



Tamilnadu Small Industries Development Corporation Limited

Regd. Office: Thiru ViKaIndl Estate, Guindy, Chennai - 600 032

CIN: U74999TN1970SGC005821

Phone : 2250 1461 / 2250 1422 Fax: 2250 0792

E-mail : ho.sidco@nic.in , website : www.sidco.tn.nic.in

Rc. No. 10047/ IE-8 /2020

Dated: 28.12.2020

To

Prof.Dr.V.Aravind

Fit person:CMD designate for the proposed new Sec 8 co./Ceramic Cluster

Past president: Manufacturer's Association, SIDCO

Off:697 Junction Road, Vriddhachalam 606 001.

Sir

Sub: SIDCO – DGM-IV wing - formation of a Company under section 8 to run the Old Govt. Tunnel Kiln & the Cluster kiln at the TANSIDCO Industrial Estate at Vriddhachalam.
- Reg.

Ref: 1) Your letter of expression of willingness to the MD dated 20/10/2020 to run the Govt Tunnel Kiln in addition to the Cluster kiln, under copy to the DGM (S) & the BM.

2) Your earlier discussions with the MD & the officers of TANSIDCO and the discussions with the MD on 09/11/2020 & 26/12/2020 along with the DGM (S).

In continuation of the references and the discussions cited above, the In Principle Acceptance of your proposals is hereby notified. The Old Tunnel Kiln in A shed "As is Where Is Condition" along with the shed and the spares / parts and other accessories either in the same shed or kept in the stores will be handed over to you after the new Sec 8 Company is registered and after detailed talks.

TANSIDCO as the agency expresses its "No Objection" for the Old Tunnel Kiln A Shed as your Registered Office, in your application to the ROC. You may initiate steps for the Application for the Name of the Company and also for the Company Registration under Sec 8 of the Companies Act. The CMD & the members of the Board can seek an appointment with the MD TANSIDCO and finalize the terms in due course.

The BM Cuddalore is directed to accord all help to the successful formation of this new company to run the old Govt. Tunnel Kiln in A shed and arrange to open the

Tunnel Kiln shed and other store sheds for the promoters to take note of the space, kiln and its accessories any time they want.

Thanking you

Yours faithfully,

E. [Signature]
Deputy General Manager(S) 28/12/2020

Copy to

The Branch Manager

Cuddalore ----- for further action and co-ordination with promoters

R.
28/12/2020





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Rc. No. 10047/ IE-8 /2020

Dated: 28.12.2020

To

The Registrar of Companies
Office of the Registrar of Companies
Chennai – 600 034.

Sir

Sub: SIDCO – DGM-IV wing - NOC for the Registered Office at the TANSIDCO Industrial Estate at Vriddhachalam - Tunnel Kiln A Shed - Reg.

Ref: Transfer by Government G.O. (Ms) No.21 MSME © Department dated 20.07.2018

As per the G.O in the reference cited, we are the agent of the Government of Tamil Nadu on- remuneration basis, of the Government ceramic Industrial Estate, Virudhachalam the "Tunnel Kiln A Shed" in the TANSIDCO Industrial Estate Vriddhachalam – 606 001. Cuddalore District, TN. We hereby declare that TANSIDCO has No Objection in having the said premises as Registered Office by the proposed Sec 8 Company, for the purpose of running the tunnel kiln by the entrepreneurs as cluster.

Tamilnadu Small Industries Development Corporation (TANSIDCO) is the Govt. of Tamilnadu Undertaking and the entire Industrial Estate including the said shed is under the control of TANSIDCO.

We hereby authorize Prof. Dr. V. Aravind the designated CMD or any one member of the board of the proposed new company to sign the applications with ROC for the Company Name Registration / Company Registration.

Thanking you

Yours faithfully,

E. Pragasam
28/12/2020
Deputy General Manager(S)



28/12/2020



Tamilnadu Small Industries Development Corporation Limited

Regd. Office: SIDCO Corporate Office,
Thiru.Vi.Ka. IndlEstate,Guindy, Chennai - 600 032
CIN: U74999TN19705GC005821
Phone : 2250 1461 / 2250 1422 Fax: 2250 0792
E-mail : ho.sidco@nic.in , website : www.tansidco.tn.gov.in



Rc. No. 10047/IE14/2010

Date : 12.08.2021

Amended Allotment Order on Rental basis

To

M/s. Vriddhachalam Ceramic Manufacturer
Service Forum,
No.B-1, SIDCO Industrial Estate ,
Vriddhachalam - 606 001.

Sir / Madam,

Sub: Sub: TANSIDCO – Ceramic Industrial Estate, Vriddhachalam -
Allotment of **The tunnel kiln shed** - on RENTAL BASIS to **M/s.
Vriddhachalam Ceramic Manufacturer Service Forum (SPV)**,-
Issue of Amended Allotment Order-Reg.

Ref: 1. Board resolution No. 25/2021 dated 22.06.21
2. This office allotment order Rc.No.10047/S2/2010 dated16.07.2021

We are glad to provisionally allot the **Tunnel Klin shed**, with accessories etc., and the oil tanks, pipe lines, transformer, oil pump room, power room, loading yard on the west of the kiln etc all in as is where is basis in plot Nos. 72 to 76 measuring an extent of 1.605 acre at Ceramic Industrial Estate, Vridhachalam on 'RENTAL BASIS' to **M/s. Vriddhachalam Ceramic Manufacturer Service Forum, IE, Vriddhachalam a SPV** registered under Section 8 of the Company Act Represented by Dr. V. Arvind , Director of the SPV for carrying out the line of activity of **Firing services** subject to the following conditions:-

1. The Rental Agreement is valid for a period of 5 (Five) years from 12.08.2021 (The date of allotment order)

2. (a) The "Rent" will be **Rs. 5000/- (Rupees Five Thousand only)** per year plus GST as applicable as approved by TANSIDCO Board for the land and building.
 - (b) The Rent for every year shall be paid on or before the 10th day of the August month of every year.
 - (c) One year Rent shall be paid as 'Advance amount' within 30 days from the date of allotment order.
 - (d) The possession of the Shed will be handed over only after the payment of the advance amount in full and on execution of a Rental Agreement with the Branch Manager, Cuddalore in the prescribed format and after furnishing copy of acknowledgement for having filed the Udyam Registration online.
 - (e) The rent will be revised at the end of every two years @ 10%.
 - (f) The shed will be handed over as is where is condition.
 - (g) The arrears of Rent, if any, will carry interest @ 13% per annum from the date on which it has to be paid and upto the actual date of payment.
 - (g) If the Rent is not paid properly TANSIDCO reserves the right to cancel the Rental Agreement and resume the Shed without any notice and forfeit the Advance amount paid.
3. All payments shall be made by means of the **online e-payment collection Gateway of State Bank of India through 'State Bank Collect'**.
 4. The Shed shall be used for industrial purpose with the line of activity for which it is allotted within a period of 15 months from the date of allotment and shall not be used for any other purpose without the prior permission of TANSIDCC in writing.
 5. An Agreement of Rent (Rental Agreement) should be executed with the Branch Manager, TANSIDCO, Cuddalore and the terms and conditions of this Allotment Order form part and parcel of the Rental Agreement. If the Agreement of Rent is not executed and / or the one year "Rent" as advance is

not paid within 30 days from the date of Allotment Order, the Allotment Order will be cancelled without any further notice

6. All rates, taxes, electricity charges and other statutory levies and charges payable by the tenant as occupier of the said property, excepting the property tax, shall be paid by the lessee.
7. The Shed shall be kept in proper condition
8. The Rented property shall not be sub-let, sub-leased, assigned or mortgaged to any other organization /institution/firm without the permission of TANSIDCO in writing.
9. No alteration or modification shall be carried out in the Shed and no additional building shall be erected or constructed in the vacant land without the prior permission of TANSIDCO in writing. Any additional space occupation in the common usage space or other than the allotted space shall not be permitted.
10. The Shed shall be insured alongwith their machineries equipments other fittings etc., against loss or damage by fire, riot, theft, civil, commotion and such other risks at their own cost and the original policy of such insurance shall be produced to the Branch Manager, Cuddalore.
11. Maintenance charges, water charges etc. shall be paid at such rate as may be determined by TANSIDCO (or) Agency maintaining the Industrial Estate the from time to time and on receipt of notice of demand from TANSIDCO.
12. The Rental Agreement may be terminated by the lessee by giving 3 months notice in writing.
13. The renewal of the Rental agreement after the said period as in Clause 1 will be at the discretion of TANSIDCO.
14. No encroachment or easement shall be allowed to be made or created in the common area /space or over the said property.
15. TANSIDCO should be kept indemnified against all claims, suits, damages and expenses arising out of the uses of the said property during the Rental period.

