

NOIDA SPECIAL ECONOMIC ZONE

Minutes of the 2nd Approval Committee meeting of Mahindra World City (Jaipur) Ltd. Multi-Product SEZ, Jaipur (2023 Series) held under the Chairmanship of Shri A. Bipin Menon, Zonal Development Commissioner, NSEZ at 12:00 Noon on 25.01.2023 in Hybrid mode at Sitapura SEZ, Jaipur and through Video Conferencing.

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

- i. Shri Surender Malik, Joint Development Commissioner, NSEZ.
- ii. Kiran Mohan Mohadikar, Deputy Development Commissioner, NSEZ.
- iii. Shri P.R. Sharma, Joint Director, Industry, Rajasthan, Jaipur.
- iv. Shri Anil Lakhera, Deputy Manager, RIICO, Jaipur.
- v. Shri Manoj Kumar Shelly, Assistant Commissioner, Comm'te , CGST, Jaipur (Rajasthan).
- vi. Shri R.L. Meena, Asstt. DGFT, Jaipur (Rajasthan).
- vii. Shri Vimal Mishra, General Manager, Mahindra World City (Jaipur) Ltd. (representative of SEZ Developer).

- Besides, during the meeting (i) Shri Amit Gupta, Specified Officer (I/c), Mahindra World City SEZ, Jaipur; (ii) Shri H.K. Meena, Assistant Development Commissioner, NSEZ and (iii) Shri Sunil Gulyani, Stenographer Gr.II, NSEZ were also present to assist the Approval Committee. It was informed that the quorum is available and the meeting can proceed.
- At the outset, the Chairman welcomed the participants. After brief introduction, item included in the agenda were taken up for deliberation. After detailed deliberations amongst the members of the Approval Committee as well as interaction with the applicants / representatives of the developers / units, the following decisions were taken:-

Item No. 2: New unit application.

2.1. M/s. Proposals for extension of LOA.

2.1.1. M/s. Trendesign Technical Centre Pvt Ltd:-

It was informed to the Committee that:-

- a. M/s. Trendesign Technical Centre Pvt. Ltd. had been granted LOA No.10/40/2017-SEZ/13711 dated 20.12.2017 for setting up a unit in the Multi-Product SEZ of M/s.



Mahindra World City (Jaipur) Ltd. at Village Kalwara, Jhai, Bhambhoriya, Bagru Khurd & Newta, Tehsil-Sanganer, Distt- Jaipur (Rajasthan) to undertake service activities namely 'Manufacturing & assembly of Bicycles'. The unit had executed Bond-cum-Legal Undertaking which was accepted by the Competent Authority. The unit has not commenced operation from SEZ. The validity of LOA of the unit was been extended upto 19.12.2020.

(b) M/s. Trendesign Technical Centre Pvt. Ltd. vide its letter dated 17.09.2021 had applied for extension of LOA beyond 19.12.2020. After due scrutiny of the request, a discrepancy letter dated 13.10.2021 was issued to the unit on account of following observations:-

(i) To submit valid reasons for not applying for LOA extension before 2 months of its expiry.

(ii) To apply on SEZ Online System and submit its authenticated printout to this office giving the specific date upto which extension of LOA is required.

(iii) To submit a Chartered Engineer's Certificate regarding two-third of activities including construction relating to the setting up of the unit is complete.

(c) the unit has yet not submitted their reply for aforesaid letter dated 13.10.2021

issued by this office.

(d) Now, M/s. Trendesign Technical Centre Pvt. Ltd. vide its letter dated 12.01.2022 received in this office on 13.01.2023 has informed that they have applied for renewal of LOA online with the Request ID 192100000153. They have also informed that due to change in market scenario post pandemic and shift in demand of their product, they had to delay their project because of following reasons:-

i. Their buyers backed out due to company's non-presence internationally.

ii. International travel was closed if they want to raise more queries.

iii. Overall dynamics was changed, localization was preferred for the buyers in their own countries.

2.1.2 Rule 19(4) of SEZ Rules, 2006, is reproduced as under:-

"The Letter of Approval shall be valid for one year within such period the Unit shall commence production or service or trading or Free Trade and Warehousing activity and the Unit shall intimate date of commencement of production or activity to Development Commissioner; Provided that upon a request by the entrepreneur, further extension may be granted by the Development Commissioner for valid reasons to be recorded in writing for a further period not exceeding two years; Provided further that the Development Commissioner may grant further extension of one year subject to the condition that two-third of activities



including construction, relating to the setting up of the unit is complete and a Chartered Engineer's Certificate to this effect is submitted by the entrepreneur; Provided also that the Board of Approval may, upon a request in writing by the entrepreneur, and after being satisfied that it is necessary and expedient so to do grant further extension for further period not exceeding one year, at a time.

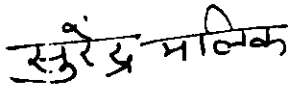
2.1.3 In the instant case, the unit has been granted extension of LOA for two years i.e. upto 19.12.2020, in terms of 1st proviso to Rule 19 (4). The extension in terms of 2nd proviso to Rule 19(4) had it been granted would also have expired on 18.12.2021 (if two third of the project was implemented as unit did not reply to query of this office letter dated 13.10.2021). Now, the unit has turned up for extension on 13.01.2023 after time gap of slightly more than one year.

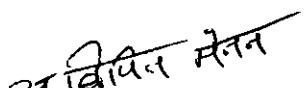
2.1.4 Mr. Vivek Vashisth ,Director attended the meeting from the unit. He reiterated the facts and figures mentioned in their letters and informed that they are also having another unit in DTA with same name and ownership at Faridabad and currently they are exporting related technical services in the field. The Committee decided to visit the unit's factory at Faridabad.

2.1.5 The Committee deliberated the proposal and unanimously decided to forward the proposal to the Board of Approval for consideration in terms of 3rd proviso to Rule 19(4) of SEZ Rules, 2006 after receipt of following documents:-

- i. Reasons for not applying for LOA extension before 2 months of its expiry.
- ii. Reasons for non-implementation of project within the extended validity of LOA.
- iii. A Chartered Engineer's Certificate regarding two-third of activities including construction relating to the setting up of the unit is complete.

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


(सुरेन्द्र मलिक, भा.रा.से.)
उप विकास आयुक्त


(ए. बिपिन मेनन)
विकास आयुक्त