

भारत सरकार
GOVERNMENT OF INDIA
संचार और सूचना प्रौद्योगिकी मंत्रालय
MINISTRY OF COMMUNICATIONS AND INFORMATION TECHNOLOGY
इलेक्ट्रॉनिकी और सूचना प्रौद्योगिकी विभाग
DEPARTMENT OF ELECTRONICS AND INFORMATION TECHNOLOGY
Website: www.deity.gov.in

संख्या
No..... 36 (18)/2015 – IPHW

दिनांक
Date..... 8th January, 2016

To

Shri B. Sreedhar, IAS
Vice Chairman & Managing Director,
Andhra Pradesh Industrial Infrastructure Corporation Ltd. (APIIC)
6th Floor, Parishrama Bhavan,
Fateh Maidan Road, Basheerbagh,
Hyderabad – 500 004

Subject: Electronics Manufacturing Cluster Scheme – “In principle” approval for setting up Greenfield Electronics Manufacturing Cluster at Gurramapalem Village, Pendurthi Mandal , Visakhapatnam District in Andhra Pradesh.

Sir,

I am directed to convey the “In-principle” approval of the Government of India under Electronics Manufacturing Cluster Scheme (EMC) for setting up of Greenfield Electronics Manufacturing Cluster at Gurramapalem Village, Pendurthi Mandal of Visakhapatnam District in Andhra Pradesh with estimated project cost of Rs. 66.98 Crores (excluding land cost) as per the following details:

Name of Applicant	:	Andhra Pradesh Industrial Infrastructure Corporation Ltd. (APIIC), Chief Promoter
Location of EMC	:	Gurramapalem Village, Pendurthi Mandal, Visakhapatnam District in Andhra Pradesh
Area of EMC	:	98 Acres
Estimated Project Cost	:	Rs. 66.98 Crores (excluding land cost)

2. This “In-principle” approval is valid for a period of 6 months from the date of issue of this letter, which may be extended by Steering Committee for Clusters (SCC), as found necessary in the best interest of the scheme. The final approval of the project would be subject to achievement of certain milestones as detailed below, within the prescribed period:

- (i) Formation of the SPV
- (ii) Procurement of land for the project
- (iii) Financial Closure of the project
- (iv) Collection of at least 10% of the stipulated financial contribution from industrial institutions/associations.
- (v) Preparation of detailed drawings and designs of the works and their detailed cost estimates.
- (vi) A firm implementation schedule (component/activity wise) specifying milestones and timelines.

3. The eligible activities and break-up of project cost as approved, “in-principle” by the Steering Committee for Clusters are as follows:

S. No.	Particulars	Cost (Rs. in Crore)
A.	Basic Development Cost	24.06
B.	Essential Services	16.72
C.	Welfare Services	5.70
D.	Manufacturing/ Support Services	19.57
E.	Total Cost (A+B+C+D)	66.05
F.	Administrative expenses @1.42%	0.93
	Total Project Cost (E+F)	66.98

3.1 Means of Finance: Confirmed Means of Finance to be provided by the applicant along with the final application.

4. This “In-principle” approval constitutes of an “In-principle” approval to apply for a formal approval for setting up a Greenfield EMC as per EMC Scheme Notification and guidelines. Upon receipt of application for final approval and its due consideration by the Competent Authority that all requirements with respect to the scheme have been satisfactorily complied, a final approval will be issued including sanction for projects approved for financial support that will be available for the said project(s). This “In-principle” approval in itself does not construe any obligation on Government to the said project(s).

5. The applicant needs to fulfill the following requirements by the time of submission of final application :

5.1 **Land Possession document:** The applicant is required to submit requisite documents in accordance with the EMC Guidelines showing the land is in possession of the applicant for the proposed Greenfield EMC.

5.2 **Land use document:** The applicant should submit required documents showing the land use of the proposed land as Industrial.

5.3 **Anchor Unit:** The Applicant should identify an Anchor unit for the EMC and provide the details for the same. The Anchor unit should propose to set up a unit in EMC engaged in the manufacturing of electronic products.

5.4 **Revenue Model:** In the final DPR, the applicant should provide Revenue Model with realistic assumptions consistent with implementation plan.

5.5 **Environmental Impact Assessment:** Applicant should provide necessary documentation for compliance to all applicable environmental regulations as applicable.

5.6 **Power and Water Supply:** The Applicant should provide confirmation of power availability/ supply from concerned Electricity Board/ Authority and Permission/ MoU for supply of water from concerned Area Development Corporation and/ or permission/clearance from Ground Water Board/ concerned government department for abstraction of ground water (as applicable).


(Sanjay Koul) 8.12.16

Senior Technical Officer
Tel: 011- 24301781