

**Minutes of the 2<sup>nd</sup> meeting of Empowered Committee (EC) on ASIDE Scheme for Financial Year 2015-16 under the Chairpersonship of Commerce Secretary held on 19.01.2016 (Tuesday) at 12.00 Noon in Room No. 141, Udyog Bhawan, New Delhi.**

List of participants is annexed.

At the outset, CS reviewed the decisions taken in the last EC meeting and the letter No.32/PSO/FS/2015 dated 28.10.2015 from Finance Secretary was discussed. After discussion following decisions were taken :-

- i) The decision of the EC meeting to permit the states to utilize the unspent balance lying with them from the previous allocations made to them under State Component of ASIDE would be allowed for their ongoing projects.
- ii) In reference to the letter No.32/PSO/FS/2015 dated 28.10.2015, received from Finance Secretary, it has been agreed to fund the projects of State Governments on 50:50 revised sharing pattern (80:20 for NE States and 3 Himalayan States) provided the State Govts. commit to fund their share as per the revised pattern. CS informed the participants that the AISDE scheme would'nt support roads and general categories of projects that were supported in the past but would be looking at only key export related infrastructure. An emphasis would also be laid on the quality of the asset being created.
- iii) The circular on financial prudence to be observed is to be issued to all State Govts. and Central Agencies by the IFD.
- iv) Any increase in the overall project cost would be borne by the respective agency.

2. The proposals for ASIDE funding were discussed and following decision taken

No	Agency name	Project details	Decision
<b>2.1. Ex-post facto approval/ratification by EC for release of 2<sup>nd</sup> instalment</b>			
1.	NMPT (New Mangalore Port Trust)	Name: Construction of Business Development park  Project cost: 20.5 cr. Approved ASIDE Share: 15 cr. ASIDE funds released : 15 cr. ( released in two equal instalments)	<b>Ex-post fact approval granted for release of 2<sup>nd</sup> instalment of Rs. 7.5 cr.</b>  PMA/PMC report and UC for the 1 <sup>st</sup> instalment received. Agency informed the expected date of completion (EDC) as Oct, 2016.
<b>2.2 Ongoing Projects for release of 2<sup>nd</sup> Instalment:</b>			
2	Cochin SEZ	Name : Construction of New Warehouses  Project cost : 9.16 cr Approved ASIDE share : 9.16 cr. . ASIDE funds released: 4.50 cr. Liability under ASIDE: 4.66 cr.	<b>Approved release of Rs 2.38 cr.</b>  PMA/PMC report and UC for the 1 <sup>st</sup> instalment received.  It has been noted that Rs. 2.28 cr. is lying unspent with the agency because of cancellation of their project namely "Construction of light roof above existing multi storied building".  The unspent balance of Rs. 2.28 cr is approved for being utilized for this project and 2 <sup>nd</sup> instalment of the proportionately reduced amount of Rs. 2.38 cr. is approved for further release.

