

SUBJECT NO: 47

Sub:- VUDA – VSP- Establishment of IT Park in Visakhapatnam at Siripuram – Reg.,

AGENDA NOTE

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I.T.Plaza Project In an extent of Ac.2.00 cents of VUDA land in Siripuram has originally conceived to be established as a "Joint Venture Project by " I) APIIC, II) VUDA and also III) L&T Infocity. Government have also accorded permission for establishment of IT Park in Visakhapatnam at Siripuram Junction in an extent of Acs.2.00 of VUDA land. In its Memo.No.261/ IT X C/2000 dt 08/02/2001.

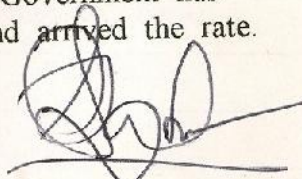
Accordingly, all relevant details before entering into a "Memorandum-Of-Understanding" among the beneficiary shareholders i.e. APIIC, VUDA and L&T Infocity are to be finalized. The main clauses in draft Memorandum of Agreement are :-

- 1) Forming Joint venture company which APIIC and VUDA on one part and L&T Infocity on the other part.
- 2) VUDA has to transfer 2.00 Acs of land at siripuram Junction and APIIC has to transfer the 126 Acs of land at Rushikonda.
- 3) The share of the partners is as follows :
  - a) APIIC – 13% by way of land
  - b) VUDA – 13% by way of land
  - c) L&T Infocity –74% by way of Equity.
- 4) The VUDA has to inform the basic values and market value of the site as per the conditions of M.O.U. for the value of land at Siripuram and the values of the land at Rushikonda is also to be evaluated.

Accordingly, in the VUDA Lr.Rc.No.1A/2001/A.O.(R), dt.17.4.2002, the information on Market value / Basic value for the VUDA land at Siripuram Junction has been furnished to the A.P.I.I.C / Government recommending to fix up the land value not less than Rs.4,000/- per Sq.yard which is however finalized @ Rs.2,000/- per Sq.yard as per the minutes of the meeting chaired by the Hon'ble Chief Minister dt.21.6.2002, as which was communicated in the letter reference Letter Rc.No.185 / VC & MD / APIIC / 2002, dt.1.7.2002 of Managing Director, A.P.I.I.C.

VUDA RESOLUTION NO. 47 DATED 5-8-2002

Resolved to approve the proposals for allotment of  
Ac.2.00 of VUDA land at Siripuram to A.P.I.C.  
@ Rs. 2,000/- per sq. yd. for establishment of I.T  
Park at Visakhapatnam since the Government has  
already approved the proposals and arrived the rate.



CHAIRMAN

Government M.A. & U.D department in their letter dt. 9-7-2002 communicated their orders of the Government agreeing the rate of Rs. 2000/- per Sq.Yard to allot Acs. 2.00 of land in TS.No. 85 / P Block No. 10 of waltair ward to APIIC for allotment in favour of M/S L&T infocity for establishing a Mini Hitech city. As per the above the total cost of site 2.00 Acs. is estimated at Rs. 1.93 Crores.

Now that the rate has already been fixed, all other relevant details are to be discussed and finalised soon. In the light of the above, a Joint Meeting is likely to take place soon by the A.P.I.I.C., among the partners for the joint venture i.e. APIIC – VUDA and also L&T etc. concerned authorities to discuss the various aspects and other modalities, to be taken into account for finalisation of MOU and for early implementation of this prestigious project .

Hence, the matter is placed before the board for its perusal & approval, since the Government has already arrived at the rate of Rs.2000/- per Sq.yard for the land of Acs 2.00 of VUDA land at Siripuram and to enable the Vice Chairman to handover the said land to APIIC to attend all such meetings as may be necessary in this regard to associate in finalizing the modalities and to enter into MOU in this regard.