



सत्यमेव जयते

Government of India  
Ministry Of Commerce & Industry  
Office of the Development Commissioner  
Visakhapatnam Special Economic Zone  
Administrative Building, Duvvada  
Visakhapatnam – 530 046 A.P. (INDIA)



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No: 9/SEZ/230/VSEZ/2008/4116

Dated: 11.06.2018

CANCELLATION OF LETTER OF APPROVAL

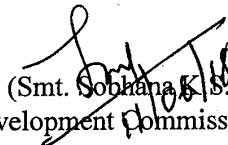
M/s. Lacuna Engineering Pvt. Ltd was granted LOA vide No.9/SEZ/230/VSEZ/2008 dated 23.05.2008 for setting up of a unit in VSEZ for manufacture of "CNC sheet Metal components, CNC machined components, Assembly and testing ,powder coating, electro plating, anodizing and other related process. Upon issuance of Letter of Approval and its conditions, unit has accepted the terms and conditions. Subsequently, unit has executed the Bond-cum- Legal undertaking and the same was accepted by the Development Commissioner on 29<sup>th</sup> July,2008. The unit has commenced production w.e.f 21.01.2010 and affected exports.

1. The unit has furnished the Annual Performance Reports for period from 2009-10 to 2013-14, as per annual performance report the unit had imported raw materials for a value of Rs.60.61 lakhs and effected exports for a value of Rs. 185.38 lakhs during the period 31.03.2014 in the block period of five years i.e. from 20.01.2010 to 19.01.2015. The validity of LoA was expired by 20.01.2015 and the unit has not sought for extension of validity of LoA for a further period beyond 20.01.2015.
2. As per the details furnished by VSEZ authorities there is an outstanding lease rental dues, maintenance charges etc. amounting to Rs.64,07,215/-and the unit has failed to clear the outstanding dues and unit has failed to respond to the notices served.
3. Whereas in terms of lease deed executed by the unit, the unit has to pay lease rentals and all other charges that may be fixed from time to time by the Development Commissioner and for payment thereof without deductions. Further if the unit ceases to manufacture products for a period of six continuous months for whatever cause arising, the Lessor (VSEZ) may cancel the allotment of premises issued to the unit.
4. Whereas the noticee firm has failed to comply with the terms and conditions of the Letter of Approval, Bond cum legal undertaking and the lease deed failed to fulfill the condition stipulated to affect exports.
5. The premises so allotted shall be utilized for export production and shall not keep the premises ideal/dormant for longer period without carrying out any activity relating to export production. As per the monitoring guidelines, unit which are not in operation for longer period are liable for suo moto cancellation of letter of approval.

6. Whereas a notice was issued to the M/s. Lacuna Engineering Pvt. Ltd on 21,10.2016 to show cause as to why the LoA issued to the unit shall not be cancelled for non operation of the unit. The unit has not furnished any reply to the show cause notice so far.

7. Since the unit did not respond to the SCN within stipulated time period, it is presumed that unit has nothing to submit in the matter and the unit is no longer interested in continuation of the business.

8. Hence, in exercise of powers conferred on vide Section 16(1) of SEZ Act,2005, the Letter of Approval No. 9/SEZ/230/VSEZ/2008 dated 23.05.2008 issued to the unit is hereby cancelled consequent upon failure of M/s.Lacuna Engineering Pvt. Ltd, to fulfill the terms and conditions of the Letter of Approval granted to the unit as well as the lease agreement and Bond -cum -legal undertaking.

  
(Smt. Sobhana K.S.Rao)  
Development Commissioner

To  
M/s.Lacuna Engineering Private Limited.,  
Limited Industrial Shed No.6, Phase-II,  
No.13VSEZ, Duvvada,  
VISAKHAPATNAM-49

✓ Mrs.Radhika Sunkara,MD  
M/s. Lacuna Engineering Private  
Plot No.1.Senor Valley Road  
Film Nagar, Jubilee Hills Hyderabad

- Copy to: 1. The Specified Officer, VSEZ, Visakhapatnam for kind information and necessary action.  
2. The Estate Section, VSEZ, Visakhapatnam for kind information and necessary action.  
3. The Security In charge, VSEZ, Visakhapatnam