## Agenda Item No. 1

The application of M/s Aster Tele Services Pvt. Ltd., for duty exemption for the import of one High Pressure PU Foaming machine type Ekosystem Titan 100 for manufacture of rigid PU Sandwich foam panels in their plant at Bhootpur Village, Mahboob Nagar Dist. Andhra Pradesh in their diversification programme.

M/s Aster Tele Services Pvt. Ltd., with registered office located at Secunderabad, A.P., and factory at Bhoothpur village, Mahboob Nagar, Dist., Andhara Pradesh, manufactures telecom products like Towers, Lightning arrestors, Aviation Lamps, Fire Alarms etc. It is an SSI unit operating from Dec. 2002 and is a part of ASTER group.

About two years back the company had diversified into manufacture of telecom shelters which are made from rigid PU sandwich foam panels. For this they had imported a cannon high pressure foaming machine and received duty exemption assistance.

Encouraged by the success of the diversification program, they are now undertaking a further expansion program for which they need to import another high pressure PU foaming machine. This time they have chosen another model (type Ekosystem Titan 100) made by M/s Ekosystem SRL, Italy. The details of the machinery being imported is given in the table below. The application is for duty exemption for import of this foaming machine.

<u>Table</u>

Sr.	Item	Qty.	Purchase Cost in		Cost in
No			Order no.	EURO	INR
1	High Pressure	1	POHNC19JL001	64,050/-	42,91,350/-
	machine type	No.			
	Ekosystem		Dated		
	Titan 100		30.07.2008		
	42,91,350/-				
Duty @ 7.5%					3,21,851/-

The cost of imported machinery is Euro 64,050/- (INR 42,91,350/-) and duty payable on it @ 7.5% is appox. INR 3,21,851/-.

The company will be using HCFC-141b as the non CFC blowing agent and will be buying their pre blended raw materials from a system house supplier.

Other supporting machinery like chillers, compressors, electrical control panels, shearing machines and power press will be purchased by the company from local sources.

The expansion project will cost Rs. 8.80 Crores and will be met by internal accruals.

The company has submitted all the supporting documents.

It may be mentioned that similar foaming machines have been approved earlier for many other enterprises manufacturing PUF panels.

The committee may consider the application.



## Agenda I tem No. 2:

The application of **M/s Ahlada Engineers Pvt. Ltd.**, Hyderabad for duty exemption for import of one high pressure Polyurethane foaming machine (model Titan-100) from M/s Ecosystems SRL, Italy for manufacture of PUF filled panels.

M/s Ahlada Engineers Pvt. Ltd., is private limited company in Hyderabad manufacturing metal door sets, demountable panels and other metal furniture items. Their specialty is in the manufacture of clean room modular partitions, laminar air flows, air shower, bio safety cabinets, fume hoods etc. required by manufacturers of pharmaceuticals, drugs and bio medicals. It is a closely held company with five share holders and turn over of 11.29 crores.

The steel panels used in these manufacturing processes are at present insulated by honeycomb paper and in some cases with mineral wool. The company wants to improve the product by using GI sheet polyurethane sandwich panels. The panels will be of modular design so that any size can be made by joining them. For making these panels they need one PU foaming machine which they are importing from Italy and have applied for

duty exemption. The details of the foaming machine being imported is given in the table:

**Table** 

S. No	Area	Qty	PO No. Date	Supplier Source	Total value in Euro	Total Landed Cost INR
1	Titan 100 H.Pr. Foaming machine with	1	441 Dated	Ecosystems SRL, Italy	70,000	45,50,000
	accessories		29.07.2008		Total Price	45,50,000
					rotarrrice	or 45.5 lacs
			Duty	payable app	rox. @ 7.5%	3,41,250
						or
						3.41 lacs

The cost of the machine is Rs. 45.5 lacs and duty payable on it would be approx. Rs. 3.41 lacs @ 7.5%.

The company will be using low ODP HCFC-141b as the foam blowing agent. This is the first application form the company it may be mentioned that duty exemption for similar foaming machines have been approved for many enterprises in recent years.

The committee may consider the application.



Agenda I tem No. 3

The application of M/s Subros Ltd., Noida, for Duty exemption import of 11 pieces of equipment required for expanding the capacity of manufacture Mobile Air of Conditioners in their plant at Noida.

**M/s Subros Ltd.**, a Public Limited company is the largest manufacturer of car Air-conditioners in India. They are OEM suppliers to M/s Maruti Suzuki Ltd., and also supplies to Tata motors, Mahindra and Mahindra for all models of passenger cars.

They started with a capacity of 50,000 units per annum and gradually increased capacity to appox. 7,50,000 units per annum. They have a fully equipped plant at Noida and about 2 years back opened a new plant with equal capacity at IMT, Manesar (Haryana) to cater to the need of growing car manufacturing industry in India. Recently they have set up another plant at Chakan Industrial Estate, Pune to cater to the needs of Tata Motors situated near by.

M/s Subros in now focussing to increase the production at their Noida plant by setting up new manufacturing lines so that they can achieve the targeted capacity of 7.50 lac A.C. systems per annum. For this they are importing 10 pieces machinery of general type from Japan. The details of the machinery being imported is given in the table below. In addition they are importing one Balancing Machine Model VG-2-10KE with accessories for their Manesar unit, the details of which are given in serial no. 11 in the table.

