

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 101ST MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON TUESDAY, 29TH JUNE, 1993 AT 04:30 PM AT THE REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

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| 1) Sri K.V. Rao, IAS | : Chairman & Managing Director and
Managing Director, SFC |
| 2) Sri A.K. Goyal, IAS | : Director |
| 3) Sri R.H. Khawaja, IAS | : Director |
| 4) Sri Indrajit Pal, IAS | : Director |

SPECIAL INVITEE:

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| Sri Bhanwarlal, IAS | : Managing Director, ANRICH and
Executive Director, APIIC |
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IN ATTENDANCE:

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| Sri A. Seetarama Sastry | : Company Secretary |
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Sri K.V. Rao, IAS, Chairman & Managing Director, APIIC Ltd welcomed the new Directors to the Board.

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation.

1. Sri A. Ramalakshman, IAS
2. Sri M. Krishna Reddy
3. Sri J.V. Pandurangam

2. Confirmation of the Minutes of the 100th Board Meeting held on 29-03-1993:

The minutes of the 100th Board Meeting of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 29-03-1993 at 12 Noon at the Registered Office of the company, Hyderabad as circulated were confirmed.

3. Appointment of officials Directors by designation noting of the changes among ex-officio Directors by the Board.

The Board discussed the proposals as contained in the Agenda & Notes. While approving the cause of action suggested in the Agenda & Notes, the Board noted that the following officers holding the posts at present transferred officers.

- (i) Sri Indrajit Pal, IAS : Commissioner of Industries, Govt., of Andhra Pradesh, Hyderabad.
- (ii) Sri K.V. Rao, IAS : Managing Director, APSFC, Hyderabad
- (iii) Sri R.H. Khwaja, IAS: AP Pollution Control Board, Hyderabad

The Company Secretary is requested to comply with the formalities under the Companies Act., after obtaining the necessary information from the Directors.

4. Action taken on the Minutes of the 100th Board Meeting of APIIC Ltd held on 29-03-1993.

Noted. Sri Khwaja, IAS suggested that in respect of Housing Schemes, in order to reduce the cost of the houses and speed up the construction, use of pre-cast materials in the construction of houses may be encouraged.

5. Perusal of Papers placed before the Board.

The following papers placed before the Board for perusal were noted.

- (a) Lr.NO.388/PE-I/A2/93-1 dt.26-03-93 of Commissioner of PE and Ex-Officio Prl. Secretary to Government, GA(PE-I) Department, Govt., of AP., regarding matters relating to personal issues involving pay and allowances etc.,
- (b) GO.Rt.No.2849 dt.09-06-93 of Chief Secretary to Government, GA (Spl.A) Dept, Government of AP., regarding appointment of Sri KV Rao, IAS as Managing Director, AP State Financial Corporation.
- (c) GO.Rt.No.2851 dt.09-06-93 of Chief Secretary to Government, GA (Spl.A) Dept, Government of AP placing Sri KV Rao, IAS in full additional charge of the post of VC&MD, APIIC Ltd.
- (d) GO.Rt.No.3099 dt. 22-06-93 of Chief Secretary to Government, Ga (Spl.A) Dept, Government, of AP posting Sri Bhanwarlal, IAS as Managing Director, AP State Non-Resident Indian Investment corporation Ltd., and Ex-officio Executive Director, APIIC Ltd.

6. To take notice of disclosure of interest by Directors under Section 299(3) of the Companies Act, 1956.

The Board noted the general notices given by the Directors under Section 299(3) of the Companies Act, 1956 in Form No. 24 AA for the financial year 1993-94.

7. Commercial Complex, Nacharam – Allotment of shops on reduced cost:

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to allot the 5 vacant shops in the ground floor of Commercial Complex, Nacharam on outright sale basis at a reduced cost by giving 15% reduction in the cost of shops, as applicable to sheds in backward areas, as a special case, since the shops could not be disposed off due to locational dis-advantage.

8. Enhancement of conveyance Advance to Class-IV Employees:

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to enhance the amount of conveyance advance to Rs. 6000/- to Class-IV employees of the corporation, keeping in view the hike in the prices of light vehicles.

9. Appointment of panel Doctors at Zonal Offices:

Noted.

10. Special Medical Claims:

The Board discussed the proposals as contained in the Agenda & Notes and approved the Special Medical claim of Sri R. Rajender, Watchman for an amount of Rs. 2887.70.

The Vice Chairman & Managing Director was also authorized to process the Special Medical Claims of the following employees and arrange reimbursement.

- 1) Sri K.Ramesh, Despatch Clerk O/o ZM, Jeedimetla.
- 2) Sri S.V Ramana Rao, Asst.Manager (Peshi), Legal Wing.
- 3) Sri A.Seetharama Sastry, Company Secretary, HO.
- 4) Sri Y. Balareddy, Asst.Supervisor (E&M), O/o ZM, Tirupathi.
- 5) Sri M.Janardhan Rao, DZM, O/o ZM, Jeedimetla.

11. Tender accepted by VC&MD/Chief Engineer.

Noted.

12. Progress Report on Civil Works including Deposit works.

Noted. The Board noted that the expenditure of Rs. 12 Crores in the execution of Civil works during the year 1992-93 is the highest since the inception of the corporation.

13. Payment of interest to the Pattadars in respect of land taken for establishment of IE-Sattenpalli.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to pay interest at 12% pa to all the Pattadars. The Board noted that the total financial commitment is Rs. 73391/-.

14. Revised Estimates for 1992-93 and Budget Estimates for 1993-94.

Chairman and Managing Director while explaining the salient features of the Budget Estimates informed the Board that the Budget was prepared on a realistic basis keeping in view the past performance. The proposal was discussed and approved the same.

OTHER ITEMS WITH THE PERMISSION OF THE CHAIR:

15. Promotion of Sri P.Manjan Rao, Chief Engineer.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided that Sri P.Manjan Rao, Superintendent Engineer designated as Chief Engineer will continue to exercise the powers of the Chief Engineer for another period of 2 years with effect from 01-12-1993 and the matter may be placed before the Board after 6 months regarding his promotion.

The Meeting ended with a vote of thanks to the Chair.

**Sd/-
K.V. RAO
CHAIRMAN**

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 102ND MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON MONDAY, 6TH SEPTEMBER, 1993 AT 03:00 PM AT THE REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

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| 1) Sri D. Aurora, IAS (Retd.) | : Chairman |
| 2) Sri G.P.Rao, IAS | : Vice Chairman & Managing Director |
| 3) Sri J. Harinrayana, IAS | : Director |
| 4) Sri A.K.Goyal, IAS | : Director |
| 5) Sri P.V. Bhide, IAS | : Director |
| 6) Sri R.H. Khawaja, IAS | : Director |
| 7) Sri K.V. Rao, IAS | : Director |
| 8) Sri C. Ragavender Rao | : Director |
| 9) Sri M. Krishna Reddy | : Director |

IN ATTENDANCE:

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|----------------------------|---------------------|
| 1) Sri A. Seetarama Sastry | : Company Secretary |
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Sri D, Aurora, IAS (Retd.), Chairman, APIIC Ltd welcomed the reconstituted Board of Directors and requested for their active contribution in implementation of the policies of the corporation in view of their past experience.

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation.

- i) Sri P.C. Parakh, IAS
- ii) Sri H.S. Brahma, IAS

2. Confirmation of the Minutes of the 101st Board Meeting held on 29-06-1993 at 04.30 PM.

The minutes of the 101st Board Meeting of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 29-06-1993 at 04.30 PM at the Registered Office of the company, Hyderabad as circulated were confirmed.

3. Papers placed for perusal:

The following papers placed before the Board for perusal were noted.

- a) G.O.Rt.No.669 dated 2-7-1993 of Secretary to Government (IFR), Industries & Commerce (INF) Department, Government of Andhra Pradesh appointing Sri Diljeet Aurora, IAS (Retd) as Director and Chairman of the Board of Directors of APIIC Limited.
- b) Lr. No.664/INF/93-1 dt.20-8-93 of Chief Secretary to Government (IFR), Industries & Commerce Department, Government of Andhra Pradesh nominated Sri Raghavender Rao Officer –on – Special Duty, Industries & Commerce as Official Director on the Board of APIIC Limited.
- c) G.O.Rt.No.4317 dt.28-8-1993 of Chief Secretary to Government, G.A. (Special A) Department, Government of Andhra Pradesh appointing Sri G P Rao, IAS as Vice Chairman & Managing Director on the Board of Directors of APIIC Limited.
- d) G.O.Rt.No.867 dt.2-9-1993 of Industries & Commerce (INF) Department, Govt. of Andhra Pradesh appointing Sri G P Rao, IAS as Director on the Board of Directors of Directors of the Corporation.
- e) G.O.Rt.No.715 dated 19-7-1993 of Industries & Commerce (INF) Department, Govt. of Andhra Pradesh reconstituting the Board of Directors of APIIC Limited.

4. Reconstitution of the Board of Directors of APIIC Limited – Appointment of Official Directors by Designation – Noting of the changes among the Directors by the Board.

The Board discussed the proposals as contained in the Agenda & Notes and noted the reconstitution of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited. While approving the cause of the action suggested in the Agenda & Notes, the Board noted that the following officers holding posts at present are the Directors of the Company.

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| 1. Sri G P Rao, IAS | :: | VC & MD |
| 2. Sri P C Parakh, IAS | :: | Commissioner of Industries, Govt. of AP |
| 3. Sri J Harinarayana, IAS | :: | MD, APIDC |
| 4. Sri A K Goyal, IAS | :: | VC & MD, APSSIDC |
| 5. Sri P V Bhide, IAS | :: | Representative of Finance and Planning Dept. Govt. of AP |
| 6. Sri H S Brahma, IAS | :: | Member Secretary, AP State Electricity Board |

7. Sri R H Khwaja, IAS :: Member Secretary AP Pollution Control Board
8. Sri K V Rao, IAS :: Managing Director, APSFC
9. Sri C Raghavender Rao :: Representative of Inds.& Comm. Dept. Govt. of AP
10. Sri M Krishna Reddy :: Director of Town & Country Planning, Government of Andhra Pradesh

5. Action taken on the Minutes of the Minutes of the 101st Board Meeting held on 29-6-1993:

Noted.

6. Convening of 20th Annual General Meeting as per the provisions of the Companies Act, 1956 to consider and approve the Annual Accounts for the year 1992-93.

The Board decided to convene the 20th Annual General Meeting of the Company on Wednesday, the 29th of September, 1993 at 3 P.M at the Registered Office of the Company to consider and approve the accounts for the year 1992-93.

The Company Secretary was authorized to sign and issue notices on behalf of the Board in respect thereof as per the draft placed before the Board.

7. Annual Accounts:

Noted. The VC & MD was requested to expedite the finalization of accounts for the year 1990-91 and also to ensure finalization of accounts for the subsequent years before March, 1994.

8. Certain issue raised by the Federation of AP Chambers of Commerce and Industry on Execution of Sale Deeds:

Noted. The VC & MD was requested to look into the issues raised by the Federation of Andhra Pradesh Chambers of Commerce and Industry and take appropriate action.

9. Revision of TA on Tours:

It was decided that TA Rules of the Corporation may be amended to fall in line with the Govt. orders issued vide G.O.Ms.No.252 dated 15-5-1993 of Finance & Planning (FW.TA) Department, Government of Andhra Pradesh. The question of increasing DA rates, if necessary can be examined by VC & MD and proposals placed before the Board.

10. Reimbursement of Medical expenses to Smt. M Lakshmi Devi W/o Late Sri M Laxmanna, Ex-Project Manager, Khammam.

The action taken by VC & MD in having reimbursed the full hospital bill of (late) Sri M Laxmanna as a special case relaxing the normal procedure was ratified.

11. Other subjects with the permission of the Chair:

On a point raised by Sri J Harinarayana regarding the construction of a Pavilion at IITF, the Board was informed that STC was intimated of the terms & conditions of execution of the above works by APIIC and the consent of the STC is awaited. It was also agreed that if APIIC has to take over the property and undertake re-construction, the economic viability of the proposal needs to be examined by APIIC. VC & MD agreed to have this examined.

Sri Harinarayana also suggested that in view of the present power situation in the State, Non- conventional / alternative energy systems may be considered for installation in IDAs developed by the Corporation. The Board discussed the issue and requested VC & MD to explore the possibilities of adopting the non-conventional/alternate energy systems in our new IDAs.

The Meeting terminated with a vote of thanks to the Chair.

Sd/-
D AURORA
CHAIRMAN

CONFIDENTIAL

**MINUTES OF THE 103RD MEETING OF THE BOARD OF DIRECTORS OF
ANDHRA PRADESH INDUSTRIAL INFRASTRURE CORPORATION LIMITED
HELD ON TUESDAY, THE 30TH NOVEMBER, 1993 AT 12.00 NOON AT THE
REGISTERED OFFICE OF THE COMPANY, HYDERABAD.**

PRESENT:

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| 1. | Sri G P Rao, IAS | :: | VC & MD |
| 2. | Sri P C Parakh, IAS | :: | Director |
| 3. | Sri J Harinarayana, IAS | :: | Director |
| 4. | Sri P V Bidhe, IAS | :: | Director |
| 5. | Sri H S Brahma, IAS | :: | Director |
| 6. | Sri K V Rao, IAS | :: | Director |
| 7. | Sri C Raghavendra Rao | :: | Director |

SPECIAL INVITEE:

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| Sri Bhanwarlal, IAS | :: | Executive Director |
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IN ATTENDANCE:

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| A Seetarama Sastry | :: | Company Secretary |
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The VC & MD informed the Board that Sri D Aurora, IAS (Retd.), Chairman of the Board resigned on 30-09-1993 due to personal reasons. The Board resolved the place on record its deep appreciation of the services rendered by him during his tenure of office as Chairman of the Board of Directors of the Company. As the Government of have not appointed the Chairman, the VC & MD occupied the chair and conducted the Meeting.

1. Leave of Absence:

Leave of absence was granted to the following Directors who could not attend the Meeting due to their pre-occupation.

- i) Sri R H Khwaja, IAS
- ii) Sri M Krishna Reddy

2. Confirmation of the Minutes of the 102nd Meeting of the Board of Directors held on 6-9-1993.

The Minutes of the 102nd Board Meeting of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 6-9-1993 at 3-00 PM at the Registered Office of the Company, Hyderabad, as circulated are confirmed.

3. Action taken on the Minutes of the 102nd Board Meeting of APIIC Limited held on 6-8-1993.

NOTED.

4. To take notice of the Disclosure of interest by Directors Under Section 299 (3) of the Companies Act, 1956.

The Board noted the general notices given by the Directors under Section 299 (3) of the Companies Act, 1956, in Form No.24AA for the financial year 1993-94.

5. Progress Reports:

a) Progress on Civil works including Deposit works:

Noted.

b) Review of Collections from Estates:

Noted.

c) Cash Forecast for 1993-94:

Noted.

d) Progress in finalization of Accounts:

Noted. The Board was apprised that the compilation and finalization of Annual Accounts for the years 1991-92 and 1992-93 be completed by March, 1994 and September, 1994 respectively.

e) Review of Progress under Land acquisition during the year 1992-93 and 1993-94.

NOTED. It was felt that there is need to coordinate the land acquisition proposals with the areas where industries are coming up in different parts of the State in small clusters as can be seen from the incentive applications made by such Industries to the Stated Incentives Committee. It was therefore decided that APIIC in co-ordination with the office of the Commissioner of Industries may identify such areas which are emerging as cluster areas for Industries and initiate land acquisition proposals for such areas.

f) Legal Cases pending in respect of allotments made to entrepreneurs for establishment of industries.

NOTED.

6. Providing Non -conventional Energy at the New Industrial Estates in Andhra Pradesh.

The Board discussed the proposals as contained in the Agenda Note and the Board felt that providing Non- Conventional Energy at the New Industrial Estates is much costly and the proposal is not viable at present.

7. Allotment of Shed Nos.F-42 & F-43, IDA, Block 'D' Visakhapatnam to M/s Dolphin Beverages & Foods Limited and Reduction in rate of interest to 16% from 18%.

The Board discussed the proposals as contained in the Agenda & Notes and ratified the action taken by the VC & MD in reducing the rate of interest from 18% to 16% p.a. up to 31-03-1993 and 18% thereafter and allow the party to pay the balance arrears of cost of the sheds before 31-12-1993.

8. Allotment of Additional land at IE-Visakhapatnam-7 to M/s Andhra Graphites Products Ltd on ORS basis.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to allot the land of 289.69 sq.yds. to M/s Andhra Graphites Products Limited on ORS basis at the rate of Rs.200/- per sq. meter and collect interest with effect from 04-01-1992 i.e., date of original allotment at rate of Rs.200/- per sq. meter.

9. Waiver of interest on defaulted and outstanding payments - Further delegation of powers to VC & MD.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to ratify all cases considered for waiver of 2/3rd interest on defaulted and outstanding payments by VC & MD from 01-10-1989 till date.

The Board authorized VC & MD to consider or reject waiver of interest not exceeding 2/3rd of the interest on defaulted and outstanding payments based on the merits of individual cases. This waiver of interest is only a one time concession.

10. TA Rules – Applicable to Executive Director Sri Bhanwarlal, IAS – APIIC Limited.

The Board ratified the action taken by VC & MD for having passed the TA Bills of Sri Bhanwarlal, IAS, Executive Director, at the rates applicable to VC & MD for the journeys undertaken by him during the months July to November, 1993.

The Board also approved the proposal to equate the Executive Director on par with the Managing Director and other Directors on Board for drawl of TA and DA for official undertaken by him.

11. Public Services – Appointment of meritorious sports men to the posts of Jr. Clerk/ Assistant (Accounts) in the Corporation.

NOTED.

12. Enhancement of Settling in allowance.

NOTED.

13. Placement of personnel from Hyderabad Allwyn Ltd to APIIC Limited.

The Board ratified the action taken by VC & MD in having accommodated the following personnel in APIIC temporarily duly creating superannuation posts as per the Government Directions.

1. Sri K. Harinath Babu (Personnel Officer)
2. Sri G. Srirama Murthy, Asst. Manager (Ele.Engg.)
3. Sri P.Ravikanth(Asst.Engg.)

14. Reimbursement of Medical Expenses to the Employees:

The Board discussed the proposals as contained in the Agenda & Notes and decided to reimburse the medical expenses of Rs.24,117-40 to 11 employees as mentioned in the note.

The Board ratified the action taken by VC & MD in having sanctioned an advance of Rs,45,000/- to Sri K.Venkata Rao, AEE (R&B) working on deputation in Moula Ali Zone, subject to adjustment of the advance. The Board authorized the VC & MD to allow future claims on the basis of final bill.

In respect of reimbursement of medical expenses the VC & MD was requested to bring specific proposals before the Board as per the Government Rules.

15. HBA – Payment of loan:

The Board decided to drop the proposal.

16. Affiliate Membership in International Centre for public Enterprises (ICPE):

The Board discussed the proposals as contained in the Agenda & Notes and decided to pay Affiliate Membership Fee of \$ 1000 per annum (Rs.31,500/- approximately) to International Centre for Public Enterprises (ICPE) for enrolling APIIC LTD as on affiliate member.

17. Staff position and Industrial Relations Report from 97th Board Meeting held on 25-06-1993 till date.

NOTED.

18. Rectification of Pay Anomalies for certain Categories.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to refer the matter to the Government.

ANY OTHER ITEM WITH PERMISSION OF CHAIR

19. Write off – Bridge Loan – Tamarind Seed Products of India, Kothur:

The Board discussed the proposals as contained in the Agenda & Notes and decided as follows:

1. To write off an amount of Rs. 13,96,685/- due as on 31-03-1987 from the party.
2. To write back the provision made under Bad & Doubtful Debts to an extent of Rs,7,66,685/- as the entire amount was proposed to be written off.
3. The effect to the above may be given in the books of account for the year 1990-91.

The Meeting terminated with a vote of thanks to the Chair.

Sd/-
G.P.RAO
CHAIRMAN OF THE MEETING

MINUTES OF THE 104th MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRURE CORPORATION LIMITED HELD ON WEDNESDAY, THE 16TH FEBRUARY, 1994 AT 11.00 A.M. AT THE REGISTERED OFFICE OF THE COMPANY, HYDERABAD.

PRESENT:

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| 1) Sri G.P.Rao, IAS | : Vice Chairman & Managing Director |
| 2) Sri P.V.Bhide, IAS | : Director |
| 3) Sri H.S.Brahama, IAS | : Director |
| 4) Sri S.Bhattacharya, IAS | : Director |
| 5) Sri R.H.Khwaja, IAS | : Director |
| 6) Sri K.V.Rao, IAS | : Director |
| 7) Sri M.Krishna Reddy | : Director |
| 8) Sri C.Raghvendra Rao | : Director |

Special Invitee:

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| Sri Bhavwarlal, IAS | : Executive Director |
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In Attendance:

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| Sri A. Seetarama Sastry | : Company Secretary |
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As the Government has not appointed the Chairman, the VC & MD occupied the chair and conducted the meeting. The Chairman Welcomes Sri S. Bhattacharya, IAS who was appointed as a Director on the Board.

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation.

1. Sri P.C. Parakh, IAS
2. Sri J. Harinarayana, IAS

2. Confirmation of the Minutes of the 103rd Board Meeting of the Board of Directors held on 30-11-1993.

The minutes of the 103rd Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 30th November, 1993 at 12:00 Noon at the Registered office of the company as circulated were confirmed.

3. Action taken on the Minutes of the 103rd Board Meeting held on 30-11-1993.

Noted.

4. Appointment of Official Directors by designation noting of the changes among Ex-office Directors by the Board.

The Board discussed the proposals as contained in the Agenda & Notes. The Board noted the appointment of Sri S. Bhattacharya, IAS, VC & MD, A.P. Small Scale Industrial Development Corporation as a Director on the Board of APIIC, in place of Sri A.K. Goyal, IAS and approved compliance of formalities under the Companies Act., 1956 as proposed.

5. Progress Reports:

- a) Note on Civil works including Deposit works.
Noted.
 - b) Review of collections from Estates.
Noted.
 - c) Performance of the development wing in respect of Sale of plots / sheds and execution of Sale Deeds etc., during the period from 01-04-1993 to 31-01-1994.
Noted.
 - d) Progress on Land Acquisition / Alienation.
Noted.
 - e) Legal cases pending in respect of allotments made to Entrepreneurs for Establishment of Industries.
Noted. The Board suggested that details of the court cases disposed in favour and against the corporation may be indicated separately.
 - f) Staff position & Industrial Relations Report to the Board, covering the period from last Board Meeting till date.
Noted. The Chairman informed the Board that Sri Bhanwarlal, IAS Executive Director is on orders of transfer to take charge as Director of Social Welfare.
6. Voluntary retirement of Sri A. Ramulu, Asst. Supervisor (E&M), Jeedimetla and Sri Y. Peddanagaiah, Watchman, IE – Nadikudi.

The Board ratified the action taken by the Managing Director, in having waived clause 21 of staff Regulations in respect of Sri A. Ramulu, Asst. Supervisor (E&M), Jeedimetla and Sri Y. Peddanagaiah, Watchman, IE-Nadikudi and permitted the individuals to retire voluntarily on 31-12-1993.

7. Reimbursement of Medical claims to certain employees.

The Board discussed the proposals as contained in the Agenda & Notes and decided to reimburse the medical expenses to the 6 employees amounting to Rs. 12,713.20.

Action taken by the VC & MD in having sanctioned the medical allowance of Rs. 14,420.00 to 3 employees was ratified and the VC & MD was authorised to allow the future claims of these individuals on the basis of final bills to be submitted by them.

8. Revised Pay Scales 1993 for the employees of Andhra Pradesh Industrial Infrastructure Corporation Limited.

The Board discussed the proposals as contained in the Agenda & Notes and agreed for implementation of the proposals with the approval of the Administrative Department.

Consequent on the approval of the Revised Pay Scales, the Board also decided to authorise VC & MD as follows.

- a) To amend the rules of the Corporation in regard to the following allowances based on the principles and guidelines stipulated by the Government.
 1. Special pay to drivers
 2. Special pay to Typists / Stenos & Typist cum Assistants.
 3. House Rent Allowance
 4. City Compensatory Allowance
 5. Bad climate Allowance
 6. Enhancement of remuneration to Drivers
 7. Conveyance allowance to physically handicapped
 8. Reimbursement of servant allowance
- b) VC & MD was authorised to make necessary amendments to the rules of the Corporation pertaining to TA, LTC, HBA etc., corresponding to the Revised Pay Scales of 1993 and also to adopt any amendment that the Government may order in respect of the Revised pay scales 1993 in future.
- c) Board noted that two scales are shown against the CGM as the matter of CGM (Finance) is pending with the Government regarding his pay scale and that the pay scale of CGM (Finance) will be adopted as per the decision of the Government.

9. Tax Audit for the year 1990-91 v/s 44AB of IT Act – Appointment of Tax Auditors.

The board discussed the proposals as contained in the Agenda & Notes and decided to appoint M/s Mogili Sridhar & Company, CA to take up Tax Audit of the Corporation for the year 1990-91 at a remuneration of Rs. 3500/-.

10. Pay fixation on Promotion:

The Board discussed the proposals as contained in the Agenda & Notes and decided to follow the guidelines issued in G.O. Ms.No. 102 Dt: 19-03-1991 of Finance & Planning (Finance Wing FR-11) Department in regard to exercising of the option regarding the fixation of pay on promotion to higher post in respect of the Corporation employees to be promoted in future and that they will be given only one opportunity to revise their option provided such revised option shall be with in a period of one year from the date of promotion.

11. To consider a note on sanction of advance to study professional courses.

The Board discussed the proposals as contained in the Agenda & Notes and decided to sanction interest free advance of Rs. 3000/- to regular employees to pursue professional courses like MBA, ICWA, ACS, LLM and ME subject to the condition that the employees attend the classes in the institutions concerned.

12. Waiver of entire penal interest as Shed No. B-2 at IDA Bhadrachalam allotted to M/S. Sri Rama Groundnut Oil Industries.

The Board discussed the proposal as contained in the Agenda & Notes and decided to charge interest at 14% p.a. from 01-01-1987 onwards till the date of payment as a special case and directed that this case should not be quoted as a precedent in other cases.

13. Short term loan to A.P. Scooters Ltd.

The Board discussed the proposals as contained in the Agenda & Notes and decided to send the same to Government for consideration of the various options indicated in view of the Court direction/closure of the unit.

14. Bridge loans to Co-operative Sugar Factories.

The Board discussed the proposals as contained in the Agenda & Notes and decided to propose to the Government to include the difference of amount as amount due from Government / APIIC.

15. Proposal for leasing of common facilities center constructed in Industrial Development Area. Tada, Nellore District for the purpose of Noted.

The Board discussed the proposals as contained in the Agenda & Notes and agreed to explore the possibilities of leasing out of C.F.C. and Guest House. Board also discussed that efforts may be made to seek the co-operation of UNDP office at Madras to attract Leather Units to come to IDA TADA.

16. To auction the shopping complexes constructed in Industrial Development Area / Industrial Estate by the Corporation.

The Board discussed the proposals as contained in the Agenda & Notes and decided to auction/sell shops constructed in IEs / IDAs / ANs shopping complex and Housing Complex of the corporation. The VC & MD was authorised to finalize the terms and conditions in this regard.

17. Cash Forecast for 1993-94.

Noted.

18. To consider a note in regard to the promotion of Sri P. Manjan Rao, SE as CE.

The Board discussed the proposals as contained in the Agenda & Notes and keeping in view the excellent record and performance of Sri P. Manjan Rao decided to promote him as Chief Engineer in the Scale of pay of Rs. 3580 to 5380.

Any other item with the permission of the Chair.

19. Balance Sheet as on 31-03-1991 and Profit & Loss Account for the year ending 31-03-1991.

The Board discussed and considered the proposals as contained in the agenda & Notes and approve the Balance Sheet as at 31-03-1991 and Profit & Loss Account for the year ending as on the afore said date.

The Board noted that the corporation earned a Net Profit of Rs. 133.98 lakhs as against a Net Profit of Rs. 128.13 lakhs earned during the previous year.

The Board also noted and approved the writing off Rs. 1,347.50 which represents the un reconciled balance with Syndicate Bank, Khairatabad, Hyderabad as per the Books of Accounts of the corporation, since the amount involved is small and pertains to 1977-78. The Board further noted that no provision has been made towards Income Tax in view of the carry forward losses of the earlier years as per the

Income Tax calculations and Rs. 133.99 lakhs has been transferred to General Reserve from Profit & Loss Account.

The Board authorized Sri C. Raghavendra Rao, Director to sign the Balance Sheet and Profit & Loss Account besides VC & MD, on behalf of the Board.

20. Equity participation in M/s. Patancheru Envirotech Limited.

The Board discussed the proposals as contained in the Agenda & Notes and agreed for investment of Rs. 5.38 Lakhs in M/s. Patancheru Envirotech Limited as Equity Share Capital subject to Government's approval. This investment represents the payment of Rs. 3.75 lakhs to M/s Associated Industrial Consultants (P) Limited towards their fee for preparation of feasibility report for establishment of common Effluent Treatment Plan at Patancheru and release of Rs. 1.63 lakhs in cash.

The Meeting ended with a vote of thanks to the Chairs.

Sd/-
G P Rao
Chairman of the Meeting

MINUTES OF THE 105TH MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRURE CORPORATION LIMITED HELD ON THURSDAY, THE 23RD JUNE, 1994 AT 11.00 A.M, AT THE REGISTERED OFFICE OF THE COMPANY, HYDERABAD.

PRESENT:

- 1) Sri V. Purshotham Reddy, IAS : Chairman
- 2) Sri Bir Singh Parsheera, IAS : Vice Chairman & Managing Director
- 3) Sri P.V.Bhide, IAS : Director
- 4) Sri R.H.Khwaja, IAS : Director
- 5) Sri K.V.Rao, IAS : Director
- 6) Sri P.C. Parakh, IAS : Director
- 7) Sri V. Palavelly : Director
- 8) Sri K.V.Ramanappa : Director
- 9) Sri B. Vijaya Reddy : Director
- 10) Sri Mohd Abdul Gafoor Saheb : Director
- 11) Sri A. Narayana Reddy : Director
- 12) Sri S. Mayur Nath : Director

IN ATTENDANCE:

- 1) Sri A.Seetarama Sastry : Company Secretary
- 2) Sri B.V.Ramana Murthy : Chief General Manager
- 3) Sri P.Manjan Rao : Chief Engineer
- 4) Sri M. Raja Reddy : General Manager (Development)

Sri. V. Purshotham Reddy, Chairman, APIIC Limited Welcomed the Directors appointed by the Government on the Board of the Corporation. In his opening remarks he pointed out that, in view of the liberalization of the Industrial Policy and taking into account the Present Industrial Scenario the corporation needs to think of diversifying its activities. In this regard, the Chairman stated that the #Hungarian Government had offered to set up a Joint Venture Power Plants by providing 200 million dollars credit on soft terms and the corporation should consider availing of the opportunity. He also suggested that the works like Yeluru Canal Water Supply Scheme could be taken up as a part of the diversification of the corporation activities.

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the Meeting due to their pre-occupation.

1. Sri J. Harinarayana, : Director
2. Sri G. Mallikarjuna Rao : Director
3. Sri J.V.Pandurangan : Director

2. Confirmation of the Minutes of the 104th Board Meeting of the Board of Directors held on 16-02-1994 at 11:00 AM.

The minutes of the 104th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 16th February, 1994 at 11:00 AM at the Registered Office of the company as circulated were confirmed.

3. Action taken on the Minutes of the 104th Board Meeting held on 16-02-1994.

Noted.

4. PAPERS FOR PERUSAL:

The Board noted the following papers placed in the Meeting.

- a) G.O.Rt.No. 304, Dt: 16-03-1994 of Secretary to Govt. Inds. & Comm (INF) Department, regarding the appointment of Chairman.
- b) G.O.Rt.No. 1761, Dt: 04-04-1994 of Chief Secretary to Govt., G.A.(Spl.A) Department, regarding the transfer of Sri G.P.Rao, IAS, VC & MD.
- c) G.O.Rt.No. 397, Dt: 15-04-1994 of Principal Secretary to Govt. Inds & Comm (INF) Department regarding the appointment of Non-Official Directors of the Board.
- d) Lr.No. 534/PE cell/94, Dt: 25-04-1994 of Principal Secretary to Govt. Inds & Comm (PE cell) Department, regarding the guidelines of the Board of Directors.
- e) G.O.Rt.No. 607, Dt: 26-05-1994 of Principal Secretary to Govt. Inds & Comm (INF) Department, regarding the appointment of Sri S. Anwar, IAS as VC & MD.
 - i) G.O.Rt.No. 3455, Dt: 01-06-1994 of Chief Secretary to Govt. General Administration (Spl.A) Department, regarding the transfer of Sri S. Anwar, IAS VC & MD.
 - ii) G.O.Rt.No. 656, Dt: 08-06-1994 of Principal Secretary to Govt. Inds & Comm (INF) Department, regarding the appointment of Sri Bir Singh Parsheera, IAS, As VC & MD.
 - iii) G.O.Rt.No. 686, Dt: 20-06-1994 of Secretary to Govt. (IFR), Inds & Comm (INF) Department, regarding the appointment of official Directors on the Board of APIIC.

5. PROGRESS REPORTS:

a) Engineering:

Note on Civil works including Deposit works.

Noted. The Chief Engineer explained the civil works undertaken by the Engineering Wing both corporation works and also deposit works.

The VC & MD was requested to circulate a brief note on the staff position of the Engineering Wing showing the details of the corporation employees as also the deputation officers vis-à-vis the civil works including the deposit works taken up by the corporation and pending as on 01-04-1994.

b) Development:

i) Sale of Plots / Sheds:

Noted. It was mentioned that the achievement could not be appreciated in the absence of the targets for the relevant period. The targets and achievements may be indicated in the report.

ii) Identification of Sites for location of IEs / IDAs:

On a point raised regarding the criteria adopted for selection of site for establishment of Industrial Estates, it was explained that the sites for location of IE / IDA are being finalized as per the site analysis report furnished by the Zonal Managers indicating the salient features of the proposed site and the demand established. It was felt that the Committee for selection of sites, which existed till a few years ago may be revived with suitable modifications.

iii) Execution of Sale Deeds:

Noted. It was mentioned that for the proper evaluation of the achievements it is necessary to indicate specific targets for the relevant period. The details of the eligible cases and the target fixed for execution of sale deeds may be indicated in the report the Board was informed that the place of execution of sale deeds will be improved during the current year.

c) Status Position of Audit of the Accounts.

Noted. It was observed that the finalization of accounts is in arrears and steps should be taken to expedite the finalization of the accounts.

d) Legal Cases pending in respect of allotments made to entrepreneurs for establishment of Industries.

Noted. It was suggested that efforts may be made to reduce the pendency of the legal cases. Out of Court settlements wherever possible should be considered for early disposal of the cases.

e) Land Acquisition / Alienation – Physical and Financial Targets.

Noted. It was suggested that the next Board Meeting may be fixed at Visakhapatnam to discuss and review the various land acquisition proposals in and around Visakhapatnam and to have a site inspection of the lands proposed for acquisition.

It was proposed that the corporation may prepare a perspective plan keeping in view the likely requirements of Industrial Infrastructure in the next 10 to 15 years.

As a part of the diversification of the activities of the corporation it was felt that the corporation may consider acquisition of suitable land (govt. or private) in the coastal region for the development of aquaculture in the State.

f) Review of collections from Estates:

Noted. The Board noted that the total collections of Rs. 14.03 crores during the year 1993-94 have exceeded revised estimates of Rs. 13.22 crores. It was however pointed out that the target once accepted should not be revised and every effort must be made to reach the Budget of Rs. 17.02 crores proposed for the year 1994-95.

g) Staff Position and Industrial Relations report to the Board covering the period from last Board Meeting to date.

Noted.

6. Allotment of Sheds to I.T.I - IE Tirupati.

The Board discussed the proposals as contained in the Agenda & Notes and ratified the action taken by the VC & MD in adopting the R & B method of calculating rentals and also not insisting upon the interest on the belated payments from the ITI as it is a Government Institution.

The Board further decided to calculate the rentals as per the R & B method for all departments of Government as and when they approach for allotments on lease basis and also not to charge interest on belated payments.

7. Fixation of cost of 'L' & 'M' Type Sheds at SEIE – Kattedan, Chandul Baradari Zone.

The Board discussed the proposals as contained in the Agenda & Notes and ratified the action taken by the VC & MD in having reduced the cost of 'L' & 'M' type of sheds at SEIE – Kattedan, in order to improve occupancy position. The Board noted that there is improvement in the filling up the vacancy in the estate, consequent on the reduction of the cost.

8. Commercial complex – Warangal – Fixation of rentals to the existing allottees.

The Board discussed the proposals as contained in the Agenda & Notes and ratified the action taken by the VC & MD in having reduced the rentals payable by the allottees of commercial complex at Warangal in order to settle the old pending cases.

9. Allotment of Bit of land measuring 287.75 Sq.mts. adjacent to Shed No.G1/B, at SEIE – Kattadan to M/S. Rajyalaxmi Trading Company.

The Board discussed the proposals as contained in the Agenda & Notes and ratified the action taken by the VC & MD in having restored the allotment without charging interest for the period of delay, in favour of M/s Rajyalaxmi Trading Company, as a special case.

10. M/s Sanjay Industries, Shed No. L-988, L-99 SEIE –Kattadan, reduction in interest rates.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to charge interest at 16% instead of 18% on the cost of the sheds L-98 & L-99, SEIE – Kattadan, from the date of allotment till the date of final payment on par with the package of concessions provided by the APSFC and SBI under revival of sick – units programme.

11. Export Promotion Industrial Park at Pashmylaram.

The Board discussed the proposals as contained in the Agenda & Notes a final decision on the proposal will be taken after examining the project report submitted by APITCO.

12. Integrated Infrastructure Development Centers.
Noted.

13. Establishment of Growth centers in Andhra Pradesh.
Noted.

14. Amounts due from M/s. Andhra Bank Financial Services Limited.
Noted. The Board was informed that the entire amount due from M/s. Andhra Bank Financial Services Limited is likely to be received before the end of the year.

15. Amount due from M/s Hyderabad Allwyn Limited.
Noted.

16. Bridge loan to M/s Nandyal Co-op Sugars Ltd., Nandyal – Kurnool District.

The Board discussed the proposals as contained in the Agenda & Notes and decided to request the government to impress upon the Sugar Factory to honour the commitment as per G.O.Ms.No. 5, Inds & Comm (S-11) Department, Dt: 05-01-1994.

17. Tenders accepted by VC & MD / Chief Engineer.

Noted.

18. Mini Power Generating Plants in Industrial Estates by Private Parties.

The Board discussed the proposals as contained in the Agenda & Notes and decided in principal for equity participation in the Mini Power Generating Plants promoted by Private parties, in Industrial Estate.

19. Revival of Vizianagarm Zone.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to revive the Vizianagaram Zone with Head Quarters at Vizianagaram instead of Visakhapatnam and the Growth Center Bobbili to be attached to the Vizianagaram Zone.

20. IE – Vikarabad – Shed No. E-6 M/s Venkateswara Engineering works.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided:

- a) To ratify the action taken by the VC & MD to waive 50% of the rental arrears as on 30-06-1990 amounting to Rs. 66,689.55 and collecting of the balance amount with interest from 01-07-1990.
- b) To ratify the action taken by the VC & MD to adopt a flat rate of Rs. 1.00 lakh (inclusive of land cost) instead of Rs. 1,48,029.00 (inclusive of land cost) which was arrived at as per SSR 1988-89.
- c) Not to collect Rs. 2000/- towards process for changes in the constitution of the firm, since the original proprietor has again become proprietor after dissolution of the partnership firm, which the corporation has not yet approved.
- d) To convert the allotment from lease to outright sale basis by collecting Rs. 100/- from the allottee (the process fee fixed at the time of conversion during 1988-89)

21. Water Supply Scheme for Industrial Area at Visakhapatnam.

Noted. A suggestion was made that the Yeluru Reservoir may be considered for development as a balancing reservoir by diverting Godavari water to Visakhapatnam. It was proposed that this suggestion should be kept in view while examining the economic viability and technical feasibility of the project.

The VC & MD was requested to examine the scheme and place the proposals before the Board for consideration.

22. Establishment of Thermal Power Plant at Visakhapatnam by Sri Thakur P.P.

The Board discussed the proposals as contained in the Agenda & Notes and deciding to agree in principle for the establishment of a Thermal Power Plant at Visakhapatnam under the Hungarian government loan of 200 million US Dollars with the approval of the government.

The VC & MD was requested to take speedy action.

23. Financial Assistance under German Credit.

Noted. It was decided that the matter may be pursued further and placed before the Board for consideration at an appropriate time.

24. Vacancy position of Undeveloped land / Developed Areas.

Noted.

25. Budget for the year 1994-95.

The Board discussed the proposals as contained in the Agenda & Notes and approved the Budget Estimates afore the year 1994-95.

Items considered with the permission of the chair.

26. Permission for holding meeting by the Employees Association.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided that the employees/employees Association should not hold any meetings in the premises of the corporation either during the office hours or out side office hours without the specific permission of the management.

27. Discipline to be observed by the staff and Employees Association – Representation from employees.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided that Employees / Employees Association should not approach any outside authority for redressal of their grievances and that they should represent and settle their grievances with the management only. Further the employees should submit any of their representations to the management through proper channel only.

VC & MD was requested to amend the staff regulations accordingly.

28. Transfer Policy.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to transfer the Employees, whose plots are transferable, on completion of 5 years, for smooth and efficient administration. Even otherwise also can be transferred earlier on administrative grounds.

29. Termination of the Services of the Employees.

The Board discussed the proposals as contained in the Agenda & Notes and the VC & MD was requested to implement the rules in the case of non performance indiscipline etc., as per Rule 16B of APIIC Staff Regulations Act.

30. Disposal of Files.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to review the performance of the supervisory officers and the employees working under him once in a month to improve the quality of work and smooth functioning of the corporation.

31. Land Acquisition.

The Board discussed the proposals as contained in the Agenda & Notes and VC & MD requested to address the government to issue necessary instructions to the District Collectors to alienate government land and give advance possession pending approval of the government (Revenue Department) and also suggest alternative methods of acquisition of land through negotiations, to reduce the process time.

32. Generation of Resources.

The Board discussed the proposals as contained in the Agenda & Notes and the VC & MD was requested to examine the possibility of diversifying the activities of the corporation in power plants and also taking up execution of major water supply scheme with the assistance of low interest bearing foreign aid at Visakhapatnam and other important IDAs.

33. Allotment of plots to the Kattedan Manufactures Association and the Local Entrepreneurs, demarcation of a piece of land for Temple purpose withdrawal of leased land to the Association.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided that the VC & MD may take appropriate action in the matter.

34. Re-deployment of the Zonal Manager at Suryapet in Nalgonda District.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to shift the post of project manager, Vemsoor to Nalgonda District with Head Quarters at Suryapet. He will be designated as Zonal Manager with Jurisdiction over Nalgonda and Khammam Districts by delinking the Khammam and Nalgonda Districts from Warangal and Jeedimetla zones respectively, by adjusting the available staff and without creating any additional posts for the new Zonal Managers office at Suryapet.

35. Marriage Advance:

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to enhance the amount of Marriage Advance to the corporation employees to bring on par with the government rules as follows:

Sl.No.	Scale of pay (Revised scales of pay 1993)	Female / Daughter of an employee	Male / son of an employee	Recovery in installments		Rate of Interest
				Prl	Int.	
1.	Below Rs. 1745/- to Rs. 3420/-	10,000/-	5,000/-	70	10	6.5%
2.	From Rs. 1745/- Rs. 3420-upto Rs. 2600 – 5580/-	20,000/-	10,000/-	70	10	7.5%
3.	Rs. 3110 – 6380 and above	20,000/-	10,000/-	70	10	8.5%

1. The above advance is effective from 23-06-1994.
2. Those who have already drawn shall not be eligible for any differential amount.
3. Other terms and conditions governing the sanction of Marriage Advance will remain unchanged.

36. Visit of the Directors to Maharashtra and Gujarat States.

Sri V. Palavelly suggested that a team of Directors on the Board may visit industrially advanced states like Gujarat and Maharashtra to study the Government policies on industrial development and the functioning of the corporations dealing with the infrastructure development in those states.

The proposal was discussed and it was to depute a team of the Directors to visit Maharashtra and Gujarat to study the government policies on industrial development and the functioning of the corporations dealing with infrastructure development in those states and suggested measures for speeding up the industrialization in the Andhra Pradesh State.

The Meeting terminates with the vote of thanks to the Chair.

Sd/-

V PURSHOTHAM REDDY
CHAIRMAN

MINUTES OF THE 106TH MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRURE CORPORATION LIMITED HELD ON FRIDAY, THE 2ND SEPTEMBER, 1994 AT 11.00 A.M, AT THE REGISTERED OFFICE OF THE COMPANY, HYDERABAD.

PRESENT:

- 1) Sri V. Purshotham Reddy, IAS : Chairman
- 2) Sri Bir Singh Parsheera, IAS : Vice Chairman & Managing Director
- 3) Sri P.V.Bhide, IAS : Director
- 4) Sri J.V. Pandurangam : Director
- 5) Sri K.V.Rao, IAS : Director
- 6) Sri P.C. Parakh, IAS : Director
- 7) Sri V. Palavelly : Director
- 8) Sri K.V.Ramanappa : Director
- 9) Smt. B. Vijaya Reddy : Director
- 10) Sri G. Mallikarjuna Rao : Director
- 11) Sri A. Narayana Reddy : Director
- 12) Sri S. Mayur Nath : Director

IN ATTENDANCE:

- 1) Sri A.Seetarama Sastry : Company Secretary
- 2) Sri B.V.Ramana Murthy : Chief General Manager
- 3) Sri P.Manjan Rao : Chief Engineer
- 4) Sri M. Raja Reddy : General Manager (Development)

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the Meeting due to their pre-occupation.

1. Sri J. Harinarayana, IAS : Director
2. Sri R.K. Khwaja, IAS : Director
3. Sri Md. Abdul Gafoor Saheb : Director

2. Confirmation of the Minutes of the 105th Board Meeting of the Board of Directors held on 23-06-1994 at 11:00 AM.

The minutes of the 105th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 23rd June, 1994 at 11:00 AM at the Registered Office of the company as circulated were confirmed.

3. PAPERS FOR PERUSAL:

The Board noted the following papers placed in the Meeting.

- i) Appointment of Auditors for the year 1991-92 & 1992-93.
- ii) Appointment of Auditors for the year 1993-94.

4. PROGRESS REPORTS:

- a) Legal cases pending in respect of allotment made to entrepreneurs for establishment of Industries.

Noted. It was observed that where the cases have been filed by the corporation would need close monitoring, as in such cases often huge amounts are involved. The Board desired that efforts should be made to settle the pending legal cases, out of the Court, wherever possible for their early disposal.

Regarding the appointment of the standing counsels, the Board was apprised that the standing counsels to the corporation are nominated by the Government and formal orders are issued by the corporation. This was discussed and the VC & MD was requested to address the Government for exemption from the above practice and permit the corporation to appoint the Standing counsels at various Districts depending on the need, by obtaining the penal of names from the Districts Judges.

- b) Land Acquisition / Alienation – Physical and Financial Targets.

Noted. It was suggested that action may be taken to process the Land Acquisition cases expeditiously.

- c) Staff position and Industrial Relations Report to the Board covering the period from last Board Meeting till date.

Noted.

- d) Cash Flow for 1994-95 up to 12/94.

The Board discussed projections of the cash in flow and out flow from August to December 1994. The Board observed that there is reduction in the cash flow and it was explained that the reduction in the closing balance is due to anticipated land compensation payment of the order of Rs. 28.00 cores during this period. It was also pointed out that the cash flow statement should be presented in a format which is more easily understandable.

- e) Review of collections from Estates.

Noted.

5. Action taken on the Minutes of the 105th Board Meeting held on 23-06-1994.

Noted. Regarding the Equity participation in joint sector projects with private parties, it was felt that the areas where the APIIC can participate in the Equity be identified and the projects submitted by the private parties be evaluated regarding the profitability and the security of equity investment made in such projects. It was clarified that the Articles of Association do not preclude from equity participation in Joint Venture and prior approval of the government is not necessary.

6. To take notice of disclosure of interest by Directors under Section 299(3) of the Companies Act., 1956.

Noted. The Board noted the General Notices given by the Directors under Section 299(3) of the Companies Act., 1956 in Form 24AA for the Financial Year 1994-95.

