

**SEEPZ SPECIAL ECONOMIC ZONE
ANDHERI (EAST), MUMBAI.**

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AGENDA FOR

**MEETING OF THE APPROVAL COMMITTEE FOR
SECTOR SPECIFIC SPECIAL ECONOMIC ZONE FOR
IT/ITES AT PUNE OF M/s. SYNTEL INTERNATIONAL
PVT. LTD. SEZ PUNE.**

Via Video Conferencing

DATE : 05.12.2023

TIME : 11:00 A.M.

**MEETING OF THE APPROVAL COMMITTEE FOR SECTOR
SPECIFIC SPECIAL ECONOMIC ZONE FOR IT/ITES AT PUNE,
UNDER THE CHAIRMANSHIP OF DEVELOPMENT
COMMISSIONER, SEEPZ-SEZ ON 05.12.2023**

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Agenda Item No.	Subject
Agenda Item No. 01 :-	Confirmation of the Minutes of the meeting held on 19.10.2023
Agenda Item No. 02 :-	Monitoring of Performance for M/s. State Street Syntel Services Pvt Ltd-LOA-25

Minutes of the 46 th Meeting of the Approval Committee held under the Chairmanship of Zonal Development Commissioner SEEPZ-SEZ for Sector Specific Special Economic Zone for IT-ITES of M/s. Syntel International Pvt. Ltd., Pune held on 19.10.2023 via video conference.		
1	Name of the SEZ	M/s. Syntel International Pvt. Ltd., Pune.
2	Sector	IT-ITES
3	Meeting No.	46 th
4	Date	19.10.2023

Members present

Sr	Name and Designation (S/Shri.)	Department
1	Smt. Mital Hiremath Joint Development Commissioner	Pune Cluster SEZ, Pune
2	Mr. Sandeep Sathe, DCIT-Circle 4, Pune	Nominee of Income Tax, Pune
3	Shri. Krishna Das Nair, FTDO	Nominee of DGFT, Pune
4	Smt. Malathi Nair Superintendent	Nominee of Customs, Pune

Special Invitee

Sr	Name and Designation	Department
1	Shri Satbir Sharma Specified Officer	M/s. Syntel International Pvt. Ltd.-SEZ

Agenda Item No.01: Confirmation of Minutes of the 45th meeting held on 25.01.2022

The Committee, after deliberation confirmed the minutes of the 45th meeting of the Approval Committee held on 25.01.2022

Agenda Item No.02: Monitoring of Performance in r/o M/s State Street Syntel Services Pvt Ltd.

The performance of the unit for the FY 2017-18 of the 5th year of 1st block period (i.e., FY 2013-14 TO 2017-18) and 4 years of 2nd Block period (i.e., FY 2018-19 to 2022-23) was placed before the Committee for Monitoring purpose.

The Committee observed that the Unit has achieved export revenue of Rs. 42.94 Crores against the projected export of Rs 97.57 Crores and achieved positive cumulative NFE of 160.00 Crores which is 98.74 % in last year of the 1st block period i.e. FY 2017-18.

The unit has achieved employment of 540 employees (Men-384, Women-156)

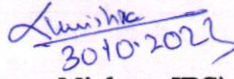
in the 5th year of the 1st block period.

The Unit has achieved export revenue of Rs. 259.52 Crores against the projected export of Rs 133.97 Crores and achieved positive cumulative NFE of 256.10 Crores which is 98.68 % in 4th year of the 2nd block period i.e. FY 2018-19 to 2021-22.

The unit has achieved employment of 740 employees (Men-503, Women-237) in the 4th year of the 2nd block period as on date 31.03.2022.

After deliberation, the Approval committee noted the performance of **M/s Street Syntel Services Pvt Ltd** for the FY 2017-18 of the 5th year of 1st block period and 4 years of 2nd Block period in terms of Rule 54 of SEZ Rules, 2006.

Meeting ended with a vote of thanks to the Chair.


(Rajesh Kumar Mishra, IRS)
Chairman-cum- Development
Commissioner

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GOVT. OF INDIA,
OFFICE OF THE ZONAL DEVELOPMENT COMMISSIONER,
SEEPZ – SEZ (PUNE CLUSTER)

AGENDA NOTE FOR CONSIDERATION OF THE APPROVAL COMMITTEE

a. **Proposal:**

Monitoring of the performance of M/s State Street Syntel Services Pvt Ltd), an Information Technology Software Unit, for the 5th year of FY 17-18 of 1st block period i.e., FY 2013-14 to 2017-18 and 4 years of 2nd Block Period i.e., FY 2018-19 to 2022-23.

b. **Specific Issue on which decision of Approval Committee is required:**

Monitoring of the performance of the unit for FY 17-18 of 5th year of 2nd block period and 4 years of 3rd Block Period, in terms of Rule 54 of SEZ Rules, 2006.

c. **Relevant provisions: -**

As per Rule 54 of SEZ Rules, 2006

"Performance of the Unit shall be monitored by the Approval Committee as per the guidelines given in Annexure appended to these rules".

