ), Mohali.

2.1 The Committee was informed that M/s. GIMMKO Technologies India Pvt. Ltd. applied online for setting up an SEZ Unit in terms of Rule 17 of SEZ Rules, 2006 as prescribed in Form 'F' in the SEZ of M/s. Quarkcity India Pvt. Ltd. M/s. GIMMKO Technologies India Pvt. Ltd. is a Private Limited company incorporated on 2nd June, 2017 and it is 100% subsidiary of M/s. Gimmko Technologies LLC., having its business office at 68, Willow Road, Menlo Park, CA, 94025 USA.

2.2 The unit has applied for the service of "Information Technology & Information Technology Enables Services (IT/ITES)". The unit has informed that they will be setting up centre dedicated IT enabled service provider arm for its Principals and globally located clients and provide excellent IT enabled solutions at best competitive prices and having multiple platforms and skills under one roof and unprecedented client relation, the promoters have decided to create infrastructure to meet new work flow to be provided by its US based Principals and other globally located clients. The project will provide ample job opportunities to the local as well as surrounding talents in IT Industry apart from generating foreign currency for the country.

2.3 The unit proposes to make an Export of Rs. 1069.60 lacs with NFE of Rs. 1019.60 lacs over a period of 5 years. The company also proposes to generate employment to 37 persons.



2.4 The Developer has given its consent to provide 2150 Sq. ft. of space in the 2nd floor of its building for the proposed SEZ unit.

2.5 Ms. Anuradha Director and Mr. Rajesh Kumar Shaily, Director appeared before the Approval Committee to explain the details of their project.

2.6 After due deliberations the Approval Committee approved the proposal of M/s. GIMMKO Technologies India Pvt. Ltd. for IT/ITES Services.

AGENDA ITEM NO. 3

Sub: Application for setting up of SEZ unit namely M/s. Tie Info Solutions Pvt. Ltd. in the premises of M/s. Quarkcity India Pvt. Ltd. (SEZ), Mohali.

3.1 The Committee was informed that M/s. Tie Info Solutions Pvt. Ltd. applied for setting up a SEZ Unit in terms of Rule 17 of SEZ Rules, 2006 as prescribed in Form 'F' in the premises of M/s. Quarkcity India Pvt. Ltd. The Company is a Private Limited Company incorporated on 28th April, 2017.

3.2 The Company has proposed the service of "Information Technology & Information Technology Enables Services (IT/ITES)". The company has informed that they will be setting up a centre dedicated IT enabled service provider arm for globally located clients and provide excellent IT enabled solutions with best prices and having multiple platforms and skills under one roof and unprecedented client retention, the promoters has decided to create infrastructure to meet the new work flow to be provided by the US based Principals and other globally located clients. The project will provide ample job opportunities to the local as well as surrounding talents in IT Industry apart from generating foreign currency for the country.

3.3 The Developer has given its consent to provide 1000 Sq. ft. of space on the 2nd floor of its building for the proposed SEZ unit.

3.4 The unit proposes to make an export of Rs. 968.80 lacs with NFE of Rs. 918.80 lacs over a period of 5 years. The company also proposes to generate an employment to 15 persons.

3.5 Ms. Monu Puri, Director and Mr. Surinder Puri, Director appeared before the Approval Committee to explain the details of their project.

3.6 After due deliberations the Approval Committee approved the proposal of M/s. Tie Info Solutions Pvt. Ltd. for IT/ITES Services.

AGENDA ITEM NO. 4

Sub: Proposal of the Developer, M/s. Quarkcity India Pvt. Ltd. for allotment of built up space to M/s. AGS Transact Technologies Limited for Installation



**of Automated Teller Machine (ATM) in the Stilt Floor of the processing area
of IT/ITES SEZ located at SAS Nagar, Mohali**

4.1 The Committee was informed that M/s. Quarkcity India Pvt. Ltd., Developer vide its letter dated 29.11.2019 has requested for allotment of 50 Sq ft. at Stilt Floor of the SEZ Building in the processing area of IT/ITES SEZ SAS Nagar, Mohali on lease basis to M/s. **M/s. AGS Transact Technologies Limited** for installation of an ATM for the day to day financial transactions of employees working in the SEZ

4.2 The Committee was also informed that In terms of proviso of Sub Rule 5 of Rule (11) of the SEZ Rules, 2006, the 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.

4.3 The Approval Committee after due deliberations approved the proposal of the Developer for installation of ATM Machine by **M/s. AGS Transact Technologies Limited** at stilt floor of the SEZ building subject to the condition that no tax/ duty including service tax exemption shall be available to **M/s. AGS Transact Technologies Limited** to setup and operate an ATM Machine in the Stilt Floor of SEZ's Processing Area and it would be exclusively for persons working in the SEZ.