7. Convening of 21st Annual General Meeting as per the provisions of the Companies Act., 1956 to consider and approve Annual Accounts for the year 1993-94.

The Board decided to convene the 21st Annual General Meeting of the company on Tuesday, the 27th September 1994 at 3:00 PM at the Registered Office of the company to consider and approve the accounts for the year 1993-94.

The Company Secretary was authorised to sign and issue Notice on behalf of the Board in respect thereof as per the draft placed before the Board.

8. Commercial complex, Cuddapah – Allotment of Shops on Outright Sale Basis.

The Board discussed the proposals as contained in the Agenda & Notes and ratified the action taken by the VC & MD in allotting on Shop at CC-Cuddapah, to Sri K.V.Rao, an Ex-serviceman, on ORS basis as per the present SSR.

9. IDA-Nacharam – Allotment of land to M/s Poddar Projects Limited – Waiver of additional land cost.

The Board discussed the proposals as contained in the Agenda & Notes and decided to withdraw the demand raised for the payment of additional land cost at Rs. 2.50 per sq. yard for 3.62 Acres and interest accrued thereon as the land had been allotted by the Government before the corporation had come into existence.

10. Wood Complex, Nellore – Waiver of Penalty for restoration of allotment – waiver of legal charges and execution of sale deeds.

Noted.

11. AIE – Pedagantyada – Allotment of land to Sr. G. Malliah for establishment of Integrated Industrial Quick Freezing Plant – Reduction in land cost.

The Board discussed the proposals as contained in the Agenda & Notes and decided that the land be offered to the party at Rs. 75,000/- per acre limiting the extent of land to the actual requirements of the project. It was felt that the rate offered to the party should not be reduced further. The possession of the land may be given to the party only after completing all the formalities in connection with the allotment.

12. Handing over of Major Water Supply Scheme at Cuddapah to Municipality, Cuddapah.

The Board discussed the proposals as contained in the Agenda & Notes and ratified the action taken by the VC & MD in handing over the major water supply scheme at Cuddapah to Cuddapah Municipality as per the instructions of the government on 18-06-1994. However, it was felt that this item should have been brought before the Board when it met last in 23rd June, 1994.

13. Reconveyance of Acs. 13.20 etc., of land in Thungalam Village of Gajuwaka Mandal of Visakhapatnam District to M/s. Kumilingar plot Owners' Association, Thungalam, Visakhapatnam District.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided not to accept the request. The VC & MD was however, requested to re-examine the proposal keeping in view the various factors involved and placed the matter before the Board for consideration.

14. Growth Center Scheme – Formation of Subsidiary corporation to look after the affairs of Growth Centers and its implementation in the State.

The Board discussed the proposals as contained in the Agenda & Notes and it was felt that a separate subsidiary corporation to implement the Growth Center Scheme is not necessary. However, it was suggested that the VC & MD may take up an overall review of the scheme in consultation with the Secretary Industries and Commissioner of Industries keeping in view the participation of APIIC, in the project.

15. Allotment of plots/sheds to the entrepreneurs rules of approval of change in constitution Name and line of activity.

The Board discussed the proposals as contained in the Agenda & Notes and VC & MD was requested to re-examine the issue and prepare a comprehensive proposals with more detailed information, and place the same before the next Meeting of the Board. It was felt that the process fee proposed was very low and it should be linked to the cost of the land and the market price.

16. Execution of Sale Deeds in favour of allottees – Relaxation of Rules.

The Board discussed the proposals as contained in the Agenda & Notes and the VC & MD was requested to re-examine the issue with reference to the no.of cases eligible for execution of sale deeds, reasons for non-execution of sale deeds, along with other relevant information and place the matter before and Board at its next meeting.

17. Constitution of District Level Committee and State Level Committee for identification of sites for Industrial Estate / Industrial Development Areas in the State.

The Board discussed the proposals as contained in the Agenda & Notes and approved the constitution of the State Level and District level Committees for selection of sites for IEs / IDAs. It was however, decided that wherever possible, the non-official members of the Board should also be involved in these Committees.

18. Bridge loan to Nandyal Co-op Sugars Limited – Nandyal – Kurnool District.

The Board discussed the proposals as contained in the Agenda & Notes and the VC & MD was requested to take appropriate action in the matter.

19. Bridge loan – Khammam Solvent Oils Pvt Ltd – Khammam.

The Board discussed the proposals as contained in the Agenda & Notes and it was suggested that the VC & MD of APSFS & APIIC may discuss and decide the issue.

20. Special Grade Scheme to Employees.

The Board discussed the proposals as contained in the Agenda & Notes, it was pointed out that even though the corporation had adopted the scheme in 1985, a reference should have been made to the government after a G.O. had been issued on this subject in 1987.

21. To consider a note regarding extension of Special Grade Scale to the Cadre of Deputy Managers & Equivalent.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to defer the same.

22. Enhancement of Conveyance Allowance.

The Board discussed the proposals as contained in the Agenda & Notes and approved the enhancement of the conveyance advance limits to bring on par with government rules, as under with effect from 01-09-1994.

Eligibility	Amount of Advance Rs.	Period of Recovery	Rate of Interest
1. Motor car Basic pay of Rs. 5500/- and above	1,50,000 or (15) times of basic pay or cost of vehicle whichever is less	135 installments and interest in (65) installments.	8.50%
2. Motor cycle/Moped Basic pay of Rs. 1375/- to Rs. 2299/-	Rs. 9000/- or the cost of the vehicle which ever is less	80 installments & interest in (16) installments	7.50%
Basic pay of Rs. 2300/- and above	Rs. 20,000/- or the cost of the vehicle or (7) times of pay which ever is less	80 installments and interest in (16) installments	7.50%
3. Bicycle All employees	Rs. 1200/-	26 installments and interest in (4) installments	6.50%
4. Personal computer Advance Basic pay of Rs. 5500/- and above	Rs. 45,000/- or cost of the computer which ever is less	135 installments and interest (65) installments	8.50%

23. Enhancement of House Building Advance.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to adopt the enhanced limits of HBA to the employees on par with the government servants, as under with effect from 1st September, 1994.

Pay range as per PRC 1993	Enhanced ceiling rates (Rs. In lakhs)	Eligibility
1. HBA for construction of house/flat and ready built house/flat		
i) Basic pay upto Rs. 2750/-	1.25 or	60 times of basic pay whichever is less
ii) Basic pay above Rs. 2750/- and upto Rs. 4400/-	1.50 or	60 times of basic pay whichever is less
iii) Basic pay above Rs. 4400/- and upto Rs. 6420/-	1.75 or	60 times of basic pay whichever is less
iv) Basic pay above Rs. 6420/-	2.00 or	60 times of basic pay whichever is less
2. House repairs	0.60 or	15 times of basic pay whichever is less
3. House sites	0.35 or	7 times of basic pay whichever is less

The recovery of the above loans in respect of Principle and Interest is as under:

	Principle Installments	Interest Installments
H.B.A	192	48
Repairs	60	12
House Sites	50	10

24. Enhancement of Educational Concession.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to extend the benefit on par with the government rates by enhancing Rs. 100/- per annum per pupil employees who are in the scale of Rs. 2600-5580 and below towards reimbursement of tuition expenses uniformly for all classes i.e., LKG to Intermediate classes as in government. This facility will be restricted for the first two children of the employees.

25. Absorption of Sri Md. Muzafaruddin, surveyor, SS&LR Department, into the service of the corporation.

The Board discussed the proposals as contained in the Agenda & Notes and it was pointed out that it would constitute a separate cadre consisting of only one official, which will create difficulty for promotion etc., later on. It was therefore suggested that the corporation should continue taking surveyors on deputation until there is a justification for creation of a complete Survey Unit.

26. Reimbursement of medical expenditure – Special Sanction to employees.

The Board discussed the proposals as contained in the Agenda & Notes and ratified the action taken by VC & MD in having sanctioned a sum.

1. of Rs. 13,313.20 to Sri B Sriram Murthy, Dy.Manager (IA) retired for undergoing operation and
2. of Rs. 50,000/- as advance to Sri K.B. Sankara Kumar, Assistant, for undergoing operation.

The VC & MD was also authorised to allow the future claims on the basis of final bills to the submitted by Sri K.B.Sankara Kumar, Assistant.

It was suggested that the VC & MD may examine whether the Medical Insurance Schemes would be more beneficial.

27. Reimbursement of medical expenditure – special sanction to employees.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to sanction the reimbursement of medical expenses to certain employees amounting to Rs. 81,266.04.

28. Interest Rate Structure.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to revise the interest rates w.e.f 01-09-1994 as under:

a) For Outright sale transactions:		
(i) Upto one year	-	19%
(ii) Beyond one year	-	21%
b) For Hire Purchase Transactions:		
(i) To workout, HP installments	-	19%
(ii) Interest on defaulted payments of HP dues	-	21%
c) In case of allotments made on present market value basis, to arrive at the shed cost interest on the original cost of civil works for a period of 6 months has to be levied at	-	19%
d) On Rental arrears	-	17%
e) On Water charges dues	-	17%
f) To workout Economic Rentals	-	17%
g) On maintenance charges dues	-	17%
h) For fixation of land/shed cost	-	19%
i) Any other Head of accounts not specifically covered in the above categories	-	17%

The above rates may be regulated as follows:

1. All the allotments made on or after 01-09-1994 will be governed by the above rates.
2. The rates of interest charged for the allotments made prior to the above date (01-09-1994) will remain unaltered.
3. In cases of items D to I, the revised rates may be followed w.e.f. 01-09-1994 for the existing agreements subject to the limitations of documentation.

29. Providing water supply facilities to the Industries at Kakinada – Tapping 3.0 mgd of water from Samalkot Canal – Detailed investigations and preparation of detailed scheme – Awarding the work to M/s. Maruthi consultants Engineers and Builders, Tirupathi.

The Board discussed the proposals as contained in the Agenda & Notes and ratified the action entrusted the work relating to the preparation of a detailed scheme of tapping of 3.0 mgd of water at IDA – Kakinada (Essar lands) from Samalkot Canal to M/s Maruthi Consultants Engineers & Builders, Tirupathi for an amount of Rs. 4.90 lakhs, on availability of water should be ensured before proceeding with the execution of water supply scheme.

30. Progress Report on civil works including deposit works.

Noted.

31. Number of Sale Deeds – Executed since inception.

Noted.

32. Office Automation and information system in the corporation.

Noted.

33. Allotment of plots & sheds during the period from 01-04-1994 to 31-07-1994.

Noted.

34. Establishment of Thermal Power Plant at Bobbili in Vizianagaram District.

The Board discussed the proposals as contained in the Agenda & Notes and it was observed by one member that equity participation in such large projects may have implication on revenue receipts and liquidity position of the corporation. It was therefore, decided that the project should be evaluated with regard to the return on the corporation's investment in equity and it should also be ascertained that the APSEB has agreed for purchase of power from the project. It was brought to the notice of the Board that corporation participation in the Joint Venture is only land as equity. MD was requested to approach the concerned.

35. Study Tour of Board of Directors to Gujarat and Maharashtra States.

The report of the Directors deputed to study the industrially developed states of Gujarat and Maharashtra was circulated to the Board. The VC & MD was requested to examine the report and take suitable action in the matter.

36. Promotion of Sr. managers to next Scale of Pay.

The Board discussed the proposals as contained in the Agenda & Notes. It was brought to the notice of the Board in its 82nd Meeting, held on 04-04-1989 had decided that keeping in view the increase in the volumes of work in Engineering and Development Wings, 3 new posts of Superintending Engineers and 2 posts of Jr. GM(D) could be created. In the 83rd meeting, held on 29-05-1989, which approving the promotion of Sri Manajan Rao, as Superintending Engineer, the Board deferred the filling up the remaining posts for want of suitable candidates. Thereafter the matter was not taken to the Board until the June 1992, it was proposed to create an Intermediary cadre of

Sr. managers, which was approved by the Board in its 97th meeting. If the decision of the 82nd Board meeting to upgrade 3 posts to the level of Superintending Engineers and two posts to the level of Jr. GM(D) had been brought to the notice of the 97th Board meeting, the question of proposing upgradation to the posts to the intermediary level of Sr. manager, which does not exist in any Engineering organization, would not have arisen at all.

Some of the Board members, who had participated in the Board meeting in 1994, pointed out that the VC & MD had categorically stated that Sri Manjan Rao, is the senior most among the Engineers and his promotion as Chief Engineer will not have any repercussions among his colleagues. It was therefore decided that the entire issue may be examined comprehensively and if considered necessary, the matter may be brought before the Board.

The meeting terminated a vote of Thanks to the Chair.

**Sd/-
CHAIRMAN**

MINUTES OF THE 107TH MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRURE CORPORATION LIMITED HELD ON THURSDAY, THE 11TH NOVEMBER, 1994 AT 3.00 P.M, AT THE REGISTERED OFFICE OF THE COMPANY, HYDERABAD

PRESENT:

- 1) Sri V. Purshotham Reddy, IAS : Chairman
- 2) Sri Bir Singh Parsheera, IAS : Vice Chairman & Managing Director
- 3) Sri P.V.Bhide, IAS : Director
- 4) Sri R.H.Khwaja, IAS : Director
- 5) Sri K.V.Rao, IAS : Director
- 6) Sri P.C. Parakh, IAS : Director
- 7) Sri J. Harinarayanan, IAS : Director
- 8) Sri V. Palavelly : Director
- 9) Sri K.V.Ramanappa : Director
- 10) Smt. B. Vijaya Reddy : Director
- 11) Sri Mohd Abdul Gafoor Saheb : Director
- 12) Sri A. Narayana Reddy : Director
- 13) Sri S. Mayur Nath : Director

IN ATTENDANCE:

- 1) Sri A. Seetarama Sastry : Company Secretary

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the Meeting due to their pre-occupation.

1. Sri G. Mallikarjuna Rao : Director
2. Sri J.V.Pandurangan : Director

2. Confirmation of the Minutes of the 106th Board Meeting of the Board of Directors held on 02-09-1994 at 11:00 AM.

The minutes of the 106th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 2nd September, 1994 at 11:00 AM at the Registered Office of the company as circulated were confirmed.

3. PAPERS FOR PERUSAL:

The Board noted the following papers placed in the Meeting.

- (i) Lr. No. 811/PE.1/A1/94-1, Dt: 07.09.1994 of Commissioner (Pe) & EO Principal Secretary to Govt., GAD, Govt. of A.P., regarding the role of a Chairman & Directors / Nominee Directors on the Board of State Level Public Enterprises.
- (ii) G.O.Ms.No. 519, M.A., Dt: 21.09.1994 of Principal Secretary to Govt., Municipal Admin & Urban Dev. (J2) Dept., Govt. of A.P. in which notification was issue for publication in the extra ordinary issue of the Andhra Pradesh Gazettee, Dt:22-09-1994, regarding transfer of certain powers and functions of Municipalities to APIIC under the provisions of A.P. Municipalities Act., 1965.

4. PROGRESS REPORTS:

(a) Land Acquisition / Alienation:

Noted. It was suggested that the Commissioner of Industries may be involved in the selection of sites for the establishment of Industrial Estates / Industrial Development Areas so that the lands could be acquired at the places where there is a prospect of the entrepreneurs coming up in that area.

(b) Review of collections from Estates:

Noted.

(c) Staff position and Industrial Relations:

Noted. While noting the appointment of Sri M. Raja Reddy as Chief General Manager it was felt that in view of the A.P. (regulation of appointments to public services & rationlisation of Staff Pattern and pay structure) Act., 1994 and G.O. Ms. No. 232 General Administration (cabinet) Department, dated 05-05-1994, the creation of any post or upgradation of any post, whether the expenditure is under Non-plan or plan shall invariably be placed before the council of Ministers for prior approval and the posting of Sri M. Raja Reddy, Joint director (9) as Chief General Manager mounts to creation of the post and therefore required the approval of council of Ministers as there is no post of Chief General manger in the corporation against which Sri M. Raja Reddy may be shown. The Board, while resolving to create a post of Chief General Manager in the corporation to enable it to implement the Govt. order in question, decided that the Govt. may be addressed to seek confirmation whether prior approval of the council of Ministers was obtained before the issue of the G.O. to ensure that there is no violation of the provisions of the Act and the government instructions.

5. Report of the Statutory Auditors and comments of the Comptroller and Auditor General of India (C.A.G) on the Accounts of the corporation for the year ended 31-03-1991 and Replies of the corporation thereon.

The Board discussed the report of the Statutory Auditors and the replies of the corporation on the reservations of the Statutory Auditors.

The Board noted in Review Report on the accounts of the corporation for the year ended 31st March, 1991, by the Comptroller and Auditor General of India.

6. Directors' Report for the year 1990-91 to be placed before the Board and Annual General Meeting.

The Board discussed the proposals as contained in the Agenda & Notes and approved the draft Director's Report on the Accounts of the corporation for the year ended 31st March, 1991 and directed to be issued to the Members. The Chairman was authorised to sign the Directors' Report and any addendum thereto on behalf of the Board.

7. Convening of the Adjourned 18th Annual General Meeting.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to convene the Adjourned 18th Annual General Meeting of the company, to consider and approve the accounts along with the Directors' and Auditors' Reports on Thursday the 15th December, 1994 at 3:00 PM at the Registered office of the company. The draft notice for the Adjourned Annual General Meeting was approved and the Company Secretary was authorised to sign and issue the notice on behalf of the Board.

8. Transfer of certain powers and functions of Municipalities to corporation.

The Board noted the progress made by the corporation in the implementation of the powers and functions of the Municipalities in the Industrial Areas delegated through G.O. Ms. No. 519 M.A & U.D (J2) Dept Dt:21-09-1994 to APIIC.

9. Delegation of powers to Vice Chairman & Managing Director to nominate officers to exercise powers / functions of local Authorities under the A.P. Municipalities Act., 1965.

The Board discussed the proposals as contained in the Agenda & Notes and decided to authorize the VC & MD to appoint / nominate the officers of the corporation suitably to act / discharge such powers / functions delegated to APIIC under the A.P. Municipalities Act., 1965 in respect of the Industrial Area falling within the limits of the Municipalities with further power to Sub-delegate to the officers of the corporation as may be necessary from time to time.

Further, the Vice Chairman and Managing Director was also authorised to get delegation of powers to such officers in the matter of the local authority under the A.P. Municipalities Act., 1965 published in District Gazettes, A.P. Gazette, News papers etc., as may be felt necessary, from time to time.

10. Assignment of preparation of perspective corporate plan for APIIC to M/s Sathguru Management Consultants Pvt. Ltd.

The Board discussed the proposals as contained in the Agenda & Notes and constituted a Committee consisting of the following Directors to finalize the assignment

or the preparation of a perspective plan for APIIC and fix the remuneration payable to the consultants for the purpose.

1. Sri P.C. Parakh, IAS
2. Sri J. Harinarayana, IAS
3. Sri Bir Singh Parsheera, IAS

11. Providing water supply facilities to the industries in and around Vizag – Tapping 15 mgd of water from Sarda River Basin – Entrustment of preparation of Project Report to Consultants.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to entrust the consultancy work to M/s. Maruthi Consultants, Tirupati, at a value of Rs. 19.00 lakhs to carry out necessary field investigations and preparation of a Project Report for creating adequate source in Sarada River Basin to supply 15 mgd of water for Industrial use at Parwada near Visakhapatnam.

12. Foreign financial assistance for the project of APIIC.

The Board discussed the proposals as contained in the Agenda & Notes and decided in principle to send a few project profiles as mentioned in the Agenda & Notes to M/s. Tech Consultants, USA for financial assistance. Since the Ministry of Economic Affairs as monitoring all such projects, it was decided that the in Principle clearance may be obtained from the Ministry before proceeding further in the matter.

13. Establishment of Mini Power Plant Diesel Power Technology – 12 MW by M/s. Green view Power Projects Limited.

The Board discussed the proposals as contained in the Agenda & Notes and the VC & MD was requested to finalize the issue in regard to allotment of land to the extent of 13.00 Acres costing about Rs. 21.04 lakhs either by way of Equity or sale.

14. Note on Growth Centers.

Noted.

15. Establishment of Export Promotion Industrial Parks (EPIPs).

Noted. The proposals for the EPIP at Pashamylaram were submitted to the Government of India and are being followed up for early sanction.

16. Integrated Infrastructure Development Centers.

Noted.

17. Establishment of Floriculture Park.

The Board discussed the proposals as contained in the Agenda & Notes and agreed in principle to develop a Floriculture Park near Hyderabad, under the technical guidance of the Horticulture Department as part of its diversified functions. The VC &

MD was requested to take necessary action to identify suitable land having adequate water supply for the Development of the Park.

18. Setting up of State Guest House Complex and Eporia at Vashi in New Bombay.

The Board discussed the proposals as contained in the Agenda & Notes and approved to incur an expenditure of Rs. 50.00 lakhs towards the acquisition of a site at Vashi, New Bombay and construct a Guest House Complex and Emporia of A.P. State Government by pooling funds from all the corporations as per the directions of the government.

19. Legal cases pending in respect of allotments of sheds / plots to entrepreneurs in Andhra Pradesh.

Noted. The VC & MD was requested to furnish details of the cases pending in various courts in the next meeting.

20. Declaration of Probation of Sri P. Manjan Rao in the cadre of Chief Engineer.

The Board discussed the proposals as contained in the Agenda & Notes and approved to declare his probation.

21. Reimbursement of medical expenses Special sanction to the employees.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided the sanction reimbursement of medical expenses amounting to Rs. 43,141.38 to the employees mentioned in the note.

22. Proposal for setting up Electronic Technology Park at IDA, Patancheru in a Joint Venture with APIIC by Lite Crete construction company (P) Ltd.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided in principle to accept the proposal of setting up a Joint Venture with Sri A.K. Sagar of M/s. Lite crete constructions (P) Ltd., for the development of an Electronic park in the 25 Acres of land owned by them together with 85 acres of disputed land. The VC & MD was requested to take necessary action to finalize the detailed proposals and place the same before the Board for its consideration.

23. Establishment of Thermal Power Plant at Bobbili.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to take up the matter with the Government in Investment Promotion cell (IPC) for re-consideration of the matter.

24. Sanction of additional charge allowance to Sri B.V. Raman Murthy, Chief General Manager for having held the charge of the post of General Manager (P&L).

The Board discussed the proposals as contained in the Agenda & Notes and approved the continuance of the post of General Manager (P&L) up to 30-08-1994.

25. For re conveyance of Acs 13.20 etc., of land in Thungalam Village of Gajuwaka Mandal of Visakhapatnam to M/s Kumilingar Plot owner's Association, Thungalam, Visakhapatnam.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided that since the title was not passed on the corporation, the land may be surrendered to the Government for taking necessary action.

26. Development of IDA through Private Sector Participation.

The Board discussed the proposals as contained in the Agenda & Notes and it was agreed in Principle for the Private Sector Participation in the development of Industrial Areas, VC & MD was authorised to discuss the matter with the prospective parties for development of Industrial Development Areas on Joint Venture basis. The detailed proposals may be placed before the Board after examination.

27. To take notice of disclosure of interest by Directors under section 299 (3) of the Companies Act., 1956.

Noted.

28. Voluntary Retirement Scheme proposed for the employees of A.P. Industrial Infrastructure Corporation Limited.

The Board discussed the proposals as contained in the Agenda & Notes and approve the same.

29. Request from officers for Promotion Absorption.

The Board was informed about the request of Sri Raja Reddy CGM(D) for absorption in the corporation and requests of Shri Ramana Murthy, CGM(F) for promotion as Executive Director and also request on behalf of Shri Shastri, Company Secretary for promotion. It was decided that these proposals may be placed before the Board in the next meeting.

The Meeting terminated with a vote of Thanks to the Chair.

Sd/-
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 108th MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON WEDNESSDAY, 25TH JANUARY, 1995 AT 2:30 PM AT THE REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- | | | | |
|----|------------------------------|----|---------------|
| 1. | Sri Bir Singh Parsheera, IAS | :: | Chairman & MD |
| 2. | Sri P C Parakh, IAS | :: | Director |
| 3. | Sri R H Khjwa, IAS | :: | Director |
| 4. | Sri J Pandurangam | :: | Director |
| 5. | Sri V Palavelly | :: | Director |
| 6. | Sri K V Ramanappa | :: | Director |
| 7. | Sri S Mayur Nath | :: | Director |
| 8. | Sri A Narayana Reddy | :: | Director |
| 9. | Smt.B Vijaya Reddy | :: | Director |

IN ATTENDANCE:

- | | | |
|------------------------|----|-------------------|
| Sri A Seetarama Sastry | :: | Company Secretary |
|------------------------|----|-------------------|
-

VC & MD brought to the notice of the Board the orders of the Government in Lr.No.3/INF/95-1, dt.25-1-1995 of Industries & Commerce (INF) Department regarding the authorization to the VC & MD to discharge the functions of the Chairman till a regular Chairman is nominated by the Honorable Chief Minister. The VC & MD occupied the Chair and conducted the Meeting.

The Chairman informed the Board that Sri V Purshotham Reddy, Chairman, Sri Mohd.Abdul Gafoor Saheb, Director, Sri G Mallikharjuna Rao, Director, resigned from the Directorship of the Voard of APIIC LIMITED.

1. Leave of Absence:

Leave of absence was granted to the following Directors who could not attend the Meeting due to their pre occupation.

1. Sri J Harinarayan, IAS :: Director
2. Sri P V Bidhe, IAS :: Director
3. Sri K V Rao, IAS :: Director

2. Confirmation of the Minutes of the 107th Board Meeting held on 11-11-1994 at 3-00 PM.

The Minutes of the 107th Meeting of the Board of Directors of APIIC Ltd. held on Thursday, the 11th November, 1994 at 3-00 PM at the Registered Office of the Company as circulated were confirmed.

3. Integrated Infrastructure Development Centers:

The Board noted the progress made on the Integrated Infrastructure Development Centers proposed at Udumulapuram near Nandyal, Kurnool District, Nellorepalem of Atmakur Mandal, Nellore District, and Rampur/Madikonda in Warangal District.

The Board discussed the proposals as contained in the Agenda & Notes regarding Integrated Infrastructure Development Centre at Udumulapuram near Nandyal, and it was decided to accept and avail the term loan from SIDBI for the Nandyal project. The draft agreement and the draft resolutions as proposed by the SIDBI are approved and Sri P C Parakh in addition to VC & MD was authorized to sign the loan document and other documents required for the drawl of the loan form SIDBI.

The VC & MD requested to discuss the conditions of sanction of loan with the SIDBI and finalize the same.

The Board also authorized affixing of common seal of the company on the loan agreement and other documents to be signed with the SIDBI in connection with the term loan, in the presence of the following.

1. Sri Bir Singh Parshera, C & MD
2. Sri P C Parakh, Director

and the Secretary was also authorized to counter sign the same in token thereof and send the same to the officials of the SIDBI.

The Chairman informed the Board that arrangements have since been made with Small Industries Development Bank of India (SIDBI) for financial assistance for setting up of Integrated Infrastructure development Center by Company at Udumulapuram, Nandyal and that SIDBI has greed, in principle, to grant to the

Company rupee term loan not exceeding Rs.147 lakhs (Rupees one Hundred and Forty Seven Lakhs only).

After some discussion, the following resolutions were passed.

RESOLVED:

1. That the company do accept the offer of SIDBI to grant to the Company rupee term loan not exceeding Rs.147 lakh (Rupees One Hundred Forty Seven Lakh only) (hereinafter referred to as 'the said term loan' under the scheme of terms and conditions; contained in the Letter of Intent No. HO.5982/PFD/IID received from SIDBI (a copy whereof duly signed by the Chairman for the purpose of identification had been circulated to the Board/ placed on the table of the meeting)
2. THAT the following Directors, viz., Sri Bir Singh Parsheera and Sri P C Parakh be and are hereby authorized severally to convey to SIDBI acceptance of the Company of conditions contained in their letter of intent referred to above and agree to such changes and modifications in the said terms and conditions as may be suggested and acceptable to SIDBI from time to time and to execute such deeds, documents and other writings as may be necessary or required for this purpose.
3. THAT the Company do borrow from SIDBI the said term loan not exceeding Rs.147 lakhs (Rupees one Hundred Forty Seven Lakhs only), on the terms and conditions set out in the General Conditions applicable to assistance provided by SIDBI (hereinafter referred to as the 'General Conditions') and in the Standard form of Loan Agreement for rupee term loan in addition to the special terms and conditions mentioned in the letter of intent No.HO.5982/PFD(IID) dated 26-12-1994 received from SIDBI (copies of whereof duly signed by the Chairman of the Board of Directors for purpose of identification have been circulated to the Board/placed on the table at the meeting) and also avail of interim disbursement (s) from time to time as may be allowed by SIDBI.
4. THAT the aforesaid Standard Form of Loan Agreement be and is hereby approved and the following directors viz., Sri Bir Singh Parsheera, Sri P C Parakh, be and are hereby authorized to accept on behalf of the Company

such modifications therein as may be acceptable to SIDBI and finalize the same.

5. THAT the Common Seal of the Company be affixed to the stamped engrossment (s) in duplicate of the Loan Agreement as per the Standard form with such modifications as may be agreed to between SIDBI and the Company in the presence of any ONE of the following directors viz., Sri Bir Singh Parsheera, and Sri P C Parakh, who shall sign the same in token thereof.
6. THAT the Company shall execute the Loan Agreement relating to the above facilities within the period stipulated by SIDBI and conditions being that till such Agreement is executed, there is no binding obligation or commitment on the part of SIDBI to advance any money or incur any obligation there under.
7. THAT as stipulated by SIDBI, the Company do request Sri Bir Singh Parsheera to execute a Guarantee in favour of the loan of Rs.147 (Rupees one Hundred Forty Seven Lakhs only) sanctioned to the Company to SIDBI under the Loan Agreement entered/ to be entered into between the Company and SIDBI. The Guarantee may be executed in such form and manner as may be required by SIDBI.
8. THAT standards forms of the following documents namely:-
 - i) Deed of Hypothecation
 - ii) Undertaking of overrun

duly initiated by the Chairman for purposed of identification, and placed before the meeting be and are hereby approved and that Sri Bir Singh Parsheera and Sri P C Parakh, Directors of the Company be and are hereby severally authorized to finalize, on behalf of the Company, the said documents and also to approve and finalize such other deeds, documents and writings as may be required by SIDBI, in connection with the said term loan.

9. THAT Common Seal of the Company be affixed to the Stamp engrossment of the Deed of Hypothecation and to such other documents as may be required to be executed under the Common Seal of the Company in favour of SIDBI to secure the said term loan in the presence of any ONE of the following Directors viz., Sri Bir Singh Parsheera, and Sri P C Parakh, who shall sign the same in token thereof.

10. THAT Sri Bir Singh Parsheera and Sri P C Parakh, Directors of the Company be and are hereby severally authorized to accept amendments to such executed Loan Agreement, Deed of Hypothecation and other documents as and when become necessary and to sign letter (s) undertakings /declarations, agreements and other papers which the Company may be required to sign for availing of the said term loan and, if so required, the Common Seal of the Company be affixed thereof in the presence of any ONE of the Directors, who shall sign the same in token thereof Andhra Pradesh Industrial Infrastructure Corporation Ltd. as required by the Articles of Association of the Company.

4. Development of IDA Ph.III at Pashamylaram under finance from SIDBI.

Noted. The Board discussed the proposals as contained in the Agenda & Notes and it was felt that the rate of interest proposed on the loan may be negotiated by the VC & MD and also to explore the possibilities of securing the funds at lower cost from any other source, including raising funds through issue of Debenture Bonds and the capital market. The Chairman was also requested to negotiate and finalize the rate of interest with the SIDBI for the loan proposed by them.

The Commissioner of Industries has suggested to examine the possibilities of establishment of a captive power plant in the IDA Pashamylaram as a part of the total Development of IDA.

5. Export Promotion Industrial Park

The Board noted that the Government of India has cleared the setting up of an Export Promotion Industrial Park at Pashamyram, Medak District for central assistance under the EPIP. Central Grant Scheme to the extent of 75% of the infrastructural Development cost, excluding the cost of land, was sanctioned. The Board noted the progress made on the project.

6. Providing Modern Telecom Facilities at Industrial Development Area through private sector participation.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to entrust the work of telecom facilities to M/s APEL Radio Communication (P) Ltd. at Pashamylaram. The Board also agreed in principle for equity participation in the Joint Venture Company proposed to be floated for the purpose by the Co-Promoter.

The Board authorized to VC & MD to have further consultation with the Co-Promoter and finalize the MOU with them.

7. Development of Industrial Development Area, Parawada, Visakhapatnam through Private Sector participation.

The Board discussed the proposals as contained in the Agenda & Notes and decided to approve in principle the proposed joint venture project and constitute a Committee of the Board with the following Directors to have further consultation with the Co-Promoter and finalize the MOU.

1. Chairman & Managing Director
2. Sri P C Parakh, Commissioner of Industries
3. Sri P V Bhide

8. Establishment of 210 MW Coal based thermal power Project Growth Centre, Bobbili by M/s. Pan Power Corporation (India) Ltd. Hyderabad.

The Board discussed the proposals as contained in the Agenda & Notes and approved in principle the proposals of providing land in the form of equity participation for the project. It was felt that APSEB may also be involved in all power projects being considered for participation in Equity, as ultimately APSEB is the buyer for purchase of electricity to the grid.

The VC & MD was requested to refer the proposal to the Committee constituted by the Government in the Energy Department for further examination of the project.

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

Sd/-
CHAIRMAN

MINUTES OF THE PROCEEDINGS OF THE 109th MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON FRIDAY, 30TH JUNE, 1995 AT 11:00 AM AT THE REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Sri Paturu Rama Rao, IAS : Chairman
- 2) Sri Bir Singh Parsheera, IAS : Vice Chairman & Managing Director
- 3) Sri C.K. Rao, IAS : Director
- 4) Sri K. Krishnam Raju, IAS : Director
- 5) Sri P. Narothama Rao, IAS : Director

IN ATTENDANCE:

- 1) Sri B.V. Ramana Murthy : Chief General Manager (F)
- 2) Sri A. Ramulu : General Manager (R&L)
- 3) Sri P. Panduranga Rao : Chief Engineer
- 4) Sri A.Seetarama Sastry : Company Secretary

The Chairman while welcoming the Directors observed that as all of them have rich experience he would appreciate their contributions towards shaping the policies of the corporation and he would expect that all the Directors would lend their support for achieving the objectives of the corporation, keeping in view the liberalization policies of the Government for industrial development.

Vice Chairman & Managing Director welcomed the Chairman and the other Directors on the Board of Directors of the Andhra Pradesh Industrial Infrastructure Corporation Limited and observed that he was looking forward for the counsel and co-operation in formulating the policies and plan of action of the corporation.

The Vice Chairman & Managing Director explained the objectives, achievements and the working of the corporation. The HODs of the corporation were introduced to the Board of Directors. The Vice Chairman & Managing Director also explained the plan of future action for the developmental activities of the corporation keeping in view of the latest thinking of the government in inviting Private Sector in the fields of Infrastructure Development for speedy industrialization of the state.

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the Meeting due to their pre-occupation.

1. Sri P. Vengala Rao : Director
2. Sri C.C. Reddy : Director
3. Sri V. Prabhu Kishore : Director

2. Confirmation of the Minutes of the 108th Board Meeting of the Board of Directors held on 25-01-1995 at 02:30 PM.

The minutes of the 108th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 25th January, 1995 at 02:30 PM at the Registered Office of the company as circulated were confirmed.

3. PAPERS FOR PERUSAL:

The following papers placed before the Board for perusal were noted.

- a) Lr. No. 930/IP/A1/94-1, Dt. 12-09-1994 of Secretary to Government (IPR), Industries & Commerce (IP) Department, regarding sending of Agenda notes of the Board Meeting at least one week in advance to the Directors and government.
- b) Lr. No. 3/INF/95-1, Dt. 04-01-1995 of the Secretary to Government, Industries & Commerce (INF) Dept., regarding acceptance of the resignation of Sri V. Purushotham Reddy, chairman of APIIC by the government.
- c) Lr. Dt. 15-12-94 of Sri M. Abdul Gafoor, Director of APIIC Ltd., regarding his resignation from the Board of APIIC Ltd.
- d) Lr. Dt. 05-01-1995 of Sri G. Mallikarjun Rao, Director of APIIC Ltd., regarding his resignation from the Board of APIIC Ltd.
- e) Lr. No. 1415/PE-11/A2/24, Dt. 17-01-1995 of the Spl. Secretary to Govt. General Admin (PE-11) Dept., regarding sending of Agenda & Notes papers 10 days in advance as per guide lines – Instructions – reiterated.
- f) Lr. No. 68/PE11/A2/95-1, Dt. 24-01-1995 of the Secretary to Govt., General Admin(PE-11) Dept., regarding guidelines to sending the Agenda & Notes.
- g) Lr. Dt. 11-02-1995 of Sri A. Narayana Reddy, Director of APIIC regarding his resignation from the Board of APIIC Ltd.
- h) Lr. Dt. 13-02-1995 of Sri V. Palavelly, Director of APIIC regarding his resignation from the Board of APIIC Ltd.
- i) Lr. Dt. 24-02-1995 of Smt. B.Vijaya Reddy, Director of APIIC Ltd., regarding his resignation from the Board of APIIC Ltd.
- j) Lr. No.3/INF/95, Dt. 06-03-1995 of Joint Secretary to Govt. Industries & Commerce (INF) Dept., regarding resignations acceptance of Sri M.Abdul Gafoor Saheb and Sri G.Mallikarjuna Rao, Non official Directors by the government.
- k) Lr. Dt. 19-03-1995 of Sri S. Mayurnath, Director, APIIC Ltd., regarding his resignation from the Board of APIIC Ltd.

- 1) G.O. Rt. No. 517, Dt. 22-06-1995 of Principal Secretary to Govt., & Commissioner for Industrial Promotion, Industries & Commerce (INF) Dept., regarding appointment of Chairman and Directors on the Board of APIIC Ltd.
4. Action taken on the Minutes of the 106th Board Meeting held on 02-09-1994 at 11:00 AM.
Noted.
5. Action taken on the Minutes of the 107th Board Meeting held on 11-11-1994 at 3:00 PM.
Noted.
6. Action taken on the Minutes of the 108th Board Meeting held on 25-01-1995 at 2:30 PM.
Noted.
7. Transfer of Equity Shares.
The Board discussed the proposals as contained in the Agenda & Notes and approved the transfer of shares in favour of the following officers as per the orders of the government.
 - a) Sri K. Appala Narasimham, Asst. Secretary to Govt., Inds & Comm., Dept.
In place of Sri P. Satyanarayana Murthy (Transferred)
 - b) Sri Ch. Srirama Murthy, Asst. Secretary to Govt. Inds & Comm Dept.
In place of Sri M. Suryanarayana (Expired)
 - c) Sri P. Rama Krishna, Section officer Inds & Comm., Dept.
In place of Sri B. Satyanarayana Murthy (Transferred)The Company Secretary was authorised to take further action as required to affect the transfers in the books of the company.
8. Establishment of “Information Technology” park at Madhapur, Hyderabad
The Board noted the progress made in the establishment of Information Technology park at Madhapur.
9. Setting up of Textile City / Garment near Hyderabad.
The Board noted the progress made in the setting up Textile City / Garment park near Hyderabad.
10. Establishment of Mini Power Plant M/s. Greenview Power Project Limited.

The Board noted the progress made in the establishment of Mini Power Plants Promoted by Private parties in the industrial area at Nandyal.

11. Joint Venture with M/s. Western India Services and Estates Limited or the development of Estates for the development of Integrated Industrial Township at Parwada Mandal, Viskhapatnam District.

The Board noted the progress made in the Joint Venture with M/s. Western India Services and Estates Limited for the development of Integrated Industrial Township at Parwada Mandal, Visakhapatnam District.

12. Budget for the year 1995-96.

The Board discussed the revised Budget Estimates for the year 1994-95 and Budget Estimates for the year 1995-96 and approved the same. However, the Directors were requested to send their views on the Budget for discussion in the next meeting.

13. Setting up of Mini Power Plants in Industrial Estates.

The Board noted the progress made in the setting up of Mini Power Plants in Industrial Estates.

14. Report of the Committee for Re-structuring of State level Public Enterprises.

The Board noted the Report of the committee for Re-Structuring of State Level Public Enterprises and the progress made in the implementation of the recommendations of the committee.

The Chairman observed that aggressive marketing strategies have to be worked out to invite prospective entrepreneurs to our state through the ad-media.

The meeting terminated with a vote of thanks to the chair.

Sd/-
CHAIRMAN

MINUTES OF THE PROCEEDINGS OF THE 110th MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON 30TH SEPTEMBER, 1995 AT 12:00 NOON AT THE REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Dr. N. Jayaprakash Narayan, IAS: Vice Chairman & Managing Director
- 3) Sri P.C.Parakh, IAS : Director
- 4) Sri V.P. Jauhari, IAS : Director
- 5) Sri R.P. Singh IAS : Director

SPECIAL INVITEE:

Sri N.K. Prasad, IAS : Executive Director

IN ATTENDANCE:

- 1) Sri B.V. Ramana Murthy : Chief General Manager (F)
- 2) Sri P. Manjan Rao : Chief Engineer
- 3) Sri A.Seetarama Sastry : Company Secretary

As the government has not appointed the Chairman, the Vice Chairman & Managing Director chaired the meeting and conducted the proceedings. The Board noted the appointment of Dr. N. Jayaprakash Narayan as Vice-Chairman & Managing Director of Andhra Pradesh Industrial Infrastructure Corporation Limited.

The Chairman while welcoming the Directors observed that in the age of economic liberalization and rapid industrialization the corporation needs the guidance counsel and cooperation of the Board for achieving its objectives in implementing the Government Policies.

In the light of the economic liberalization and rapid industrialization, accepting the vital role of the corporation in creating the adequate high quality infrastructure needed for setting up of the industries, Vice Chairman & Managing Director proposed that the development of infrastructure may be taken up in areas or places with immense potential for growth.

These projects should be chosen with great care, keeping in view the State Governments own plans and proposals and the natural or demographic advantages. In particular the potential for development of minor ports, new power plants and larger industrial water projects must be kept in mind, and APIIC infrastructure projects must be totally integrated with them.

So far, the corporation has developed over the years, 217 estates well-spread out throughout the state. The results have been mixed at best. It is vital that we concentrate our future efforts to a few pockets of real potential, instead of attempting artificially industrialization every where in the name of balanced development. Once the #licenseraj is dismantled, it is clear that entrepreneurs cannot be compelled to go to any place. Industry will come up wherever it is most advantageous or profitable.

APIIC should provide high-quality package of services in real time, instead of merely acquiring and selling land. Land development including storm water drainage, sewerage, good quality roads, land power distribution net work, telecommunications adequate and good quality water and effluent management must all be offered as a package.

After a detailed discussion, the Board resolved that future efforts must be concentrated on the following lines:

1. Vizag – Kakinada zone with ports, power plants, water availability and good hinterland has tremendous potential for full industrialization. APIIC must prepare suitable projects with expert guidance and implement them.
2. Krishnapatnam Port : With availability of a lot of land, a good port potential, investment in power plants, Refineries and Fertilizer plants and good water availability has excellent potential. A suitable project must be prepared and implemented in coordination with private sector.
3. Hyderabad – Nagarjunasagar – Miryalaguda belt has enormous advantages including proximity to Hyderabad, access to water from Nagarjunasagar / Krishna/ Musi rivers, availability of minerals and transport facilities, suitable locations must be identified for industrial promotion and infrastructure developed with private participation if necessary.
4. State Government proposes large scale development of horticulture in Telugu Ganga Project ayacut area. This zone will be ideally suited for food processing. Necessary infrastructure must be provided in the area.
5. Theme Parks / Estates must be developed to attract Software Technology, apparel export units, tanneries and finished leather goods. Wherever necessary, Joint Venture projects should be taken up speedily. Total services and infrastructure should be provided to facilitate exporters establishing their units.

In order to fulfill the above objectives it was felt that services of known experts should be utilized for identifying or implementing projects. In particular, Port City / Satellite City development, industrial water projects and pollution control strategies require the guidance of known experts. The Board authorised the MD to engage the services of suitable experts accordingly.

In the first instance, it was felt that the services of Sri K. Sreeramakrishna formerly advisor to State Government, would be invaluable in taking up industrial water schemes. The Board has therefore resolved unanimously to authorise the MD to engage his services on mutually acceptable terms.

The Board discussed the above proposals and decided as follows:

1. To take up identification of larger chunks of land near the Ports at Visakhapatnam – Kakinada Zone and Krishnapatnam and surrounding areas keeping in view the Port area development.
2. To identify large chunks of land at Hyderabad – Nagarjunasagar Zone.
3. To Take up major water supply schemes at Visakhapatnam and Krishnapatnam and Hyderabad – Nagarjunasagar by adopting area development approach and ensure returns both to the corporation and also to Government on the investments being made.
4. To study the land use pattern for the Port area development if necessary by construction of a Committee and prepare proposals for the identification and local of the port based industries near port areas and non port based industries in the interior parts of the port areas.
5. Similar facilities for Telecommunications also may be made available in the area development for the beneficial use of the Entrepreneurs.

1. Leave of Absence:

Leave of absence was granted to the following Directors who could not attend the meeting due to their pre-occupation.

1. Sri A.K. Kutty
2. Sri M.K.R. Vinayak

2. Confirmation of the Minutes of the 109th Board Meeting held on 30-06-1995 at 11:00 AM.

The Minutes of the 109th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on Friday, 30th June, 1995 at 11:00 AM at the Registered office of the company as circulated were confirmed.

3. Action taken on the Minutes of the 109th Board Meeting held on 30-06-1995 at 11:00 AM.

Noted.

4. Progress Reports:

- a) Staff position & Industrial relations:
Noted.

b) Legal cases pending in various states:

Noted.

c) Collection from Estates and targets:

Noted.

d) Finalisation of Accounts:

Noted. The Board noted that preparation of Annual Accounts is delayed abnormally. The Board resolved that all efforts should be made to finalise accounts upto 1994-95 by December, 1995.

e) Land Acquisition / Alienation.

Noted.

f) Details of allotment & Execution of Sale Deeds.

Noted.

5 & 39. To take notice of disclosure of interest by Directors under section 299 (3) of the Companies Act.

Noted and recorded. The Board noted the general notices given by the Directors under Section 299(3) for the financial year 1995-96.

6 & 37. Convening of 22nd Annual General Meeting as per the provisions of the Companies Act., 1956 to consider and approve Annual Accounts for the year 1994-95.

The resolution obtained in circulation regarding convening of the 22nd Annual General Meeting of the Shareholders to be held on Saturday, the 30th September, 1995 at 4:00 PM at the Registered office of the company to consider and approve the accounts for the year 1994-95 as per the provisions of the Companies Act., was confirmed.

7. Restructuring of APIIC Limited.

Noted. The VC & MD informed the Board that he would study the restructuring proposals of the State Level Public Enterprises and bring the matter before the Board at its next meeting.

8. Concept papers on Joint Ventures with APIIC.

Noted.

9. Status Report on Local Authority Functions.

The Board noted the progress made on the Local Authority functions.

It was felt that the main objective of the corporation is creation and development of infrastructure and the maintenance of such infrastructure is the responsibility of the local bodies. The maintenance of the estates has to be taken on the notified area concept instead of exercising the functions as Local Authority, keeping in view the latest amendments to the Constitution of India

regarding Nagarpalika System. However the VC & MD Director was requested to take up the matter with the Government suitably.

10. Participation in COMDES/FALL' 95 at LAS VAGAS by APIIC and M/s Reliance Industries Jointly.

This item was deferred for consideration in the next meeting.

11. M/s. Sri Shakti LPG Ltd., allotment of land at IDA – Kakinada – withdrawal of request and referred of payments made with interest.

This item was deferred for consideration in the next meeting.

12. Reduction in cost of Sheds at IE – Tadipatri.

The action taken by the Vice Chairman & Managing Director for having fixed the Shed cost at Rs. 1,75,000/- excluding the land cost in order to improve the occupancy position as ratified.

13. IDA – Kakinada (expansion), Ph – II – approval of layout by DT & CP – waiver of interest payable by the allottees.

This item was deferred for consideration in the next meeting.

14. Bridge Loan to M/s. Tant Cap Electronics Ltd. (Now Nava Bharat Enterprises Ltd.)

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to write off difference between interest allowed by High Court and the interest provided in the books of account as per the original terms of loan as on 31-03-1992, not exceeding an amount of Rs. 78,55,100/- in the financial accounts for the year 1992-93. A suitable provision may be made in the accounts for the year 1992-93 towards the amounts if any, to be received from the party as per the Judgment of the Courts.