16. The Branch Manager, TANSIDCO, Cuddalore or any other person authorised by him shall be permitted at all reasonable times to enter upon the said property to inspect the same.

17. Change in Constitution

(i) Change in the name of the unit / firm / company or line of manufacture in any manner whatsoever shall not be made without the prior approval of TANSIDCO in writing. Any application made by the allottee for such approval may be considered by TANSIDCO subject to the conditions and on payment of the fees prescribed in this behalf by TANSIDCO from time to time.

(ii) Change in constitution of the Company may be permitted only after utilization of the Shed by the original allottee and subject to the conditions and on payment of the fees prescribed in this behalf by TANSIDCO from time to time.

(iii) Transfer of the Shed to a third party by the Lessee is not permissible. Such acts will not be permitted and will lead to the termination of Rental Agreement.

18. The Rental Agreement shall be terminated for violation of all or any of the conditions of this allotment or the Rental Agreement and the Rental premises shall be resumed by TANSIDCO and no compensation will be paid by TANSIDCO for any improvement or additional construction or alteration made in the said property.

19. On termination of the Rental Agreement or after the expiry of the Rental period or otherwise, the land and current property shall be handed over to TANSIDCO.

20. Any activity which affects the structural stability of the building shall be prohibited.

21. On matters not specifically stipulated in this order, TANSIDCO shall be entitled to give directions to the allottee including nature / type of allotments etc and the allottee shall comply with such directions and any default in carrying out such directions will be breach of the conditions of allotment.

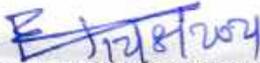
22. You are requested to duly signed affixing SPV seal and return the duplicate copy of this order within 15 days from the date of receipt of this order as a token of acceptance of the terms and conditions, contained herein otherwise the allotment will automatically get cancelled.
23. You are requested to furnish the consent to establish letter for pollution clearance for Air and Water obtained from Tamil Nadu Pollution Control Board before commence of production.

Yours faithfully,
for TANSIDCO Limited,

Sd/- R. GAJALAKSHMI,
Managing Director

Copy to:
The Branch Manager,
TANSIDCO, Cuddalore for necessary follow-up action

// By Order //


Deputy General Manager





Tamil Nadu Small Industries Development Corporation Limited

Regd. Office: SIDCO Corporate Office,
Thiru. Vi. Ka. Indl. Estate, Guindy, Chennai - 600 032
CIN: U74999TN19705GC005821
Phone : 2950 1461 / 2950 1422 Fax: 2950 0792
E-mail:ho@tansidco.org, website : www.tansidco.tn.gov.in

Rc. No. 11311/S1/2022

Dated: 31.10.2025

To

The Industries Commissioner and
Director of Industries and Commerce,
3rd Floor, TANSIDCO Corporate Office Building,
Thiru.Vi.Ka Industrial Estate,
Guindy, Chennai – 600 032.

Sir,

Sub : TANSIDCO- Schemes – Micro Cluster Development Programme (MCDP) – Setting up of Common Facility Centre for Ceramic Cluster, Vridhachalam – Revised means of finance approved by 9th PSC-Tender finalized for the purchase of machineries - Request to release the 1st installment grant of Rs.44.23 lakh - Documents submitted - Reg..

- Ref :
1. G.O.(Ms). No.34, MSME (D1) Department dated 26.05.2022.
 2. This office proceedings even no. dated 08.07.2025
 3. Lr No.Rc.No.9774/CDC/2022 dated 25.06.2025 from IC & DIC
 4. Email dated 01.09.2025 received from M/s. Vriddhachalam Ceramic Manufacturer Service Forum.
 6. Lr No.Rc.No.144/B/2021 dated 01.09.2025 from the Branch Manager, Cuddalore.
 7. E-Mail dated 06.10.2025 received from M/s. Vriddhachalam Ceramic Manufacturer Service Forum

It is to inform that the Project Sanctioning Committee has approved the revised cost for the setting up of Common Facility Centre for Ceramic Cluster, Vridhachalam District vide reference 3rd cited.

I. Revised Means of Finance:

Source	Proposed		Approved	
	Total cost	Percentage of share	Total cost	Percentage of share
SPV share	101.87	33.74%	41.66	17.24%
GoTN share	200.00	66.26%	200.00	82.76%
Total	301.87	100%	241.66	100%

Further, the Branch Manager, Cuddalore has informed that the SPV has floated tender on 22.07.2025 for the purchase of machineries through daily newspaper dated 23.07.2025. The technical bids & commercial bids were opened on 08.08.2025 for the purchase of machineries as follows.

**Package No. I Steel Packing Kiln Structure, Lining & Steel casing
(Govt. approved cost - Rs. 3,10,000/-)**

Sl. No.	Bidder's Name / Suppliers Name	Amount quoted in Rs.	Position
1	R.Ashoken	3,08,500	L1
2	S.M.A Enterprises	3,94,500	L2
3	Royal Steels	4,42,000	L3

The Price bid of the 3 eligible tenders was opened by M/s.Vriddhachalam Ceramic Manufacturer Service Forum Board Meeting held on 08.08.2025 and the L1 price is Rs.3,08,500/- quoted by Mr.R.Ashoken for supply of Steel Packing Kiln Structure, Lining & Steel casing.

Package No. II Combustion Blower Main Motor, Burners & Auto Ignition System (Govt. approved cost Rs. 15,93,000)

Sl. No.	Bidder's Name / Suppliers Name	Amount quoted in Rs.	Position
1	Technotherm Projects Pvt.Ltd	15,77,070	L1
2	Laboin	17,29,880	L2
3	Sathiya Associates	18,04,220	L3
4	Dutt & Co.	18,34,900	L4

The Price bid of the 4 eligible tenders was opened by M/s.Vriddhachalam Ceramic Manufacturer Service Forum Board Meeting held on 08.08.2025 and the L1 price is Rs. 15,77,070/- quoted by M/s. Technotherm Projects Pvt. Ltd for supply of Combustion Blower Main Motor, Burners & Auto Ignition System.

**Package No. III Air Handling Equipments & Chimney Accessories
(Govt. approved cost Rs. 22,73,086/-)**

Sl. No.	Bidder's Name / Suppliers Name	Amount quoted in Rs.	Position
1	Technotherm Projects Pvt.Ltd	18,58,736	L1
2	Dutt & Co.	20,13,080	L2
3	Laboin	20,21,340	L3
4	Sathiya Associates	21,54,090	L4

The Price bid of the 4 eligible tenders was opened by M/s.Vriddhachalam Ceramic Manufacturer Service Forum Board Meeting held on 08.08.2025 and the L1 price is Rs. 18,58,736/- quoted by M/s. Technotherm Projects Pvt. Ltd for supply of Air Handling Equipments & Chimney Accessories.

**Package No. IV Refractory & Insulating Materials for Pre-Heating zone & Burning zone
(Govt. approved cost Rs. 9,25,000/-)**

Sl. No.	Bidder's Name / Suppliers Name	Amount quoted in Rs.	Position
1	Coimbatore Potteries & Refractories	9,14,500	L1
2	Bell Ceramics	10,56,000	L2
3	Dhavaa Technical Ceramics(DTC)	10,88,000	L3

The Price bid of the 3 eligible tenders was opened by M/s.Vriddhachalam Ceramic Manufacturer Service Forum Board Meeting held on 08.08.2025 and the L1 price is Rs.9,14,500/- quoted by M/s. Coimbatore Potteries & Refractories for supply of Refractory & Insulating Materials for Pre-Heating zone & Burning zone.

**Package No. V Oil Tank & Pipe Line upto Kiln wall fitting
(Govt. approved cost Rs. 2,50,160/-)**

Sl. No.	Bidder's Name / Suppliers Name	Amount quoted in Rs.	Position
1	M.Xavier	2,42,000	L1
2	Laboin	3,03,850	L2
3	Sathiya Associates	3,09,000	L3
4	Technotherm Projects Pvt.Ltd	3,59,900	L4

The Price bid of the 4 eligible tenders was opened by M/s.Vriddhachalam Ceramic Manufacturer Service Forum Board Meeting held on 08.08.2025 and the L1 price is Rs. 2,42,000/- quoted by Mr. M.Xavier for supply of Oil Tank & Pipe Line upto Kiln wall fitting

**Package No. VI Gas pipe line fittings, Vaporizer etc., IOC/ INDANE
(Govt. approved cost Rs. 14,98,860/-)**

Sl. No.	Bidder's Name / Suppliers Name	Amount quoted in Rs.	Position
1	Ambal Engineers	22,42,000	L1
2	Uma Gas Service	25,32,000	L2
3	Heatech Engineers	26,60,000	L3

The Price bid of the 3 eligible tenders was opened by M/s.Vriddhachalam Ceramic Manufacturer Service Forum Board Meeting held on 08.08.2025 and the L1 price is Rs.22,42,000/- quoted by M/s. Ambal Engineers for supply of Gas pipe line fittings, Vaporizer etc., IOC/ INDANE.

