

SUBJECT NO. 129

Sub:-VUDA - Vsp. - Establishment of I.T. Park in 2.00 a cs of VUDA land at Siripuram behind VUDA office - Finalisation of M.O.U. - Signing on Agreement by Vice-Chairman - Ratification - Reg.

The I.T. Plaza project in an extent of Ac. 2.00 of VUDA land in Siripuram Junction behind VUDA office has originally conceived to be established as a "Joint Venture Project" by i) APIIC ii) VUDA and iii) L & T, Infocity. Government has also accorded permission for establishment of I.T. park in Visakhapatnam in the above land in its Memo. No. 261/IT/XC/2000 dt. 8-2-2001.

The Government M.A. & U.D. Dept., in their letter dt. 9-7-2002 communicated their orders of the Govt. agreeing the rate of Rs. 2000/- per sq. yd. and to allot Acs. 2.00 of land in T.S. No. 85/P, Block No. 10 of Waltair Ward to APIIC for allotment in favour of M/s. L&T, Infocity for the establishment of Mini-Hitech city. As per the above rate the total cost of 2.00 acs. is estimated to Rs. 1.93 crores.

Originally the sharing pattern is proposed as follows:-

- a) APIIC - 13% by way of land,
- b) VUDA - 13% by way of land,
- c) L&T, Infocity - 74% by way ~~of land~~ of *University*.

The draft M.O.U.s. have been prepared and forwarded to the above 3 Agencies for information and to offer their objections and suggestion, many a time and the suggestions offered by the respective agencies have been taken into account, in series of meetings held at Hyderabad and also at Visakhapatnam. Finally after taking into consideration of all the objections and suggestions furnished by the above shareholders, a Final Agreement has been drafted and sent to VUDA for perusal and offer remarks if any. The said draft MOU has been referred to the S.C., VUDA and the Internal Audit Officer, Sri Y. Narayanamurthy & Co.,

The suggestions given by them have been taken into consideration and incorporated accordingly in the MOU. Subsequently, a meeting was convened in Hyderabad by the Joint Venture Company and an Agreement is finalised including Vice-Chairman, VUDA and all the concerned share-holders have signed the

Agreement prepared in 100 Rs. Non-Judicial Paper.

As per the above Agreement, the following Agencies have been incorporated in the Agreement as parties for the above I.T. Plaza project, having their equity shares

APIIC	-	0.49%	-	Rs. 4.40 lakhs.
VUDA	-	21.51%	-	193.60 "
LTIL	-	26.00%	-	234.00 "
SAI	-	26.00%	-	234.00 "
PRAGNYA	-	26.00%	-	234.00 "
		<u>100.00%</u>		<u>Rs. 900.00 lakhs.</u>

The terms and conditions of the Agreements explain the powers, functions and responsibilities of the Members of the J.V.C., in the development and implementation of I.T. Park and the proposals for constitution of Board of Directors. The JVC shall be managed and controlled by the Board of Directors. The Board shall consist of not less than 3 Directors and not more than 12 Directors. Upon completion of the Equity contributions by the respective parties, the Board shall consist 5 Directors and such directors shall be appointed in the following members:

- (a) ONE Director by APIIC
- (b) One Director by VUDA
- (c) One Director by LTIL
- (d) One Director by SAI
- (e) One Director by PRAGNYA.

The Parties shall also constitute Executive committee/Project Review Committee for monitoring the implementation of the project.

The APIIC, VUDA, LTIL, SAI & PRAGNYA shall be entitled to ~~nominate~~ ^{nominate} their representatives as Members of the ~~participation~~ ^{participation} ~~in the financial requirement~~ said Executive Committee or Project Review Committee in proportion to their participation in the Financial requirement of JVC. The total strength of the Executive Committee shall be five. The composition of the Committee shall be as per the details given below:

- APIIC - One.
- VUDA - one.
- LTIL - one
- SAI - one
- PRAGNYA - one.

The nominee of LTIL will be the Chairman of the said committee.

In view of the above, the main objects of the I.T. Plaza

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are enlightened ~~to the~~ for perusal of the Board, and further,
the action of the Vice-Chairman, VUDA in having signed
in the Agreement as Partner of the JVC on behalf VUDA
may be ratified by the Board. 0 1 A

VUDA Board Resolution No.129

Perused and ratified the action of the Vice Chairman, VUDA in having signed in the Agreement as partner of JVC for establishment of I.T. Park in Ac.2.00 of land at Siripuram



CHAIRMAN
VUDA