

NOIDA SPECIAL ECONOMIC ZONE

Minutes of the Unit Approval committee meeting in respect of SEZs in Chandigarh and Mohali held under the Chairmanship of Shri A. Bipin Menon Development Commissioner, NSEZ at 11:00 A.M. on 27.09.2021 through video conferencing.

Following members of the Unit Approval Committee were present during the meeting through video conferencing:

1. Shri Suvidh Shah, Jt. DGFT. Ludhiana
2. Shri Rajesh Kumar, Dy. Development Commissioner, Noida SEZ.
3. Shri Abhishek Saini, Dy. Commissioner of Customs, Ludhiana Commissionerate
4. Shri Shivram Dhillon, Manager (Psiec) Chandigarh.
5. Shri Jasbir Singh ITO (Income Tax).

Besides during the meeting Shri Devendra Bahuguna, Asstt. Development Commissioner, Shri Ajay Pahooja, Specified Officer Quarkcity India Pvt. Ltd . Mohali, Ms. Vaishali Chandhok, AO, RGCTP, Chandigarh & Ms. Shirley Sood, AO, Sun Pharmaceuticals Indts. Ltd. were also present to assist the Approval committee. It was informed that quorum is available and meeting can proceed.

At the outset, the Chairman welcomed the participants. After brief introduction, items included in the agenda were taken up for deliberation one by one. After detailed deliberations amongst the members of Approval committee the following decisions were taken:

1. Ratification of Minutes of Approval Committee meeting held on 23.07.2021:-

As on reference in respect of the decisions of the Approval Committee held on 23.07.2021 was received from any of the members of the Approval Committee or trade, the Minutes of the Meeting held on 23.07.2021 were unanimously ratified.

Item No. 2: Proposal for Partial addition / deletion of area /relocation

2.1 M/s. Millipixels Interactive L.L.P

2.1.1 It was informed that M/s Millipixels Interactive L.L.P. vide its letter dated 24.07.2021 has submitted proposal for partial deletion of area and change in floor of its unit from existing 3910 Sq. ft. at 2nd floor to 500 Sq. ft. at Ground floor of the SEZ building.



2.1.2 It was informed to the approval Committee that the Developer has given its consent for deletion and shifting of unit from 1st floor to Ground floor of the SEZ building.

2.1.3 No Objection Certificate from the Specified Officer obtained regarding deletion/shifting of SEZ unit.

2.1.4 Mr. Bikramjit Singh, Authorized Representative of the Unit appeared before the Approval Committee to explain their proposal.

2.1.5 It was informed to the Approval Committee that the proposal of the unit was approved on file and the Approval Committee ratified the decision of the Development Commissioner, Noida SEZ.

2.2 M/s. Carthaginian Ventures Pvt. Ltd.

2.2.1 It was informed to the Approval Committee that M/s. Carthaginian Ventures Pvt. Ltd. was granted LOA No. QSEZ/Unit/04/02/18/649 dated 02.07.2018 for setting up a unit in the Quarkcity India Pvt. Ltd. IT/ITES SEZ at Mohali (Punjab) to undertake service activities.

2.2.2 It was informed to the Committee that M/s Carthaginian Ventures Pvt. Ltd. vide its letter dated 26.07.2021 has submitted proposal for expansion of area of its unit from existing 700 Sq. ft. ground floor to 996 Sq. ft. at Ground floor of the SEZ building.

2.2.3 Mr. Rahul Vij, Authorized Representative of the Unit appeared before the Approval Committee to explain their proposal.

2.2.4 The Approval Committee after due deliberations approved the proposal of the unit for expansion of area.

2.3 M/s. Grazitti Interactive LLP

2.3.1 It was informed to the Approval Committee M/s. Grazitti Interactive LLP. requested this office for expansion in area from existing 4880 Sq. Ft. to 8790 Sq. Ft. by way of acquiring additional space of 3910 Sq. Ft. at 2nd floor of the SEZ building vide letter dated **09th sep, 2021**.

2.3.2 Provisional Offer for additional space of 3910 Sq. Ft. at 2nd Floor of the SEZ Building has been provided by the SEZ Developer vide letter dated 07th Sep., 2021.

2.3.3 The unit has also proposed revision in projection as below:



(Rs. In Lacs)

Particulars (for five years)	Existing Projection	Revised Projection
Projected FOB value of exports	2381.60	10968.64
Foreign Exchange Outgo	0.00	230.20
NFE over a period of 5 years	2381.60	10738.44
Indigenous CG and Services	84.14	597.22
Manpower	190	250

2.3.4 Mr. Pargat Singh, Authorized Representative of the Unit appeared before the Approval Committee and to explained the proposal.