15. Bridge loan – Khammam Solvent Oil (P) Ltd.

The Board discussed the proposals as contained in the Agenda & Notes and the VC & MD was requested to re-examine the issue and bring the proposals to the Board at its next meeting.

16. Reimbursement of Medical Expenses Special Sanction to the Employees.

The Board discussed the proposals as contained in the Agenda & Notes and decided as follows:

- (a) To ratify the payment of special medical expenses to thirteen employees amounting to Rs. 87,387.75 as mentioned in the Annexure – I of Agenda Note.
- (b) Sanction of reimbursement of Medical expenses amounting to Rs. 44,677.85 to eleven employees as mentioned at Annexure – II, of Agenda Note.
- (c) To ratify the sanction of special medical advance to five employees amounting to Rs. 84,480/- as mentioned at Annexure – III of Agenda Note.

The Board decided that special medical claims of the employees in respect of inpatient treatment in Hospitals and Nursing Homes may be referred to the Board.

17. Centrally Sponsored Schemes.

Noted. The Commissioner of Industries pointed out that the progress made in the implementation of the schemes is slow and has to be stepped up in the coming months by closely monitoring the projects.

18. Land Acquisition at Peddapuram & Rayabhupalapatnam village of Peddapuram Mandal and Vettapalem Village of Samalkot Mandal of East Godavari District for Establishment of Industrial Development Area and allotment to M/s D.C.L. Polysters.

Noted.

19. Offer for execution of New Deposit works.

Noted.

20. Progress Report on Civil works including Deposit works.

Noted.

21. Tenders approved by CE / VC & MD for the year 1994-95.

Noted.

22. Waiver of loans outstanding against the deceased employees.

The Board discussed the proposals as contained in the Agenda & Notes and decided to extend the benefit of writing off the outstanding advance relating to House Building Advance, including additional House Building Advance, Marriage Advance, Festival Advance, Educational Advance and Bicycle Advance including interest, to the corporation employees to bring on par with the rules applicable to such advances to the employees in government.

23. Request for enrollment as Advocate in Bar Council by Sri G. Maloji Rao, Deputy Manager (Law).

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to permit Sri G. Maloji Rao, Dy. Manager (Law), to enroll himself in the Bar Council of AP State as an advocate to appear, plead and practice in courts on behalf of the corporation subject to the following conditions.

1. As an Advocate, he would appear in the legal matters relating to APIIC only as and when required by the corporation and as long as he is in the service of APIIC.
2. As an Advocate he would cause appearance and also supplement the efforts of our Standing Counsel if need arises.
3. He is not eligible for any additional remuneration or extra increments for attending to these works and rendering extra service.

24. To consider a note for absorption of Sri MD. Muzzafaruddin, Surveyor of Survey, Settlement and Land Record Department in the corporation.

The Board discussed the proposals as contained in the Agenda & Notes and the VC & MD was authorised to take a decision in the matter.

25. IT Parks in collaboration with M/s. Reliance Industries Limited.

This item was deferred for consideration in the next meeting.

26 & 32. Development of Industrial Parks, Townships in collaboration with SCICI Limited.

This item was deferred for consideration in the next meeting.

27 & 38 PAPERS FOR PERUSAL:

The following papers placed before the Board for Perusal were noted.

- (a) G.O. Rt. No. 712, dt: 22-08-1995 of Principal Secretary to Govt., & Commissioner for Industrial promotion, Inds & Comm. (INF) Department, regarding appointment of official Directors on the Board of APIIC.
- (b) Lr. No. 17325/INF/95-1, dt: 06-09-1995 of Principal Secretary to Govt., & Commissioner for Industrial promotion, Inds & Comm. (INF) Department, regarding acceptance of the resignation of Sri Paturu Ram Rao, Chairman of APIIC Ltd by the Government.
- (c) G.O. Rt.No. 806, dt: 22-09-1995 of Principal Secretary to Govt., & Commissioner for Industrial promotion, Inds & Comm. (INF) Department, regarding appointment of Dr. N. Jayaprakash Narayan, IAS as VC & MD of APIIC Limited.
- (d) Lr. Dt: 28-08-1995 of Sri Konda Kishna Raju, Director APIIC Ltd, regarding his resignation from the Board of APIIC Ltd.
- (e) Lr. No. VPK/88/95-96, dt: 01-09-1995 of Sri V. Prabhu Kishore, Director, APIIC Ltd, regarding his resignation from the Board of APIIC Ltd.
- (f) Lr. Dt:12-09-1995 of Sri C.K. Rao, Director, APIIC Ltd., regarding his resignation from the Board of APIIC Lt.

28. Approval of Annual Accounts for the year 1991-92.

The Board discussed the proposals as contained in the Agenda & Notes and approved the balance sheet as at 31-03-1992 and the Profit & Loss account for the year ended as at 31-03-1992 subject to the item regarding the declaration of dividend. The Board decided to recommend a dividend of 5% instead of 10% proposed on the paid of capital of the company for the year 1991-92 and transfer the balance amount to the general reserve and VC & MD was authorised to make the changes in the accounts accordingly.

The Board noted that the corporation earned a Profit of Rs. 97.26 lakhs for the year 1991-92.

The Board authorised Dr. N. Jayaprakash Narayan, VC & MD and Sri R.P. Singh, Director and Sri A. Seetarama Sastry, Company Secretary to sign the balance sheet and

P&L Account on behalf of the Board and forward the same to the Auditors for their report thereon.

29. Tax Audit for the Assessment year 1992-93 (Financial year 1991-92) Appointment of Auditors and fixation of Remuneration.

The Board discussed the proposals as contained in the Agenda & Notes and decided to appoint M/s. Tukaram and Company, Auditors to conduct Tax Audit for the year 1991-92 and fix the Tax Audit fees of Rs. 7,000/-.

30. IDA – Nacharam – allotment of 5 acres land to M/s. Sainik Co-operative Society Limited.

The Board discussed the proposals as contained in the Agenda & Notes and the VC & MD was requested to examine the case further and bring proposals to the Board at its next meeting.

31. Appointment of officials Directors by designation – Noting of the changes among Ex-Office Directors by the Board.

The Board discussed the proposals as contained in the Agenda & Notes. The Board noted the appointment of Sri V.P. Jauhari, IAS Member Secretary, AP Pollution Control Board as a Director on the Board of APIIC, in place of Sri T. Chatterjee, IAS and approved compliance of formalities under the Companies Act.

33. Setting up Garment Complex at Gundlapochampally, near Hyderabad.

The Board discussed the proposals as contained in the Agenda & Notes and the VC & MD was authorised to take a decision in the matter based on the recommendations of the Task Force.

34. Valuation of Assets transferred by the Government to APIIC as on 01-01-1974 Issue of Shares to Government.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to increase the authorised Capital of the corporation from the existing Rs.10.00 crores to Rs. 20.00 crores. The VC & MD was authorised to take necessary steps in this regard.

35. Deposit works – Centage charges to be levied for works of Agricultural Department.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to authorise the VC & MD to decide on the levy of centage charges to the Agriculture Department.

36. Cash Fore – Cost for 1995-96 u to 9/95.

Noted.

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

Sd/-
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 111th MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON WEDNESDAY, 30TH DECEMBER, 1995 AT 3:00 PM AT THE REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Dr. S.R.Govinda Rajan, IAS : Chairman
- 2) Dr. N. Jayaprakash Narayan, IAS: Vice Chairman & Managing Director
- 3) Sri A.K. Kutty, IAS : Director
- 4) Sri R.P. Singh IAS : Director

IN ATTENDANCE:

- 1) Sri B.V. Ramana Murthy : Chief General Manager (F)
- 2) Sri P. Manjan Rao : Chief Engineer
- 3) Sri P. Panduranga Rao : Senior Manager (Development)
- 3) Sri A.Seetarama Sastry : Company Secretary

The Vice Chairman and Managing Director welcomed the Chairman to the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited and observed that he was looking forward for the counsel and cooperation in formulating the policies and plan of action of the corporation.

1. Leave of Absence:

Leave of absence was granted to the following Directors who could not attend the meeting due to their pre-occupation.

1. Sri P.C. Parakh, IAS : Director
2. Sri V.P. Jauhari, IAS : Director
3. Sri M.K.R. Vinayak : Director

2. Confirmation of the Minutes of the 110th Board Meeting held on 30-09-1995 at 12:00 Noon.

The Minutes of the 110th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on Saturday, 30th September, 1995 at 12:00 Noon at the Registered office of the company as circulated were confirmed.

The suggestion made by Sri V.P. Jauhari, IAS Member Secretary, AP Pollution Control Board was noted and action will be taken accordingly at the appropriate time.

3. Action taken on the Minutes of the 110th Board Meeting held on 30-09-1995 at 12:00 Noon.

Noted.

4. Progress Reports:

a) Civil works including Deposit works:

Noted. The progress on the works both in terms of physical progress and financial progress may be indicated work wise, which will facilitate a better review of the works. The problems arising out of the major works may be brought out separately for discussion.

The civil works Budget of corporation works and deposit works of Rs. 30 crores estimated in the current year is not adequate and the expenditure should be stepped up during the rest of the months of the current year.

b) Staff Position & Industrial Relations:

Noted.

c) Legal cases file by the Entrepreneurs corporation in various Courts:

Noted. The Ops pending on account of Land acquisition cases re not clearly mentioned in the progress report and this may be included in the progress report.

All the pending Ops may be reviewed carefully and vigorously pursued with the Land Acquisition Officers etc., for the early settlement of the cases.

d) Land Acquisition / Alienation:

The Board discussed the proposals regarding the land acquisition for the development of industrial infrastructure and decided as follows:

- (i) In order to avoid contained litigation in the Courts for higher compensation, a consent award should be preferred as per the existing procedure and pass the award at the negotiated rates.
- (ii) To involve the officers of the APIIC in the land acquisition process pursued by the land acquisition officers for safeguarding APIIC interest and ensure organizational memory in the follow up of acquisition cases / litigation in Courts.
- (iii) The corporation should get involved in all the pending Ops and pursued vigorously by taking up a careful review periodically and take suitable action for the early settlement of the Ops by producing the necessary documents in the courts.
- (iv) In respect of the allotments of land for large extents as also regarding the acquisition of land against requisition of the parties, the concerned parties should be made responsible for the

contractual obligations arising out of the decisions of the higher courts regarding the enhanced compensation given by them, against the compensation awarded by the Land Acquisition officers.

- (v) No sale deed should be issued in favour of the parties wherever the Ops are pending for enhanced compensation, as the enhanced compensation awarded by the courts has to be recovered from the allottees.
- (vi) The VC & MD was requested to take necessary action in this regard.

e) Details of allotment & Execution of Sale Deeds.

The Board noted the allotments made in the sale deeds executed.

The bulk allotments made in respect of major projects were also noted. The Board discussed the matter further and decided as follows:

- (i) In order to appreciate the allotments made, the land available for allotments at different places should also be indicated.
- (ii) In respect of the sale deeds, the sale deeds eligible for execution also may be indicated while furnishing the information on the sale deeds executed.
- (iii) No sale deeds should be, issued to the parties wherever the cases for enhanced compensation are pending in courts since the burden on account of enhanced compensation has to be borne by the allottees in respect of the bulk allotments (allotments of larger extent of land).
- (iv) The practice of issuing “No Objection Certificate” permitting the entrepreneurs to mortgage the land in favour of the financial institutions should be dispensed with immediately and the allotment letters and the agreements may be amended suitably.
- (v) Full payment on account of allotments made, should be insisted upon before giving possession of the land to the parties and the “No Objection Certificate” in any required by the party to mortgage the same to the financial institutions may be issued only after full payment is reviewed. However, the party may be permitted to enter the property for the limited purpose of preparing the plans required for submission of Project Reports to Financial Institutions.
- (vi) The allotments in and around Kakinda Port have to be made very carefully keeping in view the requirements of land for the Port based industries vis-à-vis the other industries likely to come up in the area by prioritisation of allotments. The VC & MD was requested to take a review of the allotments so far in that area and take suitable action.

- (vii) While discussing the land development proposals near the Gangavaram Port it was felt that there is no proper approach to the development of that area and therefore the VC & MD was requested to discuss the matter with the Visakhapatnam Steel Plant authorities to obtain release certain land for entry into the Gangavaram Port area, as otherwise the development of Gangavaram Port cannot take place and useful to the people. While discussion with the Steel Plant authorities zonalisation of the Master Plan VUDA also may be kept in view.
- (viii) In review of the acquisition of large extents of land for project development at Krishnapatnam (Nellore District), Wadapally (Nalgonda District) Visakhapatnam etc., the allotment of land should be made very carefully keeping in view the requirement of the various industries likely to come in that area and prioatise the allotments accordingly. If necessary a total layout plan of the area may be attempted to help better planning of the various infrastructures needs of the area.

f) Review of collections from Estates and Bulk Allotments.

Noted. The VC & MD explained that in view of the huge programme of infrastructure development envisaged, the resources for this programme have to be planned. In pursuance of this the following procedure is adopted in respect of plots / sheds.

- (i) The allottee should pay full cost of the land before taking possession of the land and he can use the land for the purpose of taking measurements for submitting papers to the financial institutions for obtaining credit facilities. The sale deed for the land will be given only after the full payment is reviewed and the project is implemented, substantially. The implementation should be understood that at least the civil works are completed as envisaged in the project.

It was felt that the total collections as envisaged in the budget for the year 1995-96 at Rs. 23.56 crores, should be reached by the end of the year.

g). Cash Flow Statement for the months April 1995 to March 1996.

Noted. The Chairman pointed out that although the funds were received on account of EPIP and IIDC from the Government of India, no amount was provided for in the Budget for the year 1995-96 towards the expenditure on these projects. The Chairman desired that the entire money received from the Government of India should be spent on EPIP and IIDC before the end of the financial year. Keeping this in view, the cash flow statements has to be revised.

5. PAPERS FOR PERSUAL:

The following papers placed before the Board of perusal were noted.

- (a) Lr. No. 17325/PE/A2/95-5, of Secretary to Govt., Inds & Comm. (PE) Department, Dt: 19-10-1995, regarding acceptance of the resignation of Sri P. Narotham Rao, Director of APIIC Ltd by the Government
- (b) Lr. No. 17325/PE/A2/95-6 of Principal Secretary to Govt., Inds & Comm. (PE) Department, Dt: 04-11-1995, regarding acceptance of the resignation of Sri P. Vengal Rao, Director of APIIC Ltd by the Government.
- (c) G.O. Ms.No.958, dt: 15-10-1995 of Chief Secretary to Govt., General Administration (PE-II) Department, regarding SLPES – furnishing of Agenda, Notes & Minutes to the Accountant General, Audit – II, AP.
- (d) D.O. Lr. No. 901/PE-I/A1/95-1, Dt: 15-11-1995 of Sri R.S.Goel, IAS, Special Commissioner (PE) & E.O. Secretary to Government, regarding conducting of Board Meetings of S.L.P.E.S – Orders – Issued.
- (e) Lr. Dt. 16-11-1995 of Sri S.R. Govinda Rajan, IAS Principal Secretary to Government & Commissioner for Industrial promotion regarding assumed charge of the post of Chairman of APIIC Ltd.

6. Remuneration Payable to Statutory Auditors for the years 1991-92 to 1993-94.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to recommend the Company Law Board to the enhancement of remuneration payable to the Statutory Auditors from Rs. 10,000/- to Rs. 25,000/- for the years 1991-92, 1992-93 and 1993-94, in view of the fact that the present remuneration was fixed by the Company Law Board in the year 1985-86 and since then the corporation activities have increased substantially.

7. Tax Audit for the years 1992-93 & 1993-94 U/s 44, A, B of Income Tax Act – Appointment of Tax Audit.

The Board discussed the proposals as contained in the Agenda & Notes and decided to appoint M/s Tukaram & Co., Chartered Accounts as Tax Auditors for the financial year 1992-93 and 1993-94 at remuneration of Rs. 7,000/- per year.

8. Amendment to Regulation No. 34(a) of Leave Regulations.

The Board discussed the proposals as contained in the Agenda & Notes and decided to substitute the following in place of existing provision regarding sanction of maternity leave for a period of 120 days to bring on par with the rules prevailing in the Government.

“VC & MD may grant maternity leave on full pay to married female corporation employees for a period of 120 days, subject to the condition that it shall be granted to those with less than two surviving children.”

9. Voluntary Retirement of Smt. S.S. Lakshmi, Sr. Assistant:

The Board discussed the proposals as contained in the Agenda & Notes and decided to ratifying the action taken by the VC & MD in having permitted the individual to retire Voluntary Clause – 21 of Staff Regulations, on medical grounds.

10. Upgradation of the post of Dy.Chief Engineer (Electrical) as Superintendent Engineer (Electrical).

The action taken by the VC & MD in having upgrading the post of Dy. Chief Engineer (Electrical) as Superintendent Engineer (Electrical) temporarily to accommodate Sri D. Pattabhi, Divisional Engineer (Electrical), APSEB, on deputation with us, and who got the promotion as Superintendent Engineer in his parent department was ratified. This upgradation is personal to the official.

11. Fixation of Pay on Promotion.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to give an opportunity to the employees of the corporation upto 31-03-1996 who want to revise their option already given and who have not given options as contained in the G.O. Ms. No. 102, Dt: 19-03-1991, as the corporation is following Government Rules from time to time.

12. Enhancement of Budget for Conveyance Advance 1995-96.

The Board discussed the proposals as contained in the Agenda & Notes and decided to increase the Budget provision of conveyance advance from Rs. 5.00 lakhs to Rs. 8.00 lakhs for the year 1995-96.

13. Reduction in land cost in certain Estates.

Noted.

14. Revision of Interest Rates.

The Board discussed the proposals as contained in the Agenda & Notes and ratified the action taken by the VC & MD in having revised the rates of interest with effect from 01-11-1995 and also authorised the VC & MD to revise the rates from time to time as per necessity in future.

15. Reimbursement of Medical Expenses Special sanction to the employees.

The Board discussed the proposals as contained in the Agenda & Notes and decided to sanction the reimbursement of medical expenses to 34 employees not exceeding Rs. 1,40,160/- and also ratified the action taken by the VC & MD for the payment of Rs. 12,000/- towards medical advance to Sri A.A. Narasimha Rao, Dy. Manager(A).

16. Involving occupant – Industrialists in local Authority.

The Board discussed the proposals as contained in the Agenda & Notes and VC & MD was requested to further discuss the matter with the Industrialists Association and place the matter before the Board.

17. Charging of land cost in respect of units financed by SFC, by transfer.

The item is deferred for consideration in the next meeting.

18. IDA – Nacharm – allotment of 5.00 crores of land to M/S. Sainik Industrial Co-operative Society.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to regularize the allotment in favour of the M/s Innovation Industries subject to payment of 50% of land cost @ Rs. 17/- per sq.yard along with interest from 26-02-1981 till the date of payment as a special case, since it is a settlement of very old case.

19. Resource mobilization for land acquisition for major projects.

The Board discussed the proposals as contained in the Agenda & Notes and decided to enhance the borrowing powers from Rs. 50 crores to Rs. 100 crores and place the matter before the Annual General Meeting for consideration to increase the borrowing powers. However, the actual borrowing will be placed before the Board for approval.

20. Information Technology Part (INFOCITY) at Madhapur.

The Board discussed the proposals as contained in the Agenda & Notes and decided to take up the development of INFOCITY after the Software Technology Park at Madhapur is established for the Director, Software Technology Parks of India.

21. Establishment of ECO-Park in and around Hyderabad.

The Board discussed the proposals as contained in the Agenda & Notes and agreed in principle for setting up of ECO – Park in and around Hyderabad. The VC & MD was requested to identify suitable location in consultation with the EPTRI, Municipal Corporation of Hyderabad etc., and take further action in the matter.

22. Tannaries Park – Growth Center, Ongole or in Nellore District.

The Board discussed the proposals as contained in the Agenda & Notes and decided in principal to develop Tannaries Park in Growth Center, Ongole or in Nellore District. The VC & MD was requested to identify suitable site in consultation with the central Leather Research Institute Madras and finalise the location.

23. Establishment of Apperal Export Park along with Western Indian Services & Estates Ltd., at Gundlapochampally.

The Board discussed the proposals as contained in the Agenda & Notes and the VC & MD was requested to Study the project in greater detail and place the matter before the Board in due course.

24. M/s. Sri Shakti LPG Ltd., - allotment of land at IDA – Kakinada.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to pay interest for the balance amount of Rs. 50.00 lakhs lying with the corporation during the period from 14-09-1993 to 28-03-1994 at the rate of 10% p.a. to M/s Sri Shakti LPG Ltd.

25. Project approach for Mega projects.

The VC & MD explained to the Board that in view of the decision taken to take up mega projects with high quality infrastructure in potential area to attract more industries in the coming years, the approach to these projects has to be different from that of the routine territorial approach to the project approach.

The Board discussed the proposals as contained in the Agenda & Notes and decided as follows:

- (i) To have the project approach instead of territorial jurisdiction.
- (ii) The units will be mobile and will be shifted based on the requirement of each project.
- (iii) To take suitable consultancy for the development of each project with the assistance of experts in the line.
- (iv) In order to meet the requirements of the projects contractual appointments may be made if necessary in the conception implementation and monitoring of the project.

The VC & MD was authorised to take necessary action in the matter.

26. Major water requirement for proposed Integrated Industrial Township at Krishnapatnam (Nellore District)

The Board discussed the proposals as contained in the Agenda & Notes and agreed in Principle for drawing the water from Kondaleru Reservoir duly appointing the cost to the consumers. The project may be designed accordingly and implemented by raising the funds from the appropriate sources for the project.

The VC & MD was requested to take necessary action in the matter.

27. Software Technology Complex at Madhapur for Software Technology Parks of India.

The Board discussed the proposals as contained in the Agenda & Notes and agreed in principle to take up the Scheme for Software Technology Park on behalf of STPI. The VC & MD was authorised to engage a consultant if necessary for the project and enter into a MOU with STPI for developing the complex on the pattern adopted for the parks already come up at Trivendrum and Bangalore.

28. Integrated Industrial Development at Wadapally, near Nagargunasar.

The Board discussed the proposals as contained in the Agenda & Notes and noted that about 40,221 acres of land in 9 villages near Wadapalli, Nalognda District was identified for Mega Projects. The VC & MD was requested to file the necessary requisition with the Revenue authorities for the acquisition of the land and take further necessary action in the matter.

29. Project approach – certain structural changes in staffing.

The VC & MD explained to the Board that in view of the changing trends in Industrial Scenario, consequent on the liberalization of the Government Policies, the corporation has to change its approach from the conventional territorial jurisdiction to the project management to meet with the demands of the development of the areas for Mega projects, involving in the activity right from the identification of land to its successful implementation of the total project.

The Board discussed the proposals in detail and it was decided to authorize the VC & MD to take necessary action to work out the modalities by bringing necessary changes in the present set up for the implementation of the developmental works of the Mega Projects speedily.

30. Mini Power Plants in the Private Sector.

The Board discussed the proposals as contained in the Agenda & Notes and the VC & MD was requested to study the issue in greater depth keeping in view the Government Policy and place the matter before the Board.

31. Reimbursement of Tuition Fees to the Corporation Employees – amendment to the existing rule provision.

The Board discussed the proposals as contained in the Agenda & Notes and decided to extend the benefit of reimbursement of Tuition fees to any two children of the employees of the corporation as in Government without any restriction. The VC & MD was authorised to amend the relevant rules accordingly.

32. Status position of Accounts.

Noted. The VC & MD was requested to ensure that the accounts for the year 1994-95 are brought up to date and finalized by 15th of January, 1996.

33. Report of the Statutory Auditors and comments of the Comptroller and Auditor General of India (C.A.G) on the Accounts of the corporation for the year ended 31-03-1992.

The Board discussed the proposals as contained in the Agenda & Notes and after perusing the reports of the Statutory Auditors and the comments of the Comptroller and Auditor General of India and also the review on the accounts of the APIIC for the year ended 31-03-1992 by Comptroller and Auditor General of India and approved the draft replies of the corporation on the reports of the Statutory Auditors. The Chairman was authorised to sign the same on behalf of the Board.

34. Integrated Industrial Development of Krishnapatnam Port – Nellore District.

The Board discussed the proposals as contained in the Agenda & Notes and agreed in principle for the preparation of the feasibility report on the Integrated Industrial Development of Krishnapatnam Port. The VC & MD was requested to take necessary further action in the matter and appraise the Board in due course.

35. Draft Balance Sheet as on 31st March, 1993 and draft Profit & Loss Account for the year ended 31-03-1993.

The Board discussed the proposals as contained in the Agenda & Notes and approved the Balance Sheet as at 31-03-1993 and the Profit & Loss Account for the year ended 31-03-1993.

The Board authorised Dr. N. Jayaprakash Narayan, VC & MD and Sri R.P.Singh, Director and Sri A.Seetharam Sastry, Company Secretary to sign the Balance Sheet and Profit & Loss Account on behalf of the Board and forward the same to the Auditors for their report thereon.

36. IDA – Parwada – proposal of M/s Kumar’s Group of Companies to Setup Steel Plant and Chemical Park as Joint Ventures.

The Board discussed the proposals as contained in the Agenda & Notes and authorised the VC & MD to enter into MOU with the party and take necessary follow up action keeping in view the Government Policy.

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

Sd/-
Dr. S.R. GOVINDA RAJAN
CHAIRMAN

MINUTES OF THE PROCEEDINGS OF THE 112th MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON WEDNESDAY, 4TH MARCH, 1996 AT 3:00 PM AT THE REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Dr. S.R.Govinda Rajan, IAS : Chairman
- 2) Dr. N. Jayaprakash Narayan, IAS: Vice Chairman & Managing Director
- 3) Sri V.P.Jauhari, IAS : Director
- 4) Sri R.P. Singh IAS : Director

IN ATTENDANCE:

- 1) Sri B.V. Ramana Murthy : Chief General Manager (F)
- 2) Sri P. Manjan Rao : Chief Engineer
- 3) Sri P. Panduranga Rao : Senior Manager (Development)
- 3) Sri A.Seetarama Sastry : Company Secretary

1. Leave of Absence:

Leave of absence was granted to the following Directors who could not attend the meeting due to their pre-occupation.

1. Sri P.C. Parakh, IAS : Director
2. Sri A.K. Kutty, IAS : Director
3. Sri M.K.R. Vinayak, IAS : Director

2. Confirmation of the Minutes of the 111th Board Meeting held on 30-12-1995 at 03:00 PM.

The Minutes of the 111th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on Saturday, 30th December, 1995 at 03:00 PM at the Registered office of the company as circulated were confirmed.

3. PAPERS FOR PERSUAL:

The following papers placed before the Board of perusal were noted.

Lr. No. 2091/PE/A2/91-1, of Deputy Secretary to Govt., Inds & Comm. (PE) Department, Dt: 31-03-1995, regarding the Andhra Pradesh Public Sector Undertakings (Reconstituted of Managements) Ordinance 1995 – Promulgated by the Governors.

4. To take notice of disclosure of interest by the Directors U/S 299(3) of the Companies Act., 1956.

Noted. The Board noted the general notices given by the Directors under section 299(3) of the Companies Act., 1956 in Form 24 AA for the Financial Year 1995-96.

5. Directors Report for the year 1991-92.

The Board discussed the proposals as contained in the Agenda & Notes and approved the draft Directors Report for the year 1991-92. The Chairman was authorised to sign the Report for and on behalf of the Board.

6. Convening of the Adjourned 19th Annual General Meeting.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to convene the Adjourned 19th Annual General Meeting of the company on Tuesday, the 26th March, 1996 at 3:00 PM at the Registered office of the company to consider and approve the following items:-

1. To receive and adopt the Balance Sheet as at 31st March 1992, Profit & Loss Accounts for the year ended 31st March, 1992, Directors Report along with the Auditors Report and the comments of the Comptroller and Auditor General of India and the replies thereon.
2. To declare a dividend on Equity Shares.

The draft notice for the Adjourned Annual General Meeting was approved and the Company Secretary was authorised to sign and issue the notice on behalf of the Board.

7. Establishment of ECO- Friendly Industrial Parks in Hyderabad will M/s. Svarg International as Joint Venture.

The Board discussed the proposals as contained in the Agenda & Notes and noted that the MOU was signed with M/s Svarg International Inc., on 27-02-1996. The VC & MD was requested to place detailed proposals before the Board regarding the participation of equity in the proposed company.

8. Mega Industrial Project, Krishnapatnam Nellore District.

The Board discussed the proposals as contained in the Agenda & Notes and decided to take up the development Port area simultaneous with the development of port. A master plan for the development of infrastructure may be prepared. Suitable environmental clearance from the concerned authorities may be obtained for such projects. VC & MD was requested to work out the pattern of development. After the master plan / concept paper is ready, the Board can consider the procedure for selection

of a suitable co-promoter, through open advertisement and technical qualification as is being done for other such Mega Projects.

The following Mega Projects may be given priority among other things.

1. Krishnapatnam Port
2. Visakhapatnam – Kakinada Area – Gangavaram Port
3. Tirupathi – Kalahasti Area
4. Wadapalli – (Nalgonda District) Area

9. Software Technology Complex at Madhapur for Software Technology Parks of India(STPI).

The Board discussed the proposals as contained in the Agenda & Notes and agreed in principle for the procedure proposed in the Agenda & Notes. It was suggested that the alternative designs may be worked out and video presentation may be arranged by the end of April 1996 on the various alternatives available. It was also suggested that some more firms who are in the line of this business may also be considered to promote good competition for obtaining competitive. Proposals from the agencies. The Board was also informed that a committee was constituted with Engineer-in-Chief (R&B), as Chairman to finalise the tenders for selection of executing agencies.

10. Information Technology Park - INFOCITY at Madhapur, Serilingampally Mandal – Ranga Reddy District.

Noted.

11. Financial Assistance from Federal Republic of Germany to infrastructure Projects – Appointment of consultants.

The Board discussed the proposals as contained in the Agenda & Notes and approved the same. Since the time is too short to make a proposal as required by the Federal Republic of Germany, the preparation of the project profile and the feasibility report and techno-economic feasibility report was entrusted to M/s. Yashasw Management Associates. The VC & MD was authorised to engage the services of M/s Yashasw Management Associates, Management consultants for the purpose, and decide the professional fees payable to them by negotiation. VC & MD was also asked to discuss with Tata Consultants and involve them in preparation of Project Reports.

12. Development of digitized environmental quality database for six sites in Andhra Pradesh – proposal submitted by EPTRI.

The Board discussed the proposals as contained in the Agenda & Notes and authorised the VC & MD to entrust the work for the preparation of a project report for Industrial city at various places viz., Krishnapatnam, Visakhapatnam, Kakinada Area to EPTRI.

The VC & MD was requested to prepare detailed proposals in the selected areas and place the same before the Board for consideration.

13.Simplification of Procedures.

Noted. Since the award of higher compensation by the High Courts under the procedure laid down in the land acquisition act is a long drawn process, the VC & MD was requested to examine the feasibility of creating a sinking fund to take care of the enhancement of land compensation awarded by higher Courts in land acquisition cases to give finality to the price charged to the entrepreneurs, besides obtaining a consent award.

14. Greater involvement of occupant Industrialists in Maintenance and Management of civic services in notified Industrial Areas.

The Board discussed the proposals as contained in the Agenda & Notes and approved the same. The VC & MD was requested to take necessary action to finalize the procedure for transfer of taxes etc., to the societies and enter into a MOU with them.

15. Industrial Housing Complex, Jeedimetla, Phase-II – allotment of land under common facilities to M/s.Royal Educational Society on concession rates.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to defer the matter for consideration in the next meeting.

16. Jawahar Autonagar, Industrial Housing Complex, Vijayawada – allotment of land to individual/parties under open action.

The Board discussed the proposals as contained in the Agenda & Notes and agreed in principle for the allotment of land of 5.56 acres at Jawahar Autonagar, Vijayawada by way of open auction/tender basis for taking up Housing Schemes on the following conditions.

- (i) The upset price for open auction/tender shall be at $1\frac{1}{2}$ times the prevailing rate of land cost.
- (ii) The housing projects should cater to the housing needs of the industrial workers in the locality.
- (iii) The highest bidder should take up housing project only in the land.
- (iv) Only LIG and MIG type houses should be constructed in the land by the successful bidder.
- (v) The successful highest bidder should complete the construction of the housing scheme within 2 years of the possession of the land, as per the norms of the corporation.

It was suggested that a layout for the area may be drawn up before taking up the auction of the plots so that the allotment is distributed to various parties instead of to one party and to promote completion among the bidders.

17. Establishment of Projects Zones and Regrouping of existing zones.

The Board discussed the proposals as contained in the Agenda & Notes and approved the same. The VC & MD was authorised to take necessary action in the matter.

18. Compassionate appointments.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided that the compassionate appointments will be considered only following the rule in force and vacancies are available, and also the dependent satisfies the qualifications prescribed for the post in the corporation. No Superannuary posts will be created in relaxation of the rules.

19. Voluntary Retirement Scheme.

Noted.

20. Reimbursement of medical expenses special sanction to the employees.

The Board discussed the proposals as contained in the Agenda & Notes and decided to sanction the reimbursement of medical expenses to 7 employees not exceeding Rs. 37,920/- and also ratified the action taken by the VC & MD for the repayment of Rs. 19,700/- towards medical advance to 4 employees.

21. Sanction of repairs loan to the employees who have availed House Building loan from House financial institutions.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided to extend the benefit of repairs loan to the employees who have drawn House loan from Housing Financial institutions as per their eligible limits subject to the following conditions:-

- i. Surety from the cadre not below the rank of the employee should be obtained and the liability of the surety will exist till the loan is cleared with interest.
- ii. The surety should have a minimum of 7 years service at the time of release of repair loan (this is to cover the recovery period of advance with interest).
- iii. Housing financial institutions should give second charge over the property.
- iv. A letter should be obtained from Housing financial institutions that the title deeds should be furnished by them to the corporation after completion of the loan taken by the individuals.

The VC & MD was requested to take necessary action to amend the House Building Advance Rules accordingly.

22. Draft Balance Sheet as on 31-03-1994 and draft Profit & Loss Account for the year ended 31-03-1994.

The Board discussed the proposals as contained in the Agenda & Notes and approved the balance sheet as at 31-03-1994 and the Profit & Loss Account for the year ended as at 31-03-1994. The Board noted that the corporation earned a net profit of Rs. 7,72,875/- for the year 1993-94 as against the net profit of Rs. 97,46,116/- for the previous year due to the reduction in the interest income from the fixed deposits. The Board approved the accounting policies adopted while finalizing the accounts for the year 1993-94.

The Board authorised Dr. N. Jayaprakash Narayan, IAS, VC & MD and Sri R.P.Singh, IAS Director and Sri A. Seetharama Sastry, Company Secretary to sign the Balance Sheet and Profit & Loss Account on behalf of the Board and forward the same to the Auditors for their report thereon.

The VC & MD was requested to take services of a good experienced consultant to give advice on tax planning for the corporation and fix suitable remuneration.

23. Visit of Statutory Auditors to the Zonal Offices – Expenditure.

The Board discussed the proposals as contained in the Agenda & Notes and ratified the action taken by the VC & MD for reimbursement of the traveling expenses to the extent of Rs. 3,910/- towards the Journeys undertaken by the Auditors outside the place for audit of the accounts.

24. Conveyance System for discharge of Effluents of Industries in and around Kattedan Industrial area – Sharing of cost of APIIC.

The Board discussed the proposals as contained in the Agenda & Notes and the D.O. Lr. No. APPCB: MSP: 96 429 dated:04-03-1996 of the Member Secretary., AP Pollution Control Board, addressed to the VC & MD, AP Industrial Infrastructure Corporation. It was decided to refer the matter to the Government for a decision.

25. Convening of Extra-Ordinary General Meeting to consider certain items.

The Board discussed the proposals as contained in the Agenda & Notes and approved the same. It was decided to convene the Extra-Ordinary General Meeting of the company on Tuesday, the 26th March, 1996 at 3:30 PM at the registered office of the company to consider and approve the following items of special business:

- i. To consider and if through fit, to pass the following resolution, with or without modifications as on Ordinary Resolution.

“RESOLVED that the consent of the company be and is hereby accorded under the provisions of Section 293 (1) (d) of the companies Act., 1956 to the Board of Directors of the company borrowing from time to time at its discretion for the purpose of the business of the company either from the company’s bankers or from any Scheduled bank or from Government of India or Government of Andhra Pradesh or from other companies or All India Financial Institutions like Industrial Development Bank of India, Industrial Finance Corporation of India, Industrial Credit and Investment corporation of India, or Unit Trust of India, or Housing and Urban Development corporation, or from International Financial Institutions like International Bank for construction and Development (World Bank) Asian Development Bank of India or from any other International Financial Institutions or from Non-Resident Indians etc., on such terms and conditions as to repayment, interest or otherwise as it thinks fit, such sum or sums of money as may be necessary for the purpose of the company by way of cash credit, advances or other loans whether unsecured or secured by hypothecation or creation of charge on the assets of the company, upto a limit of Rs. 200.00 (Rupees Two Hundred crores only) outstanding at any one time, notwithstanding that moneys to be borrowed together with moneys already borrowed by the company (apart from the temporary loans obtained from the company’s bankers in the ordinary course of business) will exceed the aggregate of the paid-up capital of the company and its free reserve that is to say, reserves not so set apart for any specific purpose.”

- ii. To consider and if though fit, to pass the following resolution, with or without modification, as an Ordinary Resolution.

“RESOLVED pursuant to Section 94(1) (a) of the Companies Act., 1956 and in terms of Articles 5 and 32 of the Articles of Association of the company and subject to the approval of the company and subject to the approval of the Government of Andhra Pradesh that the authorised Share Capital of the company be and is hereby increased from Rs. 10.00 crores (Rupees Ten Crores only) to Rs. 20.00 crores (Rupees Twenty crores only) by the creation of 1,00,000 (one lakh) equity share of Rs. 1,000/- (one thousand) each ranking paripassu with the existing equity shares in the company.”

- iii. To consider and if thought ft, to pass the following resolution, with or without modification, as a Special Resolution.

“RESOLVED pursuant to Section 16 and Section 94 (1) (a) of the companies act., 1956 and Article 5 of the Articles of existing clause V of the Memorandum of Association of the Company be and is hereby substituted by the following new clause V.

The authorised share capital of the company is Rs. 20.00 crores (Rupees Twenty crores only) divided into 2,00,000/- (Two lakh) equity shares of Rs. 1,000/- (Rupees One Thousand) each with power for the company to increase or reduce the capital of the company and to issue any part of its capital with or without any preferential, deferred, guaranteed, qualified or special rights and conditions and with power to vary, modify, amalgamate or abrogate any such rights, privileges or conditions in accordance with the provisions of the companies act., 1956.”

- iv. To consider and fit thought fit, to pass the following resolution, with or without modification, as a Special Resolution.

“RESOLVED to Section 16 read with Section 31 and Section 94 (1) (a) of the Companies Act., 1956 that the existing Articles 5 of the Articles of Association of the Company be and is hereby substituted by the following new Article:

Article 5: Share Capital of the Company:

The Authorised Share Capital of the Company is Rs. 20.00 crores (Rupees Twenty Crores only) divided into 2,00,000 (Two lakh) equity shares of Rs. 1,000/- (Rupees One Thousand) each. The company may alter the conditions of issue of share capital in its Memorandum so as to increase its share capital by such an amount as it thinks expedient by issuing new shares in the manner prescribed in Section 94 of the Act.”

The draft notice for the Extra-Ordinary General Meeting of the company was approved and the Company Secretary was authorised to sign and issue the notice on behalf of the Board.

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

Sd/-
Dr. S.R. GOVINDA RAJAN
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE 113TH MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON THURSDAY, THE 11TH APRIL, 1996 AT 3.00 P.M, IN THE CHAMBERS OF THE PRINCIPAL SECRETARY TO GOVERNMENT, INDUSTRIES AND COMMERCE DEPARTMENT, SECRETARIAT, HYDERABAD.

PRESENT:

- | | | | |
|----|---------------------------------|----|----------|
| 1. | Dr. S R Govinda Rajan, IAS | :: | Director |
| 2. | Dr. N Jaya Prakash Narayan, IAS | :: | Director |
| 3. | Sri P C Parakh, IAS | :: | Director |
| 4. | Sri A K Kutty, IAS | :: | Director |

IN ATTENDANCE:

- | | | | |
|----|------------------------|----|-------------------|
| 1. | Sri A Seetarama Sastry | :: | Company Secretary |
|----|------------------------|----|-------------------|
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1. Leave of Absence:

Leave of absence was granted to the following Directors who could not attend the meeting due to their pre occupation.

- | | | | |
|----|------------------------|---|----------|
| 1. | Sri M K R Vinayak, IAS | : | Director |
| 2. | Sri R P Singh, IAS | : | Director |
| 3. | Sri V P Jauhari, IAS | : | Director |

2. Confirmation of the Minutes of the 112th Board Meeting held on 4th March, 1996 at 3.00 P.M:

The Minutes of the 112th Meeting of the Board of Directors of Andhra Pradesh Infrastructure Corporation Limited held on Monday, the 4th March, 1996 at 3.00 P.M at the Registered Office of the Company, as circulated were confirmed.

3. Papers for perusal:

The Board noted the appointment of M/s.VENUGANTY ASSOCIATES, CA's as auditors of the Company for the year(s) 1994-95 and 1995-96 made in Lr.No.a-036/0101630/94-IGO, dated 9-2-96 by the Government of India, Ministry of Law, Justice and Company Affairs, Department of Company Affairs under Section 619 (2) of Companies Act.

The remuneration payable to the auditors is fixed at Rs.10,000/- (Rupees ten thousand only) per annum plus actual reasonable T.A/out of pocket expenses, on actual, as approved by the Board of Directors.

4. Implementation of voluntary Retirement Scheme for the employees of APIIC.

The Board discussed the proposals as contained in the Agenda & Notes and decided under the circumstances and in view of the representations received from the Officers and Employees Associations, the proposal of VRS scheme may be deferred implementation.

However, the Officers and Employees may be given an opportunity to leave the organization for a specific period on lien to work in any organization/Enterprise of their choice, and rejoin the Corporation, subject to condition that they will not work for an Employer / Company /Firm which is connected in any manner by APIIC for executing contract/ project and the modalities of such a scheme may be worked out and placed before the Board for consideration.

5. Purchase of LCD Video Projector with Video and Data compatibility:

The Board discussed the proposals as contained in the Agenda & Notes and decided to place the purchase of order of M/s. APEDC for the use of Industries Department for investment promotion as desired by the Commissioner of Industries at a cost not exceeding Rs.4,64,000/-.

6. Greater involvement of occupant industrialists in maintenance and management of civic services.

Noted.

7. Mega Industrial City, Krishnapatnam – MOU with M/s. NATCO Pharma Ltd. for preparation of detailed feasibility report.

The Board discussed the proposals as contained in the Agenda & Notes. The Chairman indicated to Directors the connects of the letter received by him from the Consortium of Companies. It was decided that the APIIC may enter into a MOU with the NATCO Pharma Ltd. subjected to the following:

1. APIIC shall satisfied about the viability of the project on receipt of Detailed Project Report (DPR) before entering into agreement about the Joint Venture.

2. Before entering into Joint Venture Agreement, APIIC will satisfy itself about the financial viability of the Consortium of Companies and their commitment as well as their ability to execute the projects speedily and to the required standards.
3. Joint Venture Agreement can be for the development of a Port Industrial City in phases or altogether as decided by the APIIC after receipt of the project report.
4. The MOU shall be entered into only after obtaining the prior approval of the Government of Andhra Pradesh.

Vice Chairman & Managing Director was requested to take necessary follow up action in the matter.

8. Revised Budget Estimates for the year 1995-96 and Budget Estimates for the year 1996-97.

The Board discussed the proposals as contained in the Agenda & Notes and approved the Revised Budget Estimates for the year 1995-96 and Budget Estimates for the year 1996-97.

The Meeting terminated with a vote of thanks to the Chair.

Sd/-
DR. S R GOVINDARAJAN
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 114th MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADEHS INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON WEDNESDAY, 3RD JULY, 1996 AT 3:00 PM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Dr. N. Jayaprakash Narayan, IAS: Vice Chairman & Managing Director
- 2) Sri M.R.K. Vinayak, IAS : Director
- 3) Sri R.P. Singh IAS : Director
- 4) Sri A.K. Kutty, IAS : Director

IN ATTENDANCE:

- 1) Sri B.V. Ramana Murthy : Chief General Manager

Vice Chairman and Managing Director informed the Board that the State Government appointed Sri R.Chandrashekar, IAS as Chairman and officer on Special Duty of APIIC Ltd., and welcomed the Chairman on the Board.

As the Chairman could not attend the meeting, the VC & MD occupied the chair and conducted the meeting.

1. Leave of Absence:

Leave of absence was granted to the following Directors who could not attend the meeting due to their pre-occupation.

1. Sri R.Chandrashekar, IAS: Chairman and officer on Special Duty
2. Sri V.P.Juhari, IAS : Director
3. Sri P.C.Parakh, IAS : Director

2. Confirmation of the Minutes of the 113th Board Meeting held on 11-04-1996.

The Minutes of the 113th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 11th April, 1996 at 03:00 PM at the Registered office of the company as circulated were confirmed.

3. Action taken on the Minutes of the 111th Meeting of the Board of Directors of APIIC Ltd held on 30-12-1995.

NOTED.

4. Action taken on the Minutes of the 112th Meeting of the Board of Directors of APIIC Ltd held on 04-03-1996.

NOTED.

5. Action taken on the Minutes of the 113th Meeting of the Board of Directors of APIIC Ltd held on 11-04-1996.

NOTED.

6. To take notice of disclosure of interest by the Directors Under Section 299(3) of the Companies Act., 1956.

The Board noted the general notices given by the Directors under section 299(3) of the Companies Act., 1956 in Form 24 AA for the Financial Year 1995-96.

7. Progress Report on Civil works including Deposit works:

NOTED.

8. Tenders accepted by the VC & MD /Chief Engineer, APIIC Ltd during the year 1995-96.

NOTED.

9. Inter corporate Deposits with M/s Andhra Bank Financial Service Limited – Amount Due.

The Board discussed the proposals and advised the VC & MD to make a comprehensive proposals to Government for a decision after analyzing the Balance Sheet of M/s A.B.F.S.L. for accepting the principal amount of deposits without insisting on payment of interest and also agree to receive interest at the rate adopted by them for all other depositors in case of balance available after payment of principal to all other depositors.

10. Enhancement of Exgratia payable to legal heirs of the employees who die in harness:

The discussed the proposal to increase the exgratia payment from Rs. 5000/- to Rs. 10,000/- (Rupees Ten Thousand only) to the dependents of employee, who die in the harness while in service on compassionate grounds and felt that the increase is not necessary since the facility of compassionate appointment is available to them.

The Board ratified the action of the VC & MD in having sanctioned an ex-gratia payment of Rs. 10,000/- (Rupees Ten Thousand only) to the wife of Late G.Veerawamy, Sr. Messenger, who died in an accident recently as a special case.

11. Sri V. Bhaskara Rao, Former Assistant, Services Terminated – Appeal for Reinstatement.

The Board considered the appeal of Sri V.Bhaskara Rao, Former assistant for reinstatement into service. In as much as the individual stayed away from duty for over one year without justification and disobeyed the orders of his superiors which amounts misconduct and indiscipline. The Board found no valid reason to intervene in the case. Accordingly the Board resolved to reject the appeal of the individual.

12. Provision of Lien in the service for the employees seeking employment/profession/vacation outside the corporation.

The Board discussed the proposals as contained in the Agenda Notes and approved the procedure as suggested in the Agenda Note for extending lien facility to the employees of the corporation seeking employment/profession/vocation outside the corporation.

The Board ratified the action of the VC & MD in permitting Sri C.Balaji, Manager (MIS) and Smt. B.Rajya Lakshmi, Sr. Accountant to go on lien for five years with the terms as mentioned in the Agenda & Notes.

13. PAPERS FOR PERUSAL:

The Board noted the appointment of Sri R. Chandrashekr, IAS as Chairman and officer on Special Duty, APIIC Ltd., vide G.O.Rt.No. 478 dated: 01-07-1996 of Industries & Commerce (INF) Department, Government of Andhra Pradesh, Hyderabad.

14. Waiver of Interest Recommendations of the Committee - approval.

The Board discussed and approved the proposals as contained in the Agenda & Notes.