5th year of 2nd Block period i.e. FY 2017-18

The details of the export projections for 2ND block period, is as detailed below:

I. Approved Project

(Rs In Crores)

	2013-14	2014-15	2015-16	2016-17	2017-18	TOTAL
FOB Value of Exports	48.82	44.06	39.76	35.89	32.39	200.93
FE Outgo	4.29	2.66	2.60	2.53	2.47	14.57
NFE	44.53	41.40	37.16	33..35	29.92	186.37

(II) Performance as compared to projections: FY 2017-18

(Rs. In crores)

Year	Export		F.E. OUTGO				
	Projected	Actual	Raw Material (Goods/Services)		C.G. import		Other outflow
			Projected	Actual	Projected	Actual	
2017-18	32.39	95.71	0.00	0.00	11.30	0.04	0.97
Total	32.39	95.71	0.00	0.00	11.30	0.04	0.97

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(III)

Cumulative NFE achieved: FY 2017-18

(Rs. In crores)

Year	Cumulative NFE Achieved	Cumulative % NFE Achieved
2017-18	517.13	97.64%

4. years of year of 3rd Block period i.e. FY 2018-19 to 2021-22.

I. Performance as compared to projections: FY 2018-19 to FY 2021-22

i. Approved Projections

(Rs In Crores)

	2018-19	2019-20	2020-21	2021-22	2022-23	TOTAL
FOB Value of Exports	96.68	31.55	31.55	31.55	7.45	198.78
FE Outgo	2.57	2.18	2.28	0.68	1.35	9.05
NFE	94.12	29.37	29.27	30.87	6.10	189.73

ii. Performance as compared to projections: FY 2018-19 to 2021-22

(Rs. In Crores)

Year	Export		F.E. OUTGO				
	Projected	Actual	Raw Material (Goods/Services)		C.G. import		Other outflow
			Projected	Actual	Projected	Actual	
2018-19	96.68	96.69	0.00	0.00	1.10	2.39	2.03
2019-20	31.55	46.73		0.00		0.07	0.59
2020-21	31.55	44.55		0.00		0.18	5.78
2021-22	31.55	39.77		0.00		-0.13	3.92
Total	191.33	227.74	0.00	0.00	1.10	2.51	12.32

iii. Cumulative NFE achieved: FY 2018-19 to 2022-23

Year	Cumulative NFE Achieved	Cumulative % NFE Achieved
2018-19	94.04	97.26%
2019-20	139.58	97.32%
2020-21	177.81	94.59%
2021-22	213.17	93.60%

(Rs. In Crores)

(III) Employment Achievement (Direct): FY 2018-19 to 2022-23

The Unit has achieved employment of 487 employees (Men-321, Women-166)

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in 4th year of the 3rd block period as on 31.03.2022 upto which the monitoring is being done.

d. **Relevant provisions:**

Rule 54 of SEZ Rules, **2006 “Performance of the Unit shall be monitored by the Approval Committee as per the guidelines given in Annexure appended to these rules”**

e. **Other Information:**

LOA No. & Date	SEZ/PUNE/25/2007-08/53 dt. 28.03.2008.
Location of Unit	Block S-1, Plot No. B1/B2, IT Park, Dehu-Alandi Road, MIDC Software Technology Park, Talawade, Pune-412062
Validity of LOA	05.10.2023
Item(s) of manufacture/ Services	IT/ITES
Date of commencement of production	06.10.2008
Execution of BLUT	25.11 crores
Outstanding Rent dues	NA
Labour Dues	NA
Validity of Lease Agreement	5 years
Pending CRA Objection, if any	NA
Pending Show Cause Notice/ Eviction Order/Recovery Notice/ Recovery Order issued, if any	NA
a. No. of employees as on 31.03.2022	Total: - 487 Female: -166 Male: - 321
Area allotted (in sq.ft.)	88450 Sq. Ft
Area available for each employee per sq.ft. basis (area / no. of employees)	181.62 Sq. Ft
Investment till date	Building NA
	Plant & Machinery 20.61crores