			The Deputy Commissioner informed that the expected date of completion (EDC) is March, 2016
3.	Cochin Port Trust	Name : Modification of Container Freight Station  Project cost : 4.04cr Approved ASIDE share: 4.04 cr. ASIDE funds released: 2.02 cr. (1 <sup>st</sup> instalment) Liability under ASIDE: 2.02 cr.	<b>Approved release of Rs.2.02 cr.</b>  PMA/PMC report and UC for the 1 <sup>st</sup> instalment received.  The TM,CPT informed that 61% work is already complete and expected date of completion (EDC) is Sept, 2016
4.	Chennai Port Trust	Name : Development of Construction of Exim Godown at Chennai Port Trust,  Project cost: 14.54 cr. Approved ASIDE share : 7.25 cr. ASIDE funds released: 3.50 cr Liability under ASIDE: 3.75 cr.	PMA/PMC report and UC for the 1 <sup>st</sup> instalment received.  The Dy.CE informed that 45% work is already complete and expected date of completion (EDC) is March, 2016.  <b>Approved release of Rs 3.75 cr subject to confirmation by CPT that it has released its proportionate contribution for the project.</b> UC for both the ASIDE component (1 <sup>st</sup> instalment) and proof of agency contribution to be furnished.
5.	SEEPZ-SEZ	Name : Construction of a new Standard Design Factory (SDF) Tower in SEEPZ SEZ near Plot A-1,  Project cost: 23.41 cr. Approved ASIDE assistance: 19.89 cr. ASIDE funds released: 9.94 cr. Liability under ASIDE: 9.94 cr	<b>Deferred.</b>  PMA/PMC report and UC for the 1 <sup>st</sup> instalment received.  Representative from SEEPZ was not present in the meeting. EC noted that the project cost has been escalated to Rs. 51.45 cr.  It is decided to obtain complete justification and reasons for the increase in cost of the project within such a short time span. A physical inspection of the project should be done immediately.
		Name: Providing Electronic Security System Access Control System with integration, CCTV Cameras with web-based visitor management system.  Project cost: 3.14 cr. Approved ASIDE share: 2.50 cr. ASIDE funds released: 1.25 cr Liability: 1.25 cr.	<b>Deferred.</b>  PMA/PMC report and UC for the 1 <sup>st</sup> instalment received.  No representative of SEEPZ was present, hence proposal was not discussed.  To be considered after physical inspection of the SEEPZ projects.
		Name: Electronic Surveillance System ... CCTV Camera along the periphery of SEEPZ	<b>Deferred.</b>  PMA/PMC report and UC for the 1 <sup>st</sup> instalment received.

		Project cost: 2.64 cr. Approved ASIDE share: 2.10 cr. ASIDE funds released: 1.05 cr. Liability : 1.05 c.r	No representative of SEEPZ was present hence proposal was not discussed.  To be considered after physical inspection of the SEEPZ projects.
<b>2.3 Considered/New Projects of Central Agencies for consideration of EC:</b>			
6.	Kandla SEZ	Name: Dismantling and reconstruction of 16 CIB sheds  Project cost : 19.22 cr Approved ASIDE share: 9.11 cr. KSEZ's contribution: 9.11 cr. Liability under ASIDE: 9.11 cr	<b>Approved in principle.</b>  KSEZ informed that there is saving of Rs. 191.45 lakhs under ASIDE w.r.t. SDF-VII building an earlier project.  EC approved utilisation of the saving amount for the present project.  Balance fund requirement of Rs. 7.2 cr. will be considered for release on submission of UC of the Rs 1.91 cr saving along with proof of KSEZ matching contribution in the project having been made.  The Agency informed that 70% work is already complete and expected date of completion (EDC) is Sept, 2016.
7.	MPT (Murmagao Port Trust)	Name : Development of Storage Area for Containers  Project cost : 31.27 cr ASIDE share demanded: 15 cr. (Rest of funds is to be arranged by MPT) .	<b>Approved in principle release of Rs 3 cr (1<sup>st</sup> instalment).</b>  The project was considered in the last EC meeting held on 28.09.2015 wherein it was decided to get their DPR vetted by CONCOR. DPR vetted by CONCOR has been since received.  In view of the above, Rs. 15 cr. has been approved for ASIDE funding and Rs. 3 cr to be released as 1 <sup>st</sup> instalment. The funding shall be phased in equal proportion subject to the matching release of balance funds by MPT from their own resources.
8.	CLE	Name : Creation of additional capacity of ZLD system in Vistech –CETP  Project cost: 18.64 cr. ASIDE contribution demanded: 9.32 cr. (50%) Promoter contribution: 9.32 cr. (50%)	<b>Approved release of 2.3 cr (1<sup>st</sup> instalment).</b>  The project was considered in the last EC meeting held on 28.09.2015 and EC sought matching contribution of the promoter. CLE has informed that Rs. 1 cr. has been arranged by the agency for the project and rest of funds will be made available through