15. Payment of Interest to M/s Black Gold Refineries Ltd., IDA – Parwada.

The Board discussed the proposals as contained in the Agenda & Notes and it was decided not to pay any interest on the refund amount already. However, VC & MD was asked to consider any incentive if M/s Black Gold Refineries Ltd., approach for allotment of land again for their project at Visakhapatnam.

16. Termination of the services of Sri A. Seetarama Sastry, Company Secretary.

The Board discussed the proposals as contained in the Agenda Notes and it was felt that continuation of services of Sri A. Seetarama Sastry, Company Secretary is not desirable in view of his misconduct, irregularities undergoing treatment in the hospitals. Therefore, it was resolved to advise him orally to seek voluntary retirement from service on medical grounds. If he fails to do so, VC & MD was authorised to terminate his service based on the enquiry report duly giving him a show cause notice as per rules.

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

Sd/-
DR. N. JAYAPRAKASH NARAYAN
CHAIRMAN OF THE MEETING

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 115th MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON WEDNESDAY, 4TH SEPTEMBER, 1996 AT 03:00 PM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Sri R. Chandra shekar, IAS : Chairman
- 2) Sri Dr N. Jayaprakash Narayan, IAS : Vice-Chairman & Managing Director
- 3) Sri R.P.Singh, IAS : Director

IN ATTENDANCE:

- 1) Sri B.V.Ramana Murthy, : Chief General Manager
- 2) Sri Y.Yanadi Rao : Company Secretary

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation

1. Sri A.K.Kutty, IAS
2. Sri V.P.Jauhari, IAS
3. Sri M.K.R.Vinayak, IAS
4. Sri P.C. Parakh, IAS

2. Confirmation of the Minutes of the 114th Board Meeting of the Board of Directors held on 03-07-1996:

The minutes of the 114th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 03-07-1996 at 03:00 PM as circulated were confirmed.

3. Papers for perusal:

The following papers placed before the Board for perusal were noted.

- a. G.O.Rt.No. 2799 dt: 20.06.1996 of General Administration (PE-I) Department, Government of AP, regarding utilization of mileage charges, TA/DA of the Chairman of SLPEs quarterly basis.

4. Action taken on the Minutes of the 114th Meeting of the Board of Directors of APIIC Ltd held on 03-07-1996 - Feed back report to the Board.

NOTED.

5. To take notice of disclosure of interest by Directors under section 299(3) of the companies Act., 1956.

The Board noted the general notices given by Sri R. Chandrashekar, IAS, Chairman and Officer on Special Duty under section 299(3) of the Companies Act, 1956 in Form No. 24-AA for the financial year 1996-97.

6. Appointment of Sri R. Chandrashekar, IAS as Chairman and Officer on special duty, APIIC Ltd – consent of the company by special resolution under section 314 of the Companies Act, 1956.

The Board discussed the proposals as contained in the Agenda note and “Resolved that pursuant to the provisions of the Section 314 of the Companies Act, 1956 and subject to the consent of the Shareholders in an Extra-Ordinary General Meeting of the company by special resolution, Sri R. Chandrashekar, IAS be and is hereby appointed as the Chairman and Officer on special duty with effect from 1st July, 1996 holding and continue to hold on office or place of profit in the company on such pay and allowances in the supertime scale of the Indian Administrative Service admissible to him from time to time in the State Government and such other terms and conditions as set out in G.O.Rt. No. 478 dated. 01.07.1996 of Industries & Commerce (INF) Department, Government of AP, a copy of which is placed before this meeting.

Further resolved that an Extra-ordinary General Meeting of the company be convened on Saturday, the 28th September, 1996 at 3:00 PM at the Registered office of the company to secure the consent of the members in this regard.

Further resolved that the draft notice of the Extra-ordinary General Meeting as annexure to the agenda note be and is hereby appointed and the company secretary was authorised to sign and issue the same to all the members of the company.

7. Convening of the 23rd Annual General Meeting as per the provisions of the Companies Act, 1956 to consider and approve the Annual Accounts for the year 1995-96.

The Board decided to convene the 23rd Annual General Meeting of the member of the company on Saturday, the 28th September, 1996 at 3:00 PM at the Registered office of the company to consider and approve the Annual Accounts for the year 1995-96.

8. Allotment and issue of Equity shares.

The Board discussed the proposal as continued in the Agenda note and passed the following resolution.

“Resolved to allot 74, 142 fully paid equity shares of Rs. 1000/- each in favour of the Governor of Andhra Pradesh for the amount of Rs. 741.42 lakhs subscribed by the Government of AP towards the Equity shares capital of the company.

Further resolved that the balance of Rs. 554.17 be kept in “Deposit towards the share application money” with the company.

Further resolved that one share certificate for 741.42 Equity shares be issued in favour of the Governor of Andhra Pradesh under the common seal of the company affixed thereto in the presence of and signed by:

1. Sri R. Chandrashekar, IAS, Chairman
2. Dr. N. Jayaprakash narayan, IAS, VC & MD and
3. Sri Y. Yanadi Rao, Company Secretary.

9. Tax Audit for the assessment year 1995-96 and 1996-97 (Financial years 1994-95 and 1995-96) – appointment of Tax Auditors and fixation of remuneration.

The Board discussed the proposals as contained in the Agenda note and decided to appoint M/s Vemuganti Associates, Chartered Accountants, Statutory Auditors of the company as Tax Auditors also for the assessment years 1995-96 and 1996-97 (financial years 1994-95 and 1995-96) at a remuneration of Rs. 7000/- per year.

10. Inter – corporate deposit with M/s Hyderabad Allwyn Ltd – Adjustment of dues by Government against the loan outstanding of APIIC to Government etc.

NOTED

11. Industrial Housing Complex, Jeedimetla, Phase –II – allotment of land under common facilities to M/s Royal Educational Society on concessional rates (Deferred Item No. 15 of 112th Board meeting held on 04.03.1996.)

The Board discussed the proposals as contained in the Agenda note and deferred the matter for consideration.

12. IDA-Kakinada (Expn), Phase –II – approval of layout plan by DT & CP – waiver of interest payable by meeting held on 30.09.1995.

The Board ratified the action taken by the VC & MD in having charged the interests @ 10% p.a. as against the normal rate of 20% p.a. on the balance land cost payable by the allottees of Phase –II, IDA-Kakinada (Expn) from the date of allotment till 31.07.1995, since the building plans could not be approved by the Ramanayyapet Gram Panchayat in the absence of final approval of the layout by the DT & CP de to which the allottees could not implement their projects.

13. Water supply to proposed Industrial Estate near Visakhapatnam from Sarada River basin – construction of infiltration wells – works stopped and damage caused – writing off the expenditure of Rs. 2.53 lakhs.

The Board discussed the proposals as contained in the Agenda note and it was decided to write off Rs. 252764/- being the expenditure incurred on construction of infiltration wells, drilling of three numbers of trial bore wells and deposits paid to CE (R&B) and CE (PR), since the work had to be abandoned due to farmers agitation as also the expenditure already incurred cannot be capitalised.

14. Enhancement of Budget allocation towards HBA.

The Board discussed the proposals as contained in the Agenda note and decided to increase the budget provision for House Building Advance from Rs. 35.00 lakhs to Rs. 50.00 lakhs per year.

15. Extension of enhanced HBA ceiling limits to the employees who have availed the loan during the year 1993-94.

The Board discussed the proposals as contained in the Agenda note and decided to extend the enhanced ceiling limits of House Building Advance only with effect from the date G.O.Ms. No. 217 Fin. & Plg (Finance and Planning wing) Department, dated: 28.04.1994.

16. Payment of Ex-gratia to the employees of the corporation.

The Board discussed the proposals as contained in the Agenda note in view of the Government guidelines that Ex-gratia should not be paid outside. The provisions of the bonus Act, the proposal was not approved.

17. Note on APIIC Ltd. Staff regulations, 1974.

The Board discussed the amendments proposed to the APIIC Ltd, Staff Regulations, 1974 and decided to defer the proposal and advised VC & MD to review again and place the same before the Board.

18. Reimbursement of medical expenses – special sanction to the employees.

The Board discussed the proposals as contained in the Agenda note and decided to sanction the reimbursement of medical expenses to 30 employees not exceeding Rs. 248167.00 and also ratified action taken by the VC & MD for advancing amount of Rs. 47450.00 to two employees.

19. Draft Balance Sheet as on 31.03.1995 and draft Profit & Loss account for the year ended 31.03.1995.

The considered and approved the Balance Sheet as at 31.03.1995 and the Profit & Loss Account for the year ended 31.03.1995 as also Schedules and Notes appended thereto.

The Board authorised Sri R.Chandra shekar, IAS, Chairman & OSD, Dr. N. Jayaprakash Narayan, IAS, VC & MD, and Sri Y.Yanadi Rao, Company Secretary, to sign the Balance sheet and Profit & Loss account on behalf of the Board and submit to the same to the Statutory Auditors of the company for their report thereon.

20. Staff position and Industrial relations report to the Board covering the period from last Board meeting till date.

NOTED.

21. Jawahar, Autongar Industrial Housing Complex, Vijayawada – representation of M/s Jawahar Autonagar, Housing Complex, occupants, Welfare Association for waiver of interest and penal interest on difference in house cost.

The Board discussed the proposals as contained in the Agenda note and with a view to settle the long-pending cases and to recover all other outstanding dues like original Hire

Purchase installments, cost of additional facilities, maintenance charges/property taxes, water charges from allottees, it was decided to collect the difference in house cost from the allottees of Jawahar Autonagar Industrial Housing complex, Vijayawada, subject to the following conditions.

- a) The difference in house cost should be collected without interest and penal interest.
- b) The other dues like original HP installments, cost of additional facilities, Maintenance charges/ property taxes, water charges should be collected in lumpsum together with interest/penal interest along with the differences in house cost.
- c) All the court cases filed by the association in respect of housing scheme should be withdrawn unconditionally.
- d) This facility will be available upto 30.11.1996 and stands withdrawn automatically after that date and original terms/demand will come into force retrospectively.
- e) The waiver is not applicable to the cases already settled.
- f) Sale deeds will be executed on receipt of the total sale consideration and on completion of other terms and conditions as per rules.

22. Ratification regarding compassionate appointments.

The Board discussed the proposals as contained in the Agenda note and ratified the action of the VC & MD in havinf issued offer of appointment letters dated:26.08.1996 and 12.08.1996 respectively to Smt. S. Venkatamma w/o Late Sri S. Parasuramaia and Smt. G. Vasantha W/o Late G.Veerawamy duly relaxing the age and qualification, in respect of the former and qualification in respect of the latter on the merits of the cases of the posts of Messengers in the existing vacancies.

23. APIE, Balanagar – allotment of plot No. B-67, B-68 – M/s Sagar Electrical & General Inds. And M/s Sagar Engineering Company – settlement of case.

The Board discussed the proposals as contained in the Agenda note and noted that there are contradictory claims between M/s Sagar Electrical & General Industries and M/s Sagar Engineering Company, in respect of plot no. B67, APIE, Balanagar and a W.P. is pending in the High Court of AP. Since M/s Sagar Engineering Company is functioning in plot no. B-68, APIE, Balanagar for which they have already paid the cost and there are no counter claims over the plot, it was decided to permit the firm to have plot no. B-68 registered in its favour.

24. Sanction of House Building Advance to certain employees for repayment of loan obtained from Housing Financial Institutions.

The Board discussed the proposals as contained in the Agenda note and decided to sanctioned House Building Advance to repay the amounts borrowed from the Housing Financial Institutions to the following employees as a special case.

- a) Sri Ch. V.S.N.K. Sarma, Sr. accountants
- b) Sri B.R.K. Sarma, DZM(E)
- c) Sri Ch. Balanageswara Rao, Litt.Attender.

25. Note on the representations submitted by certain Senior Deputy Zonal Managers(E).

The Board discussed the proposals as contained in the Agenda note and decided to constitute a committee with the following members.

1. Sri R.P.Singh, IAS, VC & MD, APIDC- Chairman
2. General Manager, APSFC
3. Representation from General Administration Department to study the promotion channels of Engineering wing and development wing and suggest a structure ensuring equitable opportunities for career planning and progress keeping in view the job specifications and qualifications required thereof.

26. Enhancement of Medical Reimbursement.

The Board discussed the proposals as contained in the Agenda note and in view of steep hike in the cost of medicines and treatment facilities, the Board decided to enhance reimbursement of medical expenses to the employees of the corporation from Rs. 1500/- p.a. to Rs. 2500/- p.a.

The Meeting terminated with a vote of thanks to the Chairs.

Sd/-
R. CHANDRASHEKAR
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 116th MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON MONDAY, 23rd SEPTEMBER, 1996 AT 01:00 PM AT KRISHNA OBEROI, BANJARA HILLS, HYDERABAD – 500 004.

PRESENT:

- | | |
|---------------------------------------|-------------------------------------|
| 1) Sri R. Chandra shekar, IAS | : Chairman |
| 2) Sri Dr N. Jayaprakash Narayan, IAS | : Vice-Chairman & Managing Director |
| 3) Sri P.C.Parakh, IAS | : Director |
| 4) Sri R.P.Singh, IAS | : Director |

IN ATTENDANCE:

- | | |
|---------------------------|-------------------------|
| 1) Sri B.V.Ramana Murthy, | : Chief General Manager |
| 2) Sri Y.Yanadi Rao | : Company Secretary |

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation

1. Sri A.K.Kutty, IAS
2. Sri V.P.Jauhari, IAS
3. Sri M.K.R.Vinayak, IAS

2. Confirmation of the Minutes of the 115th Board Meeting of the Board of Directors held on 04-09-1996:

The minutes of the 115th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 04-09-1996 at 03:00 PM as circulated were confirmed.

3. Papers for perusal:

The following papers placed before the Board for perusal were noted.

- a. Lr.No. A-036/0101630/94-IGC-1349 dt:30.07.1996 of Under Secretary to the Government of India, Department of Company Affairs regarding fixation of remuneration of auditors for the year(s) 1991-92 to 1995-96.

4. Resignation of Sri R. Chandra Shekar, IAS as Chairman and Managing Director, APIIC Ltd.

The Board noted the resignation of Sri R.Chandrashekar, IAS, as the Chairman and Managing Director of APIIC Ltd, as per G.O.Rt.No. 5042 dated. 21.09.1996 of the Chief Secretary to Government, General Administration (Spl. A) Department, Government of Andhra Pradesh, a copy of which is placed before the meeting.

The Meeting terminated with a vote of thanks to the Chairs.

Sd/-
R. CHANDRASHEKAR
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 117th MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON FRIDAY, 29TH NOVEMBER, 1996 AT 03:00 PM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- | | |
|-------------------------------|--------------------------------|
| 1) Sri R. Chandra Shekar, IAS | : Chairman & Managing Director |
| 2) Sri A.K. Kutty, IAS | : Director |
| 3) Sri P.C.Parakh, IAS | : Director |
| 4) Sri C.D.Arha, IAS | : Director |

IN ATTENDANCE:

- | | |
|---------------------------|-------------------------|
| 1) Sri B.V.Ramana Murthy, | : Chief General Manager |
| 2) Sri Y.Yanadi Rao | : Company Secretary |

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation

1. Sri R.P.Singh, IAS
2. Sri V.P.Jauhari, IAS

2. Confirmation of the Minutes of the 116th Board Meeting of the Board of Directors held on 23-09-1996:

The minutes of the 116th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 23-09-1996 at 01:00 PM as circulated were confirmed.

3. Papers for perusal:

The following papers placed before the Board for perusal were noted.

- a. G.O.Rt.No. 697 dt: 30.09.1996 of Inds & com. (IP) Department, Government of AP., regarding resignation of Sri R. Chandrshekar, IAS, Chairman and Managing Director, APIIC Ltd.

4. Action taken on the Minutes of the 115th Meeting of the Board of Directors of APIIC Ltd held on 04-09-1996 - Feed back report to the Board.

NOTED.

5. Action taken on the Minutes of the 116th Meeting of the Board of Directors of APIIC Ltd held on 23-09-1996 - Feed back report to the Board.

NOTED.

6. To take notice of disclosure of interest by Directors under section 299(3) of the companies Act., 1956.

The Board noted the general notices given by Sri R. Chandrashekar, IAS, Chairman and Managing Director, APIIC Ltd, under section 299(3) of the Companies Act, 1956 in Form No. 24-AA for the financial year 1996-97.

7. Appointment of officials Directors by designation – appointment of Sri C.D.Arha, IAS, MD, APSFC – Noting of the changes among Ex-officio Directors by the Board.

The Board discussed the proposals as contained in the Agenda note and noted that Sri C.D. Arha, IAS, MD, APSFC are Director of the company in place of Sr. M.K.R.Vinaak, IAS, who was transferred. The Company Secretary was requested to comply with the formalities as required under the Companies Act, 1956 after obtaining necessary information from the Director.

8. IE – Kukatpally – allotment of Shed No. 3 B to M/s The Girijan Engineering Industries – waiver of interest on balance shed cost – ratification.

The Board considered the proposal and ratified the action taken by the then VC & MD to waive the total interest amounting to Rs. 32.051.70 due as on 17.09.1996, giving M/s The Girijan Engineering Industries, allottee of shed No. 3-B. IE-Kukatpally 60 days time for payment of the balance principal cost of the shed without further interest.

9. Industrial Housing complex – Jeedimetla, Phase-II – allotment of land under common facilities to M/s Royal Educational Society on concessional rates (Deferred Item No. 11 of the 115th Board Meeting held on 04.09.1996)

The Board discussed the proposals as contained in the Agenda note and decided that no reduction in the rate was warranted.

10. Delegation of powers to the VC & MD to nominate officers to exercise the powers/functions of Local Authority under the Andhra Pradesh Panchyat Raj Act, 1994.

The Board considered the proposal and decided to authorise the VC & MD / Chairman and Managing Director to appoint/nominate the officers of the corporation suitable to act/discharge the powers/functions delegated to APIIC Ltd under the AP Panchyat Raj Act, 1994 in respect of the Industrial Areas situated within the limits of the notified Gram Panchyat with further power to sub-delegate to such officers as may be necessary from time to time. The Board also decided to authorise the VC & MD /Chairman and Managing Director to get delegation of powers to such officers in the matters of Local Authority under the Andhra Pradesh Raj Act, 1994 published in the District Gazettes, AP Gazettes, Newspapers etc., as may be felt necessary.

11. Sanction of matching grant to the APIIC Ltd Employees welfare Trust for promotion of General welfare and charitable objectives pursued by the trust.

The Board considered and approved the proposal to sanction matching grant of Rs. 4000/- per month to the APIIC Ltd, Employees Welfare Trust for promotion of general welfare and its charitable objectives initially for one year and to renew later on the basis of experience.

12. Payment of Additional Charge Allowance to Sri BV Ramana Murthy, CGM.

The Board ratified the action taken by the then VC & MD in having sanctioned the additional charge allowance to Sri BV Ramana Murthy, Chief General Manager from 17.06.1996 to 27.08.1996. When he held the post of the Company Secretary, on leave. Further, the Board authorised Chairman and Managing Director to decide such cases in future.

13. Inter corporate deposit due from M/s FEDCON – request for waiver of interest.

The Board considered the proposals as contained in the Agenda note and decided to write off the interest amount of Rs. 117680/- due as on 31.10.1996 from M/s AP State Consumers Federation Ltd (FEDCON), since the loan was provided to M/s FEDCON on the request of the Government and M/s FEDCON requested the corporation to write off the amount due to its serious financial crisis.

14. Industrial Development Areas Srikakulam – allotment of Shed No. D-4 to M/s Sai Krishna Granites – Reduction of 25% in Shed cost – ratification.

The action of the then VC & MD in offering Shed No. D-4. Industrial Development Area, Srikakulam to M/s Sai Krishana Granites at a reduced cost of 25% was ratified in view of the poor demand and to improve the occupancy position of the Industrial Area.

15. Progress Report on Civil works (APIIC and Deposit works).

NOTED.

16. Establishment of Infocity at Madhapur, Hyderabad.

The Board discussed the proposals for development of Infocity over an extent of 158 acres of land identified at Madhapur through a reputed company having a good track record and having sound financial base with marketing abilities in IT field.

The Board also noted that Government desires that the proposals to develop Infocity through a Joint Venture Company duly selecting a suitable partner in the private sector be implemented expeditiously.

After detailed and exhaustive discussions on all aspects the Board decided to select L&T as the co-promoter and to implement the Infocity Project through a Joint Venture company associating M/s L&T in a phased manner over a period of 12 years in accordance with detailed terms indicated in the draft agreement annexed to the agenda note on this item.

The Board noted that a project of this nature requires to be implemented over a period of time with reference to the demand potential and hence land required for development needs to be provided in a phased manner at the rate as specified and in accordance with the principals detailed in the draft agreement enclosed to the Agenda note which ensures good return on the equity / loan proposed to be contributed by APIIC.

Chairman and Managing Director apprised the Board of the outstanding and tireless contribution of Sarvasri Ramana Murthy, Chief General Manager and Parthasarathi Rao, Project Manager, Infocity project unit in finalizing the draft agreement for information a Joint Venture company and appreciated their effort. As a result it was made possible to finalize the draft agreement in record time.

While approving the conclusion of the agreement as proposed with M/s L&T for formation of Joint Venture company, the Board also decided to authorize the Chairman and Managing Director, APIIC to stipulate any additional terms and conditions as considered necessary an to make any minor changes that are found necessary for finalizing the agreement with L&T for executing the Infocity Project.

The Meeting terminated with a vote of thanks to the Chairs.

Sd/-
R. CHANDRASHEKAR
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 118th MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON MONDAY, 31ST MARCH, 1997 AT 03:00 PM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Sri R. Chandra shekar, IAS : Chairman & Managing Director
- 2) Sri A.K. Kutty, IAS : Director
- 3) Sri R.P.Singh, IAS : Director
- 4) Sri V.P.Jauhari, IAS : Director

SPECIAL INVITEE:

- Sri P.C. Parakh, IAS : Principal Secretary to Govt. and Commissioner for Industrial Promotion.

IN ATTENDANCE:

- 1) Sri B.V.Ramana Murthy, : Chief General Manager
- 2) Sri Y.Yanadi Rao : Company Secretary

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation

- 1. Sri Asuthosh Mishra, IAS
- 2. Sri M.S.Prasad, IAS

2. Confirmation of the Minutes of the 117th Board Meeting of the Board of Directors held on 29-11-1996:

The minutes of the 117th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 29-11-1996 at 03:00 PM as circulated were confirmed.

3. Papers for perusal:

The following papers placed before the Board for perusal were noted.

- a. G.O.Rt.No. 146 dt: 28.02.1997 of Inds & com. (IP) Department, Government of AP., regarding placing of Sri R.P.Singh, IAS, MD, APIDC in additional charge of the post of the Chairman and Managing Director, APIIC Ltd., from 24.02.1997 to 06.03.1997.

4. Action taken on the Minutes of the 117th Meeting of the Board of Directors of APIIC Ltd held on 29-11-1996.

NOTED.

5. To take notice of disclosure of interest by Directors under section 299(3) of the companies Act., 1956.

The Board noted the general notices given by Sri Asutosh Mishra, IAS, Director, APIIC Ltd, under section 299(3) of the Companies Act, 1956 in Form No. 24-AA for the financial year 1996-97.

6. Appointment of officials Directors by designation – Noting of the changes among ex-officio Directors by the Board.

The Board discussed the proposals as contained in the Agenda note and noted that Sri Asuthosh Mishra, IAS Commissioner of Industries and Sri M.S.Prasad, IAS, MD, APSFC are Directors of the company in place of Sr. P.C.Parakah, IAS, and Sri C.D.Arha, IAS, respectively, who were transferred.

The Company Secretary was requested to comply with the formalities as required under the Companies Act, 1956 after obtaining necessary information form the Directors.

7. Report of the Statutory Auditors and comments of the Comptroller and Auditor General of India on the accounts of the corporation for the year ended 31.03.1993.

The Board discussed the proposals as contained in the Agenda note and after perusing the report of the Statutory Auditors and the comments of the Comptroller and Auditor General of India as also the review on the accounts of the company for the year ended 31.03.1993 by the Comptroller and Auditor General of India, approved the draft replies of the company thereon. The Board authorised the Chairman to sign the same on behalf of the Board.

8. Directors Report of the year 1992-93 to be placed before the Adjourned 20th Annual General Meeting.

The Board discussed the proposals as contained in the Agenda note and approved the draft Directors Report for the year ended 31st March, 1993 and authorised the Chairman to sign the Directors report and any addendum thereto on behalf of the Board.

9. Convening of the Adjourned 20th Annual General Meeting.

The Board discussed the proposals as contained in the Agenda note and decided to convene the Adjourned 20th Annual General Meeting of the company on Wednesday, the 30th April, 1997 at 3:00 PM at the Registered office of the company.

“To receive and adopt the Balance Sheet as at 31st March, 1993, Profit & Loss Account for the year ended 31st March, 1993, Directors Report and the comments of the Comptroller and Auditor General of India and replies thereon.”

The draft notice for the adjourned 20th Annual General Meeting of the company was approved and the Company Secretary was authorised to sign and issue the notices on behalf of the Board.

10. Transfer of Equity Shares.

The Board discussed the proposals as contained in the Agenda note and approved the transfer of Shares in favour of the following officers as per the orders of Government.

a) Sri K. Srinivasa Murthy, Asst. Secretary to Govt. Inds & Comm. Department.

in place of Sri K. Appala narasimham (Retired)

b) Sri M.Kamalakara Rao, Section Officer, Inds & Comm. Department.

in place of Sri P. Ramakrishna (transferred)

The Company Secretary was authorised to take further action as required to effect the transfers in the books of the company.

11. Service contract for Web Server for Government of Andhra Pradesh.

The Board ratified the action taken by the Chairman and Managing Director in having paid an amount of Rs. 20,000/- to M/s Zezan Internet Services towards the cost of Registration hosting a Web Server account to February, 1998 and the cost of the file maintenance on behalf of the Government.

The Board authorized the Chairman and Managing Director for payment of recurring expenditure in this respect as and when the necessity arises and to request the Government for reimbursement of the expenditure incurred/ to be incurred by the corporation on this account.

12. Collections against arrears as on 01.01.74 – Issue of Share certificates to Government of AP.

The Board discussed the proposals as contained in the Agenda note and passed the following resolutions.

“Resolved to allot 2922 fully paid equity shares of Rs. “Deposit towards the share application money” with the company.

Further resolved that one share certificate for 2922 equity shares be issued in favour of the Governor Andhra Pradesh under the common seal of the company affixed thereto in the presence of and signed by:

1. Sri R. Chandra shekar, IAS, Chairman & Managing Director
2. Sri R.P.Singh, IAS, Director
3. Sri Y.Yanadi Rao, Company Secretary

13. Waiver of interest Extension of the time upto 31.03.1998 to avail the concessions.

The Board discussed the proposals as contained in the Agenda note and decided to authorise the Chairman and Managing Director to extend the concessions of waiver of interest offered vide circular dated.20.07.1996, upto March, 1998 to enable all the eligible allottees to clear off their dues and settle their accounts in full with the corporation.

14. Industrial Estate, Chityal – allotment of land to APSEB free of cost.

The Board discussed the proposals as contained in the Agenda note and ratified the action taken by the Chairman and Managing Director, Director in having allotted plot no. 6 measuring 2468 sq. mtrs to APSEB free of cost to erect a 33/11 KV sub-station in Industrial Estate, Chityal, Keeping in view the poor occupancy position in both Estate and as the proposed sub-station would benefit both the existing and prospective entrepreneurs.

15. Seeking assistance from Japanese International co-operation, Agency on developmental studies.

The Board ratified the action taken by the Chairman and Managing Director in having finalized a draft standing model of the terms of reference for technical co-operation by the Government of Japan in respect of Parawada in Visakhapatnam in Consultation with M/s Daiwa Institute of Research, Japan.

16. Commercialization of Visakhapatnam Water supply scheme – pre-feasibility report by M/s ILFS.

The Board discussed the proposals as contained in the Agenda note and decided to ratify the same.

17. Appointment of M/s NASSCOM as Retainer for study on IT Industry in Hyderabad and study on Information Technology workforce Development.

The Board ratified the action taken by the Chairman and Managing Director in having communicated the willingness of the corporation to retain M/s NASSCOM, New Delhi for study on IT Industry in Hyderabad and study on Information Technology workforce Development at

total cost of Rs. 9.00 lakhs for which the State Government would be requested to reimburse the cost of the Rs. 2.00 lakhs as a retainer fees on 5th February, 1997.

18. M/s Feed back Vent Annual General Meeting.

The Board discussed the proposals as contained in the Agenda note and decided to ratify the proposals. Appointed as Industrial Consultants to Government – APIIC Ltd to co-ordinate.

The Board discussed the proposals as contained in the Agenda note and decided to ratify the proposals.

19. Placing of work order on EPTRI for environment Studies.

The Board discussed the proposals as contained in the Agenda note.

20. Compassionate appointment in respect of Ku. Shuvana Sony D/o. Late Sunar Raja, Senior Assistant.

The Board discussed the proposals as contained in the Agenda note and ratified the action taken by the Chairman and Managing Director in having appointed Ku. Shuvana Sony S/o. Late Sunar Raja, Senior Assistant, as Junior Clerk on temporary basis on compassionate grounds duly relaxing the age limit of 18 years. The Board authorised the Chairman and Managing Director to regularize her appointment on attaining the age of majority.

21. Reimbursement of Medical expenses – special sanction to the employees.

The Board discussed the proposals as contained in the Agenda note and decided to sanction the reimbursement of medical expenses to 34 employees not exceeding Rs. 192770/- and also ratified the action taken by the Chairman and Managing Director for advancing an amount of Rs. 46000/- to two employees.

22. Staff position and Industrial Relations report to the Board covering the period from last Board meeting till date.

NOTED.

23. Progress report on civil works (APIIC & Deposit works).

NOTED.

24. IDA – Patancheru, Phase-IV – plot no. 66 M/s M R Ice Factory – waiver of penalty of 0.5% and 1% on the current market value of the plot for the delay in submission of sale deed.

The Board discussed the proposals as contained in the Agenda note and decided to ratify the action taken by the Chairman and Managing Director in having waived the penalty of 0.5% and 1% on the current market value of the plot no. 66, phase-IV, IDA-Patancheru for the delay in submission of sale deed by the allottee M/s MR Ice Factory. The Board also authorised Chairman and Managing Director to consider waiver/reduction of penalty in individual cases on merits in respect of sale deeds and also in restoration of cancellations.

25. Draft Balance Sheet as on 31.03.1996 and Draft Profit & Loss account for the year ended 31.03.1996.

The Board considered and approved the Balance sheet as at 31.03.1996 and the Profit & Loss account for the year ended 31.03.1996 as also the schedules and notes appended thereto.

26. Revised Budget Estimates for the year 1996-97 and Budget Estimates for the year 1997-98.

The Board discussed the proposals as contained in the Agenda note and approved the revised budget estimates for the year 1996-97 and budget estimates for the year 1997-98.

ITEMS DISCUSSED WITH THE PERMISSION OF THE CHAIR:

27. Approach for development of Mega Industrial Projects.

Chairman and Managing Director explained the Board that APIIC Ltd hitherto is developing Industrial Estates and Industrial Development Areas covering extent of land ranging from 50 acres to 1000 acres. However most of the estates were developed over smaller extent of land. The level of facilities provided in the IEs/IDAs are not uniform and were depending upon the need and affordability. Therefore, the quality of infrastructure and level of facilities provided earlier are not satisfactory.

In the context of economic Liberalization and unshackling of controls, it is expected that there is large scope particularly for development of large scale industries. It is imperative that this corporation should gear up to provide state of the art infrastructure of high quality in the Mega Industrial Parks proposed to be developed in the State.

It was further explained that the development of Mega Industrial Projects involves provision of integrated infrastructure with important and capital intensive components such as:

- a) Captive Power
- b) Surface water supply
- c) Sewerage and effluent treatment facilities

The development of Mega Industrial project normally covers huge extent of land ranging between 5000 to 50000 acres of land which requires huge capital outlay. The technical and financial parameters of these projects necessitated association of suitable Joint Venture partners having the requisite financial and technical capabilities. Besides it is necessary that proper Techno Economic feasibility reports are prepared by agencies of national and international reputation and the cost thereof is promoters. These reports themselves could involve Joint venture promoters. These reports themselves could involve considerable expenditure as indicated by the offers for such studies received from M/s Arthur Andersen, Price waterhouse and M/s Lovelock & Lewes copies of which were circulated at the meeting.

The Board, in principle, agreed on the above approach and Chairman and Managing Director was authorised to enter into necessary MOU / Agreement with the prospective agencies for preparation of pre-feasibility / Techno Economic feasibility reports and also for joint development of Mega Industrial Parks or Major components of parks such as water supply, captive power etc., on commercial basis.

28. Formation of a Joint Venture company for establishment Infocity at Madhapur, Hyderabad.

While reviewing the progress made on the establishment of Infocity at Madhapur, Hyderabad, the Chairman and Managing Director appraised the Board that a Joint Venture company by name L&T Infocity Ltd, was registered recently with Rs. 20.00 crores as authorised share capital and as per the terms and conditions of the agreement, APIIC Ltd, is to invest 11% of its associates the balance of 89% of the equity. The Chairman and Managing Director further informed of land and if the cost of land exceeds the 11% of the total equity such excess amount would be treated as a loan contribution to the project by APIIC Ltd. He further informed that APIIC Ltd, and the co-promoter shall be entitled to nominate their representatives as the Directors in proportion to the equity held by them and APIIC Ltd shall have atleast one representative as a director on the Board of the Joint Venture Company.

After discussions, the Board passed the following resolution.

“Resolved that the Chairman and Managing Director is hereby authorised to contribute its 11% share of subscribed equity capital in the first phase which will be Rs. 1.98 crores, in the form of 6 acres of land at Madhapur, which has been valued at Rs. 37229280/- at the rate of Rs., 1282/- per square yard. The excess amount over the 11% equity value of Rs. 1.98 crores, i.e., to the Joint Venture company by APIIC Ltd at the rate of interest of 16% p.a. with yearly rests from the date of giving possession of the land.

RESOLVED that Andhra Pradesh Industrial Infrastructure Corporation Limited (APIIC) have agreed to promote a company along with Larsen & Toubro Limited by the name of “L&T” Infocity Limited” and it is hereby resolved that Mr. R. Chandrashekar, Chairman of APIIC is hereby authorised to be a subscriber to the Memorandum and Articles of Association and to represent as a director in the Board of the proposed company on behalf of APIIC”.

The Meeting terminated with a vote of thanks to the Chairs.

Sd/-
CHANDRASHEKAR
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 119TH MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON MONDAY, 30TH JUNE, 1997 AT 04:00 PM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Sri R. Chandra shekar, IAS : Chairman & Managing Director
- 2) Sri A.K. Kutty, IAS : Director
- 3) Sri R.P.Singh, IAS : Director

IN ATTENDANCE:

- 1) Sri J.R.K. Rao, IAS : Executive Director
- 2) Sri B.V.Ramana Murthy, : Chief General Manager : except for item No. 14
- 3) Sri Y.Yanadi Rao : Company Secretary :

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation

- 1. Sri Asuthosh Mishra, IAS
- 2. Sri V.P.Jauhari, IAS
- 3. Sri M.S.Prasad, IAS

2. Confirmation of the Minutes of the 118th Board Meeting of the Board of Directors held on 31-03-1997:

The minutes of the 118th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 31-03-1997 at 03:00 PM as circulated were confirmed.

3. Papers for perusal:

The following papers placed before the Board for perusal were noted.

- a. Lr. No. A-036/0101630/94-IGC dt: 06.03.1997 of under Secretary to Govt.of India, Department of company affairs (Ministry of Finance) New Delhi, regarding appointment of Auditors for the financial year 1996-97.

- b. G.O.Rt.No. 316 dt: 03.05.1997 of Inds & com. (IP) Department, Government of AP., regarding placing of Sri R.P.Singh, IAS, MD, APIDC in additional charge of the post of the Chairman and Managing Director, APIIC Ltd., from 07.05.1997 to 20.05.1997.
- c. G.O.Rt. No. 2125 dt: 09.05.1997 of General Administration (Spl. A) department, Government of AP regarding creation of an ex-cadre post of Secretary to Govt. information, Technology and Computers, finance & Planning (Plg. Wing) Department for a period of up to 28.02.1998.

4. Action taken on the Minutes of the 118th Meeting of the Board of Directors of APIIC Ltd held on 31-03-1997.

NOTED.

5. To take notice of disclosure of interest by Directors under section 299(3) of the companies Act., 1956.

The Board noted the general notices given by the Directors under section 299(3) of the companies act, 1956 in Form No. 24-AA for the financial year 1997-98.

6. Payment of ex-gratia amount of Rs. 1.00 lakh to the employees of the corporation who met with accidental death while performing official duties.

The Board discussed the proposals as contained in the Agenda note and decided to extend the benefit of payment of ex-gratia amount of Rs. 1.00 lakh to the employees of the corporation who met with accidental death while performing official duties as in Government subject to the conditions laid down in G.O.Ms. No. 343 Finance and Planning (F.W. Admn. II) Department dated.27.12.1996.

7. Expenses for Statutory Auditors for the financial years 1994-95 and 1995-96.

The Board ratified the action taken by the Chairman and Managing Director in having reimbursed the expenditure of Rs. 6624-75 incurred by the Statutory Auditors towards cost of tickets, lodging & boarding etc., during their visit to Zonal offices of Kakinada and Tirupati during the period from 22.05.1996 to 25.05.1996 and from 15.10.1996 to 19.10.1996 to audit the accounts for the year 1994-95 and 1995-96 respectively.

8. IDA – Patancheru – Phase –II, Plot No. 12 & 13 – M/s P.J.Chemicals – waiver of interest.

The Board discussed the proposals as contained in the Agenda note.

9. Empowering the Industrial Areas Service societies for taking up maintenance works.

The Board discussed the proposals as contained in the Agenda note and decided to approve the same.

10. Note regarding differential House Building Advance.

The Board discussed the Agenda note and suggested to follow the general guidelines issued by the Government in regard to sanction of enhanced HBA limits given in G.O.Ms.No. 217 Fin & Plg (Fin.Wing – A&L) Department dated: 28.04.94 for HBA loans sanctioned in earlier years.

11. Reimbursement of medical expenses – Special sanction to the employees.

The Board discussed the proposals as contained in the Agenda note and decided to sanction the reimbursement of medical expenses to 8 employees not exceeding Rs. 69440/- and also ratified the action taken by the Chairman and Managing Director for advancing an amount of Rs. 110368-50 to 4 employees.

The Board further suggested that norms for sanction of medical expenditure for in-patient treatment in Hospitals may be placed before the Board and after approval regulate the claims as per norms by CMD/VC & MD.

12. Progress report on civil works.

NOTED.

13. Tenders accepted by CMD/CE during the year 1996-97.

NOTED.

14. Appointment of Sri. B.V.Raman Murthy, Chief General Manager, APIIC to the post of Executive Director.

The Board noted the G.O.Ms.No. 135, dated.5th June, 1997 of Industries and Commerce (INF) Department, Government of AP creating 3 posts of Executive Directors for a period of one year including Executive Director (finance).

Chairman and Managing Director appraised the Board in detail about the circumstances in which Government had issued orders creating the three posts of Executive Directors. He also appraised the Board of the views conveyed by the employees association on the subject.

After considering the relevant aspects the Board passed the following resolutions.

“Resolved to promote Sri BV Raman Murthy, Chief General Manager as Executive Director (Finance) in the post created in the GO Ms No. 135 dated 05.06.1997 of Inds & Comm. (INF) Department, Government of AP.”

Further Resolved to recommend to the Government the scale of pay of Rs. 9820-280-10380-340-11740 for the post of executive director (finance) for approval.

15. Staff position and Industrial relations report to the Board covering the period from last Board meeting till date.

NOTED.

16. Sanction of House Building Advance to Sri Md. Muzafaruddin, Surveyor.

The Board discussed the proposals as contained in the Agenda note and ratified the action taken by the Chairman and Managing Director in having sanctioned the House building advance to Sri Md. Muzafaruddin, Surveyor duly relaxing the eligibility limit of 3 years service.

17. Visit of Chief Minister Government of AP to Malaysia and Singapore in may 1997 accompanied by CMD, APIIC Ltd – expenditure incurred on CM’s visit ratification sought.

The Board discussed the proposals as contained in the Agenda note.

18. IDA – Uppal – allotment of plot no. H3 to M/s. Bharani paper coats – reduction in land cost and waiver of interest.

The Board discussed the proposals as contained in the Agenda note and ratified the action taken by the Chairman and Managing Director in having extending the concessions to M/s Bharani paper coats, allottee of plot no. H3, IDA-Uppal in reduction of land cost and waiver of differential interest.

The Meeting terminated with a vote of thanks to the Chairs.

Sd/-
R. CHANDRASHEKAR
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 120TH MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON FRIDAY, 29TH AUGUST, 1997 AT 01:00 PM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Sri R. Chandra Shekhar, IAS : Chairman & Managing Director
- 2) Sri A.K. Kutty, IAS : Director
- 3) Sri M.S. Prasad, IAS : Director

IN ATTENDANCE:

- 1) Sri Y. Yanadi Rao : Company Secretary

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation

- 1. Sri Asuthosh Mishra, IAS
- 2. Sri V.P.Jauhari, IAS
- 3. Sri R.P.Singh, IAS

2. Confirmation of the Minutes of the 119th Board Meeting of the Board of Directors held on 30-06-1997:

The minutes of the 119th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 30-06-1997 at 03:00 PM as circulated were confirmed.

3. Convening of 24th Annual General Meeting as per the provisions of the Companies Act, 1956 to consider and approve the Annual Accounts for the year 1996-97.

The Board decided to convene the 24th Annual General Meeting of the company on Tuesday, the 30th of September, 1997 at 3:00 PM at the Registered office of the company to consider and approve the Annual Accounts for the year 1996-97.

The Company Secretary was authorised to sign and issue notices to all the members of the company on behalf of the Board as per the draft placed before the Board.

4. Action taken on the Minutes of the 119th Meeting of the Board of Directors of APIIC Ltd held on 30-06-1997.

NOTED.

5. Re-constitution of the Board of Directors of APIIC Ltd – appointment of official directors by designation – noting of the changes among the Directors by the Board.

The Board discussed the proposals as contained in the Agenda note and the re-constitution of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Ltd. While approving the course of action suggested in the Agenda note, the Board noted that the following officers holding posts at present are the Directors of the company.

(i) Sri R.Chandra shekar, IAS	: Chairman and Managing Director, APIIC Ltd.
(ii) Sri R.P.Singh, IAS	: VC & MD, APIDC.
(iii) Sri M.S.Prasad, IAS	: Managing Director, APSFC.
(iv) Sri Anil Kumar Kutty, IAS	: Member Secretary, APSEB.
(v) Sri Asuthosh Mishra, IAS	: Commissioner of the Industries, Govt. of AP
(vi) Sri V.P.Jauhar, IAS	: Member Secretary, AP Pollution Control Board.

6. Reimbursement of medical expenses - Special sanction to the employees.

The Board discussed the proposals as contained in the Agenda note and decided to sanction the reimbursement of medical expenses to 13 employees not exceeding Rs. 65,527/- and also ratified the action taken by the Chairman and Managing Director for advancing an amount of Rs. 70,000/- to 2 employees.

7. Incl. Housing complex, Jeedimetla – Allotment of land to M/s Royal Education Society for establishment of ITI – Reduction in land cost.

After detailed discussions, the Board agreed to restore the allotment duly waiving penalty and to reduce the land cost by Rs. 375/- per sq. mtr. Subject to payment of total land cost in one lump sum.

8. Progress Report on civil works.

NOTED.

The Meeting terminated with a vote of thanks to the Chairs.

Sd/-
R. CHANDRASHEKAR
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 121ST MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON TUESDAY, 23RD DECEMBER, 1997 AT 03:00 PM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Sri R. Chandra Shekar, IAS : Chairman & Managing Director
- 2) Sri Asuthosh Mishra, IAS : Director
- 3) Sri P.K. Rastogi, IAS : Director
- 4) Sri A.K. Jha, IAS : Director

IN ATTENDANCE:

- 1) Sri Shashank Goel, IAS : Executive Director (E)
- 2) Sri J.R.K. Rao, IAS : Executive Director (PNI)
- 3) Sri B.V.Ramana Murthy, : Executive Director (F)
- 4) Sri Y.Yanadi Rao : Company Secretary

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation

1. Sri A.K. Kutty, IAS
2. Sri V.P.Jauhari, IAS

2. Confirmation of the Minutes of the 120th Board Meeting of the Board of Directors held on 29-08-1997:

The minutes of the 120th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 29-08-1997 at 01:00 PM as circulated were confirmed.

3. Action taken on the Minutes of the 120th Meeting of the Board of Directors of APIIC Ltd held on 29-08-1997.

NOTED.

4. Report of the Statutory Auditors and comments of the Comptroller and Auditor General of India on the accounts of the corporation for the year ended 31.03.1994.

The Board discussed the proposals as contained in the Agenda note and after perusing the report of the Statutory Auditors and the comments of the Comptroller and Auditor General of India as also the review on the accounts of the company for the year ended 31st March, 1994 by the Comptroller and Auditor General of India, approved the draft replies of the company thereon.

The authorized the Chairman to sign the same on behalf of the Board.

5. Directors Report of the year 1993-94 to be placed before the Adjourned 21st Annual General Meeting.

The Board discussed the proposals as contained in the Agenda note and approved the draft Directors Report for the year ended 31st March, 1994 and authorised the Chairman to sign the Directors report and any addendum thereto on behalf of the Board.

6. Convening of the Adjourned 21st Annual General Meeting.

The Board discussed the proposals as contained in the Agenda note and decided to convene the Adjourned 21st Annual General Meeting of the company on Tuesday, the 27th January, 1998 at 3:00 PM at the Registered office of the company.

The draft notice for the adjourned 21st Annual General Meeting of the company was approved and the Company Secretary was authorised to sign and issue the notices on behalf of the Board.

7. Appointment of officials Directors by the designation – Noting of the changes among Ex-officio Directors by the Board.

The Board discussed the proposals as contained in the Agenda note and noted that Sri A.K.Jha, IAS, MD, APIDC and Sri P.K.Rastogi, IAS, MD, APSFC are Directors of the company in placed of the Sri R.P.Singh, IAS, and Sri M.S.Prasad, IAS respectively, who were transferred.

The Company Secretary was requested to comply with the formalities as required under the Companies Act, 1956 after obtaining necessary information from the Directors.

8. Shopping complex, Autonagar, (Phase –IV) Guntur – Representation of certain Entrepreneurs for allotment of shops on out right sale basis – Cost reduced by 20% on SSR value of Rs. 105720/- to Rs. 84576 - Ratification orders.

The Board discussed the proposals as contained in the Agenda note.

9. PROGRESS REPORTS.

a) Staff Positions and Industrial relations report to the Board covering the period from last Board Meeting till date.
NOTED.

b) Progress Report on civil works.
NOTED.

10. Delegation of UDAs & DT & CP powers to APIIC for sanction of Industrial Building Plans in Industrial Areas.
NOTED.

11. Enhancement of contribution of Provident Fund.

The Board discussed the proposals as contained in the Agenda note and decided to ratify the same.

12. Enhancement of Gratuity.

The Board discussed the proposals as contained in the Agenda note and decided to enhance the limit of maximum entitlement of gratuity payable to an employee from the existing Rupees One lakh to Rupees Two lakhs and Fifty thousand with effect from 24.09.1997. The Board authorised the Chairman and Managing Director to amend the Gratuity Rules of the corporation accordingly.

13. Sanction of matching grant to the APIIC Ltd employees welfare trust for promotion of general welfare and charitable objectives pursued by the trust – Further continuance.

The Board discussed the proposals as contained in the Agenda note and ratified the action taken by the Chairman and Managing Director in having sanctioned for continuation of matching grant for a further period of three years with effect from 29.11.1997 to the APIIC Ltd Employees Welfare Trust to carry out its objectives.

14. Reimbursement of medical expenses – Special sanction to the employees.

The Board discussed the proposals as contained in the Agenda note and decided to sanction the reimbursement of medical expenses to 22 employees not exceeding Rs. 1,64,926.40 and also ratified the action taken by the Chairman and Managing Director for advancing on amount of Rs. 2500 to Smt. M.Laxmi, Sweeper. Board also suggested to bring to it the norms proposed for sanctioning medical claims for in-patient treatment in the hospitals for approval and also decided to authorise the Chairman and Managing Director to sanction the individuals claims with reference to the norms approved by the Board.