**Package No. VII Hydraulic Power pack for Pusher Unit
(Govt. approved cost Rs. 2,97,500/-)**

Sl. No.	Bidder's Name / Suppliers Name	Amount quoted in Rs.	Position
1	Laboin	1,46,910	L1
2	Universal Business Solutions	1,58,002	L2
3	Kavi Agencies	1,59,300	L3

The Price bid of the 3 eligible tenders was opened by the M/s.Vriddhachalam Ceramic Manufacturer Service Forum Board Meeting held on 08.08.2025 and the L1 price is Rs.1,46,910/- quoted by M/s. Laboin for supply of Hydraulic Power pack for Pusher Unit

**Package No. VIII Electrical Power Cabling for the Tunnel kiln & DG set
(Govt. approved cost Rs.5,88,394/-)**

Sl. No.	Bidder's Name / Suppliers Name	Amount quoted in Rs.	Position
1	Laboin	5,44,983	L1
2	Kavi Agencies	6,13,010	L2
3	Universal Business Solutions	6,27,878	L3
4	Sathiya Associates	6,87,350	L4

The Price bid of the 4 eligible tenders was opened by the M/s.Vriddhachalam Ceramic Manufacturer Service Forum Board Meeting held on 08.08.2025 and the L1 price is Rs.5,44,983/- quoted by M/s. Laboin for supply of Electrical Power Cabling for the Tunnel kiln & DG set.

Package No. IX Car Trolley Steel Installations (Govt. approved cost Rs.8,20,000/-)

Sl. No.	Bidder's Name / Suppliers Name	Amount quoted in Rs.	Position
1	M.Xavier	8,17,300	L1
2	Baskara Foundry	9,32,000	L2
3	Texland Industry	9,75,000	L3
4	Pugalmani Foundry	10,05,000	L4
5	Kavi Agencies	13,35,760	L5
6	Dowell Engineering	14,20,248	L6

The Price bid of the 6 eligible tenders was opened by the M/s.Vriddhachalam Ceramic Manufacturer Service Forum Board Meeting held on 08.08.2025 and the L1 price is Rs.8,17,300/- quoted by Mr. M.Xavier for supply of Car Trolley Steel Installations.

Package No. X Refractory & Insulation Materials for Tunnel kiln Cars Furniture
(Govt. approved cost Rs.8,90,000/-)

Sl. No.	Bidder's Name / Suppliers Name	Amount quoted in Rs.	Position
1	ABREF Private Limited	7,70,903	L1
2	Coimbatore Potteries & Refractories	8,85,000	L2
3	Dhavaa Technical Ceramics(DTC)	10,54,000	L3
4	Bell Ceramics	10,34,700	L4
5	Technotherm Projects Pvt.Ltd	23,70,030	L5
6	Dutt & Co.	24,13,100	L6

The Price bid of the 6 eligible tenders was opened by the M/s.Vriddhachalam Ceramic Manufacturer Service Forum Board Meeting held on 08.08.2025 and the L1 price is Rs.7,70,903/- quoted by M/s. ABREF Private Limited for supply of Refractory & Insulation Materials for Tunnel kiln Cars Furniture.

Further, the Board Meeting of M/s.Vriddhachalam Ceramic Manufacturer Service Forum held on 20.08.2025 has discussed & negotiated with M/s. Coimbatore Potteries & Refractories and M/s. ABREF Private Limited. Based on that, the Board has decided to place the PO to M/s. ABREF Private Limited. Hence, they have agreed to supply 1750 Nos @ Rs.8,88,160/- (Copy enclosed).

Package No. XI Kiln Structure Dismantling (Govt. approved cost Rs.1,42,000/-)

Sl. No.	Bidder's Name / Suppliers Name	Amount quoted in Rs.	Position
1	P.Solaimuthu	1,41,000	L1
2	M.Xavier	1,46,800	L2
3	R.Ashoken	1,56,000	L3

The Price bid of the 3 eligible tenders was opened by the M/s.Vriddhachalam Ceramic Manufacturer Service Forum Board Meeting held on 08.08.2025 and the L1 price is Rs. 1,41,000/- quoted by Mr.P.Solaimuthu for supply of Kiln Structure Dismantling.

Package No. XII Total Erection & Commissioning for Tunnel Kiln by Experts with their Technicians & Skilled work force (Govt. approved cost Rs. 14,00,000/-)

Sl. No.	Bidder's Name / Suppliers Name	Amount quoted in Rs.	Position
1	Technotherm Projects Pvt.Ltd	18,00,680	L1
2	Laboin	19,82,400	L2
3	Sathiya Associates	21,24,000	L3
4	Dutt & Co.	26,21,960	L4

The Price bid of the 4 eligible tenders was opened by the M/s.Vriddhachalam Ceramic Manufacturer Service Forum Board Meeting held on 08.08.2025 and the L1 price is Rs.18,00,680/- quoted by M/s. Technotherm Projects Pvt. Ltd for supply of Total Erection & Commissioning for Tunnel Kiln by Experts with their Technicians & Skilled work force.

Sl. No.	Name of the package	Name of the Vendor	Gol rate (Amount in Rs.)	L1 rate (Amount in Rs.)
1	I. Steel Packing Kiln Structure, Lining & Steel casing	R.Ashoken	3,10,000	3,08,500
2	II. Combustion Blower Main Motor, Burners & Auto Ignition System	Technotherm Projects Pvt.Ltd	15,93,000	15,77,070
3	III. Air Handling Equipment's & Chimney Accessories	Technotherm Projects Pvt.Ltd	22,73,086	18,58,736
4	IV. Refractory & Insulating Materials for Pre-Heating zone & Burning zone	Coimbatore Potteries & Refractories	9,25,000	9,14,500
5	V. Oil Tank & Pipe Line upto Kiln wall fitting	M.Xavier	2,50,160	2,42,000
6	VI. Gas pipe line fittings, Vaporizer etc., IOC/INDANE	Ambal Engineers	14,98,860	22,42,000
7	VII. Hydraulic Power pack for Pusher Unit	Laboin	2,97,500	1,46,910
8	VIII. Electrical Power Cabling for the Tunnel kiln & DG set	Laboin	5,88,394	5,44,983
9	IX. Car Trolley Steel Installations	ABREF Private Limited	8,20,000	8,17,300
10	X. Refractory & Insulation Materials for Tunnel kiln Cars Furniture	ABREF Private Limited	8,90,000	7,70,903
11	XI. Kiln Structure Dismantling	P.Solaimuthu	1,42,000	1,41,000
12	XII. Total Erection & Commissioning for Tunnel Kiln by Experts with their Technicians & Skilled work force	Technotherm Projects Pvt.Ltd	14,00,000	18,00,680

In the reference 6th cited, M/s. Vriddhachalam Ceramic Manufacturer Service Forum has requested to release the 50% grant for the above machineries for making advance to machinery suppliers vide letter dated 06.10.2025.

Details of machineries and eligible amount to be released to SPV (Amount in Rs.)

Package No.	Name of the Package	PSC approved rate	L1 rate	Eligible amount	Total eligible grant amount (86.56%)	SPV share (13.44%)	Now eligible grant to be release to SPV (50%)
I.	Steel Packing Kiln Structure, Lining & Steel casting	3,10,000	3,08,500	3,08,500	2,67,038	41,462	1,33,519
II.	Blower Main Motor, Burners & Auto Ignition System	15,93,000	15,77,070	15,77,070	13,65,112	2,11,958	6,82,556
III.	Air Handling Equipments & Chimney Accessories	22,73,086	18,58,736	18,58,736	16,08,922	2,49,814	8,04,461
IV.	Refractory & Insulating Materials for Pre-Heating zone & Burning zone	9,25,000	9,14,500	9,14,500	7,91,591	1,22,909	3,95,796
V.	Oil Tank & Pipe Line upto Kiln wall fitting	2,50,160	2,42,000	2,42,000	2,09,475	32,525	1,04,738
VI.	Gas pipe line fittings, Vaporizer etc., IOC/INDANE	14,98,860	22,42,000	14,98,860	12,97,413	2,01,447	6,48,707
VII.	Hydraulic Power pack for Pusher Unit	2,97,500	1,46,910	1,46,910	1,27,165	19,745	63,583
VIII.	Electrical Power Cabling for the Tunnel kiln & DG set	5,88,394	5,44,983	5,44,983	4,71,737	73,246	2,35,869
IX.	Car Trolley Steel Installations	8,20,000	8,17,300	8,17,300	7,07,455	1,09,845	3,53,727
X.	Refractory & Insulation Materials for Tunnel kiln Cars Furniture	8,90,000	7,70,903	7,70,903	6,67,294	1,03,609	3,33,647
XI.	Kiln Structure Dismantling	1,42,000	1,41,000	1,41,000	1,22,050	18,950	61,025
XII.	Total Erection & Commissioning for Tunnel Kiln by Experts with their Technicians & Skilled work force	14,00,000	18,00,680	14,00,000	12,11,840	1,88,160	6,05,920
	Total	1,09,88,000	1,13,64,582	1,02,20,762	88,47,092	13,73,670	44,23,546

In this regard, Branch Manager, Cuddalore has informed that the SPV has requested to release 50% grant for making advance to the supplier for the purchase of machineries and submitted the copy of the following documents.

