

**RAJASTHAN STATE INDUSTRIAL DEVELOPMENT AND INVESTMENT
CORPORATION LIMITED**

MINUTES OF : **Board meeting**
VENUE : **Udyog Bhawan, Jaipur**
DATE & TIME : **29th June 2011 at 4.00 P.M.**

PRESENT :

Dr. Dinesh Kumar Goyal	Chairman
Shri Raj Hans Upadhyay	Commissioner Industries
Dr. Ashok Singhvi	Prin. Secy. Small Ind. & Khadi Gramoudyog
Dr. Govind Sharma	Principal Secretary Mines & Petroleum
Shri Naresh Pal Gangwar	Secretary Energy
Shri Rajendra Bhanawat	Managing Director

Shri D.K. Sharma, Secretary was in attendance. Mrs. Aparna Sahay, Financial Advisor, Mrs. Urmila Rajoria, Advisor (A&M), Dr. A.K.Gupta, CGM (SEZ), Shri Alok Kumar, GM(BP), Shri A.K. Jhalani, GM(Appraisal) and Shri P.K. Mittal, Addl. Chief Engineer were also present.

LEAVE OF ABSENCE

The Board granted leave of absence to Shri Gurdial Singh Sandhu, Dr. Purushottam Agarwal, Shri Umesh Kumar and Shri Abhay Kumar who had intimated their inability to attend the meeting.

WELCOME OF THE CHAIRMAN

At the outset, the Board welcomed Dr. Dinesh Kumar Goyal who attended meeting of the Board for the first time after his appointment and expressed hope that the Board will be benefited with his association.

Item 1: Confirmation of minutes of the last meeting of the Board held on 31.3.2011.

The minutes of the meeting of the Board held on 31st March 2011 were confirmed and signed by the Chairman.

Item 2: Action Taken Report on the decisions of the previous meeting of the Board held on 3103.2011.

The Board noted the position.

Item 3: To note the Resolution passed by circulation by the Board regarding Part waiver-off of administrative charges levied for acquisition of land for private companies - case of Kribhco Infrastructure Limited.

The following Resolution deemed to have been passed on 25th May 2011 was noted:

RESOLUTION:

"**RESOLVED** that approval be and is hereby accorded for levying administrative charges of Rs.50.00 lac only on Kribhco Infrastructure Limited, for acquisition of land at village Beda Banki, near Hindaun City (Karauli)."

Item 4: Minutes of the meetings of the Industrial Committee of the Board held on 29th March 2011, 18th May 2011 & 9th June 2011.

The Board noted the position.

Item 5: Minutes of the meetings of the Infrastructure Development Committee of the Board held on 4th May 2011 and 9th June 2011.

The Board noted the position.

Item 6: Minutes of the meetings of the Working Committee of the Board held on 24th March 2011 & 26th May 2011.

The Board noted the position.

Item 7: Minutes of the meeting of the State Level Settlement Committee of the Board held on 24th March 2011.

The Board noted the position.

Item 8: Appointment of Directors.

The Board noted the appointment of Shri Gurdial Singh Sandhu, Principal Secretary Urban Development & Housing, Government of Rajasthan, Jaipur, as director on the Board of Directors of the company w.e.f. 25th May 2011, and expressed the hope that the Board will be further enriched with his valuable inputs and long experience.

Item 9: Disclosure of Interest by the Director.

The Board noted the disclosure of interest made by Shri Gurdial Singh Sandhu vide his notice dated 9th June 2011 and adopted the following Resolution:

"**RESOLVED** that interest disclosed by Shri Gurdial Singh Sandhu in his general notice pursuant to Sections 299(3)/305 of the Companies Act, 1956, which was read over in the meeting be and is hereby noted."

Item 10: Ex-post-facto approval for purchase of One Split Air Conditioner 2.0 Ton.

The Board discussed the agenda and accorded ex-post-facto approval for purchase of one Split Air Conditioner of 2.0 Ton in pursuance to State Government Circular No.P9(1)F-1(1)I.E./2010 dated 30.06.2010.

Item 11: Equity Overview- Report of Sub-Group constituted by the Board.

The Board perused, and adopted for implementation, the suggestion/ observations/recommendations of the Sub-Group made in respect to equity portfolio of the Corporation.

Item 12: Appointment of Tax Auditors under section 44 AB of the Income Tax Act for the financial year 2010-11.

The Board discussed the agenda and accorded approval for the appointment of M/s. S. Singhal & Co., Chartered Accountants, Jaipur for Tax Audit the accounts of the Corporation for the Financial Year 2010-11 at remuneration of Rs.40,000/- plus Service Tax. The Board also sanctioned a fee of Rs.5000/- plus Service Tax for every certificate required to be obtained for Income Tax exemption under Section 80 IA. However, total fee for certification under Section 80 IA shall be limited to Statutory Audit Fee for the year which is Rs.2.00 lacs as on date.

Item 13: Enhancing the contribution of Rs.1.00 crore per annum to Rs. 2.00 crore per annum from F.Y. 2010-11 to 2013-14 by RIICO to CDOS for meeting expenses.

The Board discussed the agenda and accorded approval for enhancing the contribution by the Corporation to CDOS from Rs.1.00 crore per annum to Rs.2.00 crores per annum for the year 2010-11 and to further enhance the contribution from Rs.1.00 crore to Rs.2.00 crores for the next three years from F.Y. 2011-12 to 2013-14.