15. Identification of gaps in civic and social infrastructure in Hyderabad and Visakhapatnam Cities – Preparation of comprehensive report – work entrusted to M/s Tata Economic Consultancy Services Ltd.

The Board discussed the proposals as contained in the Agenda note.

16. Visakhapatnam Industrial Water Supply Scheme.

The Board discussed the proposal for implementation of the Vizag Industrial water supply scheme to meet the Industrial water requirements of Visakhapatnam. The Board noted that Government nominated APIIC Ltd as the nodal agency for execution of the project on behalf of the Government. After detailed discussions on all aspects, the Board approved the proposal to enter into a Memorandum of Agreement with M/s IL & FS as per draft annexed to the agenda note. The Board decided to authorise the Chairman and Managing Director to sign the agreement after obtaining the Government approval, on behalf of the corporation and to stipulate any minor additional terms and conditions as considered necessary and to make any minor changes that are found necessary while finalizing the agreement.

The Meeting terminated with a vote of thanks to the Chairs.

Sd/-
R. CHANDRASHEKAR
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 122ND MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON SATURDAY, 28TH MARCH, 1998 AT 03:00 PM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Sri R. Chandrasekhar, IAS : Chairman & Managing Director
- 2) Sri Asuthosh Mishra, IAS : Director
- 3) Sri P.K. Rastogi, IAS : Director
- 4) Sri A.K. Jha, IAS : Director

IN ATTENDANCE:

- 1) Sri Shashank Goel, IAS : Executive Director (E)
- 2) Sri J.R.K. Rao, IAS : Executive Director (PNI)
- 3) Sri B.V.Ramana Murthy, : Executive Director (F)
- 4) Sri P.Manjan Rao : Chief Engineer
- 4) Sri Y. Yanadi Rao : Company Secretary

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation

1. Sri A.K. Kutty, IAS
2. Sri T.Chatterjee, IAS

2. Confirmation of the Minutes of the 121st Board Meeting of the Board of Directors held on 23-12-1997:

The minutes of the 121st Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 23-12-1997 at 03:00 PM as circulated were confirmed.

3. Action taken on the Minutes of the 121st Meeting of the Board of Directors of APIIC Ltd held on 23-12-1997.

NOTED.

4. Appointment of official director by designation – Noting of the changes among Ex-officio Directors by the Board.

The Board discussed the proposals as contained in the Agenda note and noted that Sri T. Chatterjee, IAS is the director of the company in place of Sri V.P.Juhari, IAS. The company secretary was requested to comply with the formalities as required under companies Act. 1956 after obtaining necessary information from the director.

5. To take notice of disclosure of interest by Directors under section 299(3) of the Companies Act., 1956.

The Board noted the general notices given by Directors under section 299(3) of the Companies Act., 1956 in Form No. 24-AA for the financial year 1997-1998.

6. Declaration of probation of Sri B.V. Ramana Murthy in the cadre of Executive Director (Financial).

The Board discussed the proposals as contained in the Agenda note and decided to declare the probation of Sri B.V. Ramana Murthy in the cadre of the Executive Director (Finance) on 11.01.1998 FN under Regulation 12 of APIIC Staff Regulations, 1974.

7. Availment of LTC by Sri B.V.Ramana Murthy, Executive Director (Finance).

The Board discussed the proposals as contained in the Agenda note and decided to ratify the same.

8. PROGRESS REPORTS.

- a) Staff Positions and Industrial relations report to the Board covering the period from last Board Meeting till date.

NOTED.

- b) Progress Report on civil works.

NOTED.

9. Transfer of additional powers and functions to corporation under the AP Municipalities Act, 1965.

NOTED.

10. Transfer of additional powers and functions to corporation under the AP Panchayat Raj Act, 1994 (Act No. 131 of 1994).

NOTED.

11. Involvement of consumers through service societies in operation and maintenance of water supply.

The Board discussed the proposals as contained in the Agenda note and approved the same.

12. Enhancement of special medical expenses.

The Board discussed the proposals as contained in the Agenda note.

13. Tax Audit for the Assessment year 1997-98 (financial year 1996-97) – appointment of Tax Auditors and fixation of remuneration.

The Board discussed the proposals as contained in the Agenda note and decided to appoint M/s Vemuganty Associates, Chartered Accountants, Statutory Auditors of the company as Tax Auditors also for the assessment year 1997-98 (Financial year 1996-97) at a remuneration of Rs. 7,000/- per year.

14. Annual Accounts 1995-96 – Annexure to the Balance Sheet – balance sheet abstract and company's General Profile for the period ended 31.03.96.

The Board discussed and approved the proposal as contained in the Agenda note.

15. Reimbursement of medical expenses Special sanction to the employees.

The Board discussed the proposals as contained in the Agenda note and decided to sanction the reimbursement of medical expenses to 14 employees not exceeding Rs. 39,728.50 and also ratified the action taken by the Chairman and Managing Director for advancing an amount of Rs. 38,600/- to two employees.

16. Revised Budget Estimates for 1997-98 and Budget Estimate for 1998-99.

The Board discussed the proposals as contained in the Agenda note and approved the Revised budget estimates for the year 1997-98 and the budget estimates for the year 1998-99.

17. Draft Balance Sheet as on 31.03.1997 and Profit & Loss Account for the year ended on 31.03.1997.

The Board considered and approved the Balance Sheet as at 31st March, 1997 and Profit & Loss Account for the year ended 31st March, 1997 as also the schedules and notes appended thereto.

The Board authorised Sri R. Chandrasekhar, IAS, Chairman and Managing Director, Sri A.K. Jha, IAS, Director and Sri Y. Yanadi Rao, Company Secretary to sign the Balance Sheet and Profit & Loss account on behalf of the Board and submit the same to the Statutory Auditors of the company for their report thereon.

18. APIIC Water Supply Regulations.
and
19. APIIC Industrial Areas Allotment Regulations.

The Board discussed the proposals as contained in the Agenda note and it was decided that the above items may be brought to the next Board Meeting after discussion with the entrepreneurs associations by the corporation and the Commissioner of Industries.

20. Execution of sale deeds to the allottees of APIIC before implementation of the project.

The Board discussed the proposals as contained in the Agenda note and it was decided that keeping in view the recommendations of the Standing Sub-committee of the Cabinet and Subrahmanyam Committee, the corporate should issue sale deeds conveying ownership of the land / shed immediately after receipt of the full cost of the land/ shed to the entrepreneur without insisting on implementation of the project. However, specific categories, wherever warranted, the existing procedure of execution of sale deeds after project implementation or after settlement of claims for enhanced compensation may be continued. A list of such categories may be placed before the Board at its next meeting for approval. These procedures may also be incorporated in the proposed allotment Regulations.

21. Settlement of issues between APIIC & APSFC.

The Board discussed the proposals as contained in the Agenda note and it was decided that a meeting between the Managing Directors of the APIIC and APSFC or their representatives be convened to sort out the issues.

The Meeting ended with a vote of thanks to the Chairs.

Sd/-
R. CHANDRASHEKAR
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 123RD MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON TUESDAY, 23RD JUNE, 1998 AT 03:30 PM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Sri R. Chandrasekhar, IAS : Chairman & Managing Director
- 2) Sri Asuthosh Mishra, IAS : Director
- 3) Sri P.K. Rastogi, IAS : Director
- 4) Sri T.Chatterjee, IAS : Director

IN ATTENDANCE:

- 1) Sri B.V.Ramana Murthy, IAS : Executive Director (F)
- 2) Sri Y. Yanadi Rao : Company Secretary

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation

1. Sri A.K. Kutty, IAS
2. Sri Ashok Jha, IAS

2. Confirmation of the Minutes of the 122th Board Meeting of the Board of Directors held on 28-03-1998:

The minutes of the 122th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 28-03-1998 at 03:00 PM as circulated were confirmed.

3. PAPERS FOR PERUSAL.

The following papers placed before the Board for perusal were noted.

- a). Lr.No. A-036/010630/94-IGC-1011 dated: 26.03.1998 of Under Secretary to the Government of India, Ministry of Finance, and Department of company Affairs, New Delhi regarding appointment of Auditors for the financial year 1997-98.

4. To take notice of disclosure of interest by Directors under section 299(3) of the Companies Act., 1956.

The Board noted the general notices given by the Directors under section 299(3) of the Companies Act, 1956 in Form No. 24-AA for the financial year 1998-99.

5. Action taken on the Minutes of the 122th Meeting of the Board of Directors of APIIC Ltd held on 28-03-1998.

NOTED.

6. Confirmation of circular resolution – authorised representative of M/s APIIC Ltd, to attend the first Annual General Meeting of M/s L&T Infocity Ltd, Hyderabad – approval by circular resolution of the Board.

The resolution obtained in circulation authorizing Sri B.V. Ramana Murthy, Executive Director (Finance) to act as the representative of the corporation at the First Annual General Meeting of M/s L&T Infocity Ltd, Hyderabad or any adjournments thereof, of which the corporation is a member was confirmed.

7. Purchase of 4th Floor premises of Parisrama Bhavan on outright sale basis from M/s APSSIDC Ltd.

The Board discussed the proposals as contained in the Agenda note ratified the action taken by the Chairman and Managing Director in having purchased the fourth floor premises of Parisrama Bhavan on outright sale basis from M/s APSSIDC Ltd, at a total cost of Rs. 1.50 crores, keeping in view our immediate need to accommodate all our corporate offices located in different places of the city on lease basis for easy communication and operational convenience.

8. Proposal for setting up of International exhibition and convention center – Preparation of Pre-feasibility report by M/s Frischmann Prabhu (India) Pvt Ltd.

The Board discussed the proposals as contained in the Agenda note and decided to approve the same. The Board noted that a writ petition has been filed in the High Court of AP in regard to transferring the site to APIIC for the establishment of International Exhibition and Convention center and the matter is being contested in the Court.

9. Tenders accepted by the Chairman and Managing Director/Chief Engineer for the year 1997-98.

NOTED.

10. Transfer of certain powers and functions of Warangal Municipal Corporation to APIIC.

NOTED.

11. APIIC Water Supply Regulations, 1998.

The Board discussed and approved the APIIC Water Supply Regulations, 1998 as contained in the Agenda note.

12. APIIC allotment Regulations, 1998.

The Board discussed and approved the APIIC Allotment Regulations, 1998 as contained in the Agenda note.

13. Recommendations of the Standard Sub-Committee of the Cabinet on restructuring of State Level Public Enterprises.

NOTED. The Board decided to implement VRS in the corporation and requested the Chairman and Managing Director to come up with specific proposals in this regard before the ensuring Board Meeting clearly indicating the posts identified as surplus so that VRS would be offered only to those persons in the categories where there was a surplus.

14. Progress Reports.

- a) Staff Position and Industrial relations report to the Board covering the period from last Board Meeting till date.

NOTED.

- b) Progress report on civil works (APIIC & Deposit works).

NOTED.

15. Permission granted to Sri G.V. Seshaiyah, Dy Chief Engineer (D) to go on lien.

The Board ratified the action taken by the Chairman and Managing Director in having permitted Sri G.V. Seshaiyah, Dy. Chief Engineer (D) to avail the facility of lien for a period of 3 years relaxing the eligibility conditions of 10 years.

16. Expenses for Statutory Auditors for the financial year 1996-97.

The Board discussed the proposals as contained in the Agenda note and ratified the action taken by the Chairman and Managing Director for having paid an amount of Rs. 13,888.85 to M/s Vemuganti Associates, Statutory Auditors of the corporation towards cost of travel, lodging, boarding and miscellaneous expenses to audit the accounts of zonal offices at Kakinada, Kurnool, Tirupathi and Visakhapatnam for the financial year 1996-97.

17. Service contract for Web Server for Government of Andhra Pradesh.

The Board discussed and ratified the proposal as contained in the Agenda note.

18. Provision of 21,644 sft built-up accommodation in Hitec-city to STPI, Hyderabad in exchange of 6 acres of land at Madhapur.

Action proposed in the agenda note in pursuance of the observations of the SIPC meeting held on 11.06.1998 was approved.

19. Software Units Layout, Madhapur – Plot No. 2 – allotment to M/s Metamor Global Solutions Ltd – Surrender of allotment – Refund of amount.

In view of the reasons as explained in the agenda note, it was agreed to accept the surrender of 4 acres of land in the APIIC Infocity layout Phase-I from M/s Metamor Global Solutions Ltd which was allotted to them on 05.02.1997 and refund the land cost paid by them including interest paid by them for delayed payment. It was approved to refund the above amounts with interests @ 7.33% PA on the land cost of 4 acres (excluding interest paid for delayed payment).

20. Out-of-Court settlement in the litigations by M/s Duncan Macneil Group against Government of AP and APIIC.

NOTED.

21. Recommendations of the Committee constituted for reviewing the reorganization of the structure of the corporation implanted during the year 1992.

The Board while noting the recommendations and approach of the committee on the reorganization of the structure of the corporation, agreed that the contents of the report could be discussed with all the concerned so as to evolve with an action plan to implement the recommendations of the committee.

The Meeting ended with a vote of thanks to the Chairs.

Sd/-
R. CHANDRASHEKAR
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 124TH MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON WEDNESDAY, 09TH SEPTEMBER, 1998 AT 03:00 PM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Sri R. Chandrasekhar, IAS : Chairman & Managing Director
- 2) Sri Ashok Jha, IAS : Director
- 3) Sri Asuthosh Mishra, IAS : Director
- 4) Sri A.K. Kutty, IAS : Director
- 5) Sri T.Chatterjee, IAS : Director

IN ATTENDANCE:

- 1) Sri B.V.Ramana Murthy, IAS : Executive Director (F)
- 2) Sri Y.Yanadi Rao : Company Secretary

1. Leave of Absence:

Leave of Absence was granted to Sri P.K. Rastogi, IAS, Director who could not attend the meeting due to their pre-occupation

2. The meeting was adjourned for transacting other items of business in the agenda.

The Meeting ended with a vote of thanks to the Chairs.

**R. CHANDRASHEKAR
CHAIRMAN**

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 125TH MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON SATURDAY, 07TH NOVEMBER, 1998 AT 04:30 PM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Sri R. Chandrasekhar, IAS : Chairman & Managing Director
- 2) Sri Ashok Jha, IAS : Director
- 3) Sri P.K. Rastogi, IAS : Director

IN ATTENDANCE:

- 1) Sri Shashank Goel, IAS : Executive Director (E)
- 2) Sri J.R.K. Rao, IAS : Executive Director (PNI)
- 3) Sri B.V.Ramana Murthy, IAS : Executive Director (F)
- 4) Sri Y. Yanadi Rao : Company Secretary

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation

1. Sri A.K. Kutty, IAS
2. Sri T.Chatterjee, IAS
3. Asuthosh Mishra, IAS

2. a) Confirmation of the Minutes of the 123th Board Meeting of the Board of Directors held on 23-06-1998:

The minutes of the 123th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 23-06-1998 at 03:30 PM as circulated were confirmed.

b) Confirmation of the Minutes of the 124th Board Meeting of the Board of Directors held on 09-09-1998:

The minutes of the 124th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 09-09-1998 at 03:00 PM as circulated were confirmed.

3. Action taken on the Minutes of the 123th Meeting of the Board of Directors of APIIC Ltd held on 23-06-1998.

NOTED.

4. Confirmation of circular resolution – convening of the 25th Annual General Meeting.

The resolution obtained in circulation authorizing the company secretary to sign and issue the notices for convening the 25th Annual General Meeting of the company on Thursday, the 10th September, 1998 at 3:00 PM at the registered office of the company to consider and approve the accounts for the year 1997-98 was confirmed.

5. Donor/Patron member in National Academy of construction (NAC) at Hyderabad.

The Board ratified the action taken by the Chairman and Managing Director in having paid an amount of Rs. 30.00 lakhs to National Academy of Construction on 30.07.1997 to become it's donor member.

6. Report of the Statutory Auditors and comments of the Comptroller and Auditor General of India on the accounts of the corporation for the year ended 31.03.1995.

The Board discussed the proposals as contained in the Agenda note and after perusing the report of the Statutory Auditors and the comments of the Comptroller and Auditor General of India as also the review on the accounts of the company for the year ended 31st march, 1995 by the Comptroller and Auditor General of India, approved the draft relies of the company thereon.

The Board authorized the Chairman to sign the same on behalf of the Board.

7. Director's Report for the year 1994-95 to be placed before the Adjourned 22nd Annual General Meeting.

The Board discussed the proposals as contained in the Agenda note and approved the draft Directors Report for the year ended 31st March, 1995 and authorised the Chairman to sign the Directors Report and any addendum thereto on behalf of the Board.

8. Convening of the adjourned 22nd Annual General Meeting.

The Board decided to convene the adjourned 22nd Annual General Meeting of the company on Wednesday, the 9th December, 1998 at 3:00 PM at the Registered office of the company.

The draft notice for the Adjourned 22nd Annual General Meeting of the company was approved and the Company Secretary was authorised to sign and issue the notices on behalf of the Board.

9. Chief Minister's Relief Fund.

The Board discussed the proposals as contained in the Agenda note and decided to grant a donation of Rs. 25.00 lakhs to Chief Ministers' Relief Fund. The Board also decided to circulate among the employees to contribute one day basic pay from out of the gross salary for the month of November, 1998 payable on 30.11.1998, after obtaining their willingness towards contribution to CM's Relief Fund.

10. Staff Position and Industrial Relations to the Board covering the period from the last Board Meeting till date.

NOTED.

11. Re-employment of Sri B.V.Ramana Murthy, Executive Director (Finance) Retired.

NOTED.

12. Enhancement of Daily Allowances.

The Board discussed the proposals as contained in the Agenda note and decided to approve the same.

13. Enhancement of House Building Advance Limits and Repairs Loan to the employees of the corporation.

The Board discussed the proposals as contained in the Agenda note and it was decided to adopt enhanced ceiling limits of HBA and HBA for repair/enlargement to the employees of the corporation with effect from 01.04.1998.

14. Progress Report (APIIC Civil works and Deposit works).

NOTED.

15. Appeal of Sri M. Kumaraswamy, Assistant.

Deferred for consideration in the next meeting.

16. Appeal made by Sri Yousuf Ali baig, former Driver against the order of dismissal from the services of the corporation.

Deferred for consideration in the next meeting.

17. Development of Hi-Tech City Phase-II.

NOTED.

18. Settlement of issues between APIIC and APSFC.

The Board discussed the proposals as contained in the Agenda note and approved the same.

The Meeting ended with a vote of thanks to the Chairs.

Sd/-
R. CHANDRASHEKAR
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 126TH MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON TUESDAY, 16TH MARCH, 1999 AT 03:00 PM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Sri R. Chandrasekhar, IAS : Chairman & Managing Director
- 2) Sri J.C.Mohanty, IAS : Director

IN ATTENDANCE:

- 1) Sri T. Krishna Prasad, IAS : Executive Director
- 2) Sri B.V.Ramana Murthy, IAS : Executive Director (F)
- 3) Sri Y.Yanadi Rao : Company Secretary

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation

1. Sri A.K. Kutty, IAS
2. Sri T.Chatterjee, IAS
3. Sri M.Narayana Rao, IAS
4. Sri Asuthosh Mishra, IAS

2. Confirmation of the Minutes of the 125th Board Meeting of the Board of Directors held on 07-11-1998:

The minutes of the 125th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 07-11-1998 at 04:30 PM as circulated were confirmed.

3. Action taken on the Minutes of the 125th Meeting of the Board of Directors of APIIC Ltd held on 07-11-1998.

NOTED.

4. Appointment of official director by designation – Noting of the changes among ex-officio Directors:

The Board discussed the proposals as contained in the Agenda note and noted that Sri M.Narayana Rao, IAS and Dr. J.C.Mohanty, IAS are the directors of the company in place of Sri Ashok Jha, IAS and Sri P.K. Rastogi, IAS respectively.

The company secretary was requested to comply with the formalities as required under companies Act. 1956 after obtaining necessary information from the director.

5. To take notice of disclosure of interest by Directors under section 299(3) of the Companies Act., 1956.

The Board noted the general notices given by M.Narayana Rao, IAS and Dr. J.C.Mohanty, IAS Directors under section 299(3) of the Companies Act., 1956 in Form No. 24-AA for the financial year 1998-1999.

6. Draft Balance Sheet as on 31.03.1998 and draft Profit & Loss account for the year ended 31.03.1998.

The Board considered and approved the Balance Sheet as at 31st March, 1998 and the Profit & Loss account for the year ended 31st March, 1998 as also the schedules and notes appended thereto.

The Board authorised Sri R.Chandrashekar, IAS, Chairman and Managing Director, Dr J.C. Mohanty, IAS, Director and Sri Y.Yanadi Rao, company secretary to sign the Balance Sheet and Profit & Loss Account on behalf of the Board and submit the same to the Statutory Auditors of the company for their report thereon.

7. Tax Audit for the Assessment year 1998-99 (Financial year 1997-98) – appointment of Tax Auditors and fixation of remuneration.

The Board discussed the proposals as contained in the Agenda note and decided to appoint M/s Narotham Madhav & Ramesh, Chartered Accountants, Statutory Auditors of the company as Tax Auditors also for the assessment year 1998-99 (Financial year 1997-98) at a remuneration of Rs. 7,000/-.

8. Expenses for Statutory Auditors for the financial year 1997-98.

The Board discussed the proposals as contained in the Agenda note and ratified the action taken by the Chairman and Managing director for having paid an amount of Rs. 7,440.50 to M/s Narotham Madhav & Ramesh, Chartered Accountants of the corporation towards cost of travel, lodging, boarding and miscellaneous expenses to audit the accounts of the zonal offices at Chittoor and Tirupati for the financial year 1997.98.

9. Setting up of venture capital Fund for software companies in AP.

The Board discussed the proposals as contained in the Agenda note and decided to contribute Rs. 2.5 crores in the proposed venture capital fund being setting up jointly by SIDBI, APIDC and APIIC for financing the software companies in AP.

The Board authorised the Chairman and Managing Director to take necessary action in documentation, contribution etc.,

10. Enhancement of Reimbursement of Conveyance Expenses.

The Board discussed the proposals as contained in the Agenda note.

11. Extension of benefit of computer Advance to certain cadres.

The Board discussed the proposals as contained in the Agenda note. Keeping in view the necessity of updating computer skills of the staff, the Board decided to extend the facility of computer advance to the employees who are in the cadre of Senior Assistants and equivalent and above, irrespective of basic pay for sanction. It was further decided that to ensure effective end utilization, payment may be made directly to the supplier against invoice. The Board also decided to increase the budget provision to Rs. 10.00 lakhs in the revised budget of 1998-99 in order to sanction computer advance to the employees for the current year.

12. Sanction of one increment after completion of five years of service.

The Board discussed the proposals and decided that the existing special grade scheme in operation in APIIC under which every employee upto the cadre of Assistant Manager and equivalent is eligible for Special Grade on completion of 8 years of service in a particular scale be modified in line with the incentive scheme that is adopted in APIDC. The norms for implementation of the scheme are as follows:

1. Every regular employee after completion of every 5 years of service in a cadre/scale who does not get any promotion/upgradation is eligible for one increment in the present time scale, subject to performance, track record, behavior and attendance.
2. The increment will be part of scale of pay of the individual for the purpose of pay fixation.
3. The date of normal increment will not alter.
4. If the employee gets promotion within on year forms the date of Special Stagnation increment, the increment will be adjusted while fixing the pay in the promotion scale.

This benefit is applicable up to the cadre of Assistant Manager and equivalent and is effective from 16.03.1999.

13. Certain Amendments to CDA Regulations.

The Board discussed the proposals to delegate powers to Executive Director (Finance) in respect of major punishments up to the cadre of Senior Assistants and equivalent cadres. During

the discussion, it was appraised that Executive Director (Finance) has the delegation in the case of Direct recruitment/promotion up to the cadre of Assistants and equivalent. It was also noted by the Board that the delegation is in-effective in the light of Ban Act., 2/94 under which Government is the Competent Authority except in the case of compassionate appointments. After discussion, the Board decided that delegation of powers as proposed is approved to the extent that is permissible considering the fact that an authority subordinate to the appointing removal, dismissal, etc., hence it was decided that this may be re-examined and placed before the next Board meeting for consideration.

14. Staff Position and Industrial Relations Report to the Board covering the period from last Board Meeting till date.

NOTED.

15. Enhancement of funeral expenses.

The Board discussed the proposals as contained in the Agenda note and decided to enhance the expenses for obsequies ceremony from Rs. 1,000/- to Rs. 2,000/- who die in harness or to the persons lawfully in possession of the body of the deceased employee.

16. Appeal of Sri M. Kumaraswamy, Assistant (Deferred Item No. 15 of 125th Meeting).

After perusing the entire relevant record, the Board discussed the appeal of Sri M. Kumaraswamy for his reversion as Assistant from the cadre of Senior Assistants till the disposal of his appeal. In as much as individual did not remit office cash which amounts to misappropriation and thus misconduct as per CDA Regulations of the corporation, the Board found no valid reason to revise the orders already passed by the Chairman and Managing Director. Accordingly the Board resolved to reject the appeal of the individual.

17. Appeal made by Sri Yousuf Ali baig, former Driver against the order of dismissal from the services of the corporation (Deferred Item No. 16 of 125th Board Meeting).

After examining the entire relevant record, the Board discussed the appeal of Sri Yousuf Ali Baig, former driver against the order of dismissal from the services of the corporation. In view of the various acts of misconduct committed by the individual and the fact that the individual did not change his attitude and conduct despite many chances given to him during the last over two decades, there is no need to interfere with the dismissal order passed by the Chairman and Managing Director.

18. Appeal submitted by Sri V. Nageswara Rao, DZM (E) on the orders of reversion.

The Board discussed the proposals as contained in the Agenda note and after examining the entire relevant record, the Board decided to ratify the action taken by the Chairman and Managing Director in having revised the punishment given to Sri V. Nageswara Rao, DZM(E), vide proceedings No. 16169/PW/APIIC/E1/97 dated: 30.12.98.

19. Foreign Travel Visit of C & MD, APIIC Ltd., to France during November, 1998.

The Board discussed the proposals as contained in the Agenda note.

20. Settlement of issues between APIIC Ltd. and APSFC.

The Board discussed the proposals as contained in the Agenda note and approved the same.

The Meeting terminated with a vote of thanks to the Chair.

Sd/-
R. CHANDRASHEKAR
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 127th MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON WEDNESDAY, 16th JUNE, 1999 AT 03:00 PM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Sri R. Chandra shekar, IAS : Chairman & Managing Director
- 2) Sri M.Narayana Rao, IAS : Director
- 3) Sri G.P. Reddiah, IAS : Director

IN ATTENDANCE:

- 1) Sri B.Aravinda Reddy, IAS : Executive Director (E)
- 2) Sri B.V.Ramana Murthy, IAS : Executive Director (F)
- 3) Sri Y.Yanadi Rao : Company Secretary

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation

- 1. Sri A.K. Kutty, IAS
- 2. Sri T.Chatterjee, IAS
- 3. Sri J.C.Mohanty, IAS

2. Confirmation of the Minutes of the 126th Board Meeting of the Board of Directors held on 16-03-1999:

The minutes of the 126th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 16-03-1999 at 03:00 PM as circulated were confirmed.

3. Action taken on the Minutes of the 126th Meeting of the Board of Directors of APIIC Ltd held on 16-03-1999.

NOTED.

4. Appointment of official director by designation – Noting of the changes among ex-officio Directors:

The Board discussed the proposals as contained in the Agenda note and noted that Sri G.P.Reddiah, IAS is the director of the company in place of Sri Asuthosh Mishra, IAS.

The company secretary was requested to comply with the formalities as required under companies Act. 1956 after obtaining necessary information from the director.

5. To take notice of disclosure of interest by Directors under section 299(3) of the Companies Act., 1956.

The Board noted the general notices given by Directors under section 299(3) of the Companies Act., 1956 in Form No. 24-AA for the financial year 1999-2000.

6. Authorised representative of M/s APIIC Ltd., to attend the Second Annual General Meeting of M/s L&T Infocity Ltd., Hyderabad.

“Resolved that pursuant to the provisions of Section 187 of the Companies Act., 1956, Sri B.V.Raman Murthy, Executive Director (Finance) of the Company be and is hereby authorised to act as it’s representative at the Second Annual General Meeting of M/s L&T Infocity Ltd., Hyderabad or any adjournments thereby of which the corporation is a member.”

“Resolved further that a copy of the resolution duly certified by the company secretary be sent to M/s L&T Infocity Ltd., Hyderabad.

7. Revised Budget Estimates for 1998-99 and Budget Estimates for 1999-2000.

The Board discussed the proposals as contained in the Agenda note and approved the Revised Budget Estimates for the year 1998-99 and the Budget Estimates for the year 1999-2000.

8. Staff Position and Industrial Relations – Report to the Board covering the period from last Board Meeting till date.

NOTED.

9. Re-organization of APIIC – constitution of committee – Recommendations.

The Board discussed the proposals as contained in the Agenda note and decided to approve the same.

10. Amendment to CDA Regulations.

The Board discussed the proposals as contained in the Agenda note and it was decided to delegate powers to the Executive Director (Finance) for imposing major penalties upto the cadre of Assistants and equivalent and below, the appellate Jurisdiction of which lies with the Chairman and Managing Director.

11. Implementation of VRS – Confirmation of circular Resolution.

The Board discussed the proposals as contained in the Agenda note and confirmed the resolution obtained in circulation.

12. Deputing Sri I. Eswara Rao, Manager(D) to the training programme conducted by the Institute for Public Private partnerships, Washington from 19.04.99 to 07.05.99.

The Board discussed the proposals as contained in the Agenda note.

13. Transfer of certain powers to corporation under AP Municipalities Act., 1965 and Municipal corporations Act.

NOTED.

14. Transfer of 'Share of Transfer duty' to corporation.

NOTED.

15. Collection of arrears of water and maintenance charges – waiver of interest component.

The Board discussed the proposals as contained in the Agenda note and decided to ratify the same.

16. Industrial Estate, Warangal – allotment of Shed No. D-12 to Sri Raja Rajeshwari Plastic works – Written off rental arrears.

The Board discussed the proposals as contained in the Agenda note and it was decided to write off the rental arrears of Rs. 1,29,777.55 due from M/s Sri Raja Rajeshwari Plastic works, allottee of Shed No. D-12, IE-Warangal as on 31.03.1998 in the financial year 1998-99.

17. APIE- Proddatur – allotment of Shed No. F-10 & F-15 Proddatur Taluk Powerlooms – written off rental arrears.

The Board discussed the proposals as contained in the Agenda note and it was decided to write off the rental arrears of Rs. 4,00,700-86 due from M/s Proddatur Taluk Powerlooms, allottee of Shed No. F-10 and F-15, APIE Proddatur as on 31.03.1998 in the financial year 1998-99.

18. Setting up of Venture Capital Fund for Software Companies in AP Participation by APIIC.

The Board discussed and approved the proposal of contribution of equity by SIDBI, APIDC and APIIC in the asset Management Company and the Trustee company either in the ratio of 50:25:25 or in the proportion of 3:2:1 (ratio of contribution to Venture Capital Fund) as acceptable to APIDC and SIDBI.

19. Grant of Gift to employees of the corporation on the Eve of Silver Jubilee Celebrations.

NOTED.

20. Inter –corporate loan to MARKFED.

The Board discussed the proposals as contained in the Agenda note.

21. Appeal of Sri B.Sudhakara Rao, Ex-AZM(E).

Deferred.

22. Tax Audit – Remuneration to the Auditors – payment of service Tax.

The Board discussed the proposals as contained in the Agenda note and decided to pay the service tax of Rs. 350/- on tax audit fees to M/s Naroatham Madhav & Ramesh, Chartered Accountants for the year 1997-98.

23. To dispense with compassionate appointment & Lien in the corporation.

The Board discussed the proposals as contained in the Agenda note and agreed in principle to dispense with the present scheme of compassionate appointments, but felt that the employees Association may be suitable informed of the decision.

In respect of Lien, the Board deliberated the issue and felt that the scheme may be continued to provide an opportunity to the employees to choose lien as an alternative to VRS.

The Meeting ended with a vote of thanks to the Chairs.

Sd/-
R. CHANDRASHEKAR
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 128th MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON THURSDAY, 05th AUGUST, 1999 AT 03:00 PM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Sri R. Chandra shekar, IAS : Chairman & Managing Director
- 2) Sri M.Narayana, IAS : Director
- 3) Sri J.C.Mohanty, IAS : Director

IN ATTENDANCE:

- 1) Sri B.Aravinda Reddy, IAS : Executive Director (E)
- 2) Sri JRK Rao, IAS : Executive Director (PNI)
- 3) Sri Y.Yanadi Rao : Company Secretary

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation

1. Sri A.K. Kutty, IAS
2. Sri T.Chatterjee, IAS
3. Sri G.P. Reddiah, IAS

2. Confirmation of the Minutes of the 127th Board Meeting of the Board of Directors held on 16-06-1999:

The minutes of the 127th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 16-06-1999 at 03:00 PM as circulated were confirmed.

3. Papers for perusal:

The following paper placed before the Board for the perusal was noted.

G.O.Rt.No. 366 dated 04-06-1999 the Principal Secretary to Government and Commissioner for Industrial Promotion, Industries and Commerce (INF) Department of Andhra Pradesh regarding placing of Sri M. Narayana Rao, IAS, VC & MD, APIIC Ltd., as additional charge of the post of Chairman and Managing Director, APIIC Ltd., from 21.06.1999 to 03.07.1999.

4. Action taken on the Minutes of the 127th Meeting of the Board of Directors of APIIC Ltd held on 16-06-1999.

NOTED.

5. Convening of 26th Annual General Meeting as per the provisions of the Companies Act., 1956 to consider and approve the Annual Accounts for the year 1998-99.

The Board decided to convene the 26th Annual General Meeting of the company Tuesday, 31st day of August 1999 at 03:00 PM at the Registered office of the company to consider and approve the annual accounts for the year 98-99.

The Company Secretary was authorised to sign and issue the notices on behalf of the Board for convening the Meeting as per the draft placed before the Board.

The Board also decided to request the Government to take up the matter with the Comptroller and Auditor General of India for the appointment of Statutory Auditors for the year 1998-99 expeditiously.

6. Report of the Statutory Auditors and comments of the Comptroller and Auditor General of India on the accounts of the company for the year ended 31.03.1996 and replies of the corporation thereon:

The Board discussed the proposals as contained in the Agenda note and after perusing the report of the Statutory Auditors and the comments of the Comptroller and Auditor General of India as also the review on the accounts of the company for the year ended 31st March, 1996 by the Comptroller and Auditor General of India, approved the draft replies of the company thereon.

7. Directors Report for the year 1995-96 to be placed before the Board and Adjourned 23rd Annual General Meeting:

The Board discussed the proposals as contained in the Agenda note and approved the draft Directors Report for the year ended 31st March, 1996 and authorised the Chairman to sign the Directors Report and any addendum thereto on behalf of the Board.

8. Convening of the Adjourned 23rd Annual General Meeting of the company:

The Board discussed the proposals as contained in the Agenda note and decided to convene the Adjourned 23rd Annual General Meeting of the company on Tuesday, the 31st day of the August 1999 at 3:30 PM at the Registered office of the company.

The draft notices for the Adjourned 23rd Annual General Meeting of the company was approved and the company secretary was authorised to sign and issue the notices on behalf of the Board.

9. Amendment to Rule 10 (VII) of LTC Rules:

The Board discussed the proposals as contained in the Agenda note and decided to approve the same.

10. Grant of Study Leave for 2 years with full pay to Sri K. Shyamsunder and Sri K.S.S.Sitaram, Assistant Manager (Engg):

The Board discussed the proposals as contained in the Agenda note. The board decided that a bond be obtained from the employees that they would serve the corporation atleast for three years after completion of the training programme. Similarly, it was also decided to take a bond from the employees who were sent abroad for training for a minimum period of 3 years after completion of training.

11. Appointment of consultancy for preparation of pre-feasibility and detailed feasibility reports:

The Board discussed the proposals as contained in the Agenda note and approved the same. The Board, however suggested that a data base of the consultants be built-up in the corporation for selection of suitable consultant on nomination/limited tender basis and also constitute a committee consisting of not less than two executive Directors and including a representative from the finance wing for negotiating the terms of reference, deliverables, time-frame and fee payable in such cases.

12. Re-constitution of the Board of Directors of APIIC Ltd., - appointment of official Directors by designation – Noting of the changes among the Directors by the Board.

The Board discussed the proposals as contained in the Agenda note and noted the re-constitution of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Ltd. While approving the course of action suggested in the Agenda note, the Board noted that the following officers holding posts at the present are the Directors of the company.

- | | |
|-------------------------------|--|
| 1) Sri R. Chandra shekar, IAS | : Chairman & Managing Director, APIIC Ltd., |
| 2) Sri M.Narayana, IAS | : Vice-Chairman & Managing Director, APIDC. |
| 3) Sri J.C.Mohanty, IAS | : Managing Director, AP State Financial Corp. |
| 4) Sri A.K. Kutty, IAS | : Chairman and Managing Director, Transmission Corporation of Andhra Pradesh |
| 5) Sri T.Chatterjee, IAS | : Member Secretary AP Pollution Control Board |
| 6) Sri G.P. Reddiah, IAS | : Commissioner of Industries |

The Meeting ended with a vote of thanks to the Chairs.

Sd/-
R. CHANDRASHEKAR
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 129TH MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON MONDAY, 15TH NOVEMBER, 1999 AT 03:00 PM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Sri R. Chandrasekhar, IAS : Chairman & Managing Director
- 2) Sri M.Narayana, IAS : Director
- 3) Sri J.C.Mohanty, IAS : Director

IN ATTENDANCE:

- 1) Sri B.Aravinda Reddy, IAS : Executive Director (E)
- 2) Sri JRK Rao, IAS : Executive Director (PNI)
- 3) Sri Y.Yanadi Rao : Company Secretary

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation

1. Sri A.K. Kutty, IAS
2. Sri T.Chatterjee, IAS
3. Sri G.P. Reddiah, IAS

2. Confirmation of the Minutes of the 128th Board Meeting of the Board of Directors held on 05-08-1999:

The minutes of the 128th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 15-08-1999 at 03:00 PM as circulated were confirmed.

3. Action taken on the Minutes of the 128th Meeting of the Board of Directors of APIIC Ltd held on 05-08-1999.

NOTED. While discussing action taken on item No. 10 & 11 the Directors felt that action should reflected the decision of the Board. It was clarified that the position in respect of these items were as follows:

Item No. 10:- The proforma bond was circulated to the concerned employees on 01.11.1999 and they were asked to submit the bonds at the earliest.

Item No. 11:- Action has been initiated to develop a data base of the consultants relating to all the fields.

Further progress would be placed before the Board at its next meeting.

4. Bridge Loan – Khammam Solvent Oils (p) Ltd – Khammam.

The Board discussed the proposals as contained in the Agenda note and it was decided:-

- a) To write off an amount of Rs. 3,88,127.12 being outstanding amount as on 31-03-1987.
- b) To write back the amount provided for reserve for bad & doubtful debts to an extent of Rs. 5,88,127.12 during 1987-88.
- c) To write off legal expenses incurred to an extent of Rs. 16,795/-
- d) To write off VLC interest due of Rs. 788.25.

It was decided to give effect to the above decisions in the accounts of the company for the year 1998-99.

5. Software layout, Madhapur – Erection of 33/11KV sub-station – Development charges (Electrical) paid to AP Transco Interest on development charges (Electrical) payable by allottees to APIIC – waiver:

The Board discussed the proposals as contained in the Agenda note and approved the same.

6. Revised Pay Scales of 1999.

The Board discussed the proposals as contained in the Agenda note and agreed in principle to the implementation of the Revised pay scales, 1999 and authorised the MD to take further necessary action in the matter.

7. SEIE – Kattedan – allotment of shed Nos. L-197 and L-202 to M/s Vamsi Industries at reduced cost:

The Board discussed the proposals as contained in the Agenda note and decided to approve the allotment of shed Nos. L197(GF) and L-202(FF) at SEIE, Kattedan to M/s Vamsi Industries at a reduced rate of Rs. 1,65,000/- to improve the occupancy position in the Estate.

8. Promotion to Smt. A. Gowri Lakshmi Sr. Steno to receive Honorarium/Remuneration/Royalty etc., for Literary activities:

The Board discussed the proposals as contained in the Agenda note.

The Meeting ended with a vote of thanks to the Chairs.

Sd/-

R. CHANDRASHEKAR
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 130TH MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON TUESDAY, THE 28TH MARCH, 2000 AT 3.00 P.M AT THE REGISTERED OFFICE OF THE COMPANY, HYDERABAD.

PRESENT:

- | | | |
|-----------------------------|----|---------------|
| 1. Sri R Chandrasekhar, IAS | :: | Chairman & MD |
| 2. Sri M Narayana Rao, IAS | :: | Director |
| 3. Sri J C Mohanty, IAS | :: | Director |
| 4. Sri T S Appa Rao, IAS | :: | Director |

IN ATTENDANCE:

- | | | |
|------------------------------|----|---------------------------|
| 1. Sri J R K Rao, IAS | :: | Executive Director (PNI) |
| 2. Sri B Aravinda Reddy, IAS | :: | Executive Director (E) |
| 3. T Krishna Prasad, IPS | :: | Executive Director(IP& F) |
| 4. Sri Y Yanadi Rao | :: | Company Secretary |
-

1. Leave of Absence:

Leave of absence was granted to the following Directors, who could not attend the meeting due to their pre-occupation.

- i) Sri A K Kutty, IAS
- ii) Sri T Chatterjee, IAS

2. Confirmation of the Minutes of the 129th Board Meeting held on 15-11-1999.

The Minutes of the 129th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 15-11-1999 at 3.00 P.M as circulated were confirmed.

3. Papers for Perusal:

The following paper placed before the Board for perusal was noted.

Letter No.A-036/0101630/94-IGC-5399 dated 29-12-1999 of the Under Secretary to Government of India, Ministry of Law, Justice & Company Affairs. Department of Company Affairs, New Delhi, regarding appointment of Statutory Auditors for the financial year 1998-99.

4. Action taken on the Minutes of the 129th Board Meeting held on 15-11-1999.

NOTED.

5. Appointment of official directors by designation – Noting of the changes among Ex-officio directors by the Board.

The Board discussed the proposals as contained in the Agenda Noted and noted that Sri T S Appa Rao, IAS is the Director of the Company in place of Sri G P Reddiah, IAS. The Company Secretary was requested to comply with the formalities as required under the Companies Act, 1956 in Form No.24-AA for the financial year 1999-2000.

6. To take notice of disclosure of interest by Directors under Section 299(3) of the Companies Act, 1956.

The Board noted the general notice given by Sri T S Appa Rao, IAS , Director under Section 299(3) of the Companies Act. 1956 in Form No.24-AA for the financial year 1999-2000.

7. Establishment of Autonagar – Acquisition of land and preparation of layout and handing over to Autonagar Association:

The Board discussed the proposal as contained in the Agenda Noted and approved the policy regarding development of Autonagars. As regards sale of plots in Autonagar, the policy as approved in Agenda item 10 shall be followed.

8. Water supply to proposed Industrial Estate near Visakhapatnam from Sarada River basin – Consultancy charges towards preparation of Pilot Project Scheme – Write off:

The Board discussed the proposals as contained in the Agenda Note and it was decided to write off the expenditure of Rs.4.2 lakhs incurred towards the consultancy charges in the financial year 1988-99, as the expenditure cannot be capitalized.

9. Sistla Exports (P) Ltd, Shed Nos. 69-72, Phase-II, IDA Cherlapally – certain concession offered.

The Board discussed the proposals as contained in the Agenda Note and authorized the Chairman and Managing Director to decide the matter after consulting the allottee.

10. Allotments – Payments of sale consideration – Certain modifications:

The Board discussed the proposals as contained in the Agenda Note and decided to approve the same. The further decided to include a clause to effect that 10% of the ruling prices has to be collected, if the allottee fails to fulfill the conditions of allotment/agreement resulting in cancellation of allotment and thereafter, if the allottee came forward for restoration of allotment.

11. Training Program in the Institute for Public – Private partnership at Washington- DC,USA.

The Board discussed the proposals as contained in the Agenda Note and ratified the action taken by the Chairman and Managing Director for having nominated three officials for the training program on Public – Private partnerships at Washington-DC, USA and incurred an amount of Rs.19,83,712-00 on the training program including travel expenses.

12. Permanent absorption of Smt. R Manga Devi into the services of the Corporation as Telephone Operator-cum-Receptionist.

The Board discussed the proposal as contained in the Agenda Note and decided to absorb Smt. R Manga Devi into the services of the Corporation permanently as Telephone Operator - cum-Receptionist in the pay scale of Rs.1745-3420 and she will not be given any pay fixation benefit after her absorption.

13. Appointment of Sri V S Ravi, Sr. Divisional Engineer (C) of Singareni Collieries Company Ltd. on deputation with APIIC.

While approving the proposal contained in the Agenda Note, the Board requested the Chairman & Managing Director to examine whether the services of the individual may be taken on contract basis for a specified period or on any suitable basis while permitting him to retain his lien in the parent organization.

14. Engaging the services of Sri B V Ramana Murthy as Consultant.

The Board discussed the proposal as contained in the Agenda Note and ratified the same.

15. Declaration of Dividend – Recommendation of the Standing Cabinet Sub – Committee Decision of A P State Cabinet.

The Board considered and approved the Revised Balance Sheet as at 31st March, 1998 as also schedules and notes appended thereto.

The Board authorized Sri R Chandrasekhar, IAS, Chairman and Managing Director, Sri M Narayana Rao, IAS, Director and Sri Y Yanadi Rao, Company Secretary to sign the revised Balance Sheet and Profit & Loss Account on behalf of the Board and submit the same to the Statutory Auditors of the Company for their report thereon.

16. Civil works tenders accepted by CMD/CE during 1988 -99 & up to December 1999 during 1999-2000:

NOTED.

17. SEIE – Kattedan – Allotment of first floor ‘L’ and ‘M’ type sheds at concessional rates – Ratification.

The Board discussed the proposals as contained in the Agenda Note and ratified the location taken by Chairman and Managing Director for having allotted vacant L & M type first floor Sheds at SEIE, Kattedan at concessional rate at at Rs.35,000/- for ‘L’ type and Rs.25,000/- for ‘M’ type sheds.

18. SEIE – Kattedan – Allotment of ‘L’ and ‘M’ type sheds at concessional rates Ratification:

The Board decided and ratified the proposals as contained in the Agenda Note.

19. Allotment of land to BHEL at IDA – Parawada Waiver of interest on land cost.

The Board discussed the proposal as contained in the Agenda Note and ratified the same.

20. Allotment of Shed Nos.G1 & G2 at APIE, Vizianagaram to M/s. Aaren Exporters Private Ltd at a concessional rate of Rs.13,75,000/-:

The discussed the proposal as contained in the Agenda Note and ratified the location taken by the Chairman and Managing Director in having decided to allot Shed Nos.G1 & G2 at APIE- Vizianagaram to M/s. Aaren Exporters Private Ltd at a concessional rate of Rs.13,75,000/- to improve the occupancy position in the estate.

21. SFHS – Kushaiguda, Phase – IV –SF ‘A’ & ‘B’ – Sewerage System.

The discussed the proposal as contained in the Agenda Note and decided to ratify the same.

22. Disinvestment of the equity share capital of APIIC Ltd.

While approving the proposals of disinvestment strategy and valuation of shares, the Board requested the Chairman and Managing Director to examine whether equity base of the Corporation can be expanded by allotting a portion of its share to Financial Institutions.

23. Adoption of cost /profit centre concept in the Corporation:

The Chairman and Managing Director explained to the Board about the Cabinet recommendation on the adoption of cost/profit centre concept in the Corporation. He further informed the Board that a circular has been issued to all the field officers to furnish the required information and the process of restructuring the zones to bring in cost / profit centre concept will be completed by the end of May, 2000. After discussion, the Board approved the proposals as contained in Agenda note

24. Report of the Statutory Auditors and comments of the Comptroller and Auditor General of India on the accounts of the Company for the year ended 31-03-1997 and replies of the Corporation thereon.

The Board discussed the proposal as contained in the Agenda Note and after perusing the report of the Statutory Auditors and comments of the Comptroller and Auditor General of India as also the review on the accounts of the Company for the year ended 31st March, 1997 by the Comptroller and Auditor General of India, approved the draft replies of the Company thereon.

