#### 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

दिनांक

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8<sup>th</sup> December,2014

Mr. Dev Baul

Dy. General Manager (New Projects) WBEIDC, Webel Bhavan, Block-EP&GP Sector -V, Salt Lake, Kolkata - 700 091

Subject: Electronics Manufacturing Cluster Scheme – "In principle" approval for Greenfield Electronics Manufacturing Cluster at Naihati town, North 24 Parganas District, West Bengal.

Sir,

I am directed to convey the "in-principle" approval of the Government of India under Electronics Manufacturing Cluster Scheme (EMC) for Greenfield EMC project at Naihati town, North 24 Parganas District, West Bengal with estimated project cost of Rs. 105.23 Crores (excluding land cost) as per the following details:

Name of Applicant

M/s West Bengal Electronics Industry

development Corporation Ltd. (WBEIDC)

Location of EMC

Naihati town, North 24 Parganas District,

West Bengal.

Area of EMC

70 Acres

Estimated Project Cost

Rs. 50.46 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) Land related documents.
- (iv) Financial Closure of the project
- (v) Collection of at least 10% of the stipulated financial contribution from industrial institutions/associations.
- (vi) Preparation of detailed drawings and designs of the works and their detailed cost estimates.
- (vii) A firm implementation schedule (component/activity wise) specifying milestones and timelines

ELECTRONICS INDIA

इलेक्ट्रॉनिक्स निकेतन 6,सी,जी.ओ. कॉम्पलेक्स नई दिल्ली-110003

ELECTRONICS NIKETAN 6, C.G.O. COMPLEX NEW DELHI-110003 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	12.04
В	Essential Services	14.66
C	Welfare Services	8.13
D	Support Services	2.10
E	Manufacturing support Services	12.05
F	Cost of Infrastructure development(A+B+C+D+E)	48.98
G	Administrative Expenses	1.47
U	Total(F+G)	50.45

- 3.1 <u>Means of Finance</u>: 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 **Anchor Unit:** In order to attract the ancillary units and to create synergies among the constituent units, the applicant should bring in an anchor unit in the proposed EMC. The Anchor unit should propose to set up a unit in EMC engaged in the manufacturing of electronic products.
  - 5.2 **Revenue Model:** The applicant should provide detailed revenue projections and the assumptions used for the Revenue Model.
  - 5.3 **SPV formation:** The SPV for the project needs to be in-line with the Guidelines for 'Constitution of SPV for Implementation of EMC' issued by the Department of Electronics and Information Technology (DeitY).
  - 5.4 **Economic Benefits:** The Applicant should provide the amount of expected investment by the constituent units into the EMC and the expected Turnover of the constituent units in the EMC.

(Dr. Ajay Kumar)

Joint Secretary to Govt. of India

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