2.3.5 After due deliberations the Approval Committee approved the proposal of the unit for expansion of area and revision in projection subject to execution of Bond cum Legal Undertaking (BLUT), if any changes are warranted in the BLUT.

Item No. 3: Proposal for Additional Authorized Services

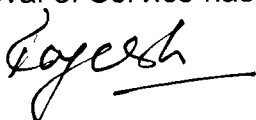
3.1 M/s. Sunny View Estates Pvt. Ltd. (Co-Developer)

3.1.1 It was informed to the Approval Committee that M/s. Sunny View Estates Pvt. Ltd. (Co-Developer) of M/s. Quarkcity India Pvt. Ltd., SAS Nagar, Mohali vide letter dated 19th August, 2021 was applied for approval of "Support Service" with SAC Code 9985 with SAC 99851, 998517.

3.1.2 The Co-developer informed that the service required by the it does not fall under the Uniform list of default Services approved by Ministry of Commerce & Industry (Deptt. of Commerce) vide F. No. D.12/19/2013-SEZ dated 2nd January, 2018. However, the default list of services includes a description of service as **Business Support Service** listed at serial number 64.

3.1.3 Since the Services required by the Co-Developer does not fall within the Default list of Services, the Approval Committee asked the representative of the Co-Developer for specific need of the required Service. The Authorized Representative of the Co-Developer Mr. Manish Khara explained as under:

- The service provider would be providing service to Sunny View SEZ (Co-developer) in respect of providing qualified manpower for keeping accounts, secretarial, taxation, legal, to prepare and file tax returns, attending hearings before tax authorities, to act, appear and represent before tax authorities etc.
- As Sunny View SEZ is a registered company under Companies Act and also as per SEZ and hence, various compliances are needs to be done by the company.
- The Sunny View SEZ does not have any direct manpower on its payroll and hence, the various activities are handled by persons deputed from other group companies / external agencies.
- The application for approval of Service has been submitted as the default list



of Services by MoCI, New Delhi has total 66 approved list of services.

- The description of services in the default list of services are given as per erstwhile Service Tax Act / Rules.
- As there are more than 700 Services description as per GST Service list and hence, at times, the service description is not matching with the expanded service description as per GST though the service description as per broad heading is matching.
- The service provider needs to mention 6 digits SAC code when the turnover of the entity is more than 5 Crores.
- The Service viz. "Business Support Service" has been mentioned in the default list of services, however, the same is not matching with the expanded service description of 6 digits SAC code as per GST though the same is matching with broad service head.

Hence requested to approve the Service with the expanded service description as follows:-

SAC code Service description

9985-Support Services

99851-Employment services including personnel search / referral service and labour supply service

998517-Co-employment staffing services

3.1.4 After due deliberations the Approval Committee approved the above service with the directions that the same shall be used for the authorized operations of the Co-Developer.

3.2 M/s. Sunny View Estates Pvt. Ltd. (Power Unit)

3.2.1 It was informed to the Approval Committee that M/s. Sunny View Estates Pvt. Ltd. (Power Unit) of M/s. Sunny View Estates Pvt. Ltd., (Co-Developer) SAS Nagar, Mohali vide letter dated 19th August, 2021 applied for approval of "Support Service" with HSN Code 9985 sub-divided under HSN 99851, 998517.

3.2.2 The unit informed that the service required by the it does not fall under the Uniform list of default Services approved by Ministry of Commerce & Industry (Deptt. of Commerce) vide F. No. D.12/19/2013-SEZ dated 2nd January, 2018. However, the default list of services includes a description of service as **Business Support Service** listed at serial number 64.

3.2.3 Since the Services required by the Power Unit of the Co-Developer does not fall within the Default list of Services, the Approval Committee asked the representative of the Power unit for specific need of the required Service. The Authorized Representative of the Power Unit of the Co-Developer Mr. Manish Khera explained as under:

- The service provider would be providing service to Sunny View SEZ (Power



Unit) in respect of providing qualified manpower for keeping accounts, secretarial, taxation, legal, to prepare and file tax returns, attending hearings before tax authorities, to act, appear and represent before tax authorities etc.