			<p>bank loan.</p> <p>The PMC for the project is to be TN Water Investment Corporation a unit of the TN govt.</p> <p>Considering the above, Rs. 2.3 cr. is decided to be released as 1<sup>st</sup> instalment and will be subject to furnishing of proof of loan sanction by the bank.</p>
9.	HLL Lifecare Ltd.	<p>Name : EMI/EMC Testing lab for medical equipments in HLL campus, Noida</p> <p>Project cost: Rs. 14.00 cr. (for equipments only) ASIDE contribution demanded: Rs. 14 cr.</p>	<p><b>Approved in principle release of Rs 2 cr (1<sup>st</sup> instalment).</b></p> <p>M/o Health &amp; Family Welfare has recommended the proposal. Director, M/o Health &amp; Family Welfare present in the meeting strongly advocated for the lab as it would facilitate testing of equipments in India rather sending them to foreign countries. HLL officials briefed that only capital cost of equipments are to be procured from ASIDE grant as the lab is to be set up in the basement of their already proposed building in Noida Campus.</p> <p>Rs. 2 cr. was decided to be released during current FY 2015-16 as 1<sup>st</sup> instalment and subsequent release will be subject to finalisation of tender/contracts.</p>
<b>2.4 Ongoing Projects/New Projects of State Governments for consideration of EC:</b>			
10	HPSIDC (H.P. Govt.)	<p>There are 4 ongoing projects from HPSIDC as under :</p> <p>(i).Container Parking Facility at Baddi-Barotiwala,</p> <p>(ii) Augmentation and Up-gradation of Power System (11 KV &amp; 33 KV) of Industrial Area Kala-Amb, District Sirmour</p> <p>(iii) Ware House Project for exporting units located in Baddi-Barotiwala, Nalagarh</p> <p>(iv) Composite Testing Lab for Pharma products at Export Cluster, Baddi, HP</p> <p>Total Project cost of 4 projects mentioned above: Rs. 61.74 cr. Approved ASIDE assistance:Rs.44.96cr ASIDE funds released: Rs 22.49 cr. Liability under ASIDE: Rs. 22.47 cr</p>	<p><b>Approved in principle release of 2<sup>nd</sup> instalment subject to State share of 20% of the project capital cost being committed.</b></p> <p>PMA/PMC report and UC for the 1<sup>st</sup> instalment received. As 50% of the ASIDE share has already been released, 60% of the balance amount project wise will be released subject to the condition that the State Government gives their commitment to provide their share of the fund (i.e. 40% of balance amount of Rs.22.47 cr.) on the changed sharing pattern as per Finance Secretary's letter No. 32/PSO/FS/2015 dated 28.10.2015.</p> <p>The state may indicate its commitment and the likely date of completion.</p>

11	Manipur Govt.. (MANIDCO)	<p>Name : Trade cum Exhibition centre (phase-II), Imphal</p> <p>Project Cost: Rs. 17,64,37,200/- (Fresh project)</p> <p>ASIDE share demanded: 90% of project cost.</p> <p>Name: Export-Import Cargo Terminal at Imphal International Airport.</p> <p>Project cost : Rs. 15,97,04,300/- (Fresh project)</p> <p>ASIDE funds demanded: 90% of cost.</p> <p>Name: Land development &amp; fencing for Trade cum Exhibition Centre</p> <p>ASIDE funds demand : 4.44 c.r</p>	<p><b>Deferred.</b></p> <p>Phase-I of the project should be completed first by the state govt from their resources and thereafter Phase-II proposals will be considered on need basis.</p> <p><b>Approved in principle subject to State share of 20% of the project cost being committed.</b></p> <p>State Govt to first confirm their willingness to new fund sharing pattern i.e. 80:20 for NE states and commit their share.</p> <p><b>Rejected with direction to seek funds from State Govt..</b></p> <p>The State has been released Rs 14.98 cr. under the Central component of ASIDE. This balance project cost of Rs 4.44 cr was to be funded by the State Govt. State Govt is thus requested to bear the liability of Rs. 4.44 cr.</p>
12.	Govt. of Tripura	<p>Construction of bridge over river Feni</p> <p>Revised Project cost: 101.91 cr.</p>	<p><b>Funding pattern to be decided.</b></p> <p>EC noted that MEA had requested DONER, who further requested M/o RTH for funding the project. CS directed JS(BSB) that a meeting with Secretary, DONER may be convened at the earliest to resolve the issue.</p> <p>Govt of Tripura was suggested to start the project with available resources.</p>
13.	VTPC, Govt of Karnataka agency	<p>Export Infrastructure facility to exports of perishable cargo and cold chain at Kempengowda International Airport, Bangalore., VTPC, Govt. of Karnataka.</p> <p>Total cost: Rs.18 cr.</p> <p>Approved ASIDE share: 12 cr.</p> <p>ASIDE fund released: Rs. 4.09 cr</p> <p>Liability under ASIDE: Rs. 7.91cr</p>	<p><b>Approved in principle release of 2<sup>nd</sup> instalment subject to State share of 50% of the project cost being committed. Nomination of DoC representative to be issued.</b></p> <p>UC received, but PMC report yet to be received. Fresh nomination of the representative of DoC to be issued. It was informed that there is a likely revision in the cost of the project. EC suggested that the increase in cost be vetted by a Central agency giving clear reasons for the increase.</p> <p>State Govt to confirm their willingness to new fund sharing pattern and commitment to bear 50% of the capital cost and the increased cost.</p>



