

मुरादाबाद विशेष आर्थिक क्षेत्र

(12/08/2021 को आयोजित मुरादाबाद विशेष आर्थिक क्षेत्र की अनुमोदन समिति की बैठक का कार्यवृत्त)

श्री अ० बिपिन मैन्न, क्षेत्रीय विकास आयुक्त, नॉएडा विशेष आर्थिक क्षेत्र की अध्यक्षता में दिनांक 12/08/2021 को सुबह 11:00 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 Kiran Mohan Mohadikar, Dy. Development Commissioner, NSEZ, Noida (Nominee of Deptt. Of Commerce in terms of letter dated 23/09/2008).
2. Shri Rakesh Kumar Singh, FTDO, DGFT, New Delhi.
3. Shri Sanjeev Kumar Bedi, Area Manager, UPSIDA, Moradabad SEZ.
4. Shri Azmi Naqvi, Assistant Manager, O/o Jt. C. I. Moradabad.

Besides, during the meeting (i) Shri Amit Kumar Gupta, Specified Officer, Moradabad SEZ was 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 be convened.

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 08/07/2021 As no reference in respect of the decisions of the Approval Committee held on 08/07/2021 was received from any of the members of the Approval Committee or Trade, Minutes of the meeting held on 08/07/2021 were unanimously ratified.
2	Monitoring of performance for following units

Kiran M

2.1 M/s Connect India Inc. :-

- i. It was informed to the Approval Committee that M/s Nodi Exports Inc. was granted LOA by Approval Committee in its meeting held on 06.05.2011 and the LOA was issued to the unit on 10.05.2011 for Manufacturing & Export of all Indian Handicrafts including wide range of Electrical Lamps, Table Lamps, Wall Lamps, Chandeliers, Pendants, Garden Light, Power Cord, Cord Sets/wire fitting with inline switch, Lamp Holders, Connectors and cutting of wire & fixing of ferrules. The unit commenced commercial production w.e.f. 29.07.2011 and the unit has completed their 2nd block of five years term on 28.07.2021. The unit has made exports to the tune of Rs. 5727.94 Lakhs (01.04.2016 to 31.03.2021) and total Foreign Exchange Outgo is Rs. 3346.66 Lakhs. The net Foreign Exchange Earnings by the unit stand at Rs. 2381.28 Lakhs and the Foreign Exchange pending for realization beyond stipulated period of nine months is NIL as on 01.08.2021.
- ii. The Approval Committee was also informed that the LOA of the unit has been extended by competent authority for 02 months i.e., up to 28.09.2021 so that the work of unit does not suffer and in the meantime unit will submit all the requisite documents and DC, NSEZ will consider the renewal of LOA for its 03rd block of 5 years.
- iii. Shri Sanjeev Kumar Bedi, Area Manager, UPSIDA informed the committee that the developer has no reservations in the matter.
- iv. Shri Sandeep Garg, Partner appeared before Approval Committee in its meeting held on 12.08.2021. He informed the committee that they are in the business of manufacturing and export of mainly Lamps and its components which they provide as services to other exporters as well as SEZ units. He informed that they mainly supply goods against Duty Free Import Authorization DFIA/ DFIC to other exporters. Since now the scheme is said to have been withdrawn, they are planning to work through Advanced Authorization Scheme. He informed that the problem associated with Advanced Authorization scheme is high value of Authorization certificates, big exporters can use the high value certificates but not small exporters like him. In the meantime, he alongwith other exporters are taking up the matter with DoC through EPCES. He further informed that he also exports to DTA exporters with duty paid under Rule 53(h) of SEZ Rules, 2006.
- v. The Approval Committee noted that the unit has achieved positive NFE. The committee, after due deliberations, satisfactorily monitored the performance of the unit.

2.2 M/s Global Export House :-

- i. It was informed to the Approval Committee that M/s Global Export House was granted LOA dated 19.09.2014. The unit commenced commercial production w.e.f. 20.01.2016 and completed their 1st block five years term on 19.01.2021. The unit has made exports to the tune of Rs. 235.52 Lakhs (2015-16 to 2019-20) and total Foreign Exchange Outgo is 127.18 Lakhs. The net Foreign Exchange Earnings by the unit stand at Rs. 108.14 Lakhs. The Foreign Exchange pending on the unit for realization beyond stipulated period of nine months is Rs. 1.06