/8/

- Revised proceedings vide letter no.11311/S1/2022, dated 08.07.2025
- Grant Request Letter
- Pre-stamped Receipt
- Minutes of meeting of tender opening
- Technical Evaluation details
- Financial Evaluation details (Copy of financial bids)
- Copy of purchase orders issued to the Vendors.
- Copy of acceptance of purchase orders received from the Vendors.
- SPV Contribution and expenditure details with Bank Statement

The SPV has requested the 1st installment of GoTN grant of Rs.45,96,960/- for the procurement of machineries to the following specific project account.

In view of the above, the eligible grant amount is only Rs.44,23,546/-. Therefore, we may request to release the 50% eligible grant amount of Rs.44,23,546/- towards machinery cost (As per SIDCO Proceeding dated 08.07.2025) to M/s.Vriddhachalam Ceramic Manufacturer Service Forum for the setting up of Common Facility Centre for Ceramic Cluster, Virudhachalam District as follows:

Account Name	Vriddhachalam Ceramic manufacturer Service Forum
Account No.	40470159125
Bank Name	State Bank of India
Branch Name	Vriddhachalam-606 001
IFSC Code	SBIN0000954
Account Type	Current Account

Hence, we may request the Industries Commissioner and Director of Industries and Commerce to consider the documents also to release the 1st installment grant of Rs.44,23,546/- (Rupees Forty Four Lakh Twenty Three Thousand Five Hundred and Forty Six only) towards 50% advance payment to M/s. Vriddhachalam Ceramic Manufacturer Service Forum for the setting up of Common Facility Centre for Ceramic Cluster, Vridhachalam under MCDP scheme.

Yours faithfully,
For TANSIDCO Ltd.,

Sd/xxxx
Dr.D.Faritha Banu
General Manager

/True copy/


Deputy General Manager –I
TANSIDCO Ltd.,

Encl.: As above


31/10/25

(Cluster under Special Category – GO. 26 - 18-05-2015) to run the Gov. Tunnel Kiln – Stage I Project & the Service Center for processed ceramic raw materials Stage II Project in the SIDCO Industrial Estate for Ceramics Vriddhachalam – 606 001.

Report on Progress

Date	Content – Issue
07/10/2020	Formal willingness expressed on request on the basis of earlier discussions with TANSIDCO at HO.
28/12/2020	In Principle Acceptance of TANSIDCO - NOC to ROC. & Co. Registration - Rc No 1004711E-8 12020
24-02-2021	ROC Name approval secured after 5 th submission
07-04-2021	CERTIFICATE OF INCORPORATION & APPROVAL LETTER U_S 8 OF A PART I SECTION 8 COMPANIES ACT
26-04-2021	Submission of Concept Note to MD -SIDCO
30-04-2021	Letter to MD TANSIDCO – Reg Rent Fixation
21-06-2021	Request – Account Opening in SBI, Vriddhachalam
16-07-2021	Allotment order of TANSIDCO omission of oil tank, power room & the yard for oil pipelines
12-08-2021	Amended Allotment Order -Tunnel Kiln Shed and Premises
08-09-2021	Resolution Passed & Account opened in SBI – vide ROC portal intimation to Bank
22-10-2021	Beneficiaries Support - Representation
24-12-2021	Tunnel Kiln - 1 year advance Payment
15-03-2022	IT - 12 A Exemption
18-03-2022	SIDCO - Rental Agreement - Tunnel Kiln
07-04-2022	SIDCO - T KILN Handing over, Charge paper & sketch
01/05/2022	Security was appointed on monthly salary
04-05-2022	Udyam Registration Certificate with annexure - Udyam Dashboard
05-05-2022	Request to TANSIDCO for Water Connection - Deposit
21-05-2022	Water Connection obtained
30-05-2022	Letter to RDO - 30 -05-2022 - Trees
25-06-2022	VCMSF - TANGEDCO _ Deposit- Power Supply
05-07-2022	SIDCO – Hon. Ministers visit
13-07-2022	Rep to Hon Minister Ganesan on behalf of the public
03-08-2022	DPR Submitted to TANSIDCO – Public news
30-08-2022	Letter to SBI for Working Capital

13-09-2022	VCMSF Annual Rent paid to SIDCO on demand for the year
28-11-2022	Project Sanction Committee Meeting (PSC) – Project Explained by the SPV – Decision Deferred –Consideration of inappropriate & non applicable GO 34 dated 26-05-2022 instead of GO. No- 26 dated 18-05-2015 by which the SPV of Special Category was formed and the possession was passed on and handing over by charge paper was done on 07-04-2022 earlier to the issuance of GO 34.
29-12-2022	Representation of Mr. Nagai Malik - MLA
24-07-2023	Status report sent to BM Cuddalore on request
01-08-2023	Special Project Sanction Committee Meeting (PSC)
31/10/2023	Grant Proceedings dated 27/10/2023 was received
15/11/2023	Request by VCMSF for extension of time vide covenant 26 of the Rental Agreement & NOC to bank
03/01/2024	Progress report was addressed to MD TANSIDCO
03/06/2024	Request by VCMSF for extension of time vide covenant 26 of the Rental Agreement & NOC to bank
11/06/2024	Letter of intend to IOC for Gas as fuel
21/08/2024	Letter to the Secretary MSDE with all enclosures under copies to MD TANSIDCO, IC&DIC & the BM Cuddalore
03/09/2024	All the details from the start of the project submitted to BM TANSIDCO for submitting report to HO
06/09/2024	Letter mentioning exact time extension required till 30/09/2025, submitted to BM TANSIDCO.
22/05/2025	Request for Tenders in Packages for Technical considerations
07/10/2025	Rectified submissions to SIDCO as required
04/12/2024	Application to SBI for working capital loan
22/05/2025	Request to TANSIDCO for Procurements in packages – Revised as required by SIDCO
08/07/2025	Revised Proceedings of SIDCO
23/07/2025	Floating tender – Times of India
08/08/2025	Tender opening
11/08/2025	Release of Purchase orders
24/08/2025	All Acceptance letters from vendors compiled
25/08/2025	Submission of all documents to SIDCO for release of grant for advance payments to vendors
31/10/2025	SIDCO recommends to Industries Commissioner for grant release for payment of advance to vendors
28/11/2025	First installment of grant for the Stage I Tunnel Kiln project received



Tamil Nadu Small Industries Development Corporation Limited
Regd. Office: SIDCO Corporate Office,
Thiru.Vi.Ka. Indl. Estate, Guindy, Chennai - 600 032
CIN: U74999TN1970SGC005821
Phone : 2950 1461 / 2950 1422 Fax: 2950 0792
E-mail:ho@tansidco.org, website : www.tansidco.tn.gov.in

PROCEEDINGS OF THE CHAIRMAN & MANAGING DIRECTOR

TANSIDCO, CHENNAI - 32

PRESENT: Thiru. A. Karthik., I.A.S.,

Proc. No. 11311/S1/2022

Date: 08.07.2025

Sub : TANSIDCO – Scheme Wing – Micro Cluster Development Programme(MICDP)
– Setting up of Common Facility Centre for Ceramic Cluster, Vriddhachalam,
Cuddalore District – Proposal submitted by Special Purpose Vehicle (SPV)
namely M/s. Vriddhachalam Ceramic Manufacturer Service Forum -
Government of Tamil Nadu grant assistance of Rs. 200.00 Lakh – Project
sanctioned – Machinery changes requested by SPV-Project Sanctioning
Committee (PSC) approved –Revised order issued- Regarding.

- Ref :**
1. G.O (Ms) No.34, MSME (DI) Department dated 26.05.2022.
 2. Govt. letter No.(D)72 MSME (D1) Dept dated 31.07.2023
 3. Letter No.9774/CDC/2022-2 dated 12.10.2023 received from IC &DIC,
Chennai.
 4. The Managing Director, TANSIDCO, Proceeding No.8794/S-2/2021, dated.
27.10.2023
 5. Letter No. nil dated 22.05.2025 from M/s. Vriddhachalam Ceramic
Manufacturer Service Forum
 6. Letter No. 9774/CDC/2022 dated 25.06.2025 received
from IC & DIC, Chennai.