**List of Participants for the 2<sup>nd</sup> Empowered Committee Meeting of ASIDE held on 19/01/2016 at 12.00 Noon under the Chairpersonship of Ms. Rita Teaotia, Commerce Secretary in R.No. 141, Udyog Bhavan, New Delhi.**

<b>Sl. No.</b>	<b>Name of the participants</b>	<b>Designation/Organization</b>
1.	Sh. Arvind Mehta	Additional Secretary
2.	Sh. Ravi Capoor	Joint Secretary
3.	Sh. B.S. Bhalla	Joint Secretary
4.	Sh. Sanjay Chadha	Joint Secretary
5.	Ms. Anita Praveen	Joint Secretary
6.	Ms. Rupa Dutta	Economic Adviser
7.	Sh. B. Praveen	Director , DoC
8.	Sh. Vivek Kumar Dewangan	Commissioner (C&I), Manipur
9.	Sh. S.I. Sharma	MD, MANIDCO, Manipur
10.	Sh. D.D. Ambe	SE, Mormugao Port Trust
11.	Sh. R. Ramesh Kumar	ED, Council for Leather Exports
12.	Sh. M.Naga Raju	Principal Secy., Govt. of Tripura
13.	Sh. Rajib Paul	AE, PWD, Govt. of Tripura
14.	Dr. A.R. Tiwari	Consultant, VKS Infratech, Tripura
15.	Sh. S.K. Swain	Consultant, VKS Infratech, Tripura
16.	Sh. Garvit Grover	Consultant, VKS Infratech, Tripura
17.	Ms. Safeena. AN	Dy. Commissioner, CSEZ
18.	Sh. Anand Jagtian	Jt. Development Commissioner, KSEZ
19.	Sh. M.R. Hedao	NMPT, Mangalore
20.	Sh. Chetan Sharma	General Manager, HPSIDC, Shimla
21.	Sh. Tilak Raj Sharma	Dy. Director (Ind.), Govt. of HP
22.	Sh. Vijay Sharma	XEN, HPSIDC, Shimla
23.	Sh. K. Najundeswaran	Dy. Director, Spices Board
24.	Dr. Anand R	Scientist, Spices Board
25.	Dr. Dinesh Singh	Scientist, Spices Board
26.	Sh. G. Srinivasan	Dy. CE (Civil), Chennai Port Trust
27.	Dr. C. Unnikrishnan TM	Cochin Port Trust
28.	Sh. M. Prabhu	MD, VTPC, Govt. of Karnataka
29.	Sh. Mayank KR	HLL/HITES
30.	Sh. S.R. Jeevan Dass	HLL/HITES
31.	Sh. R S Manku	HLL/HITES
32.	Sh. S.N. Sathu	HLL/HITES
33.	Dr. J.K. Sharma	HLL/HITES
34.	Sh. V.S. Solanki	AVP(F), HLL Lifecare Ltd.
35.	Sh. Ramakrishnan N	DS, DoC