

NOIDA SPECIAL ECONOMIC ZONE

Minutes of the meeting of Unit Approval Committee in respect of SEZs located in Noida, Gr. Noida & Khurja (U.P.) held on 24.10.2011 at Conference Hall, NSEZ, Noida.

The meeting was chaired by Shri S.C. Panda, Development Commissioner. The following officers / representatives also attended the UAC meeting:-

1. Shri C.P.S Bakshi, JDC, NSEZ.
2. Shri K.C. Rout, Jt. DGFT
3. Shri Rakesh Kumar, DDC, NSEZ.
4. Shri Virender Kumar, Asstt. Commissioner of Customs, Noida
5. Shri V.K. Budhraj, Supdt (Tech.), Central Excise Div-V, Noida.
6. Shri N.K Singh, Manager, DIC, Govt. of U.P.
7. Shri Diwakar Minocha, Specified Officer.
8. Shri R.K Sharma, Specified Officer

1. UAC ratified the minutes of the meeting held on 12.09.2011.

2. M/s. Arshiya Northern FTWZ Ltd., FTWZ at Khurja

- (i) Proposal of M/s. Arshiya Northern FTWZ Ltd, developer for approval of two lists of goods required to carry on authorized operation in FTWZ.

The proposal of the developer for approval of two lists of goods to carry on following authorized operations in FTWZ at Village Ibrahimpur, Junaidpur Urf Maujpur, Bulandshar (U.P.) was placed before the Approval Committee:-

S. No.	Authorised Operation	Estimated value of goods (Rs. in lacs)
1.	Warehouse	332.24
2.	Electrical, Gas and petroleum natural gas distribution network including necessary sub-station of appropriate capacity, pipeline network etc.	106.99
3.	Air Conditioning of Processing Area	112.18
4.	Water treatment plan, water supply lines (dedicated lines up to source), sewage lines, storm water drains and water channels of appropriate capacity	31.00
5.	Boundary Wall	4.20
6.	Open Storage Yard (a) Container Yard (Approved Authorised Operation)	18.40
7.	Landscaping and Water Bodies	528.02
8.	Telecom & other communication facilities including internet connectivity. (2 nd list)	0.24
	Total:	1133.27

UAC noted that the total estimated cost of the proposed list of materials is Rs.1133.27 Lacs (Rs.1133.03 Lacs + Rs.0.24 Lacs). After due deliberations, UAC approved the list of goods except item proposed at Sl. No. 63,64 & 142.

3. M/s. Aachvis Softech Pvt. Ltd., IT/ITES SEZ at Sector-144, Noida

- (i) Proposal of M/s. Aachvis IT SEZ Infra Pvt. Ltd., co-developer to setup 'Bank ATM' inside the processing area of SEZ by M/s. Prizm Payment Services Pvt. Ltd.

The proposal of M/s. Aachvis IT SEZ Infra Pvt. Ltd., co-developer for approval to allot built up space approx. 36 sqft. Super built up area in Oxygen Boulevard Building on lease basis for the period of 05 years to M/s. Prizm Payment Services Pvt. Ltd. (authorized on behalf of Citi Bank) for creating ATM facility in processing area of IT/ITES SEZ of M/s. Aachvis Softech Pvt. Ltd. at Plot No.7, Sector-144, Noida was placed before UAC. After due deliberations, UAC approved the proposal with the condition that M/s. Prizm Payment Services Pvt. Ltd. shall obtain necessary license from RBI and no duty concessions / exemptions shall be available to M/s Prizm Payment Services Pvt. Ltd. for creating ATM facility in the processing area of the SEZ.

(ii). Proposal of M/s. Aachvis IT SEZ Infra Pvt. Ltd., co-developer to setup 'Bank ATM' inside the processing area of SEZ by The Royal Bank of Scotland.

The proposal of M/s. Aachvis IT SEZ Infra Pvt. Ltd., co-developer for approval to allot built up space in Oxygen Boulevard Building on lease basis to 'The Royal Bank of Scotland' for creating ATM facility in processing area of IT/ITES SEZ of M/s. Aachvis Softech Pvt. Ltd. at Plot No.7, Sector-144, Noida was placed before UAC. It was brought to the notice that the co-developer has not furnished copy of 'MoU/LoI' sign with M/s. The Royal Bank of Scotland. After due deliberations, UAC approved the proposal subject to following conditions:-

- i). The co-developer shall submit copy of 'MoU/LoI' sign with M/s. The Royal Bank of Scotland indicating location & area to be leased out.
- ii). No duty concessions / exemptions shall be available to M/s. The Royal Bank of Scotland for creating ATM facility in the processing area of the SEZ.
- iii). M/s. Royal Bank of Scotland shall obtain necessary license from RBI for creating ATM facility in the processing area of the SEZ.