AGENDA ITEM No. 5

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

5.1 The Committee was informed that M/s. Sunny View Estates Pvt. Ltd. (Co-Developer) of M/s. Quarkcity India Pvt. Ltd. vide letter dated 7th February, 2019 applied for approval of following list of goods valued at Rs. 18.50 lacs for their approved authorized operation 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.	Solid and liquid waste collection, treatment and disposal plants including pipelines and other necessary infrastructure for sewage and garbage disposal, sewage treatment plants.	18.50
	TOTAL	18.50



5.2 The list of goods required by the unit has thoroughly been examined. As regards requirement of Media at Point No. 7 of the list, the Co-Developer vide its letter dated 12th February, 2019 stated that it is filter and is required to sustain solids during the filtration process.

5.3 As the Co-Developer, vide its letter dated 7.02.2019, stated that they urgently need these material and requested for interim approval under Rule 12(2) of SEZ Rules, 2006, DC approved the list on file.

5.4 The Approval Committee after due deliberations ratified the list of materials issued vide this office letter dt. 25.02.19.

ratified by the decision of the Competent Authority.

AGENDA ITEM NO. 6

Sub: LOA No. F.2/2005-ERPZ dated 09.06.2006 – Ratification of Approval of List for goods for authorized operation – Reg.

6.1 The Committee was informed that M/s. Quarkcity India Pvt. Ltd. (SEZ) vide Letter Date 25th July, 2018 requested this office for import/procurement of following goods for their on-going authorized operation of construction of all type of building in the processing area.

S. No.	Description	UOM	QTY	Per Unit Rate	Total Value
1.	Wooden Table	NOS	1000	5000	050,00,000.00
2.	Wooden Chamfer	NOS	300	350	001,05,000.00
3.	Wooden Panel	NOS	1000	650	006,50,000.00
4.	Wooden Board	NOS	3000	3800	1,14,00,000.00
5.	Wooden Cabinet	NOS	1000	6000	0060,00,000.00
		Total			2,31,55,000.00

6.2 Keeping in view the urgency expressed by the Developer, DC approved the list of goods on file subject to its ratification by the Approval Committee.

6.3 After due deliberations the Approval Committee ratified the list of materials issued vide this office letter dt. 08.08.18.



AGENDA ITEM NO. 7

Sub: M/s. Chicmic – LOA No. QSEZ/UNIT/04/13/12/94 dated 24.08.2012 & QSEZ/UNIT/04/13/12/600 dated 23.08.2017 – Expansion in Area of the SEZ Unit – Reg.

7.1 The Committee was informed that M/s. Chicmic – LOA No. QSEZ/UNIT/04/13/12/94 dated 24.08.2012 & QSEZ/UNIT/04/13/12/600 dated 23.08.2017 a functional SEZ unit at M/s. Quarkcity India Pvt. Ltd. (SEZ) requested for expansion of area of the unit from existing 3375 Sq. Ft. to 4950 Sq. Ft. by way of acquiring additional area of 1575 Sq. Ft. at second floor of the SEZ building.

7.2 The Developer vide its letter dated 12th February, 2019 has given its consent to enhance the area of the SEZ unit by 1575 at 2nd floor of the SEZ building, from which floor the unit is presently functioning.

7.3 After due deliberations the Approval Committee approved the proposal of the SEZ unit for expansion in are from 3375 Sq. Ft. to 4950 Sq. Ft. on the 2nd floor of the SEZ building subject to execution of bond cum Legal Undertaking.

AGENDA ITEM NO. 08

QPRs/HPRs OF DEVELOPERS/CO-DEVELOPERS OF CHANDIGARH/MOHALI REGIONS DULY ATTESTED VERIFIED BY SEZ CUSTOMS IS PLACED BEFORE APPROVAL COMMITTEE I TERMS OF RULE 22 OF SEZ RULES, 2006AS UNDER:

Sub: Review of Quarterly/Half yearly Performance of SEZ Developers/Co-Developers of Mohali duly certified by SEZ Customs - Reg

1. Sun Pharmaceutical Industries Ltd. – LOA No. F.2/57/2005-EPZ dated 19.06.2006 – Reg.

A. QPR – April 2018 to June 2018,

B. July 2018 to September, 2018

C. October 2018 to December, 2018.

D. HPR – April 2018 to September, 2018

- Total Area: 80 Acres (Processing Area - 76 Acres + Non Processing Area – 4 Acres). The SEZ is operational.



2. Quarkcity India Pvt. Ltd. – LOA No. F.2/7/2005-EPZ dated 09.06.2006 – Reg.

- A. QPR – April 2018 to June 2018
- B. QPR- July 2018 to September, 2018
- C. QPR - October, 2018 to December, 2018.
- D. HPR – October 2017 to March 2018
- E. HPR - April, 2018 to September, 2018.

- * Total Area 10.12 Hectares (Processing Area – 5.09 Hectares + Non Processing Area – 5.03 Hectares)*
- * An area of 5.03 Hectares (Non Processing Area) de-notified by Min. of Commerce & Industry on 13th November, 2018.
- * The SEZ is operational

3. Quarkcity Energy Pvt. Ltd. – LOA No. F.2/7/2005-EPZ dated 29.01.2009 – Reg.

- A. QPR – April 2018 to June 2018
- B. QPR - July 2018 to September, 2018
- C. QPR - October, 2018 to December, 2018.
- D. HPR – October 2017 to March 2018
- E. HPR - April, 2018 to September, 2018.