ORDER:-

During the Budget session for the year 2022-23 Hon'ble Minister of MSME announced in the floor of Assembly that the Common Facility Centre for Ceramic Cluster will be established in Vriddhachalam, Cuddalore District at a project cost of Rs.280.00 lakh.

In the reference 1st cited, Government has issued orders for the implementation of the Micro Cluster Development Programme and accorded administrative sanction with a fund to the tune of Rs.50 Crore in the BE 2022-2023 along with the modalities for implementation of the Micro Cluster Development Programme (MICDP) scheme.

The Branch Manager, TANSIDCO, Cuddalore has forwarded the Detailed Project Report (DPR) and the proposal was placed before the 7th Project Sanctioning Committee (PSC) held on 01.08.2023 at Conference Hall of Industries Department, 9th Floor, Secretariat, Chennai-9. The minutes of the 7th Project Sanctioning Committee (PSC) has been communicated vide reference 3rd cited by approving the ceramic Cluster, Vriddhachalam project as below:-

1. About the cluster:

(i)	Name of the Cluster	Ceramic Cluster
(ii)	Name of the SPV	M/s. Vriddhachalam Ceramic Manufacturer Service Forum
(iii)	No. of SPV Members	10
(iv)	Places of Concentration	In and around Vriddhachalam
(v)	Nature of Business	Ceramic manufacturing
(vi)	Formation of SPV	Special Purpose Vehicle (SPV) has formed in the name of "M/s. Vriddhachalam Ceramic Manufacturer Service Forum under Section 8 of the companies Act, 2013 with 10 member (special case)
(vii)	Registration	No.U85300TN2021NPL142650 dated 07.04.2021
(viii)	Location	Tunnel Kiln shed A, B1 TANSIDCO Industrial Estate Aladi Road, Vriddhachalam, Cuddalore District

2. Reasons for considering the proposal

The Cluster units rely on private kilns with a lower temperature range, which are unsuitable for baking ceramic products. The cluster units are forced to manufacture inferior earthenware, having no option for the manufacture of high quality electrical, industrial, artistic and special type products that can fetch a higher price and have a higher chance of value addition.

Establishing a Common Facility Centre shall compliment the units to improve skill quality, efficiency, productivity and innovation through common marketing and brand development. It will also increase the productivity, capacity utilization, improve the quality of their product and move up the value chain.

3. Approval

The PSC after deliberation on the project proposal, accorded approval for setting up of Common Facility Centre by the SPV in the name of M/s. Vriddhachalam Ceramic Manufacturer Service Forum with the grant assistance of Rs.200 lakh from the Government of Tamil Nadu and balance contribution from SPV under Micro Cluster Development Programme (MCDP) at a total project cost of Rs.241.66 lakh.

4. Project Cost

The proposed total project cost for establishing the CFC and the fund sharing details are given below:

(Rs. in lakh)

Particulars	Proposed	Approved
Building	10.61	10.61
Plant and Equipment	231.05	231.05
Furniture	1.00	-
Computer	0.50	-
Vehicle	0.60	-
Inventory	52.33	-
Other loans and advances	5.78	-
Total	301.87	241.66

In the reference 5th cited, M/s. Vriddhachalam Ceramic Manufacturer Service Forum has requested for changing the list of machineries and the same was approved by the 9th Project Sanctioning Committee (PSC) vide reference 6th cited.

The Committee enquired about the reasons for the change and whether it would impact the approved project cost. It was clarified that since the project was approved two years ago, technological advancements have taken place, prompting the need to update certain machinery and confirmed that the changes would not alter the originally approved project cost.

The Committee accepted the justification provided by the SPV and approved the proposed changes in machinery. The SPV was advised to expedite project implementation. The change of machineries approved by Project Sanctioning Committee (PSC) as detailed below:-

Details of machineries approved and revised with cost (Rs. In lakh)

SL No.	7 th PSC Approved machinery with cost				9 th PSC approved for revised machinery with cost				Grouped in Package	Remarks
	SI No. As per approved	Description - Grant Order	Qty	Total Cost In Lakhs	Description	Qty	Total Cost In Lakhs	Total Cost In Lakhs		
1	1	Blower Main Motor - 20HP (Impeller with 44" Water Column) 2800 to 3200 rpm	1	1.52	Blower Main Motor - 20 HP (Impeller with 44" water Column), 2800 To 3200 RPM and Air Pipe line equipment and Pipeline with fittings for Tunnel Kiln (Addition)	1	No	1.5	Package II	No Change Except Addition of Air Pipe Line & equipment's
2					Supply of Refractory & Insulating Materials For Pre-Heating Zone & Burning Zone for Tunnel kiln Structure	1	Lot	9.25	Package IV	On Inspection the kiln skeleton walls were found Damaged and Require Refractory Laying & Rebuilding for Basic operation & Modernisation to Prevent Temperature loss and Fuel Efficiency The surplus amount of package VIII Rs. 10,62,000/- are transfer to this package no IV as this work is most important in modernisation with increase capacity of the tunnel kiln.
3	2	Pre-Heating Chimney Blower Motor - 15 HP with impeller 32" water column, 2800 to 3200 rpm	1	1.40	By new Designing & Modification, Supply of One No. Entrance Blower - 3 HP, (Impeller with 4" water column)	1	Set	0.82	Package III	As Required for Modernisation. Surplus Amount Used for other equipment in the Package
4	3	Damper - I Blower Motor - 2 Hp / 1440 rpm with Connection Acc	1	0.77	By new Designing & Modification, Supply of One No. Exhaust Blower - 7.5 HP, (Impeller with 3" water column)	1	Set	1.83		
5	4	Damper - II Blower Motor - 2 Hp / 1440 rpm with Connection Acc	1	0.77	By new Designing & Modification, Supply of One No. Cooling Blower - 7.5 HP, (Impeller with 4" water column)	1	Set	1.87		

SL N O.	7 th PSC Approved machinery with cost				9 th PSC approved for revised machinery with cost				Grouped in Package	Remarks
	SI No. As per approved	Description - Grant Order	Qty	Total Cost In Lakhs	Description	Qty		Total Cost In Lakhs		
6	5	Damper- III Blower Motor - 2 Hp / 1440 rpm with Connection Acc	1	0.77	By new Designing & Modification, Supply of One No. Exit Blower - 5 HP, (Impeller with 4" water column)	1	Set	1.003		
7	6	Exhaust Motor - 2 Hp /1440 rpm	1	0.77	Not Required	0	0	0		
8	7	Oil Tank Gear Motor - 5 HP 1440 rpm	1	1.30	Oil Tank Gear Motor - 3 HP, 1440 RPM	1	Lot	0.8	Package V	The Difference Amount Used for Short fall in package - III & Gas Vaporiser
9	8	Oil Tank Gear Motor - 5 HP 1440 rpm	lum	0.25	Not Required					
10	9	Steel Blower set up for Damper Approx 1 x 1 ft size	100	2.71	Supply of Steel structure for 5 Nos. Blower support	5	Set	1	Package III	
11					Fabrication & Erection for Tunnel kiln Structural Work (Pre Heating zone & Burning Zone) and 84 Nos Trolley Modification work	1	Set	4.03		As Required for Modernisation. Surplus Amount Used for other Equipment's in the Package
12	10	Steel Chimney Set up Approx 1 x 1 ft size	40	1.09	Supply of Chimney & Steel Structure for Ducting along with support Total Setup	1	Set	4.89		
13	11	Oil Gas Exhaust Pipe line - 3/4 Size	40	0.06	Supply of Oil / Gas pipe line with fittings (In House - from wall to kiln)	1	Set	0.504		Additional fittings Included
14	12	Installation Charges for Damper	Lum	0.41	Not Required				Package XII	