(iii). Proposal of M/s. Aachvis IT SEZ Infra Pvt. Ltd., co-developer for approval of list of goods.

The proposal of M/s. Aachvis IT SEZ Infra Pvt. Ltd., co-developer for approval of list of goods was deferred by UAC in its meeting held on 12.09.2011 with to submit capacity & type of 'DG Sets' Transformers' details of 'Hardware items' and make & size of Modular Furniture'.

It was brought to the notice of UAC that the co-developer vide letter dated 13.10.2011 has furnished details of the following proposed items duly certified by Chartered Engineer:-

S. No.	Authorized Operation	Estimated value of goods (Rs. in lacs)
1.	<u>Builtup processing area</u> 1. Hardware items 2. Modular Furniture	80.02 14.00
2.	<u>Air Conditioning of Processing Area</u> 1. Water Chilling machine between 990 TR-1000 TR	50.60
3.	<u>Power (including power backup facilities) for captive use only</u> 1. DG Set's 1400 KVA to 2000 KVA Capacity	1180.00
	Total:	1324.62

After due deliberations, UAC approved the list of goods.

(iv) Proposal of M/s. Sapient Consulting Pvt. Ltd. for setting up of unit in IT/ITES SEZ of M/s. Aachvis Softech Pvt. Ltd. at Gurgaon.

The proposal of M/s. Sapient Consulting Pvt. Ltd. for setting up of unit over a built-up area of approx. 113699 sqft in IT/ITES SEZ of M/s. Aachvis Softech Pvt. Ltd. at Noida was placed before the Approval Committee. The unit shall be engaged in authorized operation viz '*Information Technology - Information Technology Enabled Services to provide Software development / maintenance, e-commerce consulting services & sophisticated internet based solution including digital business strategy, experience modeling, creative design, technology development, integrated advertising, digital commerce, marketing technology and systems integrated*'. The unit has submitted audited balance sheet for the year 2010-11. The representative of the unit informed that there will be fresh investment and they shall be doing a fresh business. The project envisages investment of Rs.3449 Lacs. Projected FOB value of exports has been shown as Rs. 51083 Lacs with NFE earnings of Rs. 50396 Lacs over a period of five years. After due deliberations, UAC approved the project.

(v). Proposal of M/s. ExIService SEZ BPO Solutions Pvt. Ltd., SEZ Unit for approval of list of services.

UAC approved the service namely 'Business Support Services(zzzq)' under clause (iii) in sub rule (1) in Rule 3 of the Export of Services Rules, 2005 proposed by M/s. ExIService SEZ BPO Solutions Pvt. Ltd. to carry on authorized operations in IT/ITES SEZ of M/s. Aachvis Softech Pvt. Ltd. at Noida.

4. M/s. Seaview Developers Ltd., IT/ITES SEZ at Noida

- (i). Proposal of the developer for duty free procurement of 14,40,000 Ltr. HSD & ratification of the interim approval granted for duty free procurement of 3,00,000 Ltr HSD vide letter dated. 27.09.2011.

The proposal of M/s. Seaview Developers Ltd., developer approval of duty free procurement of 14,40,000 Ltr. HSD to carry on authorized operation in IT/ITES SEZ at Plot No. 20 & 21, Sector-135, Noida was placed before the Approval Committee. The total estimated cost of the proposed item is Rs.547.20 Lacs. After due deliberations, UAC approved the proposal. UAC also ratified the interim approval granted for duty free procurement of 3,00,000 Ltr. HSD granted vide letter dated 27.09.2011.

- (ii). Proposal of M/s. Tata Consultancy Services Ltd., SEZ Unit for approval of list of services.

UAC deferred the proposal.

- (iii). Proposal of M/s. Mercer India Pvt. Ltd. for setting up of unit in Seaview SEZ at Noida.

The proposal of M/s. Mercer India Pvt. Ltd. for setting up of unit in IT/ITES SEZ of M/s. Seaview Developers Ltd. at Noida was placed before the Approval Committee. The unit shall be engaged in authorized operation viz '*IT/ITES including Business Process Outsourcing Services (Back Office Operation), Data Processing*'. IT was brought to the notice of UAC that the developer, M/s. Seaview Developers Ltd. has granted offer of space for leasing of the area of 58,618 Sqft. at Upper Ground Floor & First Floor in Building -9 in SEZ, but the said premises will be ready by April, 2012 and considering this the developer has provided an interim space for 250 seats on an Incubation Space of 20,000 Sqft. in the SEZ. The representative of the unit informed that there will be fresh investment and they shall be doing a fresh business. The project envisages investment of Rs.2458 Lacs. Projected FOB value of exports has been shown as Rs. 31802 Lacs with NFE earnings of Rs. 28468 Lacs over a period of five years.