While discussing the comments of the Statutory Auditors on “reconciliation of balance under advances to staff”, the Board requested the Chairman and Managing Director to get the balance under staff advances reconciled within three months.

25. Directors Reports for the year 1996-97 to be placed before the Board and Adjourned 24th Annual General Meeting:

The Board discussed the proposal as contained in the Agenda note and approved the draft Directors’ Report for the year ended 31st March, 1997 and authorized the Chairman to sign the Directors’ Report and any addendum thereto on behalf of the Board.

26. Convening of Adjourned 24th Annual General Meeting of the Company.

The Board discussed the proposal as contained in the Agenda note and decided to convene the Adjourned 24th Annual General Meeting of the Company on Tuesday, the 25th day of April, 2000 at 3-00 P.M at the Registered Office of the Company.

27. Restructuring of SLPEs – APIIC – Approval of the State Cabinet for the recommendations of the Standing Cabinet Sub-Committee.

NOTED. While discussing on recommendation of the Cabinet Sub-Committee about the execution of sale consideration, without insisting on implementation of the project, the Board requested the Chairman and Managing Director to examine whether a suitable clause in the sale deed can be incorporated enjoying upon the allottee to utilize the premises for the purpose of an industry only and for no other purpose and that any change in either the line of activity of the industry or the change of usage shall be got approved from the Corporation /Competent authority. It was resolved that if this alternative is feasible Government may be requested to reconsider the decision.

28. Hi tech City, Madhapur – Reduction of interest rate on Loan:

The Board discussed the proposal as contained in the Agenda Note and authorized the Chairman and Managing Director to execute supplementary agreement with M/s. L & T Limited amending the MOA with suitable clause for reduction of interest rate from 16% per annum with yearly rests to 14% per annum with yearly rests on loans payable by M/s. L & T Infocity Limited to APIIC with effect from 11-09-1999 on par with the reduction offered by M/s. L & T on their outstanding/loans.

The Meeting terminated with a vote of thanks to Chair.

Sd/-
R CHANDRASEKHAR
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 131ST MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON MONDAY, 15TH MAY, 2000 AT 01:00 PM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Sri R. Chandrasekhar, IAS : Chairman & Managing Director
- 2) Sri M.Narayana, IAS : Director
- 3) Sri J.C.Mohanty, IAS : Director
- 4) Sri T.S.Appa Rao, IAS : Director

IN ATTENDANCE:

- 1) Sri B.Aravinda Reddy, IAS : Executive Director (E)
- 2) Sri JRK Rao, IAS : Executive Director (PNI)
- 3) Sri T. Krishna Prasad, IAS : Executive Director (IP&F)
- 4) Sri Y.Yanadi Rao : Company Secretary

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation

1. Sri A.K. Kutty, IAS
2. Sri T.Chatterjee, IAS

2. Confirmation of the Minutes of the 130th Board Meeting of the Board of Directors held on 28-03-2000:

The minutes of the 130th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 28-03-2000 at 03:00 PM as circulated were confirmed. The Board requested the Chairman and Managing Director to place the Action taken reports (ATRs) of both 130th and 131st Board Meeting held on 28.03.200 and 15.05.2000 respectively before the next Board Meeting.

3. SEIE-Kurnool – allotment of shed nos. F2 & F7 to M/s K.M. Home Needs Industries – reduction of sheds cost:

The Board discussed the proposals as contained in the Agenda note and it was decided to allot Shed No. F2 and F7 at SEIE Kurnool at a reduced cost of Rs. 7.00 lakhs (including land cost) to M/s K. M. Home Needs Industries, keeping in view the physical condition of the sheds.

The Board requested the Chairman and Managing Director to place before it a comprehensive picture of the total vacant plots and sheds with an action plan to dispose them off.

4. SEIE – Kattedan – allotment of M type sheds to the power loom units – recovery of dues and fixation of shed cost:

Deferred.

5. Advertisement in special issue of Le Monde French Publication:

The Board discussed the proposals as contained in the Agenda note and it was decided to pay an amount of US \$34,600 (Dollars Thirty four thousand six hundred only) to Inter France Media Limited, Paris towards advertisement charges. The Board also decided to request the Government to reimburse the amount, as the publication was made at its instance.

6. APIIC Staff Regulations – 1974.

While discussing the amendments proposed to the APIIC Ltd Staff Regulations, 1974 the Board felt that the issue of transfer of a person from one category or grade of service to another category or grade carrying the same pay scale may be re-examine din the light of recent case law on the subject and also whether the transfer is allowable once or more than once in the service and the consequences thereof. While discussing on the changes noted in the Annexure – II of the Agenda note, the Board also felt that a suitable ratio be fixed between direct recruitees and internal promotes to middle/higher management level so that the corporation can have the best combination of experience and new talent. While perusing the qualifications fixed for direct recruitment for various category of posts, the Board desired that the qualifications prescribed should be clearly defined so that there is no ambiguity and the same may be placed before the ensuing the Board Meeting for considerations.

7. Establishment of Integrated Free Trade Zone (FTZ) & Free Port Project around Visakhapatnam – Kakinada belt in Andhra Pradesh:

The Board discussed the proposals as contained in the Agenda note and decided to approve the same. It was however, suggested that before concluding the agreement, one more attempt should be made to effect a reduction in the cost of the consultancy. While proceeding with action as proposed, it was decided that all efforts should be made to obtain financial support from govt./APIIF for the exercise.

The Meeting ended with a vote of thanks to the Chairs.

Sd/-
R. CHANDRASHEKAR
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 132ND MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON TUESDAY, 29TH AUGUST, 2000 AT 03:00 PM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- | | |
|-------------------------------|-------------------------------------|
| 1) Sri V. Anandarau, IAS | : Chairman |
| 2) Sri R. Chandra shekar, IAS | : Vice Chairman & Managing Director |
| 3) Sri M.Narayana, IAS | : Director |
| 4) Sri J.C.Mohanty, IAS | : Director |

IN ATTENDANCE:

- | | |
|-------------------------------|-----------------------------|
| 1) Sri B.Aravinda Reddy, IAS | : Executive Director (E) |
| 2) Sri Rajat Bhargya, IAS | : Executive Director (PNI) |
| 3) Sri T. Krishna Prasad, IAS | : Executive Director (IP&F) |
| 4) Sri Y.Yanadi Rao | : Company Secretary |

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation

1. Sri A.K. Kutty, IAS
2. Sri T.Chatterjee, IAS
3. Sri T.S. Appa Rao, IAS

2. Confirmation of the Minutes of the 131st Board Meeting of the Board of Directors held on 15-05-2000:

The minutes of the 131st Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 15-05-2000 at 01:00 PM as circulated were confirmed.

3. Action taken on the Minutes of the 130th Meeting of the Board of Directors of APIIC Ltd held on 28-03-2000.

NOTED. While discussing action taken on item No. 23 (Adoption of cost/Profit Center concept in the corporation), the VC & MD informed that the committee of Senior/Managers and company secretary submitted it's report which is being studied by a higher level committee of Executive Directors constituted by him. A detailed agenda item on the report would be placed before the next Board Meeting along with a suitable action plan to implement the same.

4. Action taken on the Minutes of the 131st Meeting of the Board of Directors of APIIC Ltd held on 15-05-2000.

NOTED.

5. Appointment of Sri V.Anandarau, IAS as Chairman, APIIC Ltd – consent of the company by Special Resolution under section 314 of the companies act. 1956.

Sri V. Anandarau, IAS, Chairman withdraw from the meeting and Sri R. Chandrasekhar, IAS, VC & MD occupied the chair and conducted the proceedings, when the Board considered this item.

The Board discussed the proposals as contained in the Agenda note and “Resolved that pursuant to the provisions of the section 314 of the Companies Act., 1956 and subject to the consent of the shareholders in the Extra-Ordinary General Meeting of the company by a special resolution, Sri V.Anandarau, IAS be and is hereby appointed as Chairman with effect from 18th May, 2000 holding and continue to hold allowances in the fixed grade of Rs. 26,000/- of Indian Administrative Service admissible to him from time to time in the State Government and such other terms and conditions as set out in G.O.Ms.No.277 dated :15-05-2000 of Industries and commerce (INF) Department, read with Memo No. 1081/Spl. A/2001-1, dated: 20-05-2000 of General Administration (Special –A) Department, Government of Andhra Pradesh, a copy of which is placed before this meeting.

Further Resolved that an Extra-ordinary General Meeting of the company be convened on Friday, the 29th September 2000 at 3:30PM at the Registered Office of the company to secure the consent of the members in this regard.

Further Resolved that the draft notice of the Extra-Ordinary General Meeting as annexed to the agenda note be and is hereby approved and the company secretary was authorised to sign and issue the same to all members of the company.

6. To take notice of disclosure of interest by Directors under section 299(3) of the Companies Act., 1956:

The Board noted the General notices given by the Directors under section 299(3) of the companies Act., 1956 in Form No. 24-AA for the financial year 2000-01.

7. Transfer of Equity Shares:

The Board discussed the proposals as contained in the Agenda note and approved the transfer of shares in favor of the following officers as per the orders of the Government.

(1) Ku. K.S. Shakuntala, Asst. Secy, to Govt. Inds & Comm (INF) Department.

in place of Sri Ch. Srirama Murthy, Jt. Secy to Govt. (Retired)

(2) Sri B. Chandrashekar, Section officer Inds & Comm (INF) Department.

in place of Sri K. Srinivasa Murthy, Dy.Secy. to Govt. (Transferred)

The Company Secretary was authorised to take further action as required to effect the transfers in the books of the Company.

8. Convening of the 27th Annual General Meeting as per the provisions of the Companies Act., 1956 to consider and approve Annual Accounts for the year 1999-2000.

The Board decided to convene the 27th Annual General Meeting of the company on Friday, the 29th of September, 2000 at 3:00 PM at the Registered Office of the company to consider and approve the annual accounts for the year 1999-2000.

The company secretary was authorised to sign and issue notices to all the members of the company on behalf of the Board as per the draft placed before the Board.

9. Papers for perusal:

The following papers placed before the Board for perusal were note.

G.O. Rt.No. dated: 13-07-2000 of the secretary to Government (POLL), General Administration (Special-A) Department, Government of Andhra Pradesh, regarding placing of Sri M. Narayana Rao, IAS, Managing Director, APIDC Ltd., in full additional charge of the post of VC & MD, APIIC Ltd., Hyderabad during the leave period of Sri R. Chandrasekhar, IAS from 24-07-2000 to 04-08-2000.

10. SEIE-Kattedan – allotment of ‘M’ type sheds to the power loom units – recovery of dues and fixation and shed cost (Deferred Item No. 4 in the 131st Board Meeting held on 15-05-2000):

The Board discussed the proposals as contained in the Agenda note and decided to defer the same. The Board felt that the proposal be scrutinized further in a realistic manner and the individual allottee performance for the last few years be analyzed with reference to their annual accounts, sale turnover etc., to enable the Board to take a view on their suitability for the proposed concessions.

11. IE – Kukatpally – Disposal of cubicles at concessional rates – Ratification:

The Board discussed the proposals as contained in the Agenda note.

12. Allotment of land to M/s Gajuwaka Mandal workers welfare society for construction of houses to industrial workers:

The Board discussed the proposals as contained in the Agenda note and ratified the action taken by the then Chairman and Managing Director in having granted waiver of 3% penalty amounting to Rs. 2.30 lakhs and 50% concession on interest outstanding as on 31-12-99 amounting to Rs. 6.03 lakhs thus totaling to Rs. 8.33 lakhs to M/s Gajuwaka Construction of houses to industrial workers in order to settle a long pending issue.

13. Setting up of Venture Capital fund for Software Companies in AP – Participation by APIIC in the Fund and Equity participation in Trustee Company and Asset Management Company:

The Board considered the proposal and approved the terms and conditions of Small Industries Development Bank of India (SIDBI) for its equity participation in M/s Cyberabad Trustee Company Ltd., and M/s Hyderabad Information Technology Venture Enterprises Ltd., vide its letter No. 450/vcf dated: 31-05-99.

The Board also decided to pass the following resolutions in this connection:

1. “Resolved that Sri R. Chandrashekar, IAS, VC & MD and Sri T. Krishna Prasad, IPS, Executive Director (IP&F) be and are here by authorised to execute the Trust Deed and other documents in respect of the HIVE fund on behalf of the corporation (APIIC).
2. “Resolved further that the common seal of the corporation (APIIC) be affixed to the documents wherever necessary in the presence of and under the signatures of Sri R. Chandrashekar, IAS, VC & MD and T. Krishna Prasad, IPS, Executive Director (IP&F).

14. Tax Audit for the Assessment year 1999-2000 (Financial year 1998-99) – appointment of Tax Auditors and fixation of remuneration:

The Board discussed the proposals as contained in the Agenda note and decided to appoint M/s Narotham Madhav & Ramesh, Chartered Accountants, Statutory Auditors of the company as Tax Auditors also for the assessment year 1999-2000 (financial year 1998-99) at a remuneration of Rs. 7,000/- service tax @ 5% i.e., Rs. 7,350/- in total.

15. Expenses for Statutory Auditors for the financial year 1998-99:

The Board discussed the proposals as contained in the Agenda note and ratified the action taken by the VC & MD for having paid an amount of Rs. 5,917.50/- to M/s Narotham Madhav & Ramesh, Chartered Accountants, Statutory Auditors of the corporation towards cost of travel, lodging, boarding and miscellaneous expenses to audit the accounts of the zonal offices at Anantapur and Kurnool for the financial year 1998-99.

16. Draft Balance sheet as on 31.03.1999 and Draft Profit and Loss Account for the year ended on 31.03.1999.

The Board considered and approved the Balance Sheet as on 31st March, 1999 and the Profit & Loss account for the year ended 31st March, 1999 as also the schedules and notes appended thereto.

The Board authorised Sri V. Anandarau, IAS, Chairman, Sri R. Chandrashekar, IAS, VC & MD and Sri Y. Yanadi Rao, Company Secretary to sign the Balance Sheet and Profit & Loss Account on behalf of the Board and submit the same to the Statutory Auditors of the company for their report thereon.

During discussion on the Annual Accounts, the Board felt that an agenda item on “Sundry Debtors/Accountant receivables” be placed before every Board meeting along with action plan to recover the same.

17. Re-constitution of the Board of Directors of APIIC Ltd., - appointment of official Directors by designation – Noting of the changes among the Directors by the Board.

The Board discussed the proposals as contained in the Agenda note and the re-constitution of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited., while approving the course of action suggested in the Agenda note, the Board noted that the following officers holding posts at present are the Directors of the company.

- | | |
|------------------------------|--|
| 1. Sri V. Anandarau, IAS | : Chairman, APIIC Ltd., Hyderabad. |
| 2. Sri R. Chandrashekar, IAS | : VC & MD, APIIC Ltd., Hyderabad. |
| 3. Sri T.S.Appa Rao, IAS | : Commissioner of Industries, Chirag Ali Lane, Hyderabad. |
| 4. Sri T.Chatterjee, IAS | : Member Secretary, AP Pollution Control Board, Ameerpet, Hyderabad. |
| 5. Dr. J.C.Mohanty, IAS | : MD, AP State Financial Corporation, Chirag Ali Lane, Hyderabad |
| 6. Sri M.Narayana Rao, IAS | : VC & MD, APIDC Ltd., Hyderabad |
| 7. Sri A.K.Kutty, IAS | : VC & MD, AP Transco, Khairatabad, Hyderabad. |

18. IE – Gudivada – allotment of land to M/s Riteset Industries – Write Off dues – Ratification:

The Board discussed the proposals as contained in the Agenda note and ratified the same.

19. Sanction of 20% of the project cost to the Industrial Area Service societies under CIBF scheme for taking up improvements/upgradation of Infrastructure in the existing Industrial Areas of APIIC Ltd.:

The Board discussed the proposals as contained in the Agenda note and decided to earmark 20% of the profits of the previous year as budget provision for the next year to upgrade the existing infrastructure in the industrial areas of APIIC. The Board also decided to contribute 20% of the project estimates in respect of 'B' grade Industrial Area as first preference. If there are no pending applications from 'B' category industrial areas and subject to the budget provision, the request of 'A' grade industrial areas may be considered only after the month of December every year on case to case basis keeping in view the need and come up with proposals to the Board for its approval.

20. Conversion of land use pattern from industrial to commercial use – formulation of guidelines.

Deferred.

21. Actual for 1999-2000 and Budget Estimates for 2000-2001.

The Board discussed the proposals as contained in the Agenda note and approved the actual for the year 1999-2000 and Budget Estimates for the year 2000-01. The Board decided to make budget provision for the current year to provide funds for upgradation of the existing infrastructure in the industrial areas.

During the discussions, VC & MD informed that the conventional method of developing the Industrial Estates in the states needs to be looked into in view of the changed circumstances and the following methods may also be examined.

- a) Developing of industrial estates under Joint Ventures concept.
- b) Development of industrial estates by floating a special purpose vehicle by taking market finance with non-resource funding.

The above methods may take care of the present needs of the entrepreneurs who need world-class infrastructure and the estates will be developed in a more scientific and professional manner in the post-liberalized era and to meet competition from the neighboring states.

22. All India Service, Sri V. Anandarau, IAS, Chairman, APIIC Ltd., availment of LTC (anywhere in India) for the block period 1998-99 (Grace period):

NOTED.

23. Staff position and Industrial Relations Report to the Board covering the period from last Board Meeting till date:

NOTED.

24. Foreign Tour – visit of VC & MD to Hongkong, China and Vietnam during the June, 2000.

The Board noted the foreign visit of the VC & MD as per Government orders and the drawl of DA and air-fare as per the rates approved by the Board for his earlier visits abroad.

The Meeting ended with a vote of thanks to the Chairs.

Sd/-
V. ANANDARAU
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 133RD MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON THURSDAY, 12TH OCTOBER, 2000 AT 03:00 PM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Sri V. Anandarau, IAS : Chairman
- 2) Sri R. Chandrasekhar, IAS : Vice Chairman & Managing Director

- 3) Sri T.S. Appa Rao, IAS : Director
- 4) Sri J.C.Mohanty, IAS : Director
- 5) Sri P. Ramakanth Reddy, IAS : Director
- 6) Sri T. Chatterjee, IAS : Director

IN ATTENDANCE:

- 1) Sri Rajat Bhargva, IAS : Executive Director (PNI)
- 2) Sri T. Krishna Prasad, IAS : Executive Director (IP&F)
- 3) Sri Y. Yanadi Rao : Company Secretary

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation

Sri M. Narayana Rao, IAS

2. Confirmation of the Minutes of the 132nd Board Meeting of the Board of Directors held on 29-08-2000:

The minutes of the 132nd Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 29-08-2000 at 03:00 PM as circulated were confirmed.

3. Conversion of land use pattern from industrial to commercial use – formulation of guidelines (Deferred Item No. 20 of the 132nd Board Meeting held on 29.08.2000):

The Board discussed the proposals as contained in the Agenda note and decided to defer the same for consideration in the next Board Meeting after considering a further detailed analysis of the issues involved.

4. Sanction of Special Advance to the employees of the Corporation:

The Board discussed the proposals as contained in the Agenda note and decided to sanction a further recoverable special advance to the employees of the corporation as indicated below:

- i) Employees who are in the pay scale of Rs. 1375-2375 to 2195-4560 Rs. 3,000/-
- ii) Employees who are in the pay scale of Rs. 2600-5580 and above Rs. 6,000/-

The Meeting ended with a vote of thanks to the Chairs.

Sd/-
V. ANANDARAU
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 134TH MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON MONDAY, 8TH JANUARY, 2001 AT 03:00 PM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Sri V. Anandarau, IAS : Chairman
- 2) Sri R. Chandrasekhar, IAS : Vice Chairman & Managing Director

- 3) Sri T.S. Appa Rao, IAS : Director
- 4) Sri J.C.Mohanty, IAS : Director
- 5) Sri M.V.S.Prasad, IAS : Director
- 6) Sri P. Ramakanth Reddy, IAS : Director
- 7) Sri T. Chatterjee, IAS : Director

IN ATTENDANCE:

- 1) Sri T. Krishna Prasad, IAS : Executive Director (IP&F)
- 2) Sri Y. Yanadi Rao : Company Secretary

1. Leave of Absence:

NIL

2. Confirmation of the Minutes of the 133rd Board Meeting of the Board of Directors held on 12-10-2000:

The minutes of the 133rd Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 12-10-2000 at 03:00 PM as circulated were confirmed.

3. Appointment of Official Directors by designation – Noting of the changes among Ex-officio Directors by the Board.

The Board discussed the proposals as contained in the Agenda note and noted that Sri P.Ramakanth Reddy, IAS and Sri M.V.S. Prasad, IAS are the Directors of the company in place of Sri A.K. Kutty, IAS and Sri M. Narayana Rao, IAS respectively.

The Company Secretary was requested to comply with the formalities as required under the Companies Act., 1956 after obtaining necessary information from the Directors.

4. Signing of project development promotion partnership (PDPP) with M/s Feedback Infrastructure Ltd., in the Partnership summit on 10th Jan, 01 at Hyderabad:

The Board discussed the proposals as contained in the Agenda note and authorised the VC & MD to enter into Memorandum of Agreement on the Project Development Promotion Partnership (PDPP) with M/s Feedback Infrastructure Ltd., as per the draft placed before the meeting. The VC & MD also authorised to make suitable minor changes, if necessary, in the draft Memorandum of Agreement. The Board also noted the action taken by the VC & MD and in having entered into Memorandum of Agreement on the Project Development Promotion Partnership (PDPP) with M/s IL&FS on 28.12.99.

5. Visakhapatnam Industrial Water Supply Project (VIWSP):

The Board discussed the proposals as contained in the Agenda note and ratified the action taken by the VC & MD with the approval of the SIPB in having approached India Project Development Fund (IPDF) for the Project development of Visakhapatnam Industrial Water Supply Project (VIWSP).

6. Establishment of Special Economic Zone (Integrated Free Trade Zone) between Visakhapatnam – Kakinada belt in Andhra Pradesh:

NOTED.

7. Land Acquisition for Hindustan Fluorocarbons Ltd – Reduction in rate of interest on dues:

The Board discussed the proposals as contained in the Agenda note and approved the proposal to reduce the rate of interest from 18% to 10% on the outstanding dues of M/s. Hindustan Fluorocarbons Ltd and also not to charge further interest after 31.08.2000, in order to settle a long pending issue of a stick Government company.

8. Guidelines for issue of No Objection Certificate for change of land use from industrial to commercial – Detailed analysis:

The Board discussed the proposals as contained in the Agenda note and decided to allow the change of land use from industrial to commercial purpose, subject to payment of non-refundable process fee of 5% of the current market value for units which have implemented the project and 10% of the current market value of the land in case of units which have not implemented the projects in the following IDAs/APIEs/SIEs:

1. IE- Sanathnagar.
2. IDA/APIE/SIE- Balanagar
3. IDA/IE-Kukatpally
4. IE-Chandulal Baradri
5. SEIE – Kattedan
6. IDA – Jeedimetla

It was decided that the Government would be informed of the above course of action proposed and if no further advice was received from Government, further action would be taken on these lines with effect from 01.04.2001.

In respect of requests for conversions from other Industrial Areas, the VC & MD was requested to work out a set of guidelines and then initiate a process of interaction with industrialists, Government Departments, environmental agencies etc., and get their feedback before approaching the Board for the approval of the guidelines.

ITEM WITH THE PERMISSION OF THE CHAIR

1. Signing of Project Development Promotion partnership (PDPP) with LaSalle partners (India) Private Limited (Jones Lang Laselle) in the Partnership Summit 9th – 11th January, 2001 at Hyderabad:

The Board discussed the proposals as contained in the Agenda note circulated at the meeting and authorised the Vice-Chairman and Managing Director to enter into Memorandum of Agreement on the Project Development Promotion Partnership (PDPP) with LaSalle Partners (India) Private Limited (Jones Lang Laselle) (JLL) as per the draft placed before the meeting. The Vice-Chairman and Managing Director was also authorised to make suitable minor changes, if necessary, in the draft Memorandum of Agreement before conclusion of the MoA.

2. Integrated convention center complex project at Hyderabad:

The Board discussed the proposals as contained in the Agenda note circulated at the meeting and authorised the Vice-Chairman and Managing Director to enter into Memorandum of Agreement with M/s ITC Limited on the lines of the draft placed before the meeting, subject to obtaining legal clearance, in view of the status quo orders issued by the High Court in respect of some lands near Hussian Sagar. The Vice-Chairman and Managing Director was also authorised to make suitable minor changes in the draft Memorandum of Agreement, if found necessary for concluding the MoA.

The Meeting ended with a vote of thanks to the Chairs.

Sd/-
V. ANANDARAU
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 135TH MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON SATURDAY, 17TH MARCH, 2001 AT 03:00 PM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- | | |
|-------------------------------|-------------------------------------|
| 1) Sri V. Anandarau, IAS | : Chairman |
| 2) Sri R. Chandra shekar, IAS | : Vice Chairman & Managing Director |
| 3) Sri T.S. Appa Rao, IAS | : Director |
| 4) Sri J.C.Mohanty, IAS | : Director |
| 5) Sri M.V.S.Prasad, IAS | : Director |

IN ATTENDANCE:

- | | |
|-------------------------------|-----------------------------|
| 1) Sri T. Krishna Prasad, IAS | : Executive Director (IP&F) |
| 2) Sri Y. Yanadi Rao | : Company Secretary |

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation

- i) Sri P. Ramakanth Reddy, IAS
- ii) Sri T. Chatterjee, IAS

2. Confirmation of the Minutes of the 134th Board Meeting of the Board of Directors held on 08-01-2001:

The minutes of the 134th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 08-01-2001 at 03:00 PM as circulated were confirmed.

3. Action taken on the Minutes of the 132nd Meeting of the Board of Directors of APIIC Ltd held on 29-08-2000.

NOTED.

4. Action taken on the Minutes of the 133rd Meeting of the Board of Directors of APIIC Ltd held on 12-10-2000.

NOTED.

5. Action taken on the Minutes of the 134th Meeting of the Board of Directors of APIIC Ltd held on 08-01-2001.

NOTED.

6. To take notice of disclosure of interest by Directors under section 299(3) of the Companies Act., 1956.

The Board noted the general notices given by Sri P. Ramakanth Reddy, IAS and Sri M.V.S.Prasad, IAS, Directors under section 299(3) of the Companies Act., 1956 in Form No. 24-AA for the financial year 2000-01.

7. Allotment and Issue of Equity shares:

The Board discussed the proposals as contained in the Agenda note and passed the following resolution.

“RESOLVED to allot two fully paid equity shares or Rs. 1,000/- each in favour of the Governor of Andhra Pradesh for the amount of Rs. 2000/- subscribed by the Government of Andhra Pradesh towards equity share capital of the corporation.

FURTHER RESOLVED that one share certificate be issued for two equity shares in favour of the Governor of Andhra Pradesh under the common seal of the company affixed thereto in the presence of and signed by:

- | | |
|-------------------------------|-------------------------------------|
| 1) Sri V. Anandarau, IAS | : Chairman |
| 2) Sri R. Chandra shekar, IAS | : Vice Chairman & Managing Director |
| 3) Sri Y.Yanadi Rao | : Company Secretary |

8. Allotment of shed nos. 16 & 17 at IE (Adj. Mopeds) Tirupati to M/s Prajasakthi Sahithi Samastha:

The Board discussed the proposals as contained in the Agenda note. The Board felt that there should be uniform policy on the concessions being offered to the entrepreneurs in an estate and it should be made known to other entrepreneurs also in the estate. The Board also decided that an agenda item on the total vacancy of plots/sheds/land in all the IEs/Idas along with action plan to dispose of them be placed in every Board Meeting. The Board further decided that the corporation should draw up a list of Estates where the shed are proposed to be sold at a concessional rate of 30% and made the decision public.

9. Restoration of allotment – Charging of process fee/penalty:

NOTED.

10. Amendments to APIIC allotment Regulations, 1998.

The Board felt that a revised agenda item on the subject duly mentioning in it the existing regulations, the proposed amendments and the justification for the amendments be placed in the next Board Meeting.

11. Hitch City, Madhapur – Development of Housing Project for Hitech City:

The Board discussed the proposals as contained in the Agenda note and agreed in principle for development of housing project in 87.00 crores of land at Madhapur in a phased manner through the existing Joint Venture i.e., M/s L& Infocity Ltd., as envisaged in the original JV agreement with M/s L&T. The Board authorised VC & MD to work out further details and come back to the Board for a specific approval.

12. AP Town Gas Supply Project:

The Board discussed the proposals as contained in the Agenda note and authorised the VC & MD to enter into Memorandum of Understanding with M/s Indraprastha Gas Limited as per the draft placed before the meeting, subject to suitable legal vetting to ensure that the MOU safeguards the interests of the corporation. The MD was also authorised to make such minor changes as may be considered necessary while doing so. The Board so also noted the action taken by the corporation in having entered into Memorandum of Understanding with M/s Gas Authority of India Limited on 09-10-2000 and also the agreement entered into with M/s Infrastructure leasing and financial services Ltd on 29-11-2000.

13. Financial support under CIBF scheme for various Industrial Areas for strengthening of infrastructure facilities – sanction of APIIC contribution for water supply scheme to IDA – Jeedimetla “A” grade Industrial Estate under CIBF scheme:

The Board discussed the proposals as contained in the Agenda note and decided to contribute 20% of the total project cost in respect of ‘B’ grade industrial areas i.e., Bhimavaram, Palem and Anakapally Notified Industrial Area Service Societies. The Board noted that an amount of Rs. 68,400/- was contributed by APIIC as part of its contribution to the Warangal notified Municipal Industrial Areas Service Society for the works taken up under 70:30 Janmabhoomi Programme. The Board also decided to contribute an amount of Rs. 39.90 lakhs to Qutbullapur Notified Industrial Areas Service society for the Water supply Scheme at IDA – Jeedimetla as one time payment with no further commitment from the corporation.

14. Dues from co-op Sugar Factories, Government Companies and Private parties:

NOTED.

15. Engaging the services of Sri B.V. Ramana Murthy as consultant:

The Board discussed and ratified the proposal as contained in Agenda note.

16. Sanction of advance to Sri M.Ravi Kumar, Steno towards medical expenses:

The Board discussed the proposals as contained in the Agenda note and decided to sanction an interest-free advance of Rs. 1.30 lakhs to Sri M.Ravi Kumar, Steno as a special case and to recover the advance from him in suitable monthly installments as decided by the VC & MD. This case should not be quoted as a precedent in any other case.

17. Special Reimbursement of Medial Expenses to corporation employees:

The Board discussed the proposals as contained in the Agenda note and decided as follows:

- (i) To verify whether the medical bills of her husband were claimed from M/s ECIL also for payment.
- (ii) If the medical bills were not paid by M/s ECIL, the case may be disposed of to the extent of edibility without any relaxation treating her husband as a dependent as a special case on humanitarian grounds. This should not be quoted as a precedent in any other case.
- (iii) The future medical claims of the individual in respect of her husband, who is not dependent on her, will not be entertained.
- (iv) Appropriate action be initiated against her for her wrong declaration about the dependency of her husband.

18. Contribution to Chief Minister's Relief Fund:

NOTED.

19. Sanction of special advance to the employees of the corporation:

The Board discussed the proposals as contained in the Agenda note and ratified the same.

20. Revival of the Scheme of compassionate appointments in the corporation:

The Board discussed the proposals as contained in the Agenda note and decided not to revive the scheme of compassionate appointments in the corporation. The Board also decided that an amount of Rs. 1.50 lakhs be paid as compensation in lieu of compassionate appointments in all the cases on hand and in future cases as one time payment.

21. Disinvestment:

The Board discussed the proposals as contained in the Agenda note and decided to address the Government in Public Enterprises Department for taking suitable action for disinvestments of its equity shareholding in the corporation, as it is the prerogative of the Government to do so. The Board felt that the corporation may appoint consultants, independent of Government's decision to disinvest, to value the shares of the corporation to augment financial resources by tapping market borrowing etc., if required, for development of the on-going projects in the corporation.

22. Development of Gangavaram Port on commercial Format with Private Sector Participation:

NOTED.

23. Enhancement of Medical reimbursement to the employees of the corporation:

The Board discussed the proposals as contained in the Agenda note and decide that a revised agenda item on the subject be placed in the ensuing Board meeting.

24 & 30. Issue of NOC for land use conversion:

Deferred.

25. Financial District:

The Board discussed the proposals as contained in the Agenda note.

26. Sanction of additional charge allowance to Sri T. Krishna Prasad, IPS, Executive Director(IP&F):

The Board discussed the proposals as contained in the Agenda note and decided to sanction additional charge allowance to Sri T. Krishna Prasad, IPS, Executive Director (IP&F) at 1/5th of pay and allowances for the period form 01-09-2000 to 30.11.2000 and at 1/10th of pay and allowances for the period from 01.12.2000 to 28.02.2001.

27. Note on Recoveries:

While discussing the various elements of recoveries, the Board felt that detailed analysis of recoveries be made and reasons for non-achievement of the budget targets at various levels be indicated in the Board Agenda note. The Board also decided that performance appraisal shall be undertaken with reference to the results achieved by the field officers at all levels mainly on the basis of certain performance indicators so that responsibility/accountability for non-performance should be fixed for a definite task.

28. Establishment of IT Park at Visakhapatnam.

The Board discussed the proposals as contained in the Agenda note and authorised the VC & MD to work out modalities of the proposed Joint Venture company and finalise agreement for development of IT Park at Visakhapatnam in phases with VUDA and L&T Infocity Ltd., The action taken report (ATR) in the matter may be placed before the Board.

29. Land Acquisition at Peddapuram & Rayabhupalapatnam village of Peddapuram Mandal and Vetlapalem village of Samalkot Mandal of East Godavari District for establishment of industrial development area and allotment to M/s D.C.L. Polyesters:

The Board discussed the proposals as contained in the Agenda note.

ITEM DISCUSSED WITH THE PERMISSION OF THE CHAIR.

1. Advertisement in Special Issue of Le Monde – French Publication:

The Board discussed the proposals as contained in the Agenda note circulated at the meeting and decided to meet the advertisement expenditure by the corporation as advised by the Government.

The Meeting ended with a vote of thanks to the Chairs.

Sd/-
V. ANANDARAU
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 136TH MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON TUESDAY, 27TH MARCH, 2001 AT 01:30 PM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Sri V. Anandarau, IAS : Chairman
- 2) Sri R. Chandrasekhar, IAS : Vice Chairman & Managing Director

- 3) Sri T.S. Appa Rao, IAS : Director
- 4) Sri J.C.Mohanty, IAS : Director
- 5) Sri T. Chatterjee, IAS : Director

IN ATTENDANCE:

- 1) Sri T. Krishna Prasad, IAS : Executive Director (IP&F)
- 2) Sri Y.Yanadi Rao : Company Secretary

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation

- i) Sri P. Ramakanth Reddy, IAS
- ii) Sri M.V.S.Prasad, IAS

2. Issue of NOC for land use conversion (Deferred Item No. 30 of 135th Board Meeting held on 17.03.2001):

The Board discussed the proposals as contained in the Agenda note and approved as follows:

- 1) In respect of (6) six IEs/IDAs/APIEs/SEIEs for which a decision was taken in the 134th Board Meeting held on 8th January, 2001, the guidelines will be modified as per the Government's directions to the effect that in respect of projects which are not implemented, land will be resumed by APIIC for non-utilization. The land so resumed will be allotted afresh/sold. The guidelines will be implemented with this modification, after obtaining Government's approval.
- 2) In respect of other estates in the State developed by APIIC, the Board decided to implement the following guidelines for issue of NOC for land use conversion, after obtaining Government's approval.
 - a) NOC for conversion from industrial use to commercial or institutional use will not be considered from applicants who have not implemented their project.

On the other hand the corporation shall resume the land for non-utilization and allot the same afresh.

- b) NOC for residential purpose shall not be considered.
 - c) NOC shall be considered form industrial to commercial/institutional purpose provided the proposed activity shall not affect the existing industrial activity or the environment in the area.
 - d) To levy a process fee of 5% of the current market value on the total extent of land held by the applicant and the area sought for conversion will be deemed as the total extent of land held by the applicant.
 - e) The applicant should have obtained sale deed before seeking NOC from APIIC.
 - f) NOC shall be considered in the cases where the units are located facing National Highway/State Highway/Estate main roads. In other cases, NOC shall be issue with the approval of the Board of APIIC. Which will take a decision after considering the recommendations from the APIIC authorities concerned and taking into account all other relevant factors.
 - g) The Government in MA & UD Department will be requested not to entertain applications for issue of land use conversion from such of those units which do not produce a NOC from APIIC Ltd.
- 3) In respect of estates which are more than 10 years old and where the occupancy is less than 20%, the Board decided to defer the proposal to convert the entire estates for residential purpose to it's next Meeting for a detailed study of the same and desired that a detailed agenda item on the subject be placed covering all such cases in the state.
3. IDA – Uppal – Requisition of land by Revenue Department for housing scheme to weaker sections:

The Board discussed the proposals as contained in the Agenda note. It was that transfer of the land will reduce the open area in the IE to 7% thereby affecting the HUDA norms for the approved layout. It was also noted that the Industrial Areas Service Society, Uppal has objected to a housing colony adjacent to the industrial area as it will create problems for smooth functioning of industrial activity. The Board decided that these facts may be brought to the notice of the Government and Government may decide the desirability of excising this extent from the industrial estate and in case the Government decide to excise the area, the Government may be requested to issue orders that the layout will not require any modification because of the reduction of the open area to 7%.

The Meeting ended with a vote of thanks to the Chairs.

Sd/-
V. ANANDARAU
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 137TH MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON SATURDAY, 30TH JUNE, 2001 AT 11:00 AM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- | | |
|---------------------------|-------------------------------------|
| 1) Sri V. Anandarau, IAS | : Chairman |
| 2) Sri M.V. S.Prasad, IAS | : Vice Chairman & Managing Director |
| 3) Sri T.S. Appa Rao, IAS | : Director |
| 4) Sri J.C.Mohanty, IAS | : Director |

IN ATTENDANCE:

- | | |
|-------------------------------|-----------------------------|
| 1) Sri T. Krishna Prasad, IAS | : Executive Director (IP&F) |
| 2) Sri Y.Yanadi Rao | : Company Secretary |

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation

- i) Sri P. Ramakanth Reddy, IAS
- ii) Sri T.Chatterjee, IAS

2. Confirmation of the Minutes of the 135th Board Meeting of the Board of Directors held on 17-03-2001:

The minutes of the 135th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 17-03-2001 at 03:00 PM as circulated were confirmed.

3. Confirmation of the Minutes of the 136th Board Meeting of the Board of Directors held on 27-03-2001:

The minutes of the 136th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 27-03-2001 at 01:30 PM as circulated were confirmed.

4. PAPERS FOR PERUSAL:

The following papers before the Board for perusal were noted.

G.O.Rt.No. 405 Dated: 17.05.2001 of Industries and Commerce (INF) Department regarding placing of Sri M.V.S. Prasad, IAS, VC & MD, APIIC in full additional charge of the post of VC & MD, APIIC Ltd.

5. Action taken on the Minutes of the 135th Meeting of the Board of Directors of APIIC Ltd held on 17-03-2001.

NOTED.

6. Action taken on the Minutes of the 136th Meeting of the Board of Directors of APIIC Ltd held on 27-03-2001.

NOTED.

7. To take notice of disclosure of interest by Directors under section 299(3) of the Companies Act., 1956.

The Board noted the general notices given by the Directors under section 299(3) of the Companies Act., 1956 in Form No. 24-AA for the financial year 2001-02.

8. Civil works tenders accepted by VC & MD / CE for the period from 01.01.2000 to 31.03.2000 during 1999-2000 and 2000-01.

NOTED.

9. Actuals for 2000-01 and Budget Estimates for 2001-02:

The Board discussed the proposals as contained in the Agenda note and approved the actuals for the year 2000-01 and budget estimates for the year 2001-02.

10. Sanction of stagnation increments in RPS, 1999 beyond the time scale:

The Board discussed the proposals as contained in the Agenda note and decided to approve the same.

11. Enhancement of matching grant to the APIIC Employees Welfare Trust:

The Board discussed the proposals as contained in the Agenda note and it was decided to enhance the matching grant from Rs. 4,000/- per month to Rs. 8,000/- per month with effect from 01.5.2001 to APIIC employees welfare trust. The Board also decided to adjust to Rs. 8,000/- per month against the advance of Rs. 5.50 lakhs sanctioned to APIIC employees welfare trust during the March 1999 and after the advance amount is fully adjusted, further contributions can be in cash to the trust.

12. National Academy of construction – Establishment of International Trade Fair Center (EXPO) – participation of Equity:

The Board discussed the proposals as contained in the Agenda note and felt that a revised agenda item be placed in the ensuing Board Meeting.

13. Hardware park:

The Board discussed the proposals as contained in the Agenda note and felt that a revised agenda item be placed in the ensuing Board Meeting.

14. Amendments to APIIC allotment Regulations, 1998:

Deferred.

15. Enhancement of eligibility ceiling in respect of House building Advance to the employees of the corporation:
16. Enhancement of maximum limit of Conveyance allowance prescribed for Physically handicapped Employees:
17. Enhancement of the limits with regard to Conveyance advance, Educational advance, Festival Advance, Computer Advance, Marriage Advance:
18. Enhancement of Reimbursement of Tuition expenses to the children of corporation employees:
19. Classification of Staff of the corporation in Staff Regulations – Amendment:

The Board discussed the proposals as contained in the Agenda items and resolved to approve the same.

20. Note on M/s. Shakti Industries, shed no. F-4, SEIE – Kurnool:
21. Note on M/s. Jayanthi Enterprises, Shed No. D-2, IE – Kurnool:
22. Note on SBI Main Branch, IE – Kurnool A/c. Heebaz Nail Industries, Shed No. F-17, IE – Kurnool:
23. Note on SBI Main Branch, IE – Kurnool A/c. P. Narayanswamy Naidu, Shed No. G-1 & G-2, IE – Kurnool:
24. Note on M/s. Mary Ice Industries, Shed No. 1, MIE – Sajjaladinne:
25. Note on M/s Bharat Minerals, Shed No.1, MIE – Kurnool:

26. Note on M/s Sarala Pepsi Unit Shed No. 3, MIE – Kurnool:

The Board discussed the proposals as contained in the Agenda items and it was decided to constitute an audit committee of the Board to examine all cases where write off proposals are made and the recommendations of the audit committee be placed before the Board. The VC & MD was authorised to constitute the audit committee.

27. Visakhapatnam Industries Water Supply Project (VIWSP):

The Board discussed the proposals as contained in the Agenda note and felt that a revised agenda item be placed in it's next Meeting.

28. APIIC works – Sundry Debtors / Accounts receivable:

NOTED. The Board decided that an agenda item on “age-wise analysis of materials/stores on hand and action plan to dispose them off” be placed before it's next Meeting.

29. Allotment of land to M/s Catalytic Software Limited at Hardware Park, Hyderabad – payment of 53.90% land cost by M/s Catalytic Software Limited in stock to APIIC at par:

The Board discussed the proposals as contained in the Agenda note. The VC & MD was advised to address the Government to clarify whether the shares to be given towards the cost of the land will be at par or at the market value to be computed because the VC & MD informed that the company has indicated that it will issue shares at the computed market value. With regard to the valuation of structures, the Board advised the VC & MD to address the Animal Husbandry Department to confirm the value of structures so that the same can be indicated to M/s Catalytic Software Limited for payment.

The Meeting ended with a vote of thanks to the Chairs.

Sd/-
V. ANANDARAU
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 138TH MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON SATURDAY, 18TH AUGUST, 2001 AT 11:00 AM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- | | |
|---------------------------|-------------------------------------|
| 1) Sri V. Anandarau, IAS | : Chairman |
| 2) Sri M.V. S.Prasad, IAS | : Vice Chairman & Managing Director |
| 3) Sri T.S. Appa Rao, IAS | : Director |
| 4) Sri J.C.Mohanty, IAS | : Director |

IN ATTENDANCE:

- | | |
|----------------------|---------------------|
| 1) Sri Y. Yanadi Rao | : Company Secretary |
|----------------------|---------------------|

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation

- i) Sri P. Ramakanth Reddy, IAS
- ii) Sri T.Chatterjee, IAS

2. Confirmation of the Minutes of the 137th Board Meeting of the Board of Directors held on 30-06-2001:

The minutes of the 137th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 30-06-2001 at 11:00 AM as circulated were confirmed.

3. Action taken on the Minutes of the 137th Meeting of the Board of Directors of APIIC Ltd held on 30-06-2001.

NOTED.

4. Constitution of Audit Committee of the Board:

NOTED.

5. Re-constitution of the Board of Directors of APIIC Ltd., - appointment of officials Directors by designation – Noting of the changes among the Directors by the Board.

The Board discussed the proposals as contained in the Agenda note and noted the re-constitution of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Ltd. While approving the course of action suggested in the Agenda note, the Board noted that the following officers holding posts will be the Directors of the company w.e.f. 21.08.2001.

- (i) Sri V. Anandarau, IAS : Chairman, APIIC Ltd., Hyderabad
- (ii) Sri M.V.S.,Prasad, IAS : Vice Chairman & Managing Director, APIIC Ltd., Basheergabh, Hyderabad.
- (iii) Sri M.V.S. Prasad, IAS : Vice Chairman & Managing Director, APIDC, Hyderabad.
- (iv) Sri T.Chatterjee, IAS : Member Secretary AP Pollution Control Board, Ameerpet, Hyderabad
- (v) Sri P. Ramakanth Reddy, IAS : Chairman & Managing Director, AP Transco, Khairatabad, Hyderabad.
- (vi) Sri J. Rambabu, IAS : Principal Secretary to Govt. TR & B Department.
- (vii) Sri T.S. Appa Rao, IAS : Commissioner of Industries, Chirag Ali Lane, Hyderabad.

6. Convening of the 28th Annual General Meeting as per the provisions of the Companies Act., 1956 to consider and approve Annual Accounts for the year 2000-01.

The Board decided to convene the 28th Annual General Meeting of the Company on Friday, the 28th September, 2001 at 3:00 PM at Registered office of the company to consider and approve the Annual Accounts for the year 2000-01.

The Company Secretary was authorised to sign and issue notices to all the members of the Company on behalf of the Board as per the draft placed before the Board.

7. National Academy of construction – Establishment of International Trade Fair Center (EXPO) – Participation in equity:

NOTED.

8. Hardware park:

The Board discussed the proposals as contained in the Agenda note and decided to approve the same.

9. Integrated convention center complex project at Hyderabad:

NOTED.

10. Amendments to APIIC allotment Regulations, 1998 (Deferred Item No. 14 of 137th Board Meeting held on 30-06-2001):

The Board discussed the amendments proposed to APIIC allotment regulations, 1998 and decided to approve the same.

11. Reduction of SSR value of the sheds/shops/houses:

Deferred.

12. Enhancement of Gratuity:

The Board discussed the proposals as contained in the Agenda note and decided to enhance the limit of maximum entitlement of gratuity payable to an employee to Rs. 3.50 lakhs. The VC & MD was authorised to take further necessary action in the matter.

13. To incorporate certain provisions and amendment to APIIC staff Regulations:

The Board discussed the proposals to incorporate/amend certain clauses in APIIC staff regulations and resolved to approve the resolutions as proposed in the Agenda note. The VC & MD was authorised to take further necessary action in the matter.

ITEMS WITH THE PERMISSION OF THE CHAIR

14. Visakhapatnam Industrial Water Supply Project – certain issues:

The Board discussed the proposals as contained in the Agenda note and ratified the action taken by the VC & MD in executing two MoAs, i.e.,

- a) (i) Extending the validity of the MOA dated: 09.01.1998 with IL&FS upto 15.05.2001 through a separate agreement, without any further payments to IL&FS by APIIC.
- (ii) Executing a new tripartite MOA with IL&FS and the VIWSCO on 16.05.2001. as the total project development cost estimated at Rs. 12.80 crores does not include the operating expenses of the VIWSCO (Rs. 1.76 crores), the same may have to be included and sharing re-worked out between IPDF and APIIC.
- b) The Board approved investment in the equity of VIWSCO upto a limit of Rs. 3.30 crores and authorised the VC & MD to take necessary action in executing the required documents.

- c) Pending action on A(ii) above, the minimum amount require may be advanced to VIWSCO. The VC & MD will prepare the terms and conditions of the advances and place the same before the Board for approval.

The Meeting ended with a vote of thanks to the Chairs.