SL No.	7 th PSC Approved machinery with cost				9 th PSC approved for revised machinery with cost				Grouped in Package	Remarks
	SI No. As per approved	Description - Grant Order	Qty	Total Cost In Lakhs	Description	Qty	Total Cost In Lakhs			
15					Tunnel kiln refractory & Insulating Materials for relining of pre heating zone. Burning zone & 84 Nos Trolley	1	Set	8		
16	13	Oil Tank Refurbish charges	Lum	0.47	Oil Tank Refurbish charges	1	Set	0.47	Package V	
17	14	Oil Tank Valve Control	1	0.05	Oil Tank Valve control	1	Lot	0.05		
18	15	Oil Tank Gear Motor Section unit	1	0.86	Oil Tank Gear motor Section Unit	1	Lot	0.62		The Difference Amount Used for Short fall in package - III & Gas Vaporiser
19	16	Oil tank Level control	1	0.08	Oil Tank Level Control	1	Lot	0.07		
20	17	Oil Tank Pipe Line Fitting	150	0.30	Oil Tank Pipeline fittings	150 + Lum	Lot	0.47		The Difference Amount Used for Short fall in package - III & Gas Vaporiser
21	18	Oil Tank Pipe Line Fitting	lum	0.89						
22	19	Gas Tank Control Valve and connecting Points	5	0.28	Gas Tank Control valve and connecting Points	5	Nos	0.28	Package VI	
23	20	Gas Tank Pipe line fitting with control and pressure Gauge Valve	150	0.30	Gas Tank Pipe line fitting with control and Pressure Gauge Valve	1	Lot	0.3		
24	21	Gas Tank Safety Measuring Tools at Gas Yard	lot	0.27	Gas Tank Safety Measuring Tools at Gas Yard	1	Lot	0.14		
25					Installation of Gas Firing System and Pipe Line Upto the kiln Shed With Cylinders & Vaporiser Unit as advised by IOC / Indane	1	Lot	14.25		
26	22	Industrial Type Dual KILN	16	32.10	Supply of latest 10 Nos. DUAL Burners	10 +1	Set	7.13		Package II

SL No.	7 th PSC Approved machinery with cost				9 th PSC approved for revised machinery with cost				Grouped in Package	Remarks
	Sl No. As per approved	Description - Grant Order	Qty	Total Cost In Lakhs	Description	Qty	Total Cost In Lakhs			
		Burner for Gas / Oil			with in built Auto Ignition system.					Auto Ignition System & Gas Vaporizer
27					Addition for Modernisation Supply of Auto Ignition System for Total Tunnel kiln Burning System	1	Set	7.3		Addition for modernisation the difference amount of Burners used
28	23	KILN Furner Steel Packing	lot	4.13	Kiln Furnace Steel Packing Supply of Steel Structural / Plate material for Pre-Heating Zone Casing, Burning Zone Casing	1	Set	3.1	Package ;	Additional Materials / work Included for Modernisation with reduced cost The surplus amount of Rs. 103000/- is utilized in the most important package XII.
29		Electricals								
30	24	UG Cable 25 SQ mm	300	1.88	UG Cable 25 SQ mm	1	Lot	1.85	Package VIII	
31	25	Flexible 4 Core Copper Cable	250	1.77	Flexible 4 Core Copper Cable	1	Lot	1.77		
32	26	Earth Cable	35	0.02	Earth Cable with copper Plate	1	Lot	0.02		
33	27	2.5 Sq.mm Cable	5 box	0.14	2.5 Sq mm Cable	1	Lot	0.14		
34	28	Main Control Panel with Changeover switch with Acc	1	1.06	Main Control Panel with Changeover switch with Acc / Blower Motor Control panel with ACC Supply of Auto Ignition System & Control Panel along with all gadgets	1	Set	6.74		Package III
35	29	Blower Motor control Panel with Acc	3	3.19	Thermocouples indicators etc & Two nos					
36	30	LED Light Fitting	20	0.08	LED Light Fitting	20	Nos	0.08	Package VIII	
37	31	Kirloskar Genset - 81.25KVA	1	11.21	Not Required	-	-	0		Not Required. Will make Alternate Arrangements as More Important Items are Included for Capacity Increase & Use of Cleaner Fuel - Gas
38	32	Installation Cost For	lum	1.42	Installation Cost for			1.42		

SL No.	7 th PSC Approved machinery with cost				9 th PSC approved for revised machinery with cost				Grouped in Package	Remarks
	SI No. As per approved	Description - Grant Order	Qty	Total Cost In Lakhs	Description	Qty	Total Cost In Lakhs			
		Electrical work			Electrical Work					
39					Switch Gears, Cut outs, Starters, Switches, Fans etc			0.57		
40	33	Rail Car Wheel	300	23.01	Supply of Wheel & Axle along with Bearing & machining for Tunnel Kiln Trolley And other Casting Items	200 Wheels	Nos	4.4	Package IX	Initially 200 Wheels are needed. Can be reviewed after Installation
41	34	Rail Car Structure	60	12.39	Supply of Steel Structural / Plate material for 70 Nos. Trolley & 2 Nos. Transfer Trolley	70 + 2	Set	3.8		As required for Continuous operation of the kiln
42					Tunnel Kiln 70 Nos. Trolley Relining by Refractory / Insulating material & Furniture	1	Lot	8.9	Package X	On Examination after removing this scraps, debries and damaged structure over the trollies, it is required to install fresh refractory and Insulation materials and furniture over the cars
43					Dismantling and removal of old refractory of Pre-Heating Zone Casing, Burning Zone & Casing	1	Set	1.42	Package XI	On Critical Technical Examination it is found that the damaged inner lining inside the kiln and the tunnel should be removed and the structure has to be Relined. This is a specialised job to be done under the expert carefully. The surplus amount of Package IX-are transfer to this package no XI as this work is most important in modernisation with increase capacity of the tunnel kiln.
44	35	Installation Charges for Fitting the Car Wheels	1	0.41	Erection of Burning System Air Handling Equipment Pusher Trolley wheel & axle & Control panel along with Cable (Tunnel kiln only)	1	Set	6	Package XII	
45					Supply / Refurbishing of Hydraulic	1	Lot	1.47	Package VII	While Examining The underground Tunnel and The Pusser Unit from The Tunnel, it is

Sl. No.	7 th PSC Approved machinery with cost				9 th PSC approved for revised machinery with cost			Grouped In Package	Remarks
	Sl No. As per approved	Description - Grant Order	Qty	Total Cost In Lakhs	Description	Qty	Total Cost In Lakhs		
					Power Pack for Pusher Unit for Tunnel Kiln				evident that the Pusser Unit should be Revamped / Service. Hydraulic Pusser is inevitable for the movement of Kiln Cars & the basic operation of the kiln
46	36	Approx., Transport & Unloading Cost	lum	1.77			1.5		
Total				109.88			109.88		

5. Means of finance

(Rs. In lakh)

Source	Proposed		Approved	
	Total cost	Percentage of share	Total cost (Rs. In lakh)	Percentage of share
SPV share	101.87	33.74%	41.66	17.24%
GoTN share	200.00	66.26%	200.00	82.76%
Total	301.87	100%	241.66	100%

All other terms and conditions remains hold good as per the Managing Director, TANSIDCO, Proceeding No.8794/S-2/2021, dated. 27.10.2023

/True copy/

Sd/xxxx
A. Karthik, I.A.S.,
Chairman & Managing Director
TANSIDCO Ltd.,

[Signature]
Deputy General Manager-I
TANSIDCO Ltd.,

To

1. The Managing Director,
M/s. Virddhachalam Ceramic Manufacturer Service Forum
Tunnel Kiln Shed A, B1 SIDCO Industrial Estate for ceramic
Virddhachalam – 606 001
2. The Branch Manager,
TANSIDCO, Cuddalore

Copy to:

3. The Additional Secretary to Government,
MSME Department,
Secretariat,
Chennai – 600 009. for kind information
4. The Industries Commissioner &
Director of Industries and Commerce,
3rd Floor, TANSIDCO Corporate Office Building,
Guindy, Chennai– 600 032.
5. The Managing Director,
Facilitation of MSMEs of Tamil Nadu (FaMe-TN),
1st Floor, TANSIDCO Corporate Office Building,
Guindy, Chennai – 600 032.
6. Stock file –1.



Tamil Nadu Small Industries Development Corporation Limited

Regd. Office: SIDCO Corporate Office,
Thiru. Vi. Ka. Indl. Estate, Guindy, Chennai - 600 032
CIN: U74999TN1970SGC005821
Phone : 2950 1461 / 2950 1422 Fax: 2950 0792
E-mail: ho@tansidco.org, website : www.tansidco.tn.gov.in



PROCEEDINGS OF THE MANAGING DIRECTOR

PRESENT : Tmt. S. Madumathi, IAS.,

Proc. No. 8794/Scheme-2/2021

Date: 27.10.2023

Sub : TANSIDCO – Scheme Wing – Micro Cluster Development Programme(MCDP) – Setting up of Common Facility Centre for Ceramic Cluster, Vriddhachalam, Cuddalore District – Proposal submitted by Special Purpose Vehicle (SPV) namely M/s. Vriddhachalam Ceramic Manufacturer Service Forum – Government of Tamil Nadu grant assistance of Rs. 200.00 Lakh – project sanctioned – order issued – Regarding.

- Ref : 1. G.O.(Ms) No.34, Micro Small and Medium Enterprises (D1) Department dated 26.05.2022.
2. Govt. Ir No.(D) No.72 MSME (D1) Dept dated 31.07.2023
3. Letter No.9774/CDC/2022-2 dated 12.10.2023 received from IC&DIC, Chennai

ORDER:-

In the reference 1st cited, Government has issued orders for the implementation of the Micro Cluster Development Programme and accorded administrative sanction and allocated Rs.50 Crore in the BE 2022-2023 along with the modalities for implementation of the Micro Cluster Development Programme (MCDP) scheme.