After due deliberations, UAC approved the project subject to condition that any request for shifting to Upper Ground Floor & First Floor in Building -9 in SEZ may be considered as per SEZ Act Rules once the developer and applicant inform in writing that the premises at Building No. 9 is ready for occupation.

5. M/s. NIIT Technologies Ltd., IT/ITES SEZ at Noida

- (i) Proposal of the developer for duty free procurement of 200 KL HSD to carry on authorized operation in IT/ITES SEZ at Noida.

The proposal of M/s. NIIT Technologies Ltd., developer for duty free procurement of '200 KL' HSD to carry on authorized operation namely 'Power (including power backup facilities) for captive use only' in IT/ITES SEZ at Plot No. TZ02 & 2A, Techzone, Gr. Noida was placed before the UAC. After due deliberations, UAC approved the proposal subject to submission of 'NOC' from local authority alongwith permission from Deptt. of Explosives showing storage capacity of HSD.

- (ii) Proposal of M/s. NIIT Technologies Ltd. (Unit-I) for amendment in area occupied in NIIT SEZ at Noida.

The proposal of M/s. NIIT Technologies Ltd. (Unit-I) for change in area occupied by the unit from '9721.05 Sqmt. at 3rd floor (Wing A&B), 4th floor (Wing A&B) & 5th floor (Wing A)' **to** '11100.12 Sqmt. at 3rd floor (Wing A&B), 4th floor (Wing A&B) & 5th floor (Wing A & B)' was placed before the Approval Committee. After due deliberations, UAC approved the proposal subject to execution of revised Bond-Cum-LUT.

- (iii). Proposal of M/s. NIIT Technologies Ltd. (Unit-II) for for amendment in area occupied in NIIT SEZ at Noida.

The proposal of M/s. NIIT Technologies Ltd. (Unit-II) for change in area occupied by the unit from '15024.06 Sqmt. at Ground Floor (Wing A & B), 1st floor (Wing A & B), 2nd floor (Wing A & B) & 5th floor (Wing B)' **to** '11393.84 Sqmt. at Ground Floor (Wing A & B), 1st floor (Wing A & B), 2nd floor (Wing A & B) was placed before the Approval Committee. After due deliberations, UAC approved the proposal subject to execution of revised Bond-Cum-LUT.

6. M/s. HCL Technologies Ltd., IT/ITES SEZ at Noida.

(i). Proposal of M/s. HCL Technologies Ltd., developer for approval of list of goods.

The proposal of M/s. HCL Technologies Ltd., developer for approval of list of goods to carry on following authorized operations in their IT/ITES SEZ at Plot No.3A, Sector-126, Noida was placed before the Approval Committee:-

S. No	Authorised Operation	Estimated cost (Rs. in Lacs)
1.	Access Control and Monitoring System	1536.00
2.	Office Space.	3628.00
3.	Telecom and other communication facilities including internet connectivity.	2145.00
4.	Power (Including Power Backup facilities) for captive use only	1693.00
5.	Air Conditioning.	1605.00
6.	Fire protection system with sprinklers, fire & smoke detectors	188.00
7.	Landscaping and Water Bodies	700.00
8.	Drip & Micro Irrigating Systems	500.00
	Total:	11995.00

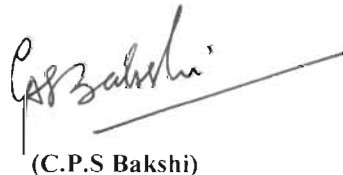
After due deliberations, UAC approved the list of goods.

7. Default list of services for the SEZ units located in Noida, Gr. Noida & Khurja.

It was brought to the notice of UAC that CBEC vide its notification No.22/2011-Service Tax dated 31.03.2011 has omitted the brackets and letter "(zzh)" for services namely 'Technical Testing and Analysis Service' from the second proviso in clause (ii) in sub rule (1) in Rule 3 of the Export of Services Rules, 2005. This services is one of the default services under Group-II of services as circulated vide letter dated 20.05.2011 by O/o. DC, NSEZ. After due deliberations UAC decided to exclude service namely '(zzh) Technical testing and analysis services' and amendment in nomenclature of and services code of following services in the list of default services as circulated vide letter No.10/20/2011-SEZ dated 20.05.2011:-

Existing Entry		Revised Entry	
Group-I			
zzzzm	Legal Services	zzzzm	Advice, Consultancy or assistance services in the branch of law
Group-II			
(n)zzl	Port(Major Ports & other ports) Services	zzl	Port Services

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



(C.P.S Bakshi)
Joint Development Commissioner



(S.C. Panda)
Development Commissioner