No. K-22019/2/2024-EOU Ministry of Commerce & Industry Department of Commerce EOU Section

> Vanijya Bhawan, New Delhi Dated: المعرفة Jan' 2024

MEETING NOTICE

Subject: 1st Meeting (2024 series) of Board of Approval (BOA) for EOU Scheme scheduled to be held on 30.01.2024.

The undersigned is directed to enclose herewith the Agenda for the 1st Meeting (2024 series) of the BOA for EOU scheme scheduled to be held on **30.01.2024 at 1600 Hrs in Room No. 427, Vanijya Bhawan, New Delhi** under the chairmanship of Commerce Secretary in hybrid mode, for information and necessary action.

2. Weblink for the said meeting will be shared by this department shortly.

3. All the addresses are requested to kindly make it convenient to attend the meeting.

Encl: As above.

(Sumit Kumar Sachan) Under Secretary to the Govt. of India Tel: 23039829 Email: <u>sumit.sachan@nic.in</u>

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/PPS to AS(LSS)/PPS to JS(VB)/PPS to DIR(SNS)

AGENDA FOR THE 1st BOA MEETING (2024 SERIES) FOR EOU SCHEME TO BE HELD ON 30.01.2024.

1.1(24) Confirmation of Minutes of the 5th BOA (2023 Series) meeting held on 17.11.2023.

1.2(24) Proposal for conversion of existing DTA into EOU unit - M/s Kohinoor Ropes Pvt. Ltd. under SEEPZ SEZ

M/s Kohinoor Ropes Pvt. Ltd. has applied for conversion of their existing DTA unit into 100% EOU for manufacture and export of Ploypropylene Rope,/Nylon Rope/Polyster Rope/Cable Rope/Other Ropes, Fishing Net/Safety Net/Sport Net/Bird Net/Anti Bird Net/Shed Net Nylon Fish Net Twine, Cotton/other coir Cordage and Ropes and Parts thereof. The DTA unit is located at located at Gut No. 47, KhupsaShiwar, Selu, Dist-Parbhani, Pin – 431503.

Export performance for the last 3 years

| Year | Export (in crores) | |
|---------|--------------------|--|
| 2020-21 | 70.29 | |
| 2021-22 | 137.99 | |
| 2022-23 | 135.97 | |

Investment details (In crores)

| Sr. No. | Particulars | Existing | Additional proposed | Total |
|------------|---------------------------------|----------|---------------------|-------|
| 1 | Land & Building (on lease) | - | 2.49 | 2.49 |
| 2 | Plant and Machinery | | | |
| | Imported | 11.95 | 23.75 | 35.70 |
| | Indigenous | 8.33 | 17.50 | 25.83 |
| | Total cost of project $(1 + 2)$ | | | 64.02 |

Projection of the unit for the next 5 years (in crores)

| Particulars | 1 st year | 2 nd year | 3 rd year | 4 th year | 5 th year | Total |
|---------------------|----------------------|----------------------|----------------------|----------------------|----------------------|-------|
| FOB value of export | 136 | 147 | 162 | 181 | 199 | 825 |
| NFE | 33 | 39 | 45 | 50 | 58 | 225 |

Indigenous requirement of capital goods and raw material & other inputs is Rs. 170.92 crores. Employment in the existing DTA unit is 256 persons. Proposed additional employment is 139 persons. The annual capacity of the plant is 12455.6 MT. The unit is under export obligation and Advance Authorization and also obtained NoC from DGFT on 31.10.2023.

Relevant provision: Para 6.18 (c) of FTP 2023 stipulates that "Applications for conversion into an EOU unit from existing DTA units, having an investment of Rs. 50 crores and above in plant and machinery or exporting Rs. 50 crores and above annually, shall be placed before BOA for a decision."

Further, as per para 6.38 of HBP 2023, in case there is an outstanding export commitment under Advance Authorisation Scheme, it will follow the procedure laid down in Appendix 6M of Appendices & ANFs.

DC's Recommendation: DC-SEEPZ has recommended the proposal of the unit.

1.3(24) Proposal for conversion of existing DTA into EOU unit - M/s Bobst India Private Limited (BIPL) under SEEPZ SEZ.

M/s Bobst India Private Limited has applied for conversion of their existing DTA unit into 100% EOU for manufacture and export of Packaging Machines and Machine Modules required for packaging machines including parts & accessories and Vacuum Metallising Machines including parts & accessories.

