

File No: 36(10)/2014 – IPHW

Government of India

Ministry of Communications and Information Technology  
 Department of Electronics and Information Technology  
 (IPHW-Division)

To

Date: 14<sup>th</sup> July 2014

**Shri Vishal Kumar Dev**

Chairman cum Managing Director  
 Odisha Industrial Infrastructure Development Corporation (IDCO)  
 IDCO Towers, Janpath,  
 Bhubaneswar - 751022  
 Odisha, India

Subject: Electronics Manufacturing Cluster Scheme – “In principle” approval for Greenfield Electronics Manufacturing Cluster at Khurda District, Bhubaneswar, Odisha.

Sir,

I am directed to convey the “in-principle” approval of the Government of India under Electronics Manufacturing Cluster Scheme (EMC) for Greenfield EMC project at Khurda District, Bhubaneswar, Odisha with estimated project cost of Rs 207.37 Crores as per the following details:

Name of Applicant : Odisha Industrial Infrastructure Development Corporation (IDCO)  
 Location of EMC : Khurda District, Bhubaneswar, Odisha  
 Area of EMC : 213.26 Acres  
 Estimated Project Cost : Rs. 207.37 Crores

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

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

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

S. No.	Particulars	Cost (Rs. Crore)
A	Basic development	43.24
B	Essential Services	28.44
C	Common facilities	12.90
D	Manufacturing support facilities	105.56
E	Other support facilities	5.58
F	Cost of Infrastructure Development (A+B+C+D+E)	196.02
G	Cost of Infrastructure Development as per evaluation (considered on pro-rata basis in line with the land documents provided)	<b>193.75</b>
H	Administrative & other expenses	13.62
	<b>Total (G+H)</b>	<b>207.37</b>

- 3.1 Means of Finance: Means of Finance to be provided by the applicant by the time of final application.
4. This “in-principle” approval constitutes of an “in-principle” approval to apply for a formal approval for setting up a Greenfield EMC as per relevant Scheme Notification and guidelines. Upon receipt of application for formal approval and its due consideration by the Competent Authority that all requirements with respect to the scheme have been satisfactorily complied, a formal approval will be issued including sanction for projects approved for financial support that will be available for the said project(s). This “in-principle” approval in itself does not construe any obligation on Government to the said project(s).
5. The applicant needs to fulfill the following requirements by the time of submission of final application, as required by Steering Committee for Clusters:
- 5.1 Anchor Unit: In order to attract the ancillary units and to create synergies among the constituent units, the applicant should try for bringing in an anchor unit in the proposed EMC. The Anchor unit should propose to set up a unit in EMC engaged in the manufacturing of electronic products.
- 5.2 Power and Water Supply: The Applicant should provide confirmation of power availability/ supply from Odisha Electricity Board and Permission for supply of water from Naraj water system and/or permission/clearance from Ground Water Board/ concerned government department for abstraction of ground water.
- 5.3 Environmental clearances: The Applicant should submit ‘Consent to Establishment’ from the relevant authority(s).



(Dr. Ajay Kumar)  
Joint Secretary to Govt. of India  
Tel: 24360160