



PROCEEDINGS OF THE GOVERNMENT OF KARNATAKA

Sub: Amendment to the earlier approved project proposal of M/s. YG-1 India Private Limited to establish a manufacturing unit of "Cutting Tools" at Mastenhalli Industrial Area, Chikkaballapura District.

Read: 1. Government Order No. CI 189 SPI 2021, dtd. 15.06.2021.
2. Government Order No. CI 189 SPI 2021, dtd. 16.01.2024.
3. Proceedings of the 64th State High Level Clearance Committee (SHLCC) meeting held on 23.12.2024.

Preamble:

The project proposal of M/s. YG Cutting Tools Corporation Private Limited to establish a unit for manufacture of "Cutting Tools" with an investment Rs.1000crore, generating employment to about 750 persons at Mastenhalli Industrial Area, Chikkaballapura District was approved in the 56th SHLCC meeting held on 12.05.2021. Accordingly, Government Order read at (1) above was issued.

62nd SHLCC meeting held on 12.12.2023, Government has accorded approval for the proposal for transfer of approval from M/s. YG Cutting Tools Corporation Private Limited to M/s. YG-1 India Private Limited subject to norms of change in constitution/transfer of lease hold rights policy of KIADB and subject to condition that, the original promoters should hold minimum 51% shares in the newly formed company. Accordingly, Government Order read at (2) above was issued.

Status of Implementation of the Project:

1. Special Incentive & Concessions was approved in the Cabinet Sub Committee Meeting held on 18.04.2022 and Government Order No. CI 320 SPI 2020, dated 06.05.2022 was issued.
2. The company has obtained the concessional price order for the Government vide letter No. CI 167 SPQ(E) 2021, dated 24.11.2021.
3. The company has obtained the possession of the land vide possession certificate No KIADB/DO-2/392/2022-23 dated 30.05.2022.
4. The company has executed lease cum sale deed vide I1363/23-24 on 4.05.2023.
5. The company has been allotted 40.00 acres of land at plot no 40 to 46 in Mastenahalli Industrial Area, Chikkaballapura District.

Now, the company vide letter dated 16.07.2024 has requested extension of time by 15 Months to implement the project.

Justification for extension of time:

During the survey of the allotted 40 Acre land at Mastenahalli Industrial Area, it was understood that there is a shortage of land allotted to YG-1 India. The company had approached KIADB for the same on 20.09.2023. Till date, the issue is not sorted for allotment of complete 40 Acres of land and KIADB has assured they will find out the favorable solution.

Meanwhile, Company's HQ Management has prepared Architectural Master drawing considering 40 acres of land. In view of that the mutually allotted 40 Acres land parcel is considered to be most important for the Ultra Mega Project. The shortage portion of land is planned to be the Global R & D center.

Due to Foreign trade hurdles with China and other European countries, Our YG-1 Co. Limited, Korea the 100% subsidiary of YG Cutting Tools Corporation Private Limited had decided to start a new entity named YG-1 India Private Limited and change of name of company was approved in 62nd SHLCC dated 12.12.2023. On receipt of SHLCC order the company has approached KIADB for Change of Name in Allotment letter, Possession Certificate and Lease cum Sale Agreement. The above approval is yet to be received from KIADB.

Given the current situation, the company requests an extension to adequately resolve the Land Shortage issue and to update the name on the Allotment Letter, Possession Certificate and Lease cum Sale Agreement. This extension will facilitate the commencement of construction 15 months from the effective date of the revised Lease cum Sale Agreement.

Recommendation of the 114th Land Audit Committee meeting:

The representative of the company appeared before the Committee and requested approval for extension of time to implement the project.

The Committee noted the request of the company and after detailed discussions resolved to recommend to SHLCC for approval of the following:

- Extension of time by 2 years to implement the project.
- KIADB to allot shortage portion of 1.5 acres of land adjacent to existing plot at Mastenahalli Industrial Area, Chikkaballapura District.

In the 64th State High Level Clearance Committee (SHLCC) meeting held on 23.12.2024, the proposal of the Company was discussed and approved.

Government has examined the recommendations made by the SHLCC in its 64th SHLCC Meeting, in all aspects.

Hence the following order.

GOVERNMENT ORDER No. CI 189 SPI 2021, BENGALURU.

DATED: 24.02.2025

Government is pleased to accord approval for the following amendment proposals of M/s. YG-1 India Private Limited as under:

1. *Extension of time by 2 years to implement the project, with a condition that further extension of time will not be considered.*
2. *KIADB to allot shortage portion of 1.5 acres of land adjacent to existing plot at Mastenahalli Industrial Area, Chikkaballapura District.*

All other terms and conditions indicated in the Government Order read at (1) above, remain unaltered.

By Order and in the name of the
Governor of Karnataka,

Shilpa S.R.
24/2/25
(SHILPA .S.R)

Desk Officer (Technical Cell),
Commerce & Industries Department.

To,

1. Principal Accountant General (G&SSA)/ (E&RSA), Karnataka, New Building, 'Audit Bhawan', Post Box No. 5398, Bengaluru.
2. Principal Accountant General (A&E), Karnataka, Park House Road, Post Box No. 5329, Bengaluru.
3. Additional Chief Secretary to Government, Finance Department, Vidhana Soudha, Bengaluru.
4. Additional Chief Secretary to Government, Energy Department, Vikasa Soudha, Bengaluru.
5. Additional Chief Secretary to Government, Water Resource Department, Vikasa Soudha, Bengaluru.
6. Additional Chief Secretary to Government, Forest, Ecology & Environment Department, M.S. Building, Bengaluru.
7. Principal Secretary to Government, Revenue Department, M.S. Building, Bengaluru.

8. Secretary to Government, Commerce & Industries Department (Mines, Textile & MSME), Vikasa Soudha, Bengaluru.
9. Commissioner for Industrial Development and Director of Industries and Commerce, Khanija Bhavan, Race Course Road, Bengaluru.
10. Commissioner of Commercial Taxes, Vanijya Therige Karyalaya, Gandhi Nagar, Bengaluru-09.
11. Managing Director, Bangalore Electricity Supply Company Limited (BESCOM), K.R. Circle, Bengaluru.
12. Member Secretary, Karnataka State Pollution Control Board (KSPCB), 49, Church Street, Parisara Bhavan, Bengaluru.
13. Chief Executive Officer & Executive Member, Karnataka Industrial Area Development Board, Khanija Bhavan, Race Course Road, Bengaluru.
14. Director (Technical Cell), Commerce & Industries Department, Vikasa Soudha, Bengaluru.
15. Additional Director (P&P), Directorate of Industries & Commerce, Khanija Bhavan, Race Course Road, Bengaluru.
16. Managing Director, Karnataka Udyog Mitra (KUM), Khanija Bhavan, Race Course Road, Bengaluru.
17. PS to Hon'ble Minister for Large and Medium Industries & Infrastructure Development, Vidhana Soudha, Bengaluru.
18. PS to Principal Secretary to Government, Commerce & Industries Department, Vikasa Soudha, Bengaluru.
19. M/s. YG-1 India Private Limited, Obadenahalli, Doddaballapur, Bengaluru Rural District-561203.
20. Guard File / Spare Copies.