2. The Branch Manager, TANSIDCO, Cuddalore has forwarded the Detailed Project Report (DPR) and the proposal was placed before the 7th Project Sanctioning Committee (PSC) held on 01.08.2023 at Conference Hall of Industries Commissionerate of Industries and Commerce, 3rd Floor, TANSIDCO Corporate Office Building, Guindy, Chennai-32. The minutes of the 7th Project Sanctioning Committee (PSC) has been communicated vide reference 3rd cited approving the CFC for the setting up of Ceramic Cluster, Vriddhachalam, Cuddalore District as below :-

1. About the Cluster

Name of the Cluster	Ceramic Cluster
Places of Concentration	In and around Viruddhachalam
Nature of Business	Ceramic Manufacturing
Name of the SPV	M/s. Vriddhachalam Ceramic Manufacturer Service Forum
Formation of SPV	A Special Purpose Vehicle (SPV) has been formed in the name of "M/s. Vriddhachalam Ceramic Manufacturer Service Forum" under section 8 of the Companies Act, 2013 with 10 members. (Special case)
Registration	<ul style="list-style-type: none">• Registered under section 8 of the Companies Act 2013• Corporate ID: U85300TN2021NPL142650• Incorporated on 07.04.2021
Area of Land	Tunnel Kiln Shed A, B1 TANSIDCO Industrial Estate Aladi Road, Virudhachalam, Vriddhachalam H.O, Cuddalore – 606001.

2. Reasons for considering the proposal

The cluster units rely on private kilns with a lower temperature range, which are unsuitable for baking ceramic products. The cluster units are forced to manufacture inferior earthenware, having no option for the manufacture of high-quality electrical, industrial, artistic, and special-type products that can fetch a higher price and have a higher chance of value addition.

Establishing a Common Facility Centre shall compliment the units to improve skills, quality, efficiency, productivity and innovation through common marketing and brand development. It will also increase the productivity, capacity utilization, improve the quality of their product and move up the value chain.

3. Approval:

The PSC after deliberation on the project proposal, accorded approval for setting up of Common Facility Centre by the SPV in the name of M/s. Vriddhachalam Ceramic Manufacturer Service Forum with the grant assistance of **Rs. 200 lakh** from the Government of Tamil Nadu and balance contribution from SPV under the Micro Cluster Development Programme (MCDP) at a total project cost of **Rs. 241.66 lakh**

4. Project Cost:

The total project cost for the proposed unit works out to **Rs. 241.66 lakh**. The breakup of project cost with the proportionate means of finance is as shown below:

Particulars	Proposed	Approved
	Project Cost (₹ in lakhs)	Project Cost (₹ in lakhs)
Building	10.61	10.61
Plant and Equipment	231.05	231.05
Furniture	1.00	--
Computer	0.50	--
Vehicle	0.60	--
Inventory	52.33	--
Other loans and advances	5.78	--
Total	301.87	241.66

5. Means of Finance:

Source	Proposed		Approved	
	Total Cost (₹ in lakhs)	Percentage of Share	Total Cost (₹ in lakhs)	Percentage of Share
SPV Share	101.87	33.74%	41.66	17.24%
GoTN Share	200.00	66.26%	200.00	82.76%
Total	301.87	100%	241.66	100%

6. Composition of Means of Finance:

The total project cost for establishing the CFC and the fund sharing details are given below:

Particulars	Proposed			Approved		
	Project Cost	SPV Share	GoTN Grant	Project Cost	SPV Share	GoTN Grant
	(₹ in lakhs)					
Building	10.61	10.61	--	10.61	10.61	--
Plant & Machinery	231.05	31.05	200.00	231.05	31.05	200.00
Miscellaneous Fixed Assets (Furniture, Computer & Vehicle)	2.10	2.10	--			--
Inventory	52.33	52.33	--			--
Preliminary & Pre-operative expenses	5.78	5.78	--			--
Total Project Cost	301.87	101.87	200.00	241.66	41.66	200.00
% of Share in Total Project Cost	100%	34%	66%	100%	17.24%	82.76%

7. Proposed Facilities in CFC:

TUNNEL KILIN SHED

Sl.No	Description	Quantity	Unit cost	Proposed	Approved
				Amount (₹ in lakhs)	Amount (₹ in lakhs)
1	Cement Roof shed	360	170	0.61	0.61
2	Polycarbonate sheet 2mm	140	1250	1.75	1.75
3	L corner sheet	30	360	0.11	0.11
4	J bold 5"	720	12	0.09	0.09
5	Self-Thread screws 12x 55	650	3.8	0.02	0.02
6	MS Angle 50x50x6mm -180 mtr	797	70	0.56	0.56

7	W/P Sealant Block	30	290	0.09	0.09
8	Pin Head Glass 5mm	200	70	0.14	0.14
9	W/P Sealant Clear	70	290	0.20	0.20
10	Fright Charge			0.07	0.07
	Total			3.64	3.64
	18% GST			0.66	0.66
	Grand Total			4.30	4.30

SERVICE CENTER

Sl.No	Description	Quantity	Unit cost	Proposed	Approved
				Amount (₹ in lakhs)	Amount (₹ in lakhs)
1	Old damaged cement roof sheet removing with new cement roof sheet fixing charges	360	130	0.47	0.47
2	Damaged MS steel structural removing with new sheet fixing	797	25	0.20	0.20
3	Fabrication with Polycarbonate sheet fixing charges	140	260	0.36	0.36
4	Glass fixing charges	200	40	0.08	0.08
4	New structural one coat primer with one coat painting	4500	16	0.72	0.72
	Total			1.83	1.83
	18% GST			0.33	0.33
	Grand Total			2.16	2.16

SI.No	Description	Quantity	Unit cost	Proposed	Approved
				Amount in Rs	Amount in Rs
	Tunnel Kiln				
1	Civil - Assorted works			4.30	4.30
2	Structural			6.46	2.16
	Total			10.76	6.46

SI.No	Description	Quantity	Unit cost	Proposed	Approved
				Amount in Rs	Amount in Rs
	Service Centre				
1	Assorted Civil Works			2.16	2.16
2	Structural - As Required			4.15	1.99
	Total			6.31	4.15

Plant & Machinery
TUNNEL KILIN - (STAGE - I)

SI.No	Description	Qty	Unit cost	Proposed			Approved		
				Amount (₹ in lakhs)	GST 18% (₹ in lakhs)	Total Cost (₹ in lakhs)	Amount (₹ in lakhs)	GST 18% (₹ in lakhs)	Total Cost (₹ in lakhs)
1	Blower Main Motor - 20HP (Impeller with 44" WaterColumn) 2800 to 3200 rpm	1	128570	1.29	0.23	1.52	1.29	0.23	1.52

2	Pre- Heating Chimney Blower Motor - 15 HP with impeller 32" water column, 2800 to 3200 rpm	1	118700	1.19	0.21	1.4	1.19	0.21	1.4
3	Damper - I Blower Motor - 2 Hp / 1440 rpm with Connection Acc	1	65000	0.65	0.12	0.77	0.65	0.12	0.77
4	Damper - II Blower Motor - 2 Hp / 1440 rpm with Connection Acc	1	65000	0.65	0.12	0.77	0.65	0.12	0.77
5	Damper- III Blower Motor - 2 Hp / 1440 rpm with Connection Acc	1	65000	0.65	0.12	0.77	0.65	0.12	0.77
6	Exhaust Motor - 2 Hp / 1440 rpm	1	65000	0.65	0.12	0.77	0.65	0.12	0.77
7	Oil Tank Gear Motor - 5 HP 1440 rpm	1	110000	1.10	0.20	1.3	1.10	0.20	1.3
8	Installation Charges for Motor Assembling	Lum	21000	0.21	0.04	0.25	0.21	0.04	0.25
9	Steel Blower set up for Damper Approx 1 x 1 ft size	100	2300	2.30	0.41	2.71	2.30	0.41	2.71
10	Steel Chimney Set up Approx 1 x 1 ft size	40	2300	0.92	0.17	1.09	0.92	0.17	1.09
11	Oil Gas Exhaust Pipe line - 3/4 Size	40	130	0.05	0.01	0.06	0.05	0.01	0.06
12	Installation Charges for Damper	lum	35000	0.35	0.06	0.41	0.35	0.06	0.41
13	Oil Tank Refurbish charges	lum	40000	0.40	0.07	0.47	0.40	0.07	0.47
14	Oil Tank Valve Control	1	4500	0.05	0.01	0.05	0.05	0.01	0.05
15	Oil Tank Gear Motor Section unit	1	73000	0.73	0.13	0.86	0.73	0.13	0.86
16	Oil tank Level control	1	6500	0.07	0.01	0.08	0.07	0.01	0.08