1 Gram

	<p>Crores as on 01.08.2021.</p> <p>ii. It was also informed to the Approval Committee that the case was last placed before approval committee in its last meeting held on 10.06.2021 wherein the committee directed that the case of unit for monitoring of pending Forex be again put-up before it in Aug 2021 meeting.</p> <p>iii. It was further informed to the committee that the pending Forex has increased for the unit from Rs. 86.31 Lakhs as on 01.06.2021 to Rs. 1.06 Crores as on 01.08.2021.</p> <p>iv. Shri Sanjeev Kumar Bedi, Area Manager, UPSIDA informed the committee that the developer has no reservations in the matter.</p> <p>v. Shri Mohan Lal Maheshwari, CEO appeared before Approval Committee in its meeting held on 12.08.2021. Shri Maheshwari informed that except for current outstanding of USD 56,000.00 or Rs. 41.00 Lakhs, they do not have any other Forex pending for realization. He further stated that he will right away submit Bank Certificates for all the SBs which have been realized since there is delay from AD Bank in uploading of e-BRC due to staff shortage. He further stated that since only export invoice details are incorporated in Bank Certificates, he will submit copy of corresponding Export Shipping Bills for reconciliation of the same.</p> <p>vi. The Approval Committee, after due deliberations, directed that (i) the unit must submit all the Bank Certificates alongwith copy of corresponding shipping bills at the earliest to ADC, Moradabad SEZ and (ii) the unit must submit fund flow and manufacturing flow charts in prescribed format which will be provided by ADC, Moradabad SEZ.</p>
3	<p>Review of unit in respect of investigation by Customs Authorities</p> <p>3.1 M/s Dewan India :-</p> <p>i. It was informed to the Approval Committee that M/s Dewan India was granted LOA No. NSEZ/4-304/2003-MBD/4500 dated 20.10.2010 for manufacturing and export of Handicraft items. The unit commenced production w.e.f. 22.12.2010 and the unit completed their 2nd five years term on 21.12.2020. It may also be informed that total export income generated by the unit in their second block up to 21.12.2020 is to the tune of Rs. 3702.70 lakhs and total Foreign Exchange Outgo is Rs. 447.04 Lakhs. The net foreign exchange earnings by the unit stand at Rs. 3255.66 Lakhs and the Foreign Exchange pending for realization beyond nine months is Nil as on 01.08.2021.</p> <p>ii. The Committee was further informed that Specified Officer, Moradabad SEZ has informed that <i>M/s Dewan India attempted to remove finished goods valued at approximately Rs. 4.25 Lakhs clandestinely under the cover of invoice issued by a DTA unit namely M/s Dewan & Sons. The goods were seized under section 110 of the Customs Act under duly drawn panchanama proceedings dated 01.08.2021 and handed over to unit under Supurdginama dated 01.08.2021 for safe custody. The entire proceeding including stock verification was completed around 0130 hrs. on 02.08.2021. Further investigation in the case is underway.</i></p>

Kiran M

- iii. Specified Officer, Moradabad SEZ informed that the investigation is still underway and a comprehensive report in the matter will be shared soon on completion.
- iv. Shri Sanjeev Kumar Bedi, Area Manager, UPSIDA informed the committee that the matter has come to their notice and they have initiated action in the matter since it was found that security guard on the Pocket gate was sleeping at the time of incident.
- v. Shri Joginder Gandhi, Partner appeared before Approval Committee in its meeting held on 12.08.2021. He informed the committee that he is in Moradabad SEZ since 2010 and has recently completed 10 years of operations from his SEZ unit. He stated that this is indeed first such incident happened and they have a very good reputation in SEZ. He further stated that this whole thing happened as he along with his brother were in hospital attending their father who recently met with an accident. The goods are exported both from their SEZ as well as DTA unit to the said buyer. When they were in Hospital, one of their employee prepared wrong documents and stuffed the container intended to be sent from M/s Dewan Sons, DTA unit in Moradabad SEZ which is approx. 8-10 km. away from SEZ. He further requested the committee that their mistake may be forgiven and assured that this won't happen again in future.
- vi. The Approval Committee, after due deliberations, took serious view of the fact that finished goods were being removed clandestinely by the unit M/s Dewan India from SEZ. The committee further decided that strict action should be taken against the unit and a clear message to all the units in Moradabad SEZ should be sent that they should not involve themselves in such act otherwise strict action against them would be taken under the SEZ Act/Rules & FT&DR Act. The committee further decided to empower DC, NSEZ to take suitable action under the FT(D&R) Act against the unit . A separate action to recover customs dues under the Customs Act has been initiated by the Customs Commissionerate in co-ordination with the SEZ customs formation of Moradabad SEZ.

Issues related to Moradabad SEZ:-

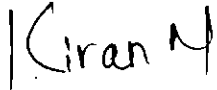
On the sidelines of Approval Committee meeting, since representative of developer i.e. UPSIDA was also present, the security and other infrastructural issues were raised. It was informed that lapses in security not only bring disrepute to Zone but also resulting in leakage of Government revenue. It was again emphasized that basic infrastructural facilities like adequate round the clock trained security, weigh bridge, CCTV, should be provided at the earliest possible time by the developer i.e. UPSIDA.

Area Manager, UPSIDA informed that he will soon prepare an incident report and send to UPSIDA Head Quarter, Kanpur for resolution of all infrastructural issues including change of security agency at the earliest.

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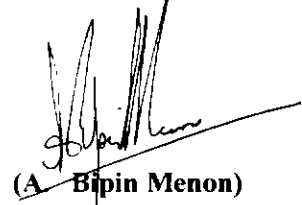
It was also decided that a separate letter would be sent by office of DC, Noida SEZ to MD, UPSIDA on these infrastructural issues including security.

Meeting ended with thanks to the Chair.



(Kiran M. Mohadikar)

Dy. Development Commissioner



(A Bipin Menon)

Zonal Development Commissioner