Table

For	Noida Unit				
SI	Description of eqpt.	Qty	P.O. No, Date &	Total value	Total CIF
			Supplier	in YEN	cost (INR)
1	Fanuc Robodrill Alpha	3	7200000228	2,28,00,000	95,76,000/-
	– T14iFe with	sets		JY	
	DDR260i and Fanuc		Dated 21.06.08		
	Seris 31i-A				
			Fanuc Ltd.,		
2	OKA Standard Fin	1	7200000237	2,83,46,000/-	1,19,05,320/-
	Machine FOS-100	set	Dated 25.09.08	JY	
			Logics		
			Corporation		
3	High-Flex Press Model	1	7200000238	2,33,05,000/-	97,88,100/-
	NC-2- 1600 (2) E	set	Dated 25.09.08	JY	
			Logics		
		_	Corporation		
SI	Description of eqpt.	Qty	P.O. No, Date &	PO value in	Total CIF
			Supplier	YEN	cost (INR)
4	Core Assy machine	1	7200000239	57,920/-	26,06,400/-
	Core Size 80-300mm	set	Dated 25.09.08	USD	
			Logics		
			Corporation		
5	Core Assy machine	1	7200000239	61,210/-	27,54,450/-

	core size 350-800mm	set	Dated 25.09.08	USD				
			Logics					
			Corporation					
6	Universal Tank	1	7200000240	75,340/-	33,90,300/-			
	Clinching machine	set	Dated 27.09.08	USD				
			Logics					
			Corporation					
7	Universal Tube	1	7200000240	56,500/-	25,42,500/-			
	Flaring machine	set	Logics	USD				
			Corporation					
8	Die Casting Die for	1	7200000241	2,56,63,000/-	1,07,78,460/-			
	Front Cylindrical	No	Dated 27.09.08	JY	1,07,70,400/-			
	Block							
			Sumitomo					
			Corporation					
9	Die Casting Die for	1	7200000241	2,66,63,000/-	1,11,98,460/-			
	Front Housing	No	Dated 27.09.08	JY				
			Sumitomo					
			Corporation					
			•					
10	Die Casting Die for	1	7200000241	1,98,49,000/-	83,36,580/-			
	Rear Housing	No	Dated 27.09.08	JY				
			Sumitomo					
			Corporation					
For	Manesar Unit	,	-					
11	3		7200000232	84,50,000/-	35,49,000/-			
	Model VG-2-10KE wit	No	Dated 21.07.08	JY				
	15" LCD screen for							
	YC5 HVAC Fan and		Logics					
	Motor.		Corporation					
		I	Total amo	ount INR 7,	64,25,570/-			
	Dutumanalia Arrana (8.7 FO)   57.04.047.75							
Duty payable Appox. @ 7.5%   57,31,917.75								

The total cost of all these machineries is Rs. 7. 64 Crores and duty payable on it at the rate of 7.5% is approximately Rs. 57.31 lacs. The expansion project will be financed from their internal accruals.

It may be mentioned that the machinery being imported are general purpose manufacturing machines. Duty exemption for similar machines have been approved for them and for other MAC manufacturers many times earlier.

The justification for import and functions of each equipment with its salient features is enclosed is Annexure 1.

The company has submitted all the necessary supporting documents.

The committee may consider the application.

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## Agenda I tem No. 4:

The Application of M/s Global Autotech Ltd., Greater Noida (U.P) for duty exemption for import of one Buldge and Spinning machine (model no KE-20 Ds-3) from Japan for expansion of capacity and indigenisation of manufacture of Hose Connectors for Mobile Air-Conditioners suitable for non-ODS technology.

**M/s Global Autotech** is a private limited company closely associated with **M/s Subros Ltd.**, the largest manufacturer of Mobile Air Conditioners (MACs) in the country. The company is engaged in the manufacture of parts and components of MACs which at present are totally supplied to **M/s Subros Ltd.** 

Global Autotech manufacturers all the Hose connectors for M/s Subros. Due to increased demand from M/s Subros Ltd., M/s Global Autotech Ltd., is now enhancing their capacity of manufacture of Hose Connectors. Their current capacity is 6 lac kits per annum. After installation of this imported equipment capacity will increase to 6.5 lac kits per annum.

For this they are importing one Bulge and Spinning machine from M/s Logics Corporation, Japan details of which are given in the table below. The application is for duty exemption for import of this machine.

**Table** 

S. No	Area	Machine / Equipment Reqd.	Qty	PO/LOI No. Date	Supplier Source	FOB /CIF Value	Total Landed Cost INR (Lacs)
1	Hose	COMCO Model No.	1	GAL/6F/IMP	Logics	JPY	77.88/-
	Connector	KE-20 DS-3 Buldge		/086	Corporation	1,47,50,000	
		& Spinning Machine		Dated	Japan		
				12.04.08			
Total Price							
Duty payable approx. @ 7.5%							5.84
				_			lacs

The total cost of machinery is Rs. 77.88 Lacs and duty on it @ 7.5% would be appox. Rs. 5.84 lacs. The cost of will be met by internal accruals.

It may be mentioned that the company has already received duty exemption assistance five time earlier for import of equipment for manufacture of components and accessories for MACs. This is their sixth application.

The company has submitted proper purchase orders and other supporting documents.

The committee may consider the application.