Sd/-
V. ANANDARAU
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 139TH MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON WEDNESDAY, 19TH SEPTEMBER, 2001 AT 11:00 AM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Sri M.V. Prasad, IAS : Vice Chairman & Managing Director
- 2) Sri T.S. Appa Rao, IAS : Director
- 3) Sri S.M. Balasubramanyam, IAS : Director
- 4) Sri T.Chatterjee, IAS : Director
- 5) Sri J. Rambabu, IAS : Director

IN ATTENDANCE:

- 1) Sri T. Krishna Prasad, IPS : Executive Director (P&F)
- 2) Sri Y. Yanadi Rao : Company Secretary

1. Leave of Absence:

Leave of Absence was granted to Sri P. Ramakanth Reddy, IAS, Director, who could not attend the meeting due to their pre-occupation.

2. Confirmation of the Minutes of the 138th Board Meeting of the Board of Directors held on 18-08-2001:

The minutes of the 138th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 18-08-2001 at 11:00 AM as circulated were confirmed.

3. Action taken on the Minutes of the 138th Meeting of the Board of Directors of APIIC Ltd held on 18-08-2001.

NOTED.

4. PAPERS FOR PERUSAL:

The following papers placed before the Board for perusal were noted.

- a) G.O.Rt. No. 3570 dated: 20.08.2001 of the General Administration (Spl.A) Department, Government of AP., regarding appointment of Sri M.V.S. Prasad, IAS, as the VC & MD, APIIC Ltd., Hyderabad.
- b) Letter No. CA V/COY/ANDHRA PRADEHS, INDINF(1) / 1749 dated: 27.08.2001 of the Sr. Administrative Officer, Office of the Comptroller and Auditor General of India, New Delhi, regarding appointment of M/s Narotham Madhav & Ramesh, Chartered Accountants, Hyderabad as the Statutory Auditors of the company for the financial year 1999-2000.

5. Appointment of official Directors by designation – Noting of the changes among Ex-officio Directors by the Board:

The Board discussed the proposals as contained in the Agenda note that Sri S.M. Balasubramanyam, IAS is the Director of the company in place of Sri M.V.S.Prasad, IAS, formerly M.D., APIDC. The Company Secretary was requested to comply with the formalities as required under the Companies Act., 1956 after obtaining necessary information from the Director.

6. To take notice of disclosure of interest by Directors under section 299(3) of the Companies Act., 1956:

The Board noted the general notices given by Sri J. Rambabu, IAS and Sri S.M. Balasubramanyam, IAS, Directors under section 299(3) of the Companies Act. 1956 in Form No. 24-AA for the financial year 2001-02.

7. Implementation of Voluntary Retirement Scheme in the corporation.

NOTED.

8. Extending gift to the employees proceeding on VRS and normal retirement.

The Board discussed the proposals as contained in the Agenda note.

9. Reduction of SSR value of the sheds/shops/houses (Deferred Item No. 11 of 138th Board Meeting held on 18-08-2001):

The Board discussed the proposals as contained in the Agenda note and decided to make public advertisement for offering the sheds/shops/houses for sale without specifying any upset price. The Board further decided that the responses be placed before the committee of the following directors for final decision.

- (i) Sri S.M.Balasubramanyam, IAS
- (ii) Sri T.S. Appa Rao, IAS

The decision taken by the committee will be final and need not be brought back to the Board.

10. M/s Team Asia Semiconductors Pvt Ltd. – Waival of interest on land cost:

The Board discussed the proposals as contained in the Agenda note and decided to collect the principal amount due as on 30-09-2001 as per our normal procedure from M/s Team Asia Semiconductors Pvt Ltd, Patancheru, regarding waiver of interest due from the allottee, it was decided to refer the matter to the Government.

11. APIIC Ltd., - Special Economic Zone (SEZ) – Media & Promotion Strategy for identification of strategic investors:

The Board discussed the proposals as contained in the Agenda note and approved the same.

12. Proposals to waive Bond period in the case of Sri KVV Sarma, Manager (Finance), HO for sanction of voluntary retirement:

The Board discussed the proposals as contained in the Agenda note and decided to sanction Voluntary retirement to Sri KVV Sarma, Manager(Finance), HO duly waiving the bond period for 11 months.

The Meeting ended with a vote of thanks to the Chairs.

Sd/-
M.V.S. PRASAD
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 140TH N MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON FRIDAY, 21TH DECEMBER, 2001 AT 3:00 PM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- | | |
|----------------------------------|-------------------------------------|
| 1) Sri T. Gopala Rao, IAS | : Chairman |
| 2) Sri M.V. Prasad, IAS | : Vice Chairman & Managing Director |
| 3) Sri T.S. Appa Rao, IAS | : Director |
| 4) Sri S.M. Balasubramanyam, IAS | : Director |
| 5) Sri T.Chatterjee, IAS | : Director |

IN ATTENDANCE:

- | | |
|-------------------------------|----------------------------|
| 1) Sri R.M. Goenla, IAS | : Executive Director (E&A) |
| 2) Sri T. Krishna Prasad, IPS | : Executive Director (P&F) |
| 3) Sri Y.Yanadi Rao | : Company Secretary |

1. Leave of Absence:

Leave of Absence was granted to Sri P. Ramakanth Reddy, IAS, and Sri J. Rambabu, IAS Directors who could not attend the meeting due to their pre-occupation.

2. Confirmation of the Minutes of the 139th Board Meeting of the Board of Directors held on 19-09-2001:

The minutes of the 139th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 19-09-2001 at 11:00 AM as circulated were confirmed.

3. Action taken on the Minutes of the 139th Meeting of the Board of Directors of APIIC Ltd held on 19-09-2001.

NOTED.

4. Appointment of Sri T. Gopala Rao, IAS as Chairman, APIIC Ltd., - Consent of the company by a special Resolution under section 314 of the Companies Act., 1956.

Sri T. Gopala Rao, IAS, Chairman withdrew from the meeting and Sri M.V.S.Prasad, IAS, VC & MD occupied the Chair and conducted the proceedings, when the Board considered this item.

The Board discussed the proposals as contained in the Agenda note and “RESOLVED that pursuant to the provisions of Section 314 of the Companies Act., 1956 and subject to the consent of the Shareholders in the Extra-Ordinary General Meeting of the company by a Special Resolution, Sri T.Gopala Rao, IAS be and is hereby appointed as Chairman with effect from 29th October, 2001 holding and continue to hold an office or place of profit in the company on such pay and allowances in the supertime scale of the Indian Administrative Service admissible to him from time to time in the State Government and such other terms and conditions as set out in G.O.Ms. No. 541 dated 30-10-2001 of Industries and Commerce (INF) Department, Government of Andhra Pradesh, a copy of which is placed before the meeting.

Further Resolved that an Extra-Ordinary General Meeting of the members of the company be convened on Thursday, the 24th January, 2002 at 3:00 PM at the Registered office of the company to secure the consent of the members in this regard.

Further Resolved that the draft notice of the Extra-ordinary General Meeting as annexed to the agenda note be and is hereby approved and the company secretary was authorised to sign and issue the same to all the members of the company.

5. To take notice of disclosure of interest by Directors under section 299(3) of the Companies Act., 1956:

NOTED.

6. Nomination of Director on the Board of L&T Infocity Ltd (LTIL):

The Board discussed the proposals as contained in the Agenda note and resolved that the VC & MD, APIIC Ltd., shall be the nominee director on the Board of M/s L&T Infocity Ltd., by name and as and when the VC & MD, APIIC Ltd., is transferred and a new Officer is posted, he shall be the nominee director by name on the Board of M/s L&T Infocity Ltd.

The Board also resolved that wherever the corporation has right to appoint nominee director(s) by virtue of terms of agreement etc., the VC & MD, APIIC Ltd., is authorised to appoint/withdraw individual(s) as director(s) at his discretion from time to time.

7. Voluntary Retirement of Sri G. Shanker, Watchman, Zonal Office, Patancheru – Ratification.

The Board discussed the proposals as contained in the Agenda note.

8. To consider the request of Sri Y.S.N.Raju, Dy.Zonal Manager (D), for sanction of Voluntary Retirement:

The Board discussed the proposals as contained in the Agenda note and decided to sanction Voluntary Retirement to Sri Y.S.N.Raju, Deputy Zonal Manager(D), Head Office as per the scheme approved by the Government in G.O.Ms.No. 16, dated 22-03-2001, since he was out of country when the corporation called for options from the employees for implementation of Voluntary retirement.

9. Extension of Lien period to Sri Prakahs R. Patil, Dy. Zonal Manager(Engineer):

The Board discussed the proposals as contained in the Agenda note and ratified the same.

10. Hardware park, Hyderabad – allotment and reservation of land – Extent 125 acres – Forfeiture of EMD.

The Board discussed the proposals as contained in the Agenda note and decided to forfeit the EMD of Rs. 12,50,000/- collected at the rate of Rs. 10,000/- per acre from M/s Team Asia Lakhi Semi Conductors Limited for cancellation of the allotment and to adjust the remaining amount towards the land cost due for the allotment of land at Phase-III, IDA – Patancheru.

11. Commercial complex, Visakhapatnam-1 – allotment of Shop No. 10/B to Sri K.M.Rama Rao and Lakshman Rao on lease basis – waiver of interest on rental dues – proposals for settlement of the case out of the court:

The Board discussed the proposed amendments to the CDA Regulations and decided as follows in order to settle the issue:

- a) To collect Rs. 80,351.85 from the party towards the principal amount.
- b) To collect Rs. 41,165.00 towards interest.
- c) The above amounts will be collected from the party within 30 days from the date of communication. Further action under AP RR Act may be withdrawn subsequent to the above.
- d) To collect legal charges incurred by the corporation on the issue.

12. Sanction of 20% of the Project cost to the Industrial Areas Service Societies under CIBF – Scheme for taking up improvements / up-gradation of Infrastructure in the existing Industrial Areas of APIIC Ltd:

The Board discussed the proposals as contained in the Agenda note and decided to provide additional budget of Rs. 40.00 lakhs during this year under CIBF Scheme and to release the amounts from the corporation only after the Government releases the amounts under the scheme.

13. Report of the Statutory Auditors and comments of the Comptroller and Auditor General of India on the accounts of the company for the year ended 31-03-1998 and replies of the corporation thereon:

The Board discussed the proposals as contained in the Agenda note and after perusing the report of the Statutory Auditors and the comments of the Comptroller and Auditor General of India as also review on the accounts of the company for the year ended 31st March, 1998 by the replies of the company thereon. However it was resolved that action should be taken as indicated by Ag in future in respect of issue relating to classification of deposits received for allotment of plots etc., as current liabilities.

14. Directors Report for the year 1997-98 to be placed before the Board and Adjourned Annual General Meeting:

The Board discussed the proposals as contained in the Agenda note and approved the draft Directors Report for the year ended 31st March, 1998 and authorised the Chairman to sign the Directors Report and any addendum thereto on behalf of the Board.

15. Convening of the Adjourned 25th Annual General Meeting:

The Board discussed the proposals as contained in the Agenda note and decided to convene the Adjourned 25th Annual General Meeting of the company to Thursday, the 24th January, 2002 at 3:30 PM at the Registered office of the company.

The draft notice for the Adjourned 25th Annual General Meeting of the company was approved and the company secretary was authorised to sign and issue the notices on behalf of the Board.

16. Tax Audit for the Assessment year 2000-01 (financial year 1999-2000) – Appointment of Tax Auditors and fixation of remuneration:

The Board discussed the proposals as contained in the Agenda note and decided to appoint M/s Narotham Madhav & Ramesh, Chartered Accountants, Statutory Auditors of the company as Tax Auditors also for the assessment year 2000-01 (financial year 1999-2000) at a remuneration of Rs. 7,000/- plus service tax @ 5% i.e., Rs. 7,350/- in total.

17. M/s Reliance Cellulose Products Ltd at IDA – Patancheru Phase – IV in Plot NO. 49 to 54 – reduction of interest rate:

The Board discussed the proposals as contained in the Agenda note and decided as follows:

- a) To collect the entire additional land cost and interest thereon, since the issue was settled in favour of APIIC by the High Court.
- b) To collect the entire excess land cost with interest at 18% per annum.
- c) Not to demand rentals for the excess land, since excess land cost is collected with interest from the date of intimation i.e., 01.08.1981 till date.

- d) To adjust the amount of Rs. 66,720/- collected on 22.06.99 towards maintenance charges dues.
- e) To collect the entire water charges and other dues with update interest.

18. Allotment of land to AP State Textile Processing Co-op society Ltd (APCO) at IDA – Jeedimetla, Phase – I in Plot No. 76 & 77 – purchase of land and buildings by APIIC:

The Board discussed the proposals as contained in the Agenda note and decided to purchase the land and buildings of APCO in plot nos. 676 & 77 at phase – I, IDA – Jeedimetla at Rs. 100.00 lakhs lump sum. The Board further decided to pay an advance of Rs. 50.00 lakhs immediately and the balance Rs. 50.00 lakhs will be paid without interest after sale of the land by the corporation.

19. Enhancement of maximum ceiling from Rs. 50,000/- to Rs. 75,000/- for reimbursement of medical expenses:

The Board discussed the proposals as contained in the Agenda note and decided to enhance the maximum ceiling from Rs. 50,000/- to Rs. 75,000/- towards reimbursement of medical expenditure to the employees of the corporation subject to the existing conditions applicable to it.

20. Amendment to TA Rules of the corporation:

The Board discussed the proposals as contained in the Agenda note and approved the same.

21. Enhancement of Tour DA applicable to VC & MD / Executive Directors & Non – Official Directors, APIIC Ltd:

The Board discussed the proposals as contained in the Agenda note.

22. Amendment to APIIC Staff Regulations:

The Board discussed the amendments proposed to the APIIC Staff Regulations, 1974 and decided to approve the same. However, in respect of Rule NO. 17(c) of the Staff Regulations, the seniority will be reckoned from the date of original appointment in the cases where the conversion is made at the instance of the corporation due to administrative exigencies. In the cases where the employee opts for conversion, the seniority will be reckoned from the date of conversion to the new cadre and he shall take the seniority below all the existing personnel in that category or grade.

23. Enhancement of budget for staff advances:

The Board discussed the proposals as contained in the Agenda note.

24. Note on the appeal of Sri KSCHSV Prasad, Ex-SDZM(Engineering):

Deferred.

25. RIE – Zaheerabad – Shed F-4 allotted to M/s Srinivasa Powerloom Industries Rental dues –w rite off proposals:

The Board discussed the proposals as contained in the Agenda note and ratified the action taken by the VC & MD in having decided to write off the rental arrears of the Rs. 3,88,409.49 due from M/s. Srinivasa Powerloom Industries, Shed No. F-4, RIE – Zaheerabad. The VC & MD was requested to frame guidelines in the matter and place it before the Board Meeting for approval.

26.M/s Srinivasa Agro Industries, Shed NO. 1, AIE- Bodhan – waiver of interest.

The Board discussed the proposals as contained in the Agenda note and decided to collect Rs. 1.00 lakh as one time settlement from the party waiving payment of about Rs. 4.35 lakhs due as on 31-10-2001 in order to settle a long pending issue.

27. JAN – Expansion – Kanur – Vijayawada – Levy of service charges on land acquisition – certain concessions/ exemptions:

The Board discussed the proposals as contained in the Agenda note and decided to claim/demand Rs. 34.00 lakhs from the Automobiles Technicians Association.

The Meeting ended with a vote of thanks to the Chairs.

Sd/-
T. GOPALA RAO
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 141ST MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON SATURDAY, 16TH MARCH, 2002 AT 3:00 PM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Sri T. Gopala Rao, IAS : Chairman
- 2) Sri M.V. Prasad, IAS : Vice Chairman & Managing Director
- 3) Sri T.S. Appa Rao, IAS : Director
- 4) Sri S.M. Balasubramanyam, IAS : Director

IN ATTENDANCE:

- 1) Sri R.M. Goenla, IAS : Executive Director (E&A)
- 2) Sri T. Krishna Prasad, IPS : Executive Director (P&F)
- 3) Sri Y.Yanadi Rao : Company Secretary

1. Leave of Absence:

Leave of Absence was granted to Sri P.Ramakanth Reddy, IAS, Sri T.Chatterjee, IAS and Sri J. Rambabu, IAS Directors who could not attend the meeting due to their pre-occupation.

2. Confirmation of the Minutes of the 140th Board Meeting of the Board of Directors held on 21-12-2001:

The minutes of the 140th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 21-12-2001 at 03:00 PM as circulated were confirmed.

3. Action taken on the Minutes of the 140th Meeting of the Board of Directors of APIIC Ltd held on 21-12-2001.

NOTED. Regarding item no.11, the Board was informed that an amount of Rs. 80,351.85 was collected from the party towards principal amount. With regard to the request of the party for waiver of interest, the Board resolved to collect Rs. 10,000/- (instead of Rs. 41,165/-) towards interest in addition to actual legal charges incurred by the corporation from the party.

4. PAPERS FOR PERUSAL:

The following papers placed before the Board for perusal were noted.

a) (i) G.O.Rt.No. 611 dated: 06-02-2002 of the General Administration (Special-A) Department, Government of Andhra Pradesh, regarding placing of Sir Jainder Singh, IAS, Principal Secretary to Government and Commissioner for Industrial Promotion in full additional charge of the post of Chairman, APIIC Ltd., during the leave period of Sri T. Gopala Rao, IAS from 06-02-2002 to 15-02-2002.

(ii) G.O.Rt.No. 906 dated: 21-02-2002 of the General Administration (Spl.A) Dept., regarding cancellation of one day EL on 15-02-2002 of Sri T.Gopala Rao, IAS, Chairman, APIIC Ltd.,

b) G.O.Rt.No. 87 dated: 06-02-2002 of the Industries and Commerce (INF) Department, Government of Andhra Pradesh, regarding permitting Sri R.M.Gonela, IAS, ED(E&A), APIIC Ltd., to discharge the functions to VC & MD, APIIC Ltd., for the period from 30-01-2002 to 10-02-2002 in place of accompany the Hon'ble Chief Minister to New York, Ireland and Dubai.

5. APIIC Ltd., - Constitution of Audit committee of the Board.

The Board discussed the proposals as contained in the Agenda note and it was decided to reconstitute the audit committee with the following directors:-

- a) Sri S.M.Balasubramanya, IAS
- b) Sri T.S.Appa Rao, IAS
Financial Consultant(as and when assumes charge).

Till such time, the Financial Consultant assumes charge the Audit Committee with the existing members would discharge the functions of Audit Committee.

The VC & MD was authorised to take further necessary action in the matter.

6. Reduction of land cost in and around Hitec City – Orders issued by Government for information:

NOTED.

7. Sanction of interest free Special Festival Advance to the employees of the corporation recoverable in 10 (Ten) equal monthly installments in a calendar year.

The Board discussed the proposals as contained in the Agenda note and decided to sanction the advance to the employees up to the cadre of Senior Assistants/ Spl. Grade Sr. Assistants (and equivalent), in the scale of the Rs.5,980/- to 12,100/- as in the case of APSFC.

8. Sanction of difference of House Building Advance to the employees of the corporation for the period from 01.04.1998 to 19.08.1999:

The Board discussed the proposals as contained in the Agenda note and decided to approve the same.

9. Note on the appeal of Sri KSCHSV Prasad, Ex-SDZM(E) (Enginnering) – (Deferred Item No. 24 of 140th Board Meeting held on 21.12.2001:

The records of the case along with the enquiry report were examined by the Board carefully. After detailed discussions in the matter, it was resolved to reject the appeal submitted by the individual, as there are no merits in the appeal. The penalty of dismissal awarded by the VC & MD is proper and appropriate and does not warrant any interference.

10. Reduction of SSR value of the sheds/shops/houses:

The Board discussed the proposals as contained in the Agenda note and decided to approve the recommendations of the committee of the Board. The VC & MD was authorised to initiate further necessary action in the matter.

11. Appeal made by Sri D.Chandrashekar, Project Manager, Projects wing(Formerly worked as Zonal manager, Visakhapatnam) for reconsideration of punishment awarded by the VC & MD:

The Board discussed the proposed amendments to the CDA Regulations and resolved to approve the same. The VC & MD was authorised to take necessary action in the matter.

12. Contribution to Chief Minister's Relief Fund:

The Board discussed the proposals as contained in the Agenda note and decided to contribute an amount of Rs. 25.00 lakhs towards Chief Minister's Relief fund.

13. Pharma City, Parwada – Status:

NOTED.

14. Visakhapatnam Industrial Water Supply Project – Present Status – Sharing of operating expenses of VIWSCO – Terms & Conditions.

The Board discussed the proposals as contained in the Agenda note and decided that revised agenda item in the matter be placed in the next Board Meeting.

15. Development of Hyderabad International Airport (HIA) raising of resources from HUDCO:

The Board discussed the proposals as contained in the Agenda note and decided to ratify the action taken by the VC & MD to pay an amount of Rs. 21.75 lakhs to HUDCO towards documentation charges. The VC & MD was authorised to incur expenditure relating to the project and seek reimbursement from the Government as per the Government orders.

The Board further resolved that:

- i) To note that Andhra Pradesh Industrial Infrastructure Corporation (APIIC) was directed by Government of Andhra Pradesh in G.O.Rt.No. 756, of TR&B (Ports) dept., dt.24-07-2001 read with G.O.Rt.No. 1292 of Tr&B (Ports) Dept., dt. 20-12-2001 to act as a Nodal Agency for borrowing money from Housing and Urban Development corporation Ltd., (HUDCO) for the acquisition of land for International Airport at Shamshabad.
- ii) That APIIC borrow a loan Assistance up to Rs. 145.00 crores (Rupees One Hundred Forty Five crores only) for the acquisition of land for the Internal Airport at Shamshabad on the terms and conditions as may be prescribed by HUDCO.
- iii) VC & MD is authorised to accept the loan agreement and other documents received from HUDCO along with sanction letter and also he is authorised to accept any modification(s) in the said documents.
- iv) That this loan is proposed to be guaranteed by Government of Andhra Pradesh for repayment of Principal and Interest to HUDCO and based on the releases to be made by Go AP for repayment of this loan. APIIC shall beet repayment obligations of HUDCO both present and future liabilities.
- v) That Andhra Pradesh Industrial Infrastructure corporation Ltd., to incur expenditure on the HUDCO financed line of Credit for Acquisition of land for International Airport at Shamshabad, Ranga Reddy District, Hyderabad to the extent of Rs. 170.425 crores the cost of the project and repay the principal, interest etc., within the period prescribed by HUDCO.
- vi) Sri M.V.S.Prasad, IAS, VC & MD, APIIC is authorised to execute the loan Agreement and other documents, if any, with HUDCO and complete all the connected formalities including affixing of the Common Seal of APIIC on the documents to be executed with HUDCO in the presence of Sri S.M.Balasubramanya, IAS, Director.

16. Revision of Tender procedure regarding Civil works – certain guidelines:

The Board discussed the proposals as contained in the Agenda note and authorize the VC & MD for taking necessary action in the matter.

The Meeting ended with a vote of thanks to the Chairs.

Sd/-
T. GOPALA RAO
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 142ND MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON MONDAY, 15TH APRIL, 2002 AT 11:00 AM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Sri T. Gopala Rao, IAS : Chairman
- 2) Sri M.V. Prasad, IAS : Vice Chairman & Managing Director
- 3) Sri T.S. Appa Rao, IAS : Director
- 4) Sri S.M. Balasubramanyam, IAS : Director

IN ATTENDANCE:

- 1) Sri T. Krishna Prasad, IPS : Executive Director
- 2) Sri Y.Yanadi Rao : Company Secretary

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation.

- 1. Sri J. Rambabu, IAS
- 2. Sri P.Ramakanth Reddy, IAS
- 3. Sri T.Chatterjee, IAS

2. Confirmation of the Minutes of the 141st Board Meeting of the Board of Directors held on 16-03-2002:

The minutes of the 141st Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 16-03-2002 at 03:00 PM as circulated were confirmed.

3. PAPERS FOR PERUSAL:

The following papers placed before the Board for perusal were noted.

Letter No. 11989/INF/A2/2001-3 dated: 27-10-2001 of the Industries and Commerce (INF) Department, Govt. of AP., regarding appointment of Sri S.K.Sinha as a director on the Board of APIIC Ltd.

The Board was informed that the communication sent to Sir S.K.Sinha was returned and the same was informed to the Government.

4. Revised Estimates for 2001-02 and Budget estimates for 2002-03:

The Board discussed the proposals as contained in the Agenda note and approved the Revised estimates for 2001-02 and Budget estimates for 2002-03. The Board also decided to provide an amount of Rs. 50.00 lakh during the budget for the year 2002-03 under CIBF Scheme and to release the amounts from the corporation only after the Government releases the amounts under the scheme.

5. Visakhapatnam Industrial Water Supply Project – Sharing of operating expenses of VIWSCO – Terms & Conditions:

The Board discussed the proposals as contained in the Agenda note and decided to approve the same.

6. Action taken on the Minutes of the 141st Board Meeting of APIIC Ltd., held on 16-03-2002:

NOTED.

7. To take notice of disclosure of interest by Directors under section 299 (3) of the companies Act., 1956:

NOTED.

8. Jawahar Autonagar, Vijayawada – allotment of land M/s Autonagar Technicians Association for Housing Scheme?

The Board discussed the proposals as contained in the Agenda note and decided to charge one and half times of the prevailing land rate as on date on net usable area.

9. Staff Quarters at IE – Visakhapatnam:

The Board discussed the proposals as contained in the Agenda note and decided not to charge interest on rental arrears and to collect the principal amounts of rentals only.

10. EPIP – Pashamylaram – M/s Tulluri Exports (P) Ltd – Waiver of interest:

The Board discussed the proposals as contained in the Agenda note and decided to accord approval for waiver of interest since it is an export unit.

The Meeting ended with a vote of thanks to the Chairs.

Sd/-
GOPALA RAO
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 143rd MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON MONDAY, 22ND JULY, 2002 AT 10:00 AM AT REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Sri T. Gopala Rao, IAS : Chairman
- 2) Sri M.V. Prasad, IAS : Vice Chairman & Managing Director

- 3) Sri T.S. Appa Rao, IAS : Director
- 4) Sri Rajiv Sharma, IAS : Director
- 5) Sri Sanjay K. Sinha : Director

IN ATTENDANCE:

- 1) Sri R.M. Gonela, IAS : Executive Director (E&A)
- 2) Sri T. Krishna Prasad, IPS : Executive Director (P&F)
- 3) Sri Y.Yanadi Rao : Company Secretary

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation.

- 1. Sri J. Rambabu, IAS
- 2. Sri S.M. Balasubramanyam, IAS
- 3. Smt. Rachel Chatterjee, IAS

2. Confirmation of the Minutes of the 142nd Board Meeting of the Board of Directors held on 15-04-2002:

The minutes of the 142nd Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 15-04-2002 at 11:00 AM as circulated were confirmed.

3. Action taken on the Minutes of the 142nd Meeting of the Board of Directors of APIIC Ltd held on 15-04-2002.

NOTED.

4. PAPERS FOR PERUSAL:

The following papers placed before the Board for perusal were noted.

Letter No. CA V/COY/ANDHRA PRADESH.INDINF(1)/1086 dated: 28.05.2002 of the office of the Comptroller and Auditor General of India, New Delhi, regarding appointment of M/s Komandoor & Company, Chartered Accountants, Hyderabad as the Statutory Auditors of the Company for the financial years 2000-01 and 2001-02.

5. Appointment of official directors by Designation – Noting of the changes among Ex-officio Directors by the Board.

The Board discussed the proposals as contained in the Agenda note and noted the appointment of Sri Sanjay K. Sinha as a director of the company. The Board also noted the appointment of Smt. Rachel Chatterjee, IAS and Sri Rajiv Sharma, IAS as Directors of the company in the place of Sri P.Ramakath Reddy, IAS and Sri T. Chatterjee, IAS respectively.

6. To take notice of disclosure of interest by Directors under section 299(3) of the Companies Act., 1956.

NOTED.

7. Convening of the 29th Annual General Meeting as per the provisions of the Companies Act., 1956 to consider and Approve Annual Accounts for the year 2001-02:

The Board decided to convene the 29th Annual General Meeting of the Company on Saturday, the 28th September, 2002 at 3:00 PM at the Registered office of the company to consider and approve the Annual Accounts for the year 2001-02.

The Company Secretary was authorised to sign and issue notices to all the members of the company on behalf of the Board as per the draft placed before the Board.

8. APIIC Ltd., - Constitution of Audit Committee of the Board:

NOTED.

9. Tender accepted by VC & MD / CE during 2001-02 and for the period from 01-04-2002 to 30-04-2002 during the year 2002-03.

NOTED.

10. AP State Consumer Disputes Redressal Commission, Hyderabad – Construction of Court Building – Centage charges ratification orders:

The Board discussed the proposals as contained in the Agenda note and ratified the action taken by the VC & MD in having approved to levy centage charges at 10% on the deposit work of construction of court building at Khairatabad, Hyderabad.

11. Deposit works – LIDCAP – Levying of centage charges – ratification orders:

The Board discussed the proposals as contained in the Agenda note. In case if any grant is received by LIDCAP towards development, normal centage charges are to be paid to APIIC.

12. Allotment of land to Jeedimetal Effluent Treatment Ltd., at IDA – Jeedimetla, Ph-I payment of dues on land cost – waiver of Interest component:

The Board discussed the proposals as contained in the Agenda note and decided not to charge interest on the land cost paid by M/s Jeedimetla Effluent Treatment Ltd for the land of 1000 sq.Mts and to revoke cancellation orders without levy of any penalty.

13. IDA – Kukatpally – M/s Metalon Industries, Plot No. C-19 and 3 open bits – allotment cancelled and possession resumed – apart of land allotted to another entrepreneur – request of M/s Metalon industries for allotment of balance land:

The Board discussed the proposals as contained in the Agenda note and decided to allot land to M/s Metalon Industries at Ida – Jeedimetla at the present market rate of Rs. 1500/- PSM. If the party fails to pay the present land cost, the Board decided that the same be put to auction as per usual procedure.

14. M/s Team Asia Semiconductors Pvt Ltd – waiver of interests on land cost:

The Board discussed the proposals as contained in the Agenda note and decided to refer the matter to the Government for clarification duly explaining the position.

15. SEIE – Kattedan – Construction of L&M type sheds – dismantling of Deteriorated sheds:

The Board discussed the proposals as contained in the Agenda note and decided that a committee be formed with the Officers of Commissioner of Industries and APIIC to discuss with the entrepreneurs and related people to arrive at an amicable solution in the matter and come up again before the Board.

16. Accepting principal amounts recoverable from the Pattadars without insisting for interest:

The Board discussed the proposals as contained in the Agenda note and resolved to authorised the VC & MD to accept the principal amounts from the Pattadars in Land Acquisition OP matters without insisting for payment of interest as full and final settlement of the case.

17. IIDC – Nagiri – allotment of 50.00 acres of land to M/s White House, Chennai for Establishment of Textile process unit:

The Board discussed the proposals as contained in the Agenda note and ratified the action taken by the VC & MD in having fixed the land cost at Rs. 1.00 lakh per acre for allotment of 39.40 acres of undeveloped land at IIDC, Nagiri to M/s White House, Chennai.

18. Special Corridor between Gangavaram Port and Special Economic Zone (SEZ), Visakhapatnam – assignment of work to M/s L&T Ramboll Consulting Engineers Ltd.

The Board discussed the proposals as contained in the Agenda note and ratified the same. The Board felt that the consultants be shortlisted and requested to quote for such works in future.

19. Development of Gangavaram Port on Commercial format:

The Board discussed the proposals as contained in the Agenda note. The Board authorised the VC & MD to arrive at an agreement with M/s IL&Fs for sharing the project development fees.

20. Special Economic Zone at Visakhapatnam – Constitution of Negotiation Committee:

The Board discussed the proposals as contained in the Agenda note and decided to approve the same.

21. Financial District:

The Board discussed the proposals as contained in the Agenda note and decided as follows:

- a) To develop Financial district to the International standards to attract global players and to invite Master Planners with global repute for preparing the Master Plan for the project.
- b) To go for a limited tender system for Master planning who have similar experience in development of Financial District/Business District.
- c) To acquire another 300.00 acres of land adjacent to the present Financial District and the land cost be funded through bond issue guaranteed by the Government of Andhra Pradesh for repayment of principal and interest for this purpose.

22. Hardware Park:

The Board discussed the proposals as contained in the Agenda note and decided as follows:

- a) To develop the land in convenient modules.
- b) As an Expression of Interest (EOI) was issued on 12.07.2002 and the last date for receipt of EOI is fixed as 27.07.2002 development of first module of the park by APIIC at an approximate cost of Rs. 13.50 crores be taken up, if there is no proper response to the EOI.
- c) To acquire another 3000.00 acres of land adjacent to the present Hardware Park and the land cost be funded through bond issue guaranteed by the Government of Andhra Pradesh for repayment of principal and interest for this purpose.

23. Integrated Project of Convention Center complex (ICCC) – Selection of Developer:

The Board discussed the proposals as contained in the Agenda note and approved the same. The Board authorised the VC & MD to enter into the an MoU as per the draft placed before the Board with Emaar properties duly incorporating necessary changes as approved by the Government.

24. Note on the requests made by certain Employees for sanction of voluntary Retirement:

The Board discussed the proposals as contained in the Agenda note. The Board authorised the VC & MD to take necessary action as per the standing Government orders in the matter. The request of Sri G.Laxmipathi, Senior Messenger for withdrawal of VRS option is agreed to. The Board also accepted the VRS option of Sri P.R.Patil, DZM(E), HO as placed on the table.

25. Representation of APIIC Officers Association for sanction increments during the pendency of charges:

The Board discussed the proposals as contained in the Agenda note and the VC & MD / Executive Director to exercise discretion on case to case basis duly amending clause 16(a) of Staff Regulations, 1974.

26. Special Reimbursement of medical expenses to Smt. T.Nagamani Kumari, Senior Accountant, HO – Dropping of disciplinary proceedings:

NOTED.

27. Filling up of back log vacancy for the post of Assistant Zonal Manager (E), in the category of Schedule Caste(c):

The Board discussed the proposals as contained in the Agenda note. The Board authorised the VC & MD to take necessary action to fill up the only reserved vacancy in the cadre of Assistant Zonal Manager(E).

28. Appeal made by Sri D.Chandrashekar, Project manager, Project Wing (Formerly worked as Zonal Manager, Visakhapatnam) – for reconsideration of punishment awarded by the VC & MD:

DEFERRED.

29. Enhancement of maximum ceiling from Rs. 75,000/- to Rs. 1.00 lakh for reimbursement of medical expenses:

The Board discussed the proposals as contained in the Agenda note and decided to enhance the maximum ceiling of the reimbursement of medical expenses from Rs. 75,000/- to Rs. 1.00 lakh to the employees of the corporation, subject to the existing conditions applicable to it.

30. Visakhapatnam Industrial Water Supply Project:

The Board discussed the proposals as contained in the Agenda note.

31. Status on Pharmacy, Parwada:

The Board discussed the proposals as contained in the Agenda note and decided to approve the same.

32. Allotment of land to M/s Penguin Textiles Ltd in IDA – Uppal by Government – writ Appeal No. 252 of 2002 against W.P.33738 of 1998 filed by the company.

The matter was discussed in detail. The records of the case were perused. It is found that the Appellant submitted details of proposed expansion of their industry from time to time in 1965, 1966, 1967, 1976 and in 1980. different proposals were submitted by the Appellant which vary from one another. Vide letter-dated 25.07.1967, the Appellant agreed to surrender 8.0 acres of land to Industries Department. In 1976 the Appellant proposed that an extent of Acs. 38.63 would be utilised for expansion purposes within (5) years period. It was noted that the Appellant failed to implement the proposed expansion even after lapse of (34) years. It was also noted that the Sub-committee constitute by the Industries Department for U.L.C. purposes inspected the unit of the Appellant on 26.03.1980 and found that the area of the buildings existing as 8637 sq.mts. only out of the land acs. 46.63 equalvent to 1,87,712 sq.mts. allotted to them. Taking into account the expansion proposals submitted by the Appellant company vide their letters dated

10/11.08.76, 15.09.76 and 19.03.80, the committee decided that an area of four times of the existing built up area and further an extent of 70,000 sq. mts could be exempted for a period of 3 years of expansion purposes. The committee finally recommended that an area of acs 20.15 be resumed from the company and handed over to the APIIC. It is noted that the Appellant / company failed to implement the proposed expansion even till date and therefore the extent of 70,000 sq. mts is also to be resumed along with acs. 20.15.

After considering the suggestion of the Hon'ble Court carefully, it was resolved to inform the Hon'ble Court through the learned Additional Advocate General that the corporation is unable to consider the matter since it is contrary to the existing norms for allotment of the lands to entrepreneurs / the norms applied for recommending exemptions under U.L.C. act and also as the Appellant has not utilized the entire land of Acres 10.00 permitted by the corporation to be retained by them for industrial use.

33. Credit Rating of the proposed Bond programme:

The Board discussed the proposals as contained in the Agenda note and decided to approach CRISIL also to furnish their Credit Rating Fees. The Board authorised the VC & MD to take a decision in the matter on receipt of the details from CRISIL.

34. IE (Adj. Mopeds), Tirupathi – M/s SN Polythene Industries, Shed No. 15 - waiver of penal interest.

The Board discussed the proposals as contained in the Agenda note.

35. Collection of maintenance charges – waiver of interest:

The Board discussed the proposals as contained in the Agenda note and decided to approve the same.

36. Outstanding dues on Water Charges – waiver of interest component:

The Board discussed the proposals as contained in the Agenda note and decided to approve the same.

ITEM WITH THE PERMISSION OF THE CHAIR:

37. Promotional avenues to the stagnated Cadres – Shifting of certain vacant posts of Asst. Zonal Manager(Engg) to that of Asst. Zonal Manager(D) and Asst.Manager(Accounts) in Administration and Finance Wings for consideration:

The Board approved the proposals as contained in the Agenda note and decided to defer the matter for a detailed analysis of the proposals with reference to the position in other Government Department/Organisations.

The Meeting ended with a vote of thanks to the Chairs.

Sd/-
T. GOPALA RAO
CHAIRMAN

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CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 144TH MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON FRIDAY, 11TH OCTOBER, 2002 AT 03:00 PM AT APIDC BORD ROOM, FIRST FLOOR, PARISRAMA BHAVANAM, BASHEERGAGH, HYDERABAD – 500 004.

PRESENT:

- 1) Sri K. Swaminathan, IAS : Chairman
- 2) Sri M.V. Prasad, IAS : Vice Chairman & Managing Director

- 3) Sri S.M. Balasubramanyam, IAS : Director
- 4) Sri Rajiv Sharma, IAS : Director

IN ATTENDANCE:

- 1) Sri R.M. Goenla, IAS : Executive Director (E&A)
- 2) Sri T. Krishna Prasad, IPS : Executive Director (P&F)
- 2) Sri Y.Yanadi Rao : Company Secretary

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation.

1. Sri J. Rambabu, IAS
2. Sri T.S.Appa Rao, IAS
3. Smt. Rachel Chatterjee, IAS
4. Sri Sanjay.K.Sinha

2. Confirmation of the Minutes of the 143rd Board Meeting of the Board of Directors held on 27-07-2002:

The minutes of the 143rd Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 27-07-2002 as circulated were confirmed.

3. Action taken on the Minutes of the 143rd Meeting of the Board of Directors of APIIC Ltd held on 22-07-2002.

NOTED.

4. PAPERS FOR PERUSAL:

The following papers placed before the Board for perusal were noted.

- a) Memo No. 1417/Spl.A/2002-1 dated: 29-07-2002 of the Chief Secretary to Government General Admin(Spl.A) Dept., Govt. of AP., regarding retiring of the Sri T.Gopala Rao, IAS, Chairman, APIIC Ltd., from service on attaining the age of superannuation on 31-07-2002 AN by handing over charge to Sri M.V.S.Prasad, IAS, VC & MD, APIIC Ltd, Hyderabad.
- b) G.O. Rt.No. 44265 dated 08-08-2002 of the Chief Secretary to Govt. Genl. Admin. (Spl.A) Dept., Govt., of AP regarding placing Sri Jainder Singh, IAS, Prl.Secy., to Govt.& Commissioner, Industrial Promotion, Inds. & Comm Dept., in full relieving Sri M.V.S.Prasad, IAS, VC & MD, APIIC Ltd from the additional charge of the post.

5. To take notice of disclosure of interest by Directors under Section 299(3) of the Companies Act., 1956.:

NOTED.

6. Appointment of Sri K. Swaminathan, IAS as Chairman, APIIC Limited – Consent of the Company by a Special Resolution u/s 314 of the Companies Act., 1956.

Sri K. Swaminathan, IAS, Chairman withdrew from the meeting and Sri M.V.S.Prasad, IAS, VC & MD occupied the Chair and conducted the proceedings, when he Board considered this item.

The Board discussed the proposals as contained in the Agenda note and “RESOLVED that pursuant to the provisions of Section 314 of the Companies Act., 1956 and subject to the consent of the shareholders in the Extra-Ordinary General Meeting of the company by a Special Resolution Sri K.Swaminathan, IAS be and is hereby appointed as Chairman with effect from 23rd September, 2002 holding and continue to hold on office or place of profit in the company on such pay and allowance in the fixed grade of Rs. 26,000/- PM of the Indian Administrative Service admissible to him from time to time in the State Government and such other terms and conditions as set out in G.O.Rt.No. 5094 dated 21-09-2002 of General Administration (Special. A) Department, read with Memo No 1766/Spl.A/2002-1 dated 25-09-2002 of General Administration (Spl.A) department, Government of Andhra Pradesh copies of which are placed before this meeting.

Further Resolved that an Extra-Ordinary General Meeting of the company be convened on Friday, the 8th November, 2002 at 03:00 PM at the Registered office of the company to secure the consent of the members in this regard.

Further Resolved that the draft notice of the Extra-Ordinary General Meeting as annexed to the agenda note be and is hereby approved and the Company Secretary was authorised to sign and issue the same to all the members of the company”.

7. Request for allotment of land at Hitec City – M/s. Indian Oil Corporation – Plot No. 7, extent 1.17 acre – establishment of State of Art Ultra Modern Petrol/diesel Out-let:

The Board discussed the proposals as contained in the Agenda note and decided to allot Plot No. 7 measuring about 1.17 acres in Hitec city Layout at Rs. 190 lakhs per acre to M/s Indian Oil corporation, since establishment of ultra modern petrol/diesel/LPG out-let with State of the Art facilities by IOC will enhance the infrastructure in Hitec City layout. It was felt that IOC be requested to open an LPG outlet before the rate is indicated to them.

8. Ida – Kukatpally – allotment of plot no. A3 to M/s Indian Lime & Mineral Industries – requested of the company for waiver of penalty for restoration and execution of sale deed without Utilisation of land even after 24¹/₂ years.

The Board discussed the proposals as contained in the Agenda note and decided to issue sale deed in favour of the allottee, subject to payment of the restoration fee at the prevailing rate.

9. IIDC – Nagari – allotment of another 21.12 acres of land to M/s. White House, Chennai for establishment of Textile Process Unit:

The Board discussed the proposals as contained in the Agenda note and ratified the action taken by the VC & MD in having fixed the land cost at Rs. 1.00 lakh per acre for allotment of another 21.12 acres of undeveloped land at IIDC, Nagari to M/s White House, Chennai.

10. Special Economic zone at Visakhapatnam – Constitution of State Level Negotiation Committee to acquire lands:

The Board discussed the proposals as contained in the Agenda note and decided to approve the same.

11. Development of Gangavaram Port on Commercial Format:

NOTED. It was decided to leave it to the Infrastructure Authority to decide on issues raised by the preferred Developer.

12. Special Economic Zone (SEZ) between Kakinada – Visakhapatnam belt:

NOTED.

13. Integrated Project of Convention Center Complex at Hyderabad.

NOTED.

14. Sanction of House Building Advance to the employees having a House/Flat in their native place (not eligible for grant of HBA) for owning a separate House/Flat for his/her Bonafide residential purpose:

The Board discussed the proposals as contained in the Agenda note and approved the same.

15. Compensation to the dependents of the deceased in Lieu of compassionate appointments:

The Board discussed the proposals as contained in the Agenda note and decided to pay ex-gratia to the dependents of the deceased in lieu of compassionate appointment in all cases irrespective of eligibility for compassionate appointments. The Board resolved to pay Rs. 1.50 lakh in the cases that have come up prior to the date of the Government Order, i.e. 05-09-2001 and as per the rates specified by the Government in the G.O.Ms.No. 36 dated 05-09-2001 for the cases which come up after 05-09-2001.

16. Sri Md.Iqbal Ali, Sr. Watchman, Moula Ali zone – Punishment awarded of stoppage of two increments without cumulative effect for possessing official papers – Appeal rejected – Review:

The Board discussed the proposals as contained in the Agenda note and decided that representations from individual employees only should be entertained in such type of cases in future. The Board also observed that a detailed note on the factual position on the points raised by the individual be placed before the Board in its next meeting.

17. Sri D.Srinivasulu, NMR, Patancheru zone – Punishment of stoppage of three increments with cumulative effect Appeal Rejected – Review:

The Board discussed the proposals as contained in the Agenda note and decided that representations from individual employees only should be entertained in such type of cases in future. The Board also observed that a detailed note on the factual position on the points raised by the individual be placed before the Board in its next meeting.

18. Sanction of increments to the Senior Assistants who work in the Peshis of Senior Officers as PAs:

The Board discussed the proposals as contained in the Agenda note and approved the same.

19. Appeal of Sri D. Chandra shekar, Manager (P&C), HO, deferred Item No. 28 of 143rd Board Meeting held on 22.7.2002:

The Board discussed the appeal filed by the individual in detail and decided that there is no justifiable ground to revise the punishment awarded by the VC & MD.

20. IE – Karimnaar - M/s. Mallesham Industries – Shed No. B-2 (Evicted/Vacated) – EP No. 29/99 in OS No. 51/87.

The Board discussed the proposals as contained in the Agenda note and decided to waive the decretal amount of Rs. 50,440/- payable by Sri B. Mallesham, Judgement Debtor/Proprietor of M/s Mallesham Industries on humanitarian ground since he is bed ridden with paralysis having no means of livelihood and residing the alms of relatives.

21. Civil Suit No. 284 of 2001 filed by M/s . Assam Company Ltd. Calcutta and (4) others against Government of Andhra Pradesh, APIIC Ltd and L&T Ltd before the High Court of Calcutta:

NOTED.

22. Sri D. Srinivasulu, Formerly worked as Senior Deputy Zonal Manager (Engg) dismissed form the service of the corporation – Appeal filed after lapse of time rejected as time barred – appeal made again for review after expiry of two and half years also rejected Intimation to the Board:

The Board examined the records of the case along with the enquiry report carefully. After detail discussion in the matter, the Board decided to reject the review petition submitted by the individual, as there are no merits in the case. The Board found no valid reason to revise the penalty already awarded by the VC & MD in the case.

23. Conversion of land use from industrial to commercial use – Process fee:

The Board discussed the proposals as contained in the Agenda note and decided to levy the cost of land prevailing in the industrial area as fixed by APIIC as the basis for arriving the process fee for issue of NOC for land use conversion in lieu of market value. The Board also decided to collect the process fee only to the extent of land sought for conversion to commercial use.

24. SIE – Tirupathi – M/s Rayalaseema Hybrid Seeds – Shed No. 1 - request for waiver of interest on HP dues:

The Board discussed the proposals as contained in the Agenda note and decided to restore the allotment of shed no. 1 at SIE, Tirupathi in favour M/s Rayalaseema Hybrid Seeds duly waiving interest on outstanding HP installments. The Board also decided to collect the restoration fee of 3% on the present market value of land.

25. Visakhapatnam Industrial Water Supply Project:

NOTED.

26. Status on Pharma city at Parwada

NOTED.

27. Providing of hire vehicle to the Minister for Major Industries Government of AP by the Corporation:

DELETED.

28. Purchase of new vehicles to the Executive Directors:

The Board discussed the proposals as contained in the Agenda note and resolved to approve the same.

29. Industrial Housing Colony, Jeedimetla, Phase-II allotment of land to M/s Royal Educational Society at concessional rate for setting up of Educational Institution – Change of land use for residential purpose:

The Board discussed the proposals as contained in the Agenda note and decided to explore the possibility of charging the present value.

30. Allotment of plot no. A-28/1/18 to M/s Jayabharath Jute Industries at IDA – Nacharam.

The Board discussed the proposals as contained in the Agenda note and decided to approve the same.