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Quantity and value of goods exported under Rule 34 (unutilized goods)	NA	
Value Addition during the monitoring period	NA	
Whether all the APRs being considered now has been filed well within the time limit, or otherwise. If no, details of the Year along with no of days delayed to be given.	Yes	

Vide PUC, the Specified Officer had submitted a report vide letter dated 04.12.2023 for the FY 2017-18 to 2022-23, in the prescribed format along with point-wise reply to the discrepancies as follows: -

The report in the prescribed format is as under: -

a. EXPORT

(Rs. All figures in crores)

Year/Period	Figures reported in APR (FOB Value)	Figures as per Softex/Customs Records	Difference if any	Reason for Difference/Remark
FY 2017-18	95.7147	97.1441	-1.4294	Reconciliation sheet submitted by the Unit is as below.
FY 2018-19	96.6876	89.3309	7.3567	
FY 2019-20	46.7334	56.7288	- 9.9954	
FY 2020-21	44.5505	45.9069	-1.3564	
FY 2021-22	39.7702	37.9906	1.7796	

b. Reconciliation statement (Rs. all figures in Crores.)

Years	As per APR (A)	SOFTEX filed (B)	Diff. [A-B] (C)	(C)			
				Accrual	Credit Note/ Chargeback	Volume Rebates/Discount	

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FY 2017-18	95.7147	97.1441	-1.4294	0	0.4533	-1.8828	Note-1
FY 2018-19	96.6876	89.3309	7.3567	7.3567	0	0	Note-2
FY 2019-20	46.7334	56.7288	-9.9954	0	1.5168	-11.5122	Note-1
FY 2020-21	44.5505	45.9069	-1.3564	1.4696	1.6621	-4.4880	Note-1
FY 2021-22	39.7702	37.9906	1.7796	1.2697	0.5099	0	Note-2

Note: As the discrepancies in the values reflected in the SOFTEx forms and in the Annual Performance Reports (APRs) for specific years (2017-18, 2018-19, 2019-20, 2020-21, and 2021-22) due to certain accounting treatments and revenue recognition practices.

Note1: - Year 2017-18, Year 2019-20 and Year 2020-21

Unit informed that the SOFTEx forms were filed for the full invoice amounts, but some discounts and rebates were given and the said adjustments were made at the year-end. Thus, the values shown in the SOFTEx forms are higher than the values reported in APR, s due to the expenses are reimbursements by the parties which is not qualified as export revenue and same amount were not included in the SOFTEx forms.

Note- 2 – 2018-19 and 2021-22: - During the financial years the export revenue shown in APR, s is higher than the values reported in SOTEx forms, due to accrual revenues for which were not shown filled the SOFTEx forms because the billing of said amount / transaction were not completed

Similar to the other years, revenue from expenses (reimbursed by parties), which were not considered as export revenue and same were not included in the SOFTEx form for fillings. Hence, this revenue is not Export revenue hence Softex forms are not filed for the same however same is included in revenue as per Financial Statement.

IMPORT: (Rs. In Cr.)

Year/Period	Figures reported in APR (CIF Value)	Figures as per Customs Records	Difference if any	Reason for Difference/Remark
FY 2017-18	0.00	0.00	0.00	-
FY 2018-19	2.5547	2.5547	0.00	
FY 2019-20	0.0682	0.0682	0.00	
FY 2020-21	0.1799	0.1799	0.00	
FY 2021-22	0	0	0.00	

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(d) BLUT

(Rs. In crores)

1	Value of BLUT Executed (Duty foregone) (including for CG/ Raw Material/ Services) Value of Additional BLUT executed: Year: Date of acceptance BLUT amount: TOTAL value of BLUT Executed: -	BLUT Amount - Rs 25.11 crores Date of acceptance 22/11/2019 Total Value of BLUT - Rs. 25.11 crores
2	Total Duty Foregone on goods & Services procured (Category-wise BLUT value utilized separately for imported and indigenous goods and services) This should be based on BLUT worksheet which provides for estimated value and duty foregone separately for each category of procurement.	<p>Figures in Rs. crores</p> <p>FY 2017-18</p> <p>Goods</p> <p>Imported - 0.00</p> <p>Indigenous - 0.0124</p> <p>Services</p> <p>Imported - 0.00</p> <p>Indigenous - 0.00</p> <p>FY 2018-19</p> <p>Goods</p> <p>Imported - 1.0238</p> <p>Indigenous - 0.0349</p> <p>Services</p> <p>Imported - 0.00</p> <p>Indigenous - 1.1504</p> <p>FY 2019-20</p> <p>Goods</p> <p>Imported - 0.0123</p> <p>Indigenous - 0.0678</p> <p>Services</p> <p>Imported - 0.00</p> <p>Indigenous - 1.57</p> <p>FY 2020-21</p> <p>Goods</p> <p>Imported - 0.0324</p> <p>Indigenous - 0.8907</p> <p>Services</p> <p>Imported - 0.00</p> <p>Indigenous - 0.6715</p> <p>FY 2021-22</p> <p>Goods</p> <p>Imported - 0.00</p> <p>Indigenous - 0.3232</p> <p>Services</p> <p>Imported - 0.00</p> <p>Indigenous - 0.6583</p>

