

Speed/Registered Post

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PICUP/IIIPP-2017/ Ultratech (Dalla)/

Dated: February 7, 2024

M/s UltraTech Cement Ltd.  
Ahura Centre,  
B-Wing, 2<sup>nd</sup> Floor,  
Mahakali Caves Road,  
Andheri (East)  
**Mumbai – 400 093.**

**Re: Letter of Comfort (LOC) for special facilities/reliefs under  
Rules for Uttar Pradesh Industrial Investment & Employment  
Promotion Policy – 2017 –Mega Plus Category**

Dear Sirs,

This is with reference to your application dated 26.10.2021 and subsequent correspondences/discussions requesting for grant of special incentives to M/s UltraTech Cement Ltd. (hereinafter referred to as “Company”) under Rules for implementation of Uttar Pradesh Industrial Investment & Employment Promotion Policy - 2017 (hereinafter referred to as Rules – 2017) for your proposed expansion of the existing project in two phases as detailed below with a capital investment of Rs. 473.05 crores (excluding investment of Rs. 55.21 crores on modification of existing plant) at Dalla (Village Kota), Roberts Ganj, Distt. Sonbhadra (Poorvanchal Region) in the State of Uttar Pradesh under the G.O. Ref. No. 1359/77-6-17-5(M)/17 dated 25.10.2017, as amended from time to time: -

Products	Capacity (MMTPA)			
	Present	Proposed		Total
		Phase I	Phase II	
Cement	0.50	1.50	-	2.00
Clinker	2.00	-	0.20	2.20
Captive Power	27 MW	-	3 MW	30 MW
Waste Heat Recovery System (WHRS)	-	13 MW	-	13 MW

In this connection, it is to inform that your request for grant of special incentives (as per Rules-2017) has been considered and approved vide G.O. Ref. No. 05(1)/2024/140/77-6-24-5(M)/13TC(Voll-II), dated 16.1.2024.

On fulfilment of requirements as stipulated in G.O. Ref. No. 1359/77-6-17-5(M)/17 dated 25.10.2017, G.O. Ref. No. 05(1)/2024/140/77-6-24-5(M)/13TC(Voll-II), dated 16.1.2024, G.O. Ref. No. 1395/77-6-2020-5 (M)/2017 T.C.-2, dated 12.6.2020 (amended vide G.O. Ref. No. 3955/77-6-2020-6(M)/2018 dated 14.12.2020 and G.O. Ref. No. 1281/77-6-2021-5(M)/ 2013 T.C. (Mega)-1, dated 26.3.2021) (photocopies enclosed), as amended from time to time, the above proposed project shall be entitled for consideration of grant of the following facilities/reliefs: -

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Sl. No.	Facilities/Reliefs granted as per G.O. dated 16.01.2024
1.	Reimbursement of deposited net SGST – As per para 3.2 of Rules-2017

The above facilities/reliefs shall be provided to the company subject to the fulfilment of entire requirement as stipulated in G.O. Ref. No. 1359/77-6-17-5(M)/17 dated 25.10.2017, G.O. Ref. No. 05(1)/2024/140/77-6-24-5(M)/13TC(Voll-II), dated 16.1.2024, G.O. Ref. No. 1395/77-6-2020-5 (M)/2017 T.C.-2, dated 12.6.2020 (amended vide G.O. Ref. No. 3955/77-6-2020-6(M)/2018 dated 14.12.2020 and G.O. Ref. No. 1281/77-6-2021-5(M)/2013 T.C. (Mega)-1, dated 26.3.2021), as amended from time to time and subject to the following terms & conditions: -