Item 14: Supply of recycled water to SEZ project developed by Mahindra World City (Jaipur) Limited.

The Board discussed the agenda. The Board observed that as per Clause-3 of MoU, executed with Mahindra & Mahindra for promoting SEZ at Jaipur, the State Government was inter-alia under obligation to provide un-interrupted access to the project area from the Ajmer-Jaipur Highway, availability of power from dual sources with 200 MVA substation, long term good quality water of sufficient quantity at or near the project site. Further, as per Clause No.5 of the State Support Agreement, signed by the State Government with the project company, State Government was to provide long term good quality water of sufficient quantity (estimated at 15 million gallon per day) at or near the project land for the use of the project. Similarly, as per SEZ policy of the

State, basic inputs like water, effluent treatment and its disposal has to be provided by the concerned department/agencies of the State Government to the SEZ from its own resources.

The Board noted that the access to the project site and power supply have been provided by the respective department/agency of the State Government, however, recycled water is yet to be provided at or near the project site. It was informed that PHED has been working on planning and other necessary activities for supply of re-cycled water to the SEZ project and, on the request of PHED, the Planning Department, GoR had also agreed to provide additional funds to the tune of Rs.15.00 crores to PHED in the year 2009-10 for laying the pipe line from Delawas Sewerage Treatment Plant to Mahindra SEZ. However, subsequently, PHED expressed its unwillingness and desired that this work may either be taken up by Jaipur Nagar Nigam (who owns and operates Delawas STP) or by RIICO who is engaged in industrial development of the State. Finally, in a meeting held on 18.3.2011, under the Chairmanship of C.S., it was decided that the work of laying pipe line for supply of recycled water be done by PHED and funds be made available by RIICO. The Board also noted that RIICO, as a State Agency, is 26% partner in Mahindra SEZ Project Company and would contribute equity of Rs.52.00 crores.

In this background, the Board decided to refer the issue to the Industries Department, GoR for reconsideration, requesting PHED to execute the work and making provision of Rs.25.00 crores in the State budget to meet the cost of laying pipe line. And in case the Corporation is required to meet the cost of laying pipe line, the State Government may provide grant to the Corporation of Rs.25.00 crores.

Item 15: Development of Exhibition-cum-Convention Centre at Sitapura Industrial Area, Jaipur, Rajasthan through PPP.

The Board discussed the agenda and also viewed a power point presentation made by the representatives of PDCOR Ltd. After detailed discussions, the Board approved the changes suggested in various criterion as recommended by PDCOR and also the remarks to the issues (1 to 11 of the agenda note) and approved RFP document comprising 3 volumes prepared by PDCOR Limited with a minor amendment that high net worth criteria for Core Infrastructure companies, Real Estate Infrastructure funds and Others be taken Rs.500 crores, Rs.1000 crores and Rs.750 crores respectively. The Board also accorded approval for change in bidding procedure and decided to invite both the technical and financial bids in one stage.

With the permission of the Chair, following agenda items were taken up for consideration:

Item 16: Appointment of Dr. Dinesh Kumar Goyal as Director and Chairman on the Board of Directors of the Corporation.

The Board noted the appointment of Dr. Dinesh Kumar Goyal as Director and Chairman on the Board of Directors of the Corporation with effect from the date of taking over the charge, i.e. 22nd June 2011, till further orders. The Board also accorded approval for appointment of Dr. Goyal as Director and Chairman on the Board of Mahindra World City (Jaipur) Limited.

The following Resolution was adopted:-

RESOLUTION:

“RESOLVED that the appointment of Dr. Dinesh Kumar Goyal as Director and Chairman on the Board of Directors of the Corporation with effect from the date of taking over the charge, i.e. 22nd June 2011, till further orders, be and is hereby noted.

Item 17: To extend time period of order dated 26.11.2010 from 30.6.2011 to 30.09.2011.

The Board discussed the agenda and accorded approval for extending time period of order No.31/2010 dated 26.11.2010 upto 30.09.2011.

Item 18: Exp-post-facto approval for hiring of Taxi Vehicles.

The Board discussed the agenda and, in pursuance to State Government Circular No.P9(1)F-1(1)I.E./2010 dated 30.06.2010, accorded ex-post-facto approval for hiring of 22 Taxi Vehicles at different locations, as per para 1 of the agenda note.

Item 19: Ex-post-facto approval for hiring of Computers with/without operators.

The Board discussed the agenda and, in pursuance to State Government Circular No.P9(1)F-1(1)I.E./2010 dated 30.06.2010, accorded ex-post-facto approval for hiring of 5 Computers with/without operators as per para 1 of the agenda note.

Item 20: Relaxation in expenditure ceiling for hiring of computers (including printers and UPS) with operators.

The Board discussed the agenda and, in pursuance to State Government Circular No.P9(1)F-1(1)I.E./2010 dated 30.06.2010, accorded approval for granting relaxation in expenditure ceiling and keeping it Rs.10,000/- per

month for hiring of one unit of computer (including Printer & UPS) with trained operator proficient in operations of TALLY.

The meeting concluded with a vote of thanks to the Chair.

Date:

CHAIRMAN