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3	Has the Unit procured goods and or services without having sufficient balance in their BLUT? If Yes, Month & year when the BLUT was exhausted Details of the consignments and Total value of Goods procured without having sufficient or nil balance in BLUT	No
(d)	Employment made as on date i.e. 31.03.2022 (as on end of block period/ year upto which monitoring is being done)	Total: - 487 Female: -166 Male: - 321
(e)	Details of Pending Foreign Remittance beyond Permissible period, if any (as on 31.03.2022) To cross-check the same and verify whether necessary permission from AD Bank/ RBI has been obtained.	Nil
(f)	Whether all Softex has been filed for the said period. If no, details thereof.	Unit informed that they have filed all the Softex forms.
(g)	Whether all Softex has been certified, if so till which month has the same been certified. If not, provide details of the Softex and reasons for pendency.	One Softex under detailed scrutiny and one softex pending due to condonation of delay. Details as per Annexure enclosed.
(h)	Whether unit has filed any request for Cancellation of softex	No
(i)	Whether any Services provided in DTA/SEZ/EOU/STPI etc. against payment in INR in r/o IT/ITES Unit during the period. If yes, details thereof (year wise details to be provided)	No DTA sales are recorded as per APR
(j)	SO to verify and certify whether the unit has updated the BLUT ledger Module in SEZ Online.	Kept in abeyance as per Office Order No. F.No. SEEPZ/JDC PUNE/01/2022-23/2151 dated 16.03.2023
(k)	Has the unit cleared any Capital Goods procured duty free in DTA against Payment of Duty, or otherwise? Full details to be provided along with value of assets and duty discharged	Nil
(l)	Is the unit sharing any of their infrastructure with other units or are utilizing infrastructure of another unit in the same or other SEZ? If so, details thereof, including the details of the unit with whom the sharing is being made, and the payment terms If approval for sharing of common infrastructure has been obtained from UAC/DC office, the date of UAC/ Approval letter to be indicated	No

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(m)	Whether all DSPF for services procured during the said monitoring period under consideration has been filed by the unit and whether the same has been processed for approval by the SO Office.	Unit informed that they are in the process of filing DSPF forms.
(n)	Whether unit has filed all DTA procurement w.r.t. the goods procured by them during the monitoring period for the relevant period: If no, details thereof	Yes
(o)	Details of the request IDs pending for OOC in respect of DTA procurement on the date of submission of monitoring report	NIL
(p)	Has the unit set up any cafeteria/ canteen/ food court in unit premises? If yes, whether permission from UAC/DC office has been issued, or otherwise Whether unit has availed any duty paid goods/services for setting up such facility? If yes, whether unit has discharged such duty/ tax benefit availed? details to be given including amount of duty/ tax recovered or yet to be recovered	No
(q)	Whether any violation of any of the provisions of law has been noticed/ observed by the Specified Officer during the period under monitoring	No

List of SOFTTEX Pending					
SNo.	Softex Request ID	Month & Year	Amount in USD	Amount in Rs.	Reason for pending
1	141800172172	June-2018	577,590.71	39,113,669.10	Under Special Scrutiny
2	142100169013	May 2021	418,937.21	30,770,938.08	Condonation for delay in submission

ADC's observations:

- The Unit has achieved export revenue of Rs 95.71 crores as against projected export of Rs 32.39 crores i.e. 295.49% and has achieved positive NFE of Rs. 517.13 Crores i.e. 97.64% in the 5th year of FY 2017-18 on cumulative basis at the end of 2nd Block period.
- The Unit has achieved export revenue of Rs 227.74 crores as against projected export of Rs 191.33 crores i.e. 119.02% and has achieved positive NFE of Rs. 213.17 Crores i.e., 93.60% in the 4th year of 3rd Block period i.e. during FY 2018-19 to 2021-22 on cumulative basis.
- Approval Committee may monitor the performance of unit for the 5th year of 2nd block period i.e. 2017-18 and first 4years of 3rd block period i.e., F.Y 2018-19 to 2021-22 in terms of Rule 54 of SEZ Rules, 2006.

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