- As Sunny View SEZ is a registered company under Companies Act and also as per SEZ and hence, various compliances are needs to be done by the company.
- The Sunny View SEZ does not have any direct manpower on its payroll and hence, the various activities are handled by persons deputed from other group companies / external agencies.
- The application for approval of Service has been submitted as the default list of Services by MoCI, New Delhi has total 66 approved list of services.
- The description of services in the default list of services are given as per erstwhile Service Tax Act / Rules.
- As there are more than 700 Services description as per GST Service list and hence, at times, the service description is not matching with the expanded service description as per GST though the service description as per broad heading is matching.
- The service provider needs to mention 6 digits SAC code when the turnover of the entity is more than 5 Crores.
- The Service viz. "Business Support Service" has been mentioned in the default list of services, however, the same is not matching with the expanded service description of 6 digits SAC code as per GST though the same is matching with broad service head.

Hence requested to approve the Service with the expanded service description as follows:-

SAC codeService Description

9985 - Support Services

99851 - Employment services including personnel search / referral service and labour supply service

998517 -Co-employment staffing services

3.2.4 After due deliberations the Approval Committee approved the above service with the directions that the same shall be used for the authorized operations of the Power Unit.

Item No. 4: Proposal for List of Material

4.1 M/s. Sun Pharmaceutical Industries Ltd. (Developer)

4.1.1 It was informed to the Approval Committee that M/s. Sun Pharmaceutical Industries Ltd. (Developer) vide letter dated 10th September, 2021 has submitted list of goods worth Rs. 5.99 crores for its authorized operation as detailed below:



(Rs. in Crores)

S.No.	Authorized Operation	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	2.93	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.	1.20	Sr. No. 04.	Imported/Indigenous
3.	Fire protection system with sprinklers, fire and smoke detectors.	0.19	Sr. No. 07.	Imported/Indigenous
4.	Air conditioning of processing area	1.30	Sr. No. 21.	Imported/Indigenous
5.	Effluent Treatment Plant and pipelines and other infrastructure for effluent treatment.	0.02	Sr. No. 12.	Imported/Indigenous
6.	Solid and liquid waste collection treatment and disposal plants including pipelines and other necessary infrastructure for sewage and garbage disposal, sewerage treatment plant.	0.05	Sr. No. 03.	Imported/Indigenous
7.	Water treatment plant, water supply lines (dedicated lines upto source), sewage lines, storm water drains and water channels of appropriate capacity	0.20	Sr. No. 02	Imported/Indigenous
8.	Roads with street lighting, signals and signage.	0.10	Sr. No. 01.	Imported/Indigenous
	Total	5.99		

The Developer along with its request has also enclosed the Chartered Engineer Certificate as envisaged under Rule 12 of the SEZ Rules, 2006.

4.1.2 Since the Developer has already applied for de-notification of the their SEZ and their request is under process at this office, the Approval Committee asked the representative of the Developer to explain the need of materials required by them for their authorized operations.

4.1.3 Mr. Naveen Semwal, authorized Representative of the Unit appeared before the Approval Committee and explained their proposal as under:

i) He stated that they are awaiting clarification on availability of depreciation on Developer Assets and will start de-bonding activity as soon as the same is received.

ii) He further informed that these goods are required to expand the existing warehouse as they are facing space crunch due to which vehicles are being kept on hold for un-loading.

iii) He informed that they intend to procure/import the goods on payment of duty / taxes but not able to do so as they are currently using SEZ GSTIN on which they will not be able to avail the ITC, so they are



going for approval of list of goods under SEZ.

iv) He informed that that they will reverse the benefit availed at the time of de-bonding, depending upon the status of Capitalization of the project.

v) On being asked about the need of Mobile Racking System: It was informed that the area to be constructed is the expansion of existing warehouse and the Mobile Racking system will be erected in that area for storage of goods, these are compact racking systems which is movable on rails which enables more storage in small space.

vi) Regarding the need of High reach Trucks it was informed that the racks in the warehouse will be placed up to a height of 13 Mtr, the High reach Trucks will be used to place the material in those racks.

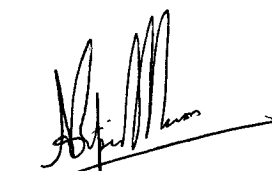
4.1.4 After due deliberations the Approval Committee approved the List of material of the Developer worth Rs. 599.87 lacs for their authorized operations.

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



(Rajesh Kumar)

Dy. Development Commissioner



(A. Bipin Menon)

Development Commissioner