

File No. K-22019/1/2022-EOU
Ministry of Commerce & Industry
Department of Commerce
EOU Section

Udyog Bhawan, New Delhi
Dated: 17th January, 2022

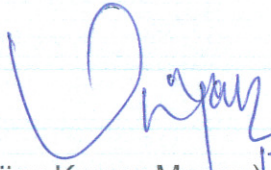
MEETING NOTICE

Subject: 1st Meeting (2022 series) of Board of Approval for EOU Scheme scheduled to be held on 27.01.2022 at 4:00 P.M.

The undersigned is directed to forward herewith a copy of Agenda items of the 1st Meeting (2022 series) of the Board of Approval (BOA) for EOU scheme scheduled to be held on 27.01.2022 at 4:00 P.M. under the Chairmanship of Commerce Secretary. The agenda has also been hosted on the website www.sezindia.gov.in

2. The addressee are requested to kindly make it convenient to attend the meeting through Video Conferencing. A weblink for the same shall be shared by this Department shortly.

Encl: As Above.


(Vijay Kumar Meena) 17/01/22
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To

1. Department for Promotion of Industry and Internal Trade (DPIIT).
2. CBIC [Member (Customs)], M/o Finance.
3. CBDT [Member (Income Tax)], M/o Finance.
4. DG, DGFT.
5. The Joint Secretary, M/o Environment & Forest.
6. The Joint Secretary, M/o Science & Technology.
7. M/o Micro, Small and Medium Enterprises.
8. All DCs.

Copy to: PSO to CS/PS to SS(SK)/PS to JS(VB)/PPS to Dir(SNS)

AGENDA FOR THE 1st BOA MEETING (2022 SERIES) FOR EOU SCHEME TO BE HELD ON 27.01.2022 at 4:00 P.M. through NIC Video Conferencing.

1.1(22) Confirmation of Minutes of the 6th BOA (2021 Series) meeting held on 25.11.2021.

1.2 (22) Proposal to extension of LOP for the 4th five year block period after expiry of six months of validity of LoP to complete the exit formalities from EOU Scheme – M/s AP Fashions Private Limited, EOU under jurisdiction of CSEZ.

M/s AP Fashions Private Limited, an EOU under jurisdiction of CSEZ was issued LOP on 18.07.2000 for the export of Fabric of Silk, Wool, etc. The unit commenced commercial production w.e.f. 01.10.2003.

The third five year block period of the unit expired on 01.10.2018. However, the unit did not apply for renewal of EOU status due to workers strike. Now, the unit is intended to exit from the EOU Scheme. Accordingly, the unit, vide application dated 12.11.2021, has requested for renew their LoP for the 4th five year block period after a gap of three years w.e.f 01.10.2018 up to 30.09.2023 only for completion of exit formalities from EOU scheme.

Performance of the unit (Last five years):

Year	Exports (in lakhs)
2014-15	750.27
2015-16	207.43
2016-17 to 2020-21	Activities Stopped due to workers strike

The unit has achieved positive NFE to the tune of Rs.15.99 crore during the third five year block period.

Relevant Provision: Para 6.01(i) of HBP 2015-2020 states that “if the units gives their option to continue in the EOU scheme after expiry of 6 months of the LOP, DC will grant extension after obtaining approval of BOA.”

DC's Recommendation: DC-CSEZ has recommended the proposal.

1.3(22) Proposal for procurement of import of duty free Electric Vehicle (Scooty) – M/s Vaibhav Global Limited, 100%EOU under jurisdiction of NSEZ.

M/s Vaibhav Global Limited, 100%EOU under jurisdiction of NSEZ, was issued LoP for manufacture and export of Cut & Polished Precious /semi-Precious/Synthetic Stones/ diamonds, Jewellery of gold / silver/platinum/ copper/bronze/German Silver, Stainless

Steel, Gillette (Plain and studded with stones and diamonds) and Watch (without wrist band).

The unit has sought permission for import of duty-free Electric Vehicle i.e. Scooty (Qty – 84 Nos.).

The unit has clarified that these electric vehicles will be for their workers for to and fro for factory as well as other work related to factory operations for going towards zero air pollution requirement of worldwide. Unit has stated that currently they are using diesel/petrol buses for to & fro for their workers at their all factories locations. Further, unit has stated that they wish to import new technology as well as better quality in comparison of Indian Manufactured Electric Vehicle (Scooty). Unit has stated that procurement of electric vehicle is not under authorized operation directly but it will reduce factory cost for production operation and for employees' welfare.

Performance of the unit:

Financial year	FOB Value	(Rs. in lakhs)	
		Cif value of all imported inputs	NFE
2016-17	30615.87	8458.16	22157.71
2017-18	22393.24	8510.88	13882.36
2018-19	21585.21	9112.83	12472.38
2019-20	16532.10	7861.13	8670.97
2020-21	18797.98	8387.12	10410.86
Total:	109924.40	42330.12	67594.28

Relevant Provision: Para 6.04 of HBP [from sr. no. (a) to (e)] provides a list of various goods which are *permitted to be imported / procured from DTA*. Further sr. no. (f) of Para 6.04 of HBP states that *Any other items not mentioned in the above list i.e. from (a) to (e) may be imported/ procured from DTA with the approval of BOA*.

It is to be mentioned that import of electric vehicle does not fall in any category of Sr. No. (a) to (e) of para 6.04 of HBP. Therefore, the unit's request for inclusion of electric vehicle (Scooty) is placed before the Board of Approvals under sr. no. (f) of para 6.04 of HBP for a decision.

The unit has also submitted copy of invoice for procurement of 84 Nos. of Electric Vehicle (Scooty). The value of 84 Nos. of Scooty is Rs. 33,71,516/- and duty foregone Rs.45,58,290/- to be procured from GUANGDONG FUTENGDA TECHNOLOGY CO., LTD, China.

DC's Recommendation: DC-NSEZ has recommended the proposal subject to maintenance of proper record.