- 1) All eligible incentives will be admissible as per para-3 of IIEPP Rules-2017.
- 2) The Company shall submit a copy of Appraisal Note prepared by a Scheduled Commercial Bank (except Regional Rural Bank) or Financial Institution controlled by these banks or Central Government within six months from the date of issuance of LOC. The Appraisal will be required to be got done by the industrial undertaking from one of the above-mentioned agencies even if no loan is being availed by it from any financial institution/Bank.
- 3) For correct assessment of the capital investment, the same shall have to be certified by Authorized Director and Statutory Auditor of the Company. Based on the certificates provided by the Company, Nodal Agency (PICUP) shall get assessment & verification of the factual position of capital investment through its empanelled Valuers/CA/Consultants.
- 4) The eligible industrial undertaking shall manufacture the goods for which it is eligible for incentives.
- 5) The Company shall furnish all the information as asked by Nodal Agency (PICUP) or Government of Uttar Pradesh from time to time as a condition for disbursement, viz. detailed particulars of production, sale, stoppages in production, if any, closure of unit, etc. with clear reasons for same, certified particulars of increase in fixed capital investment, if any, sale/loss of fixed assets, if any, and change in constitution of the unit, audited Statements of Accounts and balance sheet of eligible unit within 6 months of close of each financial year, etc.
- 6) The Company shall be required to reimburse administrative expenses equivalent to 1.50% of the amount of benefits sanctioned, to the concerned Nodal Agency, which shall be deducted from the disbursement. In addition, the expenses incurred towards verification of capital investment made by industrial undertakings through empanelled Valuers and Chartered Accountants would be borne by applicant companies on actual basis.

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- 7) Application for any modifications/changes in nature of the project, or in the cost of project so as to effect change in its category, or for changes in LOC conditions, etc. will be examined by Nodal Agency (PICUP) on its own or through an outside competent agency and will be placed before the sanctioning authority, whose decision will be final.
- 8) The disputed matters or clarification required related to implementation of the Rules – 2017 shall be referred to PICUP. If the dispute remains unresolved the same shall be referred to Empowered Committee, whose decision shall be final.
- 9) If any information submitted by the Company is found to be false, or benefits are found to have been drawn based on concealment of material facts, the LOC shall, after giving 30 days notice to Company, be cancelled and all benefits released to the Company shall become recoverable under the applicable state laws as arrears of land revenue.
- 10) In case of violation of any of the conditions of this Letter of Comfort, G.O. Ref. No. 1359/77-6-17-5(M)/17 dated 25.10.2017 and G.O. Ref. No. 05(1)/2024/140/77-6-24-5(M)/13TC(Voll-II), dated 16.1.2024, as amended from time to time, the Empowered Committee shall, after giving 30 days notice to Company, have the right to cancel the Letter of Comfort and shall initiate action to recall the benefits availed by the Company under the Rules-2017.
- 11) Upon achieving the prescribed limits of benefits (quantum/period), or contravention in terms and conditions, the LOC would automatically be treated as cancelled.
- 12) The representatives of Government/Nodal Agency (PICUP) may visit the proposed site and office of the Company and call for the records pertaining to the Project for perusal/verification at any time during operation of the scheme. The Company shall facilitate/arrange all such visits as and when it is required.
- 13) For the purpose of interpretation of any clauses of this letter, reference shall be made to the relevant Government Orders.
- 14) Company will be required to submit the progress report of the project on quarterly basis to the Nodal Agency (PICUP).
- 15) The company will have to ensure compliance of G.O. Ref. No. 1395/77-6-2020-5(M)/2017 T.C.-2, dated 12.6.2020 (amended vide G.O. Ref. No. 3955/77-6-2020-6(M)/2018 dated 14.12.2020 and GO Ref. No. 1281/77-6-2021-5(M)/2013 T.C. (Mega)-1, dated 26.3.2021) with regard to Standard Operating Procedure (SOP) in respect of processing of claims for SGST reimbursement.

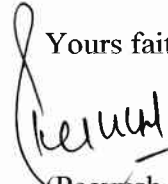
...4/-

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- 16) Request for modification in cut-off date, after issuance of LOC, can be made only once by the applicant giving sufficient reasons.
- 17) The company shall be solely responsible for any change in category due to reduction in cost of any item of capital investment, which is not as per eligible capital investment defined in Table 1 of Para 2.3.2 of IIEPP Rules 2017, at the time of capital verification by the empanelled auditors/valuers.
- 18) The reported overrun in capital investment is subject to due evaluation by Nodal Agency at stage of capital verification.
- 19) The admissibility of SGST reimbursement benefit in respect of all "Distinct" and "Related Person" Transactions will be evaluated in accordance with guidelines issued/ to be issued by the Industrial Development Department.

You are requested to kindly return the duplicate copy of this LOC (enclosed) as a token of acceptance of the terms & conditions contained hereinabove.

Enclosure: As above.

Yours faithfully,  
  
(Peeyush Verma)  
Managing Director