GOVERNMENT OF INDIA MINISTRY OF COMMERCE & INDUSTRY (DEPARTMENT OF COMMERCE)

LOK SABHA UNSTARRED QUESTION NO. 516 TO BE ANSWERED ON 05th FEBRUARY, 2020

RELAXATION TO SEZ DEVELOPERS

516. SHRI KOMATI REDDY VENKAT REDDY: SHRI ARVIND DHARMAPURI:

Will the Minister of COMMERCE & INDUSTRY (वाणिज्य एवं उद्योग मंत्री) be pleased to state:

- (a) whether the Government is planning to extend time for and give relaxation to Developers for the development of Special Economic Zone (SEZ) projects in the country;
- (b) if so, the details thereof;
- (c) the number of SEZs wherein relaxation for the development of SEZs is likely to be given;
- (d) whether any SEZs are being developed or got extension in the State of Telangana and if so, the details thereof; and
- (e) whether any tax exemptions and incentives are proposed to be given and if so, the details thereof?

ANSWER

वाणिज्य एवं उद्योग मंत्री (श्री पीयूष गोयल) THE MINISTER OF COMMERCE AND INDUSTRY (SHRI PIYUSH GOYAL)

(a) to (c): In terms of Rule 6(2)(a) of the Special Economic Zones Rules, 2006, the letter of approval granted to a SEZ developer is valid for a period of three years within which time effective steps are to be taken by the developer to implement the approved proposal. The Board of Approval (BoA) under Department of Commerce may, on an application by the developer and on recommendation of Jurisdictional Development Commissioner, extend the validity period of the letter of approval. BoA has granted extension of validity period to 154 developers of SEZ across the country including 16 developers in Telangana to complete their projects till now. Developers have sought extension of validity period of the letter of approval granted to them for the execution of their projects for various reasons including adverse business climate due to global recession, delay in approvals from statutory bodies, delay in environmental clearance, etc.

(d): The details of the SEZs which have got extension in the State of Telangana are at Annexure.

(e): The tax exemptions and other incentives allowed to SEZs are in built into the SEZs Act, 2005. Main fiscal concessions and duty benefits allowed to SEZ developers and units are as follows:

- i. Exemption from Central Sales Tax, Exemption from Service Tax and Exemption from State sales tax. These have now subsumed into GST and supplies to SEZs are zero rated under IGST Act, 2017.
- ii. Exemption from Income Tax for 15 years as per Income Tax Act
- iii. Duty free import/domestic procurement of goods
- iv. Exemption from State sales tax and other levies as extended by the respective State Governments.

Location SI. Name of the Developer Type of SEZ No. M/s. J.T. Holdings Private Maheshwaram Mandal, District Ranga IT/ITES 1. Limited Reddy, Telangana M/s. Ananth Technologies Ravirvala Village. Maheswaram IT/ITES 2. Limited Mandal. Ranga Reddy District. Telangana. Hyderabad 3. M/s. GMR Hyderabad GMR International Multi Services International Airport Limited Airport, Shamshabad. Hyderabad, with International Telangana Financial Services Centre IT/ITES 4. M/s. Telangana State Madikonda Village, Hanamkonda Industrial Infrastructure Mandal, Warangal District, Telangana Corporation Ltd. 5. M/s. Stargaze Properties KanchaImarat, Raviryala Village. IT/ITES Private Limited Maheswaram Mandal, Ranga Reddy District, Telangana M/s. Parsvnath Infra Limited Karakapatla Village, Mulugu Mandal, Biotechnology 6. Medak District, Telangana 7 Adibatla Village. Ibrahimpatnam M/s. Cognizant Technology IT/ITES Private Solutions India Mandal, Ranga Reddy District, Limited Telangana Adibatla Ibrahimpatnam 8. M/s. Tata Consultancy Village, IT/ITES Services Limited Mandal. Ranga Reddy District. Telangana Karakapatla village, Mulugu Mandal, 9. M/s. Telangana State Biotechnology Industrial Medak District, Telangana Infrastructure Corporation Ltd. 10. M/s. Hyderabad Metropolitan Kokapet village, Serilingampally IT/ITES Development Authority Mandal. Ranga Reddy District. Telangana Muppireddypalli village, Shantha Toopran Biotechnology 11. M/s. **Biotechnics** Limited Mandal, Medak District, Telangana and related activities Muppireddypally village, 12 Radiant Corporation Toopran Electronic M/s. **Private Limited** Mandal, Medak District, Telangana Hardware and Software and related activities Kokapet Village, Gandipet Mandal, M/s. GAR Corporation Private IT/ITES 13. Limited Ranga Reddy District, Telangana Raidurg Serilingampally 14. M/s. Divija Commercial Village. IT/ITES Properties Private Limited Mandal, Ranga Reddy District, Telangana Kolthur Village, Shameerpet Mandal, M/s. Vaxenic Private Limited 15. Biotechnology & Ranga Reddy District, Telangana Bio-Pharmaceuticals

Annexure to the Lok Sabha Unstarred Question No. 516 for 5th February, 2020

16.

Limited

M/s. GAR Corporation Private

Kokapet Village, Gandipet Mandal,

Ranga Reddy District, Telangana

IT/ITES