

No.11(1)/2008-FIPB
Government of India
Ministry of Finance
Department of Economic Affairs
(FIPB Unit)
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North Block, New Delhi – 110 001
Dated the 14th August, 2008

PRESS RELEASE

Based on the recommendations of Foreign Investment Promotion Board (FIPB) in its meeting held on 8th August, 2008, Finance Minister, Shri P. Chidambaram has approved 9 Proposals of Foreign Direct Investment amounting to Rs. 294.46 Crore approximately. The proposals relate to Ministries/Departments, namely, Commerce, Economic Affairs, Health, Industrial Policy & Promotion, Information & Broadcasting, Petroleum & Natural Gas.

(Prabodh Saxena)

Director (FIPB)

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To

The Deputy Director General (M&C)
(Shri B.S. Chauhan)
Ministry of Finance

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NOTICE

Applicants who want to get their approval letters collected personally are requested to send their request **latest by 5.00 P.M. on 18th August, 2008** at FAX No. 23094084, 23092477, 23093558. No further requests will be entertained later and the approval letters would be sent by SPEED POST.

The authorised person for collection of FC approval should carry a photo identity, a proper authority letter, duly signed by the authorised signatory of the applicant/authorized consultant. The authority letter should also contain a specimen signature of the authorized person. Approval letter shall not be handed over to person without the above documents.

(Prabodh Saxena)

Director (FIPB)

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Details of Proposals considered in the Foreign Investment Promotion Board (FIPB) Meeting held on 08.08.2008

Following 9 (Nine) cases have been approved.

Sl. No.	Name of the applicant	Particulars of the proposal	FDI/NRI inflows (Rs. In crore)
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COMMERCE

1	M/s. Sondex A/S, Denmark	To set up a WOS. The Proposal attracts Press Note 1 of 2005 series.	2.18
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ECONOMIC AFFAIRS

2	M/s. Orient Green Power Company Limited, Chennai	Change of status from operating company to operating cum holding company to make downstream investment.	No Fresh Inflow
3	M/s. J.P. Morgan India Property Mauritius Company II, Mauritius	To subscribe to equity shares and to act as an operating cum holding company for downstream investments in hotel, hospitality and hospitality service sector.	99.99

HEALTH

4	M/s. Span Diagnostics Ltd, Surat	To set up a JV. The company is engaged in manufacture of High Quality Reagents for Hematology Analyzers for distribution and sale. Proposal attracts Press Note 1 of 2005.	0.66
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INDUSTRIAL POLICY & PROMOTION

5	M/s. Rio Tinto Singapore Holdings Pte. Ltd. Singapore	The company is engaged in the manufacturing of 'activated alumina'. Proposal attracts Press Note 1 of 2005.	148.57
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INFORMATION & BROADCASTING

6	M/s. Hathway Cable Systems Pvt. Ltd	To issue Compulsorily Convertible Debentures (CCDs). The company is engaged in Cable TV Services as multimedia system operator and as internet Service Provider category "A" licensee.	43.06
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PETROLEUM & NATURAL GAS

7	M/s. Berkeley Petrochemicals Pvt. Ltd.	To delete divestment condition of the FC approval. The company is engaged in the activity of trading in imported lubricants, fuel additives and engine oils.	No Fresh Inflow
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ECONOMIC AFFAIRS

8	M/s Winsome Propbuild Pvt. Ltd. New Delhi	Change of status to operating cum holding company to make downstream investment.	No Fresh Inflow
9	M/s. G.P. realtors Pvt. Ltd. New Delhi	Change of status to operating cum holding company to make downstream investment in permitted activities.	No Fresh Inflow

2. The proposal of M/s Hindalco Industries Ltd., Mumbai has been advised to access auto route.
3. The following 6 (Six) proposals have been deferred:

Sl. No	Name of the applicant	Particulars of the proposal
1	M/s. McLeod Russel India Limited, Kolkata	To increase in the limit of total holdings ;of all FIs/sub-accounts of FIs, put together, from 24% of the paid up (i) capital of the company to 40% of the paid up capital of the company; and (ii) value of respective series of convertible debentures of the company to 40% of the paid up value of the respective series of convertible debentures of the company. The company is engaged in growing, manufacturing and selling of bulk tea.
2	M/s. Pridhvi Asset Reconstruction and Securitization Company	Issue of shares to NRIs. The company is engaged in Asset Reconstruction and Securitisation activities.
3	M/s. Inunit U.S. Holdings Inc. USA	To acquire equity share capital through multiple stock market transactions.
4	M/s. Tutorvista Global Private Limited, Chennai	Ex-post facto approval for conversion of operating company into an operating cum holding company.
5	M/s. Aditya Birla Telecom	(i) To issue and allotment of compulsorily convertible preference shares and any equity shares (taking into account any adjustment to be made as a result of any share splits, consolidations etc.) issued pursuant to the conversion of such compulsory convertible preference shares; (ii) the enhancement of the foreign investment limit to 74%; and (iii) to act as an operating cum holding company and make downstream investments.
6	M/s. ABN-AMRO Securities (India) Pvt. Ltd.	To enlarge the services by offering value added financial services (non fund based) to their clients (both individual and institutional)

4. The following two (2) proposals have been rejected:

Sl. No	Name of the applicant	Particulars of the proposal
1	M/s. Forum Synergies India PE Fund Managers P.Ltd. Bangalore	(i) To accept contributions from the offshore Entity under the foreign direct investment route and to issue Class B Units and Class C Units to the Offshore Entity, (ii) To subscribe to Units in consideration of contribution of assets at the determined fair value, (iii) To make investments in existing securities of the Indian companies in which FDI is permitted, and (iv) To distribute income realized on investment under the automatic route, subject to payment of applicable taxes in India.

2	M/s. EZY Infosoft Private Limited, Chandigarh	Conversion of operating company into an operating cum holding company, transfer of shares by way of share swap. Proposal also attracts Press Note 1 of 2005.
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