- Co-Developer of M/s. Quarkcity India Pvt. Ltd. (SEZ)

4. Sunny View Estates Pvt. Ltd. – LOA No. F.2/7/2005-EPZ dated 09.06.2006 – Reg.

- A. QPR – April 2018 to June 2018
- B. QPR - July 2018 to September 2018
- C. QPR - October, 2018 to December, 2018.
- D. HPR - April, 2018 to September, 2018.

- Co-Developer of M/s. Quarkcity India Pvt. Ltd. (SEZ)

5. Infosys Ltd., IT City, Mohali – LOA No F.1/8/2016-SEZ dated 21.04.2016 – Reg.

- A. QPR – April 2018 to June 2018
- B. QPR - July 2018 to September, 2018



C. QPR - October, 2018 to December, 2018.

D. HPR - April, 2018 to September, 2018.

- Total Area – 50 Acres – Entire area is a Processing Area.
- Boundary wall of entire SEZ has been constructed.
- A Unit over an area of 1611 Sq. Mtr is functional.

The Approval Committee took note of the performance of SEZs

AGENDA ITEM NO. 9

Sub: LOA No. QSEZ/SVEPL/Unit/04/04/2015/450 Dated 05.11.2015 - M/s. Parexel International India Pvt. Ltd. – Expansion in the area of SEZ unit on 6th Floor of the SEZ building - Reg.

9.1 The Committee was informed that M/s. **Parexel International India Pvt. Ltd.** request for addition of 24808 Sq. ft. space on 6th Floor of the SEZ Building. Presently the unit occupies an area of 73944 Sq. Ft at 3rd, 4th & 5TH Floor of the SEZ building of Co-Developer M/s. Sunny View Estates Pvt. Ltd. The unit vide its letter dated 28th March, 2019 informed that they have an expansion plans for their SEZ unit for which they shall require an additional space of 24808 Sq. Ft. at 6th floor of the SEZ building.

9.2 The Co-Developer has given Provisional offer of space to the SEZ unit for an area of 24808 Sq. Ft. at 6th Floor of the SEZ building. Due to expansion the revised projections shall be as under:

Particulars (for five years)	Existing Projection	Revised Projection
Projected FOB value of exports	42815.00	44805.00
Foreign Exchange Outgo	1150.00	2782.00
NFE over a period of 5 years	41665.00	42023.00
Indigenous CG	179.95	179.95
Employment	739	829

9.3 Mr. Ravi Verma, Authorized Representatives of the company appeared before the Approval Committee to explain their proposal.



9.4 After due deliberations the Approval Committee approved the proposal subject to execution of Bond-cum-Legal Agreement.

AGENDA ITEM NO. 10

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.

10.1 The Committee was informed that M/s. Quarkcity India Pvt. Ltd. (Developer) vide letter dated 28th March, 2019 submitted a list of goods worth Rs. 237.75 lacs 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 authorized operation wise detail of list of goods is as under:

(Rs. in lacs)

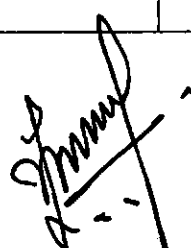
S.No.	Construction of all type of Buildings in Processing Area	Value of goods	Sr. No. as per Instruction No. 50	Imported/Indigenous
1.	Construction of all type of Buildings in Processing Area as approved by Unit Approval Committee	103.80	Sr. No. 22 read with Instruction No. 54	Imported/Indigenous
2.	Recreational facilities such as Indoor/Outdoor games, gymnasium/Employee's restroom in the Processing Area.	57.15	Sr. No. .	Imported/Indigenous
3.	Cafeteria/Canteen for staff in processing area	76.80	Sr. No. 27	Imported/Indigenous
	Total	237.15		

10.2 The list of goods valued at Rs. 237.75 lacs is placed before the Approval Committee for approval in terms of Rule 12 of SEZ Rules, 2006. The Committee discussed the list of goods at length and approved the items as follows:



*Minutes of the Approval Committee (AC)
of private SEZs in Mohali & Chandigarh region
at 12.00 P.M. on 29.03.2019*

1.	Cafeteria/Canteen for staff in processing area	Sr. No. 22 read with Instruction No. 54	Items approved at Sr. No. 7,8,9,10,11, 12 & 18.	Imported/Indigenous
2.	Recreational facilities such as Indoor/Outdoor games, gymnasium/Employee's restroom in the Processing Area.	Sr. No. 19 of Instruction No. 50.	Items approved at Sr. No. 13 & 15.	Imported/Indigenous
3.	Construction of all types of Buildings in Processing Area as approved by Unit Approval Committee	Sr. No. 27 of Instruction No. 50.	All the items mentioned in the List of Goods	Imported/Indigenous


Dr. L.B. Singhal
Development Commissioner