17	Oil Tank Pipe Line Fitting	150	170	0.26	0.05	0.3	0.26	0.05	0.3
18	Oil Tank Pipe Line Fitting	lum	75000	0.75	0.14	0.89	0.75	0.14	0.89
19	Gas Tank Control Valve and connecting Points	5	4700	0.24	0.04	0.28	0.24	0.04	0.28
20	Gas Tank Pipe line fitting with control and pressure Gauge Valve	150	170	0.26	0.05	0.3	0.26	0.05	0.3
21	Gas Tank Safety Measuring Tools at Gas Yard	lot	12500	0.23	0.04	0.27	0.23	0.04	0.27
22	Industrial Type Dual KILN Burner for Gas / Oil	16	170000	27.20	4.90	32.1	27.20	4.90	32.1
23	KILN Furner Steel Packing	lot	350000	3.50	0.63	4.13	3.50	0.63	4.13
	Electrical								
24	UG Cable 25 SQ mm	300	530	1.59	0.29	1.88	1.59	0.29	1.88
25	Flexible 4 Core Copper Cable	250	600	1.50	0.27	1.77	1.50	0.27	1.77
26	Earth Cable	35	60	0.02	0.00	0.02	0.02	0.00	0.02
27	2.5 Sqmm Cable	5 box	2300	0.12	0.02	0.14	0.12	0.02	0.14
28	Main Control Panel with Changeover switch with Acc	1	90000	0.90	0.16	1.06	0.90	0.16	1.06
29	Blower Motor control Panel with Acc	3	90000	2.70	0.49	3.19	2.70	0.49	3.19
30	LED Light Fitting	20	350	0.07	0.01	0.08	0.07	0.01	0.08
31	Kirloskar Genset - 81.25KVA	1	950000	9.50	1.71	11.21	9.50	1.71	11.21
32	Installation Cost For Electrical work	lum	120000	1.20	0.22	1.42	1.20	0.22	1.42

Accessories									
33	Rail Car Wheel	300	6500	19.50	3.51	23.01	19.50	3.51	23.01
34	Rail Car Structure	60	17500	10.50	1.89	12.39	10.50	1.89	12.39
35	Installation Charges for Fitting the Car Wheels	lum	35000	0.35	0.06	0.41	0.35	0.06	0.41
36	Approx., Transport & Unloading Cost	lum	150000	1.50	0.27	1.77	1.50	0.27	1.77
Total			2877380	93.12	16.76	109.88	93.12	16.76	109.88

STAGE – II (Raw Materials Processing Unit)

Sl.No	Description	Qty	Unit cost	Proposed			Approved		
				Amount (₹ in lakhs)	GST 18% (₹ in lakhs)	Total Cost (₹ in lakhs)	Amount (₹ in lakhs)	GST 18% (₹ in lakhs)	Total Cost (₹ in lakhs)
1	BALL MILL. (Batch type)For Wet Grinding Size 1950mm.Ø 2000mm.Length	1	778600	7.78	1.40	9.18	7.78	1.40	9.18
2	BALL MILL. (Batch type)For Wet Grinding Size 1800mm.Ø 1800mm.Length	2	1414285	28.29	5.09	33.38	28.29	5.09	33.38
3	BALL MILL. (Batch type)For Wet Grinding Size 1500mm.Ø 1500mm.Length	3	464285	13.93	2.51	16.44	13.93	2.51	16.44
4	FILTER PRESS.	1	5,42,860	5.43	0.98	6.41	5.43	0.98	6.41
5	HIGH SPEED BLUNGER	1	3,21,450	3.21	0.58	3.79	3.21	0.58	3.79
6	DE-AIRING PUG MILL.	1	985750	9.86	1.77	11.63	9.86	1.77	11.63
7	Installation & Commissioning Charges			0.00	0.00	0.00	0.00	0.00	0.00
8	Lining For Ball Mill	6	200000	12.00	2.16	14.16	12.00	2.16	14.16
	Transportation & Unloading Charges	lum	350000	3.50	0.63	4.13	3.50	0.63	4.13

SI.No	Description	Qty	Unit cost	Proposed			Approved		
				Amount (₹ in lakhs)	GST 18% (₹ in lakhs)	Total Cost (₹ in lakhs)	Amount (₹ in lakhs)	GST 18% (₹ in lakhs)	Total Cost (₹ in lakhs)
	Erection & Commissioning	lum	1200000	1.20	0.22	1.42	1.20	0.22	1.42
	Electricals			0.00	0.00	0.00	0.00	0.00	0.00
	Genset 120 HP	1	1200000	12.00	2.16	14.16	12.00	2.16	14.16
	Electrical panel Box and Terminals	lum	550000	5.50	0.99	6.49	5.50	0.99	6.49
	TOTAL			102.70	18.49	121.19	102.70	18.49	121.19

Fund Disbursement Schedule

Particulars	Proposed			Approved		
	SPV Share (₹ in lakhs)	GoTN Grant ₹ in lakhs)	Date	SPV Share (₹ in lakhs)	GoTN Grant (₹ in lakhs)	Date
Building	10.61	--	Oct-23	10.61	--	Oct-23
Govt. grant 50% 1 st installment	31.05	100.00	Nov-23	31.05	100.00	Dec-24
Govt. grant 50% 2 nd installment	--	100.00	Jan-24	--	100.00	Feb-24
Miscellaneous Fixed Assets (Furniture, Computer & Vehicle)	2.10	--	--	--	--	
Working Capital	58.11			--	--	
Preliminary & Pre-operative expenses	--	--	--	--	--	
Commencement of Production						May-24
Total Project Cost	101.87	--	--	101.87	200.00	

12. General for the approved project :

- (i) Role and function of SPV should be defined. Land & Building shall be registered in the name of Government (only when purchase of land or lease of over 30 years **free of cost** to the SPV is involved). Project specific account should be maintained in scheduled commercial bank. Provision should be there for inclusion of additional members in the SPV. All necessary clearances for the project including Consent to Establish from Pollution Control Board should be obtained as required. Proper utilization of grant and achievement of expected outcome should be ensured.
- (ii) Any change in schedule of drawal consequent to the tender will be brought to the knowledge of the (PSC) Committee and the Committee can re-examine the schedule of drawl of funds, if it feels the need for the same. However, the Committee strongly felt that advance for machinery may be kept to maximum of 50% of the machinery cost. If any claims excess to this are made, they have to be justified to the Committee with regard to the deviation. Hence the SPV may draw funds as per the tentative schedule, subject to the above conditions.
- (iii) In respect of services to the micro cluster like professional accounting, tax consulting & filing, and company secretarial services amount of Rs. 4.39 Lakh for the period up to 5 years will be provided by the Government free of cost for the period of 5 years. This has not been included in the project cost for the micro clusters, they were not willing to avail such services.
- (iv) Regarding procurement of machineries and services by SPV, no committee is required on the part of the department / TANSIDCO or the District Administration.
- (v) The SPV shall initiate the procurement of machinery by following Tamil Nadu Transparency in Tenders Rules, 2000 as far as possible subject to the below:
 - The SPV has to furnish fund utilization certificate in the prescribed format and state in that certificate that the compliance of Tamil Nadu Transparency in Tenders Rules, 2000 in all its procurement has been ensured. The Secretariat

(FaMe TN) has to send UC format to all SPVs immediately and make it available electronically also. In cases where the adequacy of fair price discovery can be ensured by the SPV, deviation from tender is not to be considered a major deviation.

- FaMe TN will release the fund to the SPV's specific account based on written/ or email request from the SPV, if such request is according to the approved disbursement schedule.
- If any issue arises at any stage of the implementation of project, the Branch Manager, TANSIDCO, Cuddalore District will facilitate immediately for successful implementation of the project.

S. Madan
30/10/23
Managing Director

To

- ✓ 1. Managing Director,
Vriddhachalam Ceramic Manufacturer Service Forum
SIDCO Industrial Estate for Ceramics,
Vriddhachalam -606 001
2. The Branch Manager,
TANSIDCO, Cuddalore.

Copy submitted to

3. The Secretary to Government,
MSME Department,
Secretariat, Chennai – 600 009. for kind information
4. The Industries Commissioner &
Director of Industries and Commerce,
3rd Floor, TANSIDCO Corporate Office Building,
Guindy, Chennai – 600 032.
5. The Managing Director,
Facilitation of MSMEs of Tamil Nadu (FaMe-TN),
1st Floor, TANSIDCO Corporate Office Building,
Guindy, Chennai – 600 032.
6. ~~Stock file~~ -1.