ITEM WITH THE PERMISSION OF THE CHAIR:

31. Note on the requests made by the certain employees for sanction of Voluntary Retirement:

The Board approved the proposals as contained in the Agenda note and resolved to sanction Voluntary Retirement to 6 employees as mentioned in the note. The Board authorised the VC & MD to take necessary action as per the standing Government orders in the matter.

32. Note on transfer of certain posts from Engineering wing to Administration and Finance wings for consideration of promotion to the Stagnated cadres:

The Board discussed the proposals as contained in the Agenda note and decided to approve the same.

33. Filing of appeal against Judgment dated: 24.04.2002 in O.S. No. 10/91 on the file of Addl. Senior Civil Judge, Guntur:

The Board discussed the proposals as contained in the Agenda note and decided not to prefer an appeal against the Judgment and decree date 24-04-2002 in O.S.No. 10/91, since the amount involved is meager when compared to the cost of litigation and this shall not be a precedent for any future case.

34. Special Economic Zone (SEZ) – Procurement process of Strategic Partner – Consultancy assignment to M/s KPMG India Pvt. Ltd:

The Board discussed the proposals as contained in the Agenda note ratified the action of the VC & MD in having paid monthly fees of Rs. 4.00 lakhs (excluding taxes) to KPMG from September, 2001 to September, 2002 for assisting in marketing strategy. The Board authorised the VC & MD to negotiate and finalise the Technical and financial proposals with KPMG for procurement process for the strategic partner for the third stage of the project.

The Meeting ended with a vote of thanks to the Chairs.

Sd/-
K. SWAMINATHAN
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 145TH MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON TUESDAY, 28TH JANUARY, 2003 AT 11:00 AM AT THE REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Sri K. Swaminathan, IAS : Chairman
- 2) Sri M.V. Prasad, IAS : Vice Chairman & Managing Director
- 3) Sri S.M. Balasubramanyam, IAS : Director
- 4) Sri Rajiv Sharma, IAS : Director

IN ATTENDANCE:

- 1) Sri R.M. Goenla, IAS : Executive Director (E&A)
- 2) Sri T. Krishna Prasad, IPS : Executive Director (P&F)
- 2) Sri Y.Yanadi Rao : Company Secretary

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation.

1. Sri J. Rambabu, IAS
2. Sri T.S.Appa Rao, IAS
3. Smt. Rachel Chatterjee, IAS
4. Sri S.K.Sinha

2. Confirmation of the Minutes of the 144th Board Meeting of the Board of Directors held on 11-10-2002.

The minutes of the 144th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 11-10-2002 as circulated were confirmed.

3. Action taken on the Minutes of the 144th Meeting of the Board of Directors of APIIC Ltd.
NOTED.

4. APIIC Limited – Constitution of Audit Committee of the Board:

The Board discussed the proposals as contained in the Agenda note and approved the same.

5. Report of the Statutory Auditors and comments of the Comptroller and Auditor General of India on the Accounts of the Company for the year ended 31-03-1999 and replies of the Corporation thereon.

The Board discussed the proposals as contained in the Agenda note and after perusing the report of the Statutory Auditors and the comments of the Comptroller and Auditor General of India as also the review on the accounts of the Company for the year ended 31st March, 1999 by the Comptroller and Auditor General of India, approved the draft replies of the Company thereon.

6. Director's Report for the year 1998-99 to be placed Before the Board and Adjourned Annual General Meeting:

The Board discussed the proposals as contained in the Agenda note and approved the draft Directors Report for the year ended 31st March, 1999 and authorised the Chairman to sign the Directors Report and any addendum hereto on behalf of the Board.

7. Convening of the Adjourned 26th Annual General Meeting:

The Board discussed the proposals as contained in the Agenda note and decided to convene the Adjourned 26th Annual General Meeting of the Company on Thursday, the 27th February, 2003 at 3:30 PM at the Registered office of the Company.

The draft notice for the Adjourned 26th Annual General Meeting of the Company was approved and the Company Secretary was authorised to sign and issue the notices on behalf of the Board.

8. Promotions to certain posts – Approval accorded by the Board by circulation – Confirmation of the Circular Resolution:

The Board discussed the proposals as contained in the Agenda note and confirmed the resolution obtained in circulation.

9. Industrial Housing Colony, Jeedimetla, Phase-II – allotment of land to M/s.Royal Educational Society at concessional rate for setting up of Educational Institution – Change of land use for residential purpose.

The Board discussed the proposals as contained in the Agenda note and requested the VC & MD to examine the matter in detail and come up before the next Board Meeting.

10. Sanction of 20% of the Project cost to the Industrial Areas Service Societies under CIBF Scheme for taking up improvements/up-gradation of infrastructure in the existing Industrial Areas of APIIC Ltd.

The Board discussed the proposals as contained in the Agenda note and decided to contribute 20% of the project cost for the works as detailed in the Annexure-III. The Board authorised the VC & MD to release the amounts to the Service Societies, even though there is spill over of more than one financial year and subject to recovery from out of the revenues of the Societies wherever applicable.

11. IE – Sanathnagar – allotment of Shed No. B-34 to M/s. Trilinga Refrigeration Industries (P) Ltd – Cancellation of allotment and resumption of Possession through Court – Amount due from the Company – Write off proposals:

The Board discussed the proposals as contained in the Agenda note and approved the same.

12. Forming & Metalling of internal roads including Construction of CD works and storm water drains At Growth Center, Ongole under Group – III closing of contract and settlement of accounts:

The Board discussed and rejected the proposals as contained in the Agenda note.

13 Allotment of Plot No P.9/16 made in favour of M/s Continental Industries in IDA, Nacharam – Waiver of Restoration fee:

The Board discussed the proposals as contained in the Agenda note and decided to reduce the restoration fee from 3% to 1% at the current market value.

14. Nomination of separate Service Societies for Each Notified Industrial Area within the limits of one Local Body:

The Board discussed the proposals as contained in the Agenda note and approved the same.

15. Late Sri Y. Peddangaiah, Watchman – Sanction of VRS on Medical invalidation – Revision as death case:

NOTED.

16. Modification/Amendment to the existing scheme of Five Yearly Special Stagnation Incentive Increment:

The Board discussed the proposals as contained in the Agenda note and decided that the benefit will be withheld co-terminus with the currency of the punishment irrespective of the period.

17. Sri Md. Iqbal, Sr. Watchman, Moula Ali Zone – Punishment awarded for stoppage of two Increments without cumulative effect for Possession official papers – Appeal rejected – Review:

The Board examine the records of the case along with enquiry report carefully. After detailed discussion in the matter, the Board decided to revise the punishment to that of Censure.

18. Sri D.Srinivasulu, NMR, Patancheru zone – Punishment of stoppage of three increments with cumulative effect Appeal Rejected – Review:

The Board examined the records of the case along with enquiry report carefully. After detailed discussions in the matter, the Board decided to revise the punishment to that of Censure.

19. Status on Pharma City at Parawada:

The Board discussed the proposals as contained in the Agenda note and approved the same.

20 & 32. Visakhapatnam Industrial Water Supply Project:

The Board discussed the proposals as contained in the Agenda note and approved the same.

21. Status on IT Park, Visakhapatnam Project:

The Board discussed the proposals as contained in the Agenda note and approved the same.

22. Industrial Estate, Vikarabad – M/s. Nandi Oil Mills – allotment of shed no. C-1 on HP basis – waiver of interest:

The Board discussed the proposals as contained in the Agenda note and decided to ratify the same.

23. IDA – Balangar – allotment of land to M/s Hyderabad Tulaman Ltd – Request of the company for conversion of a part of land from industrial to residential use.

Deferred. The Board wanted to now APIIC or Government should consider the proposal.

24. Allotment of land to Industries Association:

The Board discussed the proposals as contained in the Agenda note and decided as follows:

- a) To offer land to a maximum extent of 500 sq.mtrs.
- b) To consider allotment on lease basis for a period of 33 years duly collecting 33 1/3% value of the land as upfront payment and fixing notional lease rentals.
- c) To offer the land either in common facilities area or in the regular plots, but not in the open spaces.

25. Allotment of plots/sheds on long leas basis:

DEERRED.

26. IDA – Kondapally – Tread Well Rubber (P) Ltd., Shed No. 14 – Waiver of Penal Interest.

The Board discussed the proposals as contained in the Agenda note and decided to approve the same.

27. Housing Complex – JAN, Vijayawada – allotment of land and construction of houses for Industrialists and Industrial workers – Fixation of land rate:

The Board discussed the proposals as contained in the Agenda note and decided to further examine the matter in detail and place the same before the next Board Meeting.

28. IDA – Kukatpally – allotment of Plot No. -3 to M/s India Lime & Mineral Industries – Request of the Company for waiver of penalty for restoration:

The Board discussed the proposals as contained in the Agenda note and decided to reduce the restoration fee from 3% to 1% at the current market value. The Board further decided to change restoration fee at 1% of the current market value in all cases.

29. IE – Sarangapur – M/s Ayesha Oil Mills, Shed No. E-21 – request for waiver of interest:

The Board discussed the proposals as contained in the Agenda note and decided to approve the same.

30. IDA – Nacharam – allotment of Plot No. P-9/1 to M/s Ashoka Re-rolling Mills – Waiver of penalty for restoration of allotments:

The Board discussed the proposals as contained in the Agenda note and decided to reduce the restoration fee from 3% to 1% at the current market value.

31 Certain amendments to APIIC Staff Regulations, 1974.

The Board discussed the amendments proposed to the APIIC Staff Regulations, 1974 and decided to approve the same.

33. IE – Sanathnagar – allotment of Shed to Sri P.A.Srinivasa Rao:

The Board discussed the proposals as contained in the Agenda note and decided to refer the matter to the Government for allotment of a shed to the applicant.

34. IDA – Kondapally – M/s Karshak Seeds Shed No. 2 – Waiver of Penal Interest:

The Board discussed the proposals as contained in the Agenda note and approved the same.

35. Sanction of two (2) increments to Class-IV Employees of APIIC who have completed 10 years Service.

The Board discussed the proposals as contained in the Agenda note and decided to sanction (2) two increments, where the Class-IV employees reach maximum of the scale including three stagnation increments available beyond the time scale, as one time measure.

ITEM WITH THE PERMISSION OF THE CHAIR:

36. Fixation of land cost for M/s Parle Bisleri Pvt Ltd at FPIP – Kuppam.

The Board approved the proposals as contained in the Agenda note and decided to allot undeveloped land at FPIP- Kuppam to M/s Parle Bisleri Pvt Ltd at Rs. 2.25 lakh per acre.

The Meeting ended with a vote of thanks to the Chairs.

Sd/-
K. SWAMINATHAN
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 146TH MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON FRIDAY, 4TH APRIL, 2003 AT 03:00 PM AT THE REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Sri M.V.S.Prasad, IAS : Vice Chairman & Managing Director
- 2) Sri S.M. Balasubramanyam, IAS : Director
- 3) Sri T.S.Appa Rao, IAS : Director

IN ATTENDANCE:

- 1) Sri R.M. Goenla, IAS : Executive Director (E&A) / (P&F)
- 2) Sri Y.Yanadi Rao : Company Secretary

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation.

1. Sri J. Rambabu, IAS
2. Sri Rajiv Sharma, IAS
3. Smt. Rachel Chatterjee, IAS
4. Sri S.K.Sinha

2. Confirmation of the Minutes of the 145th Board Meeting of the Board of Directors held on 28-01-2003.

The minutes of the 145th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 28-01-2003 as circulated were confirmed.

3. Action taken on the Minutes of the 145th Meeting of the Board of Directors of APIIC Ltd.
NOTED.

4. Transfer of Equity Shares:

The Board discussed the proposals as contained in the Agenda notes and approved the transfer of shares in favour of the following officers as per the orders of the Government.

- (a) Sri M.A. Gafoor, Asst. Secy. to Govt. Inds & Comm. Department
in place of Kum. K.S.Shakuntala, Asst. Secy. to Govt. (Retired)
- (b) Sm. V. Sreelaxmi, Section Officer, Ins & Comm. Department
in place of Sri M.Kamalakar Rao, Section officer (Transferred)

The Company Secretary was authorised to take further action as required to effect the transfer in the books of the Company.

5. IE – Patancheru – M/s. Modern Steel Company, Plot Nos. A-12 & 13 – Allotment of excess land:

The Board discussed the proposals as contained in the Agenda note and decided to charge the current market rate for 1,224.60 SQM plain area facing National Highway. Regarding the area of the 663.00 SQM which is a huge ditch, the Board approved the rate as proposed the Agenda note.

6. IE – Mancherla – M/s. Swastik Roofing Tile Works – Conversion of land user from Industrial propose to Commercial/Institutional purpose:

The Board discussed the proposals as contained in the Agenda note and decided to issue a NOC for conversion of land use from Industrial purpose to Educational Institution purpose duly collecting the process fee of 25% on the present market value.

7. Revised Estimates for 2002-03 and Budget Estimates for 2003-04:

The Board discussed the proposals as contained in the Agenda note and approved the Revised Estimates for 2002-03 and Budget Estimates for 2003-04.

8. Hardware Park:

The Board discussed the proposals as contained in the Agenda note and ratified the action taken by the VC & MD to reduce the rate of interest from 14% p.a. with rests to 12% p.a. with yearly rests and to retain the land rate for Hardware Park in the Layout area of 168.27 acres at Rs. 4.95 lakhs per acre valid up to 31-03-2005.

The Board also authorised the VC & MD to finalise and enter into Joint Venture/other related agreements with the developers and any other entities in furtherance of the project.

9. Credit Rating of the Proposed Bond Programme:

The Board discussed the proposals as contained in the Agenda note and ratified the action taken by the VC & MD in retaining the services of CRISIL for rating purposes on the same financial terms and conditions as indicated to ICRA.

10. M/s Kalpana Paints, Shed No. 8 at IDA- Kondapally – Adoption of 6% in penal interest:

The Board discussed the proposals as contained in the Agenda note.

11. Affixing Common Seal on “Deed of Variation” to LIC:

The Board discussed the proposals as contained in the Agenda note.

12. Order of the Hon’ble Court to dispose of the Appeal of Sri D.Sreenivasulu, Sr.Deputy Zonal Manager (Engineering) (Dismissed) a fresh:

The Board perused the records of the case again in pursuance of the directions of the Hon'ble High Court and felt that notice be issued to Sri D.Sreenivasulu, former Sr. DZM(E) to appear before the Board in it's next meeting to present his case in person.

13. Appeal of Sri B.Sudhakara Rao, Ex-AZM (E) (Deferred Item):

The Board perused the records of the case and felt that Sri B. Sudhakara Rao, former AZM(E) be given a personal hearing to present his case before the Board duly issuing a notice to the individual.

14. Appeal of reconsideration of penalty awarded to Sri G. Vijender Reddy, Senior Accountant:

The Board perused the records of the case and after detailed discussed in the matter, found that the financial indiscipline should not be tolerated in the Corporation and that there are no grounds to revise the punishment already awarded by the VC & MD in the case.

15. Status on Visakhapatnam Industrial Water Supply Project:

The Board discussed the proposals as contained in the Agenda note and approved the same.

16. Status on Pharma City at Parwada:

The Board discussed the proposals as contained in the Agenda note and approved the same.

17. Status on IT Park, Visakhapatnam Project:

The Board discussed the proposals as contained in the Agenda note and approved the same.

18. Sanction of Festival Advance payable to the employees of the corporation as applicable to State Government employees:

NOTED.

19. Development of Residential Complex by L & T Infocity Limited at Gachibowli:

The Board discussed the proposals as contained in the Agenda note and approved the same.

20. Exchange of land with Indian School of Business at Manikonda:

The Board discussed the proposals as contained in the Agenda note and approved the same.

21. Industrial Housing Colony, Jeedimetla, Phase – II allotment of land M/s Royal Educational Society at concessional rate for setting up of Educational Institution – change of land use for Residential purpose.

The Board discussed the proposals as contained in the Agenda note and approved the same.

ITEMS WITH THE PERMISSION OF THE CHAIR:

22. Industrial Development Area, Kukatpally – allotment of Plot No. A-3 to M/s India Lime & Mineral Industries – Request of the company for waiver of penalty for restoration:

Deferred.

23. Restoration of allotments in IEs / IDAs and changes in Constitution through amalgamation by the High Court Orders – Collection of penalty and process fee – Execution of sale deeds on project implementation.

The Board discussed the proposals as contained in the Agenda note and decided to approve the provisions of levy of restoration fee and transfer of allotments through amalgamation. Regarding the provision of execution of sale deeds, the Board requested the VC & MD to examine the issue in detail and place a separate agenda in the ensuing Board Meeting.

The Meeting terminated with a vote of thanks to the Chairs.

Sd/-
M.V.S PRASAD
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 147TH MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON WEDNESDAY, 7TH MAY, 2003 AT 11:00 AM AT THE REGISTERED OFFICE OF THE COMPANY, HYDERABAD – 500 004.

PRESENT:

- 1) Sri M.V.S.Prasad, IAS : Vice Chairman & Managing Director
- 2) Sri S.M. Balasubramanyam, IAS : Director
- 3) Sri Rajiv Sharma, IAS : Director
- 4) Sri S.K. Sinha, IAS : Director

IN ATTENDANCE:

- 1) Sri R.M. Goenla, IAS : Executive Director
- 2) Sri Y.Yanadi Rao : Company Secretary

1. Leave of Absence:

Leave of Absence was granted to the following Directors who could not attend the meeting due to their pre-occupation.

1. Sri J. Rambabu, IAS
2. Sri T.S. Appa Rao, IAS
3. Smt. Rachel Chatterjee, IAS

2. Confirmation of the Minutes of the 146th Board Meeting of the Board of Directors held on 04-04-2003.

The minutes of the 146th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 04th April, 2003 as circulated were confirmed.

3. Visakhapatnam Industrial Water Supply Project (VIWSP) – Drawal of Loan by APIIC from RINL, NTPC & VMC:

The Board discussed the proposals as contained in the Agenda note and approved same.

- a) It was decided to convene the Extra-Ordinary General Meeting of the company at short notice on Thursday, the 8th May, 2003 at 3:00 PM at the Registered office of the company to consider and approve the following item of Special Business:
 - i) To consider and if thought fit, to pass the following resolution, with or without modification, as an Ordinary Resolution.

“RESOLVED that the consent of the company be and is hereby accorded under the provisions of Section 293 (1) (d) of the Companies Act., 1956 to the Board of Directors of the company borrowing from time to time at its discretion for the purpose of the business of the company either from the company’s bankers or from any Scheduled bank or from Government of India or Government of Andhra Pradesh or from other companies or All India Financial Institutions like Industrial Development Bank of India, or Unit Trust of India, or Housing and Urban Development corporation, or from International Financial Institutions like International Bank for Reconstruction and Development (World Bank) Asian Development Bank or from any other International Financial Institutions or from Government of India Undertaking or from State Government Undertaking or from local bodies or from Non-Resident Indians etc., on such terms and conditions as to repayment, interest or otherwise as it thinks fit, such sum or sums of money as may be necessary for other loans whether unsecured or secured by hypothecation or creation of charge on the assets of the company, upto a limit of Rs. 600.00 (Rupees Six Hundred crores only) outstanding at any one time, notwithstanding that money’s to be borrowed together with moneys already borrowed by the company (apart from the temporary loans obtained from the company’s bankers in the ordinary course of business) will exceed the aggregate of the paid-up capital of the company and it’s free reserve that is to say, reserves not so set apart for any specific purpose.”

The draft notice for the Extra-Ordinary General Meeting of the company was approved and the Company Secretary was authorised to sign and issue the notice on behalf of the Board.

- b) The Board also decided to borrow an amount of Rs. 350.00 Crores and to authorise the VC & MD to finalise and enter into Loan Agreements with the following entities and affix the Common Seal of the Company to the documents in the presence of the Sri M.V.S. Prasad, IAS, VC & MD and Sri R.M.Gonela, IAS, Executive Director, who shall sign the same in token thereof.

	Rs. In Crores
Rastriya Ispat Nigam Limited (RINL)	240.00
National Thermal Power Corporation Limited (NPTC)	50.00
Visakhapatnam Municipal Corporation (VMC)	60.00
	<hr/>
Total:	350.00
	<hr/>

- c) The Board further decided to authroise the VC & MD to sanction and release an amount of Rs. 350.00 crores to Visakhapatnam Industrial Water Supply Company Limited (VIWSCO) duly finalizing the terms and conditions of the loan agreements

and also to authorise the VC & MD to executive the loan agreements with VIWSCO for the above amount and affix the Common Seal of the Company to the documents in the presence of Sri M.V.Sprasad, IAS, VC & MD and Sri R.M. Goenela, IAS, Executive Director, who shall sign the same in token thereof:

- d) The Board also decided to borrow a sum of Rs. 100.00 crores by way of unsecured bonds to provide support of Infrastructure Projects in the State and VC & MD was authorised to take all necessary steps and execute necessary documents in this regard. The Common Seal of the Company shall be affixed in the presence of the VC & MD and the Executive Director whether necessary.

4. IDA, Kukatpally – M/s Hapifab Industries, Shed No. F-19 – allotment of additional / left over land – fixation of land cost:

The Board discussed the proposals as contained in the Agenda notes and decided to allot the left over land measuring 427.16 sq.meters to M/s. Hapifab Industries at the old land cost at which the shed was originally allotted to them together with 12% interest till date of payment, since the same are can not be allotted to any other entrepreneur due to it's locational disadvantage.

5. IE – Vikarabad – M/s. Sangameshwara Paints, Shed No. C-3 – Waiver of penal interest on belated payments of HP instalments:

The Board discussed the proposals as contained in the Agenda notes and decided to ratify the same.

6. JAN – Vijayawada – allotment of Shopping Complex to Jawahar Autonagar Mutually Aided Consumer Co-operative Stores Ltd:

The Board discussed the proposals as contained in the Agenda note and decided to allot the shopping complex building excluding Shop No. 6 along with land of 1161.30 sq.meters to Jawahar Autonagar Mutually Aided Consumer co-operative Stores Limited (JAMACCS) at the current rate duly exempting the area from auction purview. However JAMACCS would deal with the Postal Department which is in occupation of 5 Shops and 2 Halls.

7. Golf Course at Manikonda – Construction of Compound Wall:
NOTED.

The Meeting ended with a vote of thanks to the Chairs.

Sd/-
M.V.S PRASAD
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 148TH MEETING OF THE Board OF Directors OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON FRIDAY, THE 25TH JULY, 2003 AT 11.00 A.M. AT THE REGISTERED OFFICE OF THE COMPANY, HYDERABAD-500 004.

PRESENT:

1. Sri M.V.S.Prasad, IAS : Chairman & Managing Director
2. Sri Rajiv Sharma, IAS : Director
3. Sri Sameer Sharma, IAS : Director

IN ATTENDANCE:

- a) Sri R.M.Gonela, IAS : Executive Director
- b) Sri Y.Yanadi Rao : Company Secretary

1. Leave of Absence:

Leave of absence was granted to the following Directors, who could not attend the meeting due to their pre-occupation.

- a) Sri J.Rambabu, IAS
- b) Smt. Rachel Chatterjee, IAS
- c) Sri S.M.Balasubramanayam, IAS
- d) Sri S.K.Sinha

2. Confirmation of the Minutes of the 147th Meeting of the Board of Directors held on 07-05-2003:

The Minutes of the 147th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 07-05-2003 as circulated were confirmed.

3. Action taken on the Minutes of the 146th Meeting of the Board of Directors held on 04-04-2003:

NOTED.

4. Action taken on the Minutes of the 147th Meeting of the Board of Directors held on 07-05-2003:

NOTED.

5. To take notice of the disclosure of interest by Directors U/s 299(3) of the Companies Act, 1956:
NOTED.

6. IT Park at Visakhapatnam – Approval accorded by the Board by Circulation – Confirmation of the Circular Resolution:

The Board discussed the proposal as contained in the Agenda note and confirmed the resolution obtained in circulation.

7. Convening of the 30th Annual General Meeting as per the provisions of the Companies Act, 1956 to consider and approve Annual Accounts for the year 2002-03:

The Board decided to convene the 30th Annual General Meeting of the Company on Saturday, the 27th September, 2003 at 3.00 P.M. at the Registered Office of the Company to consider and approve the Annual Accounts for the year 2002-03.

The Company Secretary was authorised to sign and issue the notices to all the members of the Company on behalf of the Board.

8. Exchange of land with Indian School of Business at Manikonda –
Variation of extent of lands exchanged:

The Board discussed the proposal as contained in the Agenda note and decided to ratify the same.

9. Development of Residential Complex by L&T Infocity Limited at Gachibowli:

The Board discussed the proposals as contained both in the agenda note and revised Agenda note which has been placed on the table and approved the same. The Board authorised the Executive Director to execute the agreement with M/s. L&T Infocity Limited and affix Common Seal of the Company to the document in the presence of the Chief engineer-I and the Chief Engineer-II, who shall sign the same in token thereof.

10. HMWSSB – Industrial Water Supply Project:

The Board discussed the proposals as contained in the agenda note and approved the concept of the project. Regarding arrangements among the PDPP Partners and raising of loan from HUDCO, the Board decided that a revised agenda item be placed before the meeting.

11. Loan to APIDC:

The Board discussed the proposals as contained in the agenda note and decided that Government be again addressed for taking a final decision in the matter.

12. Payment of land compensation in respect of land measuring 844.33 Sq.Mts or 1009.81 sq.yards in Sy.No.738 of Kukatpally village, Balanagar Mandal, RR Dist:

The Board discussed the proposals as contained in the agenda note and approved the same, subject to legal opinion in the matter.

13. Appointment of official Directors by designation –
Noting of the changes among Ex-officio Directors by the Board:

NOTED.

14. Compassionate appointment – W.P.No.21455/2001
Filed by Smt.K.kasturi and Sri K.Raja Sekhar, legal heirs of
deceased Watchman, Sri K.P.Krishna:

The Board discussed the proposals as contained in the agenda note and the Vice-Chairman and Managing Director is authorised to take appropriate necessary action after hearing of our appeal in the case before the court.

ITEM WITH THE PERMISSION OF THE CHAIR

15. Visakhapatnam Industrial Water Supply Project:

The Board discussed the proposals as contained in the agenda note and approved the same. The Board ratified the action taken for execution of loan agreements on 11-07-2003 by the Executive Director (P&F) and affixed Common Seal of the Company in the presence of Senior Manager (Finance) and Project Manager (R&R), who have signed the same in token thereof.

The Meeting terminated with a vote of thanks to the Chair.

Sd/-
M.V.S.PRASAD
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 149TH MEETING OF THE Board OF Directors OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON FRIDAY, THE 30TH SEPTEMBER, 2003 AT 11.30 A.M. AT THE REGISTERED OFFICE OF THE COMPANY, HYDERABAD-500 004.

PRESENT:

1. Sri K.V.Rao, IAS : Chairman
2. Sri B.P.Acharya, IAS : Vice-Chairman & Managing Director
3. Sri Sameer Sharma, IAS : Director
4. Sri S.M.Balasubramanyam, IAS : Director

IN ATTENDANCE:

- a) Sri R.M.Gonela, IAS : Executive Director
- b) Sri Y.Yanadi Rao : Company Secretary

1. Leave of Absence:

Leave of absence was granted to the following Directors, who could not attend the meeting due to their pre-occupation.

- a) Sri J.Rambabu, IAS
- b) Sri Rajiv Sharma, IAS
- c) Sri T.Chatterjee, IAS
- d) Smt.Rachel Chatterjee, IAS
- e) Sri S.K.Sinha

2. Confirmation of the Minutes of the 148th Meeting of the Board of Directors held on 25th July, 2003:

The Minutes of the 148th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 25th July, 2003 as circulated were confirmed.

3. Action taken on the Minutes of the 148th Meeting of the Board of Directors held on 25th July, 2003:

NOTED. In respect of Item No.15, Board resolved to request the Government to reconsider the decision regarding issue of comfort letter and to provide

guarantee for the advances made by the lenders, keeping in view of their insistence.

4. Papers for perusal:

The following papers placed before the Board for perusal were noted.

- a) G.O.Rt.No.552, dt.29th July, 2003 of the Principal Secretary to Government and commissioner for Industrial Promotion, Industries and Commerce (INF) Department, Govt. of A.P., regarding reconstitution of Board of Directors of APIIC Limited.
- b) G.O.Rt.No.3574, dt.31st July, 2003 of the Chief Secretary to Government, General Administration (Spl.A) Department, Govt. of A.P. regarding additional charge arrangement for the posts of Vice-Chairman and Managing Director and Chairman, APIIC Limited.
- c) Letter No.11655/INF/A2/2003-2, dt.8th August, 2003 of the Principal Secretary to Government and Commissioner for Industrial Promotion, Industries and Commerce (INF) Department, Govt. of A.P. regarding reconstitution of Board of Directors of APIIC Limited.

5. To take notice of Disclosure of interest by Director U/s 299(3) of the Companies Act, 1956:

NOTED.

6. Transfer of Equity Shares:

The Board discussed the proposals as contained in the agenda note and approved the transfer of shares in favour of the following officers as per the orders of the Government.

- | | | |
|----|--|---|
| a) | Sri M.A. Gaffar
Deputy Secy. To Govt.,
Inds. & Com. Department
(Formerly, Asst. Secy. To
Government) | in place of
Kum.K.S.Shakuntala
Asst. Secy. to Govt.,
(Retired) |
| b) | Sri A.R.Zia Pasha
Section Officer
Inds. & Com. Department | In place of
Sri M.Kamalakara Rao
Section Officer
(Transferred) |

The Company Secretary was authorised to take further necessary action as required to effect the above transfer in the books of the Company, after obtaining the share certificates from the Government.

7. Memorandum of Agreement between Government of Andhra Pradesh and M/s.K.Raheja Corpn (P) Limited – Joint Venture Agreement between APIIC, K.Raheja Corpn. () Limited and M/s.K.Raheja IT Park (Hyd) Pvt. Ltd.,:

The Board discussed the proposals as contained in the Agenda note and ratified the same. The Board appointed the Vice-Chairman and Managing Director of the Corporation as the Nominee Director on the Board of the Joint Venture Company. The Board was appraised about the Corporate guarantee to be provided by the Joint Venture Company as per MoA. However, the Board felt that Bank Guarantee be insisted upon from the Joint Venture Company, for each phase of development of the Project.

8. IDA, Kukatpally – Allotment of Plot No.A-3 to M/s.India Lime & Mineral Industries – Request of the Company for waiver of penalty for restoration (Deferred Item No.22 of 146th Board Meeting held on 4-4-2003):

The Board was informed that the firm paid the restoration fee amounting to Rs.81,045/- on 6-5-2003 as per the decision of the earlier Board and the allotment of the Plot was restored in favour of the Firm. Since the firm has already paid the restoration fee and the allotment of the plot was restored in it's favour, the Board felt that no further decision need be taken in the matter.

9. JAN, Vijayawada – Reduction of land cost to Jawahar Autonagar Mutually Aided Consumers Co-operative Stores Ltd.,:

The Board discussed the proposals as contained in the Agenda note and decided to charge Rs.2,250/- PSM on the FSI for five floors (approx. Rs.1,60,55,325-00).

10. Self Employment Industrial Estate, Kattedan – Deteriorated Conditions of L&M Type Sheds:

It was brought to the notice of the Board that the structures are already declared unsafe for occupation. Hence, it was felt that demolition of old structures and construction of new sheds to rehabilitate the present occupants would be the best course of action. However, purely as a temporary measure, the Vice-Chairman and Managing Director may permit the allottees to take up

repairs, at their own risk, pending demolition of the structures. The Vice-Chairman and Managing Director was authorised to work out necessary arrangements, in this regard.

11. EPIP, Pashamylaram – M/s.Prudent Natural Products (P) Ltd., Plot No.73(Part) – Request for waiver of interest:

The Board discussed the proposal as contained in the Agenda note and approved the same.

12. IDA, Miryalaguda – M/s.Annapurna Powha & Flour Mill, Shed No.E-11 – Charging penal interest at 6% p.a. on H.P. dues – Ratification:

The Board discussed the proposal as contained in the Agenda note and decided to ratify the same.

13. IDA, Miryalaguda – M/s.Nagarjuna PVC Pipe Industries, Shed No.E-4 – Charging penal interest at 6% p.a. on the HP dues – Ratification:

The Board discussed the proposal as contained in the Agenda note and ratified the same.

14. IE, Adilabad – M/s.Zaved Plastic Granules, Shed NO.9 – Waiver of penal interest:

The Board discussed the proposal as contained in the Agenda note and ratified the same. The Board authorised the Vice-Chariman and Managing Director to approve all similar cases in future.

ITEMS WITH THE PERMISSION OF THE CHAIR

15. IDA, Nacharam – Encroachment of land by M/s.Pallavi Education Society:

The Board decided to take up discussion on the item in detail in the next Board Meeting.

16. Patancheru Enviro Tech Limited (PETL) – Pledge of Equity shares held by APIIC for obtaining loan from HUDCO by PETL:

The Board discussed the proposals as contained in the Agenda note and decided to pledge 2,50,000 No. of equity shares of Rs.10/- each for Rs.25.00 lakhs of M/s.Pattancheru Enviro-Tech Limited with HUDCO towards collateral security for the term loan of Rs.300.00 lakhs sanctioned to

M/s.Patancheru Enviro-Tech Limited. The Board authorised the Vice-Chairman and Managing Director to execute the Agreement for Pledge of Shares and other necessary documents in connection with the term loan. The Common Seal of the Company shall be affixed to the documents in the presence of the Vice-Chairman and Managing Director and the Executive Director, who shall sign the same in token thereof.

17.Fixation of land cost for B Block at Food Processing Park, Kuppam (Undeveloped land):

The Board discussed the proposal as contained in the Agenda note and decided to authorize the Vice-Chairman and Managing Director to take a decision in the matter with the approval of the Chairman.

The Meeting terminated with a vote of thanks to the Chair.

Sd/-
K.V.Rao
CHAIRMAN

CONFIDENTIAL

MINUTES OF THE PROCEEDINGS OF THE 150TH MEETING OF THE BOARD OF DIRECTORS OF ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LIMITED HELD ON SATURDAY, THE 20TH DECEMBER, 2003 AT 12.30 P.M. AT THE REGISTERED OFFICE OF THE COMPANY, HYDERABAD-500 004.

PRESENT:

- | | | |
|-----------------------------|---|-----------------------------------|
| 1. Sri K.V.Rao, IAS | : | Chairman |
| 2. Sri L.V.Subrahmanyam IAS | : | Vice-Chairman & Managing Director |
| 3. Sri R.M.Gonela, IAS | : | Director |
| 4. Sri Sanjay K.Sinha | : | Director |

IN ATTENDANCE:

- | | | |
|-------------------------------|---|--------------------|
| a) Sri B.Venkateswar Rao, IAS | : | Executive Director |
| b) Sri Y.Yanadi Rao | : | Company Secretary |

1) Leave of Absence:

Leave of absence was granted to the following Directors, who could not attend the meeting due to their pre-occupation.

- a) Sri S.R.Rao, IAS
- b) Smt.Janaki R.Kondapi, IAS
- c) Smt.Rachel Chatterjee, IAS
- d) Sri S.M.Balasubramanyam, IAS
- e) Sri Sameer Sharma, IAS

2) Confirmation of the Minutes of the 149th Meeting of the Board of Directors held on 30-09-2003:

The Minutes of the 149th Meeting of the Board of Directors of Andhra Pradesh Industrial Infrastructure Corporation Limited held on 30th September, 2003 as circulated were confirmed.

3) Action taken on the Minutes of the 149th Meeting of the Board of Directors held on 30-09-2003:

NOTED.

4) Papers for perusal:

The following papers placed before the Board for perusal were noted.

- a. G.O.Rt.No.4756, dated 08-10-2003 of the Chief Secretary to Government, General Administration (Spl.A) Department, Govt. of A.P. regarding appointment of Sri L.V.Subrahmanyam, IAS as the Vice-Chairman and Managing Director of APIIC Ltd.,
- b. Letter No.19753/INF/A2/2003-1, dated 20-11-2003 of the Principal Secretary to Government and Commissioner for Industrial Promotion, Industries and Commerce (INF) Department, Govt. of A.P. regarding reconstitution of the Board of Directors of APIIC Limited.

5) To take notice of disclosure of interest by
Directors U/s 299(3) of the Companies Act, 1956:

NOTED.

6) Recovery of dues on water charges and maintenance charges – Waiver of interest scheme – Extension of time:

The Board approved the extension of scheme of waiver of interest on water charges and maintenance charges upto 31-03-2004. The Board desired that all the Zonal Managers should make maximum efforts to collect the arrears before March, 2004.

7) Fixation of water rate to M/s.Himajal Beverages Company.
IDA, Pashamylaram, from Bore Wells at EPIP, Pashamylaram:

The Board discussed the proposals as contained in the agenda note and decided to fix water consumption charges to M/s Himajal Beverages Company with effect from 01-06-2002 at Rs. 25/- per Kilo Litre for Borewell water and at Rs. 40/- per Kilo Litre for Metro Water. The Board further decided to put a cap on Borewell water at 1.00 lakh Litres per day.

- a. IDA, Nacharam – Encroachment of land by M/s. Pallavi Educational Society (Deferred Item No.15 of 149th Board Meeting held on 30-9-2003):

Item deferred an will be discussed in the next Board Meeting.

9. Write off rental arrears of Rs. 19.122.01 in respect of M/s. Durga Wine Industries, Plot No.F3(Evicted), APIE, Machilipatnam:

The Board discussed and approved the proposals as contained in the agenda note.

10. Opening of Depository Participant(D)) Account:

The Board discussed the proposals as contained in the agenda note and passed the following Resolution.

“RESOLVED that a Depository participant Account be opened in the name of Andhra Pradesh Industrial Infrastructure Corporation Limited (APIIC LTD) with HDFC Bank Limited and the following officials, be and are hereby authorised to operate the said account.

<u>Name of the Official</u>	<u>Mode of Operation</u>	<u>Limit(Market value)</u>
Mr.C.Subba Rao Mr.M.S.Gupta	Jointly	Unlimited

FURTHER RESOLVED that the above mentioned Officials be and are hereby authorised to operate the Depository Participant Beneficiary Account and they be and are hereby further authorised to sign for sell, purchase transfer, negotiate and/or otherwise deal in bonds, Debentures, Government Securities, State Government Securities, Treasury Bills and other Debt instruments up to the limits stated against their names.

RESOLVED FURTHER that the above mentioned officials be and are hereby authorised to execute letters of Indemnity and Declarations, make applications and execute any other documents, receive interest and principal thereof on behalf of the said Company and to do such other deeds, acts, matters and things as may be desirable, necessary and expedient.

RESOLVED FURTHER that Company Secretary be and is hereby authorised to furnish a copy of the resolution certified as true to HDFC Bank Limited”.

11. Payment of Ta bill of Rs. 9,125/- to Sri R.M.Goneal, IAS For participation in a Seminar at Berlin – Germany from 15 –19th September, 2003:

The Board discussed and ratified the proposal as contained in the agenda note.

12. Reimbursement of Medical Expenses to Sri N. Prabhakariah, Watchman, Nellore:

The Board discussed the proposals as contained in the agenda note and approved the same.

13. Transfer of certain vacant posts of Senior Accountant to that of Senior Stenographers (Having similar scale of pay) and Promotions as Senior Stenographers from the cadre of Stenographers with the qualification of lower grade shorthand:

The Board discussed the proposals set out in the agenda note and felt that relaxation of qualifications and conversion of posts is not necessary.

14. Implementation of Rule of Reservation in Promotions in favour of SCs/STs:

Noted.

15. Appeal made by Sri V.Sudarshan, Sr.Watchman, Jeedimetla Zone For review of penalty awarded by VC & MD:

The Board perused the appeal filed by Sri V.Sudarshan, Sr.Watchman, Jeedimetla along with the relevant record and decided to revise the punishment to that of stoppage of two increments without cumulative effect.

16. Appeal by Sri A.Gopalakrishna Rao, Former Supervisor, Jeedimetla (Presently Deputy Zonal Manager (Engg) Jeedimetla) For review of punishment awarded:

The Board perused the appeal filed by Sri A.Gopalakrishna Rao, Former Supervisor, Jeedimetla (Presently Deputy Zonal Manager(Engg), Jeedimetla) along with the relevant record and felt that there are no convincing reasons to review the punishment awarded by the Vic-Chairman and Managing Director.

17. Appeal made by Sri R.A. Patnaik, DZM(D), Kakinada(Formerly worked as DZM(D), Visakhapatnam) for consideration of penalty awarded by VC & MD:

and

18. Appeal made by Sri T.V.S.S.Sarma, Sr.Assistant, Jeedimetla(Formerly worked as Sr.Assistant, Visakhapatnam) for consideration of penalty awarded by VC & MD:

and

19. Appeal made by Sri D.Chancrasekhar, Zonal Manager, Patancheru,(Formerly Zonal Manager, Visakhapatnam for review of punishment awarded by VC & MD – Examined and rejected in the 144th Board Meeting held on 11-10-2002):

and

20. Appeal made by Sri G. Suryanarayana, AZM(D), Vizianagaram (Formerly AZM(D), Visakhapatnam) for reconsideration of penalty awarded by VC & MD:

The Board perused the Review Petition put forth by Sri D.Chancrasekhar, Zonal Manager along with relevant record. The Board noted that the Petitioner has not set out the ground on which the review is sought now in his appeal earlier decided, to say that the enquiry was conducted without his knowledge and without giving opportunity to him. The Board also noted the further development as follows:

1. That the transfer orders were passed on 6.6.2000 but not issued to him and therefore the action of the petitioner who got relieved on 9.6.2000 need not be questioned as it relates to routine corporate business such as allotment.
2. The allotments were made at the rate approved by Head Office and therefore there is no loss to the Corporation.
3. The layout was approved by VUDA within five months and there are many instances of allotments made pending approval of layout by competent authorities.
4. The Estate was not included in the auction list and the Petitioner was repeatedly stressing that his action was to avoid ongoing encroachments and within his delegation.

The Board further resolved to withdraw the punishment of stoppage of one increment without cumulative effect warded to the following:

1. Sri R.A.Patnaiak, Dy.Zonal Manager (D)
2. Sri G.Suryanarayana, Assistant Zonal Manager (D)
3. Sri T.V.S.S.Sarma, Sr.Assistant

The Board authorised Vice-Chairman & Managing Director to take further necessary action as per the rules in regard to treatment of suspension period and such other related matter.

21. Appeal of Sri M.Satyanarayana Gupta, Dy.Manager (A), for review of punishment awarded by VC & MD:

The appeal of Sri M.Satyanarayana Gupta, Dy.Manager(A) along with the connected record was perused. The Board noted that the petitioner could have avoided the action of the agent of the contractor by intimating the Head of the Zone as to the frequent visits of the Contractor' agents. The Board also noted that failure on the part of the petitioner has landed the Corporation in an embarrassing position to face arbitration and litigation. Therefore the punishment awarded by the Vice-Chairman and Managing Director was felt appropriate and needs no revision.

22. Appeal of Sri D.Sreenivasulu, Senior Deputy Zonal Manager (Engg)- (Dismissed):

The Board perused the appeal filed by Sri D.Srinivasulu in the case. The Board also heard the petitioner in person and noted his pleas.

The individual appeared before the Board and made his plea. He admitted that due to heavy volume of work that was required to be supervised by him he committed this mistake. He pleaded that he had no malafide intention except going by the report of his subordinate. He mentioned that he was holding additional charge of Anantapur district also and hence the mistake occurred. He also stated that all the works have since been completed and that there was no pecuniary loss to the Corporation. He pleaded that his punishment may be re-examined and he may be given another opportunity to serve the organization.

The Board heard the delinquent officer and discussed subsequently. The Board felt that as the individual was holding additional charge he deserves to be given another chance to prove. The Board also felt that the punishment was disproportionate to the mistake. The Board therefore felt that punishment of reduction to a lower stage by four increments will serve the ends of justice. The Board advised the VC & MD to take further action to impose this punishment on the individual.

23. Appeal of Sri B.Sudhakara Rao, Asst Zonal Manager (Engg)- (Dismissed):

The Board perused the appeals filed by Sri B.Sudhakar Rao in the case. The Board also heard the petitioner in person and noted his pleas.

T

The individual appeared before the Board and made submissions. He mentioned that due to oversight only he gave the wrong report and that there was no malafide. He mentioned that since the volume of works being supervised by him were very large this mistake happened. He said that the

volume of work wrongly reported was of the order of Rs. 27,000/- and for which the punishment imposed was disproportionate. He mentioned that there was no loss to the Corporation and that he should be given another opportunity to prove his mettle. He also stated that as he came up through lot of personal difficulties as he belongs to the weaker sections of the society, dismissal is a death sentence to him.

The Board discussed the submissions made by the delinquent officer. The Board however felt that the punishment imposed was disproportionate. The Board therefore advised the VC & MD to bring down the individual by four stages in the incremental scale. The Board authorised the VC & MD to take further action in the matter.

24. Sanctioned of 20% of the project cost to the Industrial Areas Service Societies under CIBF Scheme for taking Up improvements/up-gradation of infrastructure in the Industrial Areas of APIIC Limited:

The Board discussed the proposals as contained in the agenda note and decided as follows:

- a) To make provision in the Revised Budget Estimates for the year 2003-04 for an amount of Rs. 151.577 lakhs for the amounts to be released to 16 Service Societies, as listed in Annexure-III, after getting clearances from the Commissioner of Industries.
- b) To make further provision in the Budget Estimates for the year 2004-05 for an amount of Rs. 127.649 lakhs to meet the commitments where consent is to be given to the Commissioner of Industries in 13 cases as listed in Annexure-IV.

25. Declaration of probation of certain Higher Officials of the Corporation in difference cadres:

The Board resolved to approve the proposals to declare probation of the officers noted in the agenda and the Vice-Chairman and Managing Director is authorised to take further necessary action.

26. Participation of APIIC at Incredible India 2003 exhibition held on Kuala Lumpur Malaysia from 2-6, December, 2003:

The Board ratified the action of the Vice-Chairman and Managing Director in deputing the officers noted in the agenda to Kuala Lumpur, Malaysia for participation in Incredible India, 2003 Exhibition and also for incurring the expenditure indicated in the note.

27. Asia Pacific Week Berlin 2003 – Nomination of Corporation Official –

Sri T.L.Ramachandran, Sr.Manager(D), APIIC Ltd:

The Board ratified the action of the Vice-Chairman and Managing Director in deputing the officers noted in the agenda to Berlin, Germany for participation in the Asia Pacific Week Berlin,2003. the Board noted that the expenditure was born by the GTZ, Germany.

28. Consider a note on the requests made by certain officers And staff for sanction of Voluntary Retirement:

The Board resolved to sanction Voluntary Retirement to the 17 employees mentioned in the agenda note. The Board authorised the Vice – Chairman and Managing Director to take further necessary action. The Board decided that separate Voluntary Retirement Scheme be worked out in the Corporation keeping in view the requirements of the Organisation and the matter be come up to the Government for approval of implementation of the scheme.

29. Sri G.Suryanarayana, Assistant Zonal Manager (D), Vizianagaram – Request for withdrawal of penalty imposed by Competent Authority (VC & MD):

The Board perused the appeal filed by Sri G.Suryanarayana, Assistant Zonal Manager (D) alongwith relevant record and felt that there are no convincing reasons to review the punishment awarded by the Vice – Chairman and Managing Director.

30. Extension of minimum pay scales in the RPS to the NMRs who are continuing on Court directions:

Since the NMRs are continued under court orders and the Corporation is contesting the cases, the Board felt that the outcome in the court be awaited.

31. Pharmacy at Parawada, Visakhapatnam District:

NOTED.

32. Visakhapatnam Industrial Water Supply Project:

NOTED.

33. Special Economic Zone Project, Visakhapatnam – Status Report:

NOTED.

34. Financial District:

NOTED.

35. hardware Park:

NOTED.

36. Mindspace Cyberabad Project at Madhapur:

NOTED.

37. Hi-tech City:

NOTED.

38. L&T Infocity Limited (Housing):

NOTED.

39. HMWSSB – Industrial Water Supply Project Status Report:

NOTED.

40. Status note on Food Processing Industrial Park at Kuppam, Chittoor District:

NOTED. The Board authorised the Vice-Chairman and Managing Director to decide the rate so that allotments can be given to the pending applications and inform to the Board in it's next meeting.

41. Status Note on Apparel Export Parks / Textile Parks:

NOTED.

The Meeting terminated with a vote of thanks to the Chair.

Sd/-
K.V.RAO
CHAIRMAN

// Certified True Copy //