The unit intend to convert their DTA unit along with the additional location which is being set up as part of the existing DTA unit. The address of the DTA unit and additional location of the DTA unit is as under:

Unit 1: Gat No. 82,124 to 132, 136 & 195 (Part) At & Post Village Kasar Amboli, Ghotawade Road, Taluka Mulshi, Pune – 412108, Maharashtra.

Unit 2 (additional location): VLJ Industrial Park, Gat No. 11 & Other, Urawade – Lavasa Road, Mulaiwadi Taluka Mulshi, Pune – 412115, Maharashtra.

Export performance for the last 3 years

| Year | Export (in crores) | |
|---------|--------------------|--|
| 2020-21 | 216.03 | |
| 2021-22 | 292.28 | |
| 2022-23 | 383.88 | |

Proposed Investment details

| Sr. No. | Particulars | Proposed investment (in crores) |
|------------|-----------------|------------------------------------|
| 1 | Land | 1.89 |
| 2 | Building | 27.82 |
| 3 | Plant Machinery | 127.81 |

Projection of the unit for the next 5 years (in crores)

| Particulars | 1 st year | 2 nd year | 3 rd year | 4 th year | 5 th year | Total |
|------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------|
| FOB value of export | 437.46 | 503.08 | 578.54 | 665.32 | 765.12 | 2,949.52 |
| NFE | 257.68 | 299.12 | 346.89 | 406.95 | 470.40 | 1,781.04 |

In support of their proposal, the unit has submitted the following details:

- i. BIPL was operating as an EOU scheme till 2013. Post 2013, the unit exited from the EOU scheme.
- ii. Indigenous requirement of capital goods and raw materials and other inputs is Rs. 1,630.06 crores.
- iii. The unit has sought full existing capacity of unit along with new additional location which is being set up as part of the existing unit (A new unit would be set up which is near to existing unit where the manufacturing activities take place)
- iv. The annual capacity of the plant is 505 Nos.
- v. The unit is presently not under any export obligation.

Relevant provision: Para 6.18 (c) of FTP 2023 stipulates that "Applications for conversion into an EOU unit from existing DTA units, having an investment of Rs. 50 crores and above in plant and machinery or exporting Rs. 50 crores and above annually, shall be placed before BOA for a decision."

DC's Recommendation: DC-SEEPZ has recommended the proposal of the unit.

1.4(24) Proposal for conversion of existing DTA into EOU unit - M/s. Granules India Limited under VSEZ.

M/s. Granules India Limited has applied for conversion of their existing DTA unit into 100% EOU for manufacture and export of Bulk Drugs. The DTA unit is located at Plot No. 15/A, Phase III, IDA Jeedimetla, Hyderabad, Telangana.

Export performance of the unit

| Year | Export (in crores) | |
|---------------|--------------------|--|
| 2017-18 | 116.56 | |
| 2018-19 | 133.97 | |
| 2019-20 | 95.59 | |
| 2020-21 | 195.01 | |
| 2021-22 | 211.49 | |
| 2022-23 | 335.06 | |
| 2023-24 (upto | 199.94 | |
| December) | | |
| Total | 1,287.62 | |

Investment in Plant & Machinery (In crores)

| | Existing | Proposed | Total | |
|------------|----------|----------|-------|---|
| Imported | 9.79 | 0 | 9.79 | - |
| Indigenous | 33.90 | 0 | 33.90 | |
| Total | 43.69 | 0 | 43.69 | |

Other details (in crores)

| Import of Capital goods | 0 |
|---|----------|
| Import of Raw material components, consumables, packing material, fuel etc. for the period of 5 years | 64.80 |
| Foreign exchange outgo for 5 years | 65.23 |
| FOB value of exports for the next 5 years | 1,562.33 |
| NFE for the next 5 years | 1,497.10 |

DC-VSEZ has informed that the export of the unit is more than 250 crores.

Relevant provision: Para 6.18 (c) of FTP 2023 stipulates that "Applications for conversion into an EOU unit from existing DTA units, having an investment of Rs. 50 crores and above in plant and machinery or exporting Rs. 50 crores and above annually, shall be placed before BOA for a decision."

DC's Recommendation: DC-VSEZ has recommended the proposal of the unit.