

Minutes of the Twenty Eighth Inter Ministerial Board

1. The 28th meeting of the Inter Ministerial Board was held on 09.10.2018 at 4:00 PM in Room No. 152, Udyog Bhawan. The meeting was convened by Shri Atul Chaturvedi, Additional Secretary, Department of Industrial Policy and Promotion. Representatives from, Ministry of Electronics and Information Technology, Ministry of Corporate Affairs, Central Board of Direct Taxes, Reserve Bank of India and Securities and Exchange Board of India were present. List of participants is enclosed at **Annexure 1**.
2. Two agenda items were taken up for consideration.
3. **Item No. 1: One (01) case for exemption under Section 56 of the Income Tax Act**
 - 3.1. The application of TAGOS DESIGN INNOVATIONS PRIVATE LIMITED, DIPP2832, that was deferred in the Twenty Seventh Inter-Ministerial Board meeting was taken up by the board.
 - 3.2. DIPP provided a clarification to the Inter-Ministerial Board that if aggregate amount of paid up share capital and share premium of the startup after the proposed issue of shares exceeds ten crore rupees, then as per the notification G.S.R. 364 (E), the startup is not eligible to apply for clause (viib) of sub-section (2) of section 56 of the Act.
 - 3.3. In view of the above, it was decided to reject the concerned application of TAGOS DESIGN INNOVATIONS PRIVATE LIMITED for exemption under Section 56 of the Income Tax Act.
4. **Item No. 2: Thirteen (13) cases for exemption under Section 80IAC of the Income Tax Act**
 - 4.1. The IMB secretariat apprised the Board about CYRRUP SOLUTIONS PRIVATE LIMITED, DIPP9282, which has designed and developed a vehicle tracking system for monitoring the performance of vehicle and driver behavior. The technical agency recommended that owing to the innovativeness and scalability of the product, the application may be approved for income tax exemption. The Board deliberated and accepted the recommendation of the technical agency and approved the application for income tax exemption under Section 80 IAC of the Income Tax Act.
 - 4.2. The IMB secretariat apprised the Board about AROGYAMARG HEALTHCARE DIAGNOSTICS PRIVATE LIMITED, DIPP9255, which provides healthcare services and predictive diagnostics. The application was considered in a previous IMB meeting and revaluated based on its responses against the observations shared by the Board. The technical agency apprised that the startup is focusing on affordable diagnostics in rural areas and the application may be approved for income tax exemption. The Board deliberated and observed that adequate differentiation was not found in regard to similar services available in the market. The Board rejected the application for income tax exemption under Section 80 IAC of the Income Tax Act.

- 4.3. The IMB secretariat apprised the Board about VANPROZ AGROVET LLP, DIPP7156, which manufactures organic fungicide/bactericide for plants. The application was considered in a previous IMB meeting and reevaluated based on its responses against the observations shared by the Board. The technical agency recommended that owing to the innovativeness, the application may be approved for income tax exemption. The Board deliberated and observed that adequate differentiation was not found in regard to similar services available in the market. The Board rejected the application for income tax exemption under Section 80 IAC of the Income Tax Act.
- 4.4. The IMB secretariat apprised the Board about KARO SAMBHAV PRIVATE LIMITED, DIPP5796, which is providing end-to-end e-waste management to encourage responsible recycling and provide socially and environmentally beneficial solutions. The application was considered in a previous IMB meeting and reevaluated based on its responses against the observations shared by the Board. The technical agency evaluated the case and did not recommend it for income tax exemption. The Board deliberated and observed that adequate differentiation was not found in regard to similar services available in the market. The Board rejected the application for income tax exemption under Section 80 IAC of the Income Tax Act.
- 4.5. The IMB secretariat apprised the Board about ELOGIST SOLUTIONS PRIVATE LIMITED, DIPP16326, which is offering a service delivery platform for expense management for small fleet owners. The technical agency evaluated the case and did not recommend it for income tax exemption. The Board deliberated and decided that the startup be provided detailed observations for the same on their dashboard and provided 30 days from the date of communication of the observations to reply or accept these observations as reasons for rejection.
- 4.6. The IMB secretariat apprised the Board about INGOTEC PRIVATE LIMITED, DIPP16473, which designs and develops IT technology products and provides digital marketing service. The technical agency evaluated the case and did not recommend it for income tax exemption. The Board deliberated and decided that the startup be provided detailed observations for the same on their dashboard and provided 30 days from the date of communication of the observations to reply or accept these observations as reasons for rejection.
- 4.7. The IMB secretariat apprised the Board about D4E NETWORK INDIA PRIVATE LIMITED, DIPP16553, which offers a platform for networking of engineers, academic institutions, industries etc. and assists students to acquire real-time skills. The technical agency evaluated the case and did not recommend it for income tax exemption. The Board deliberated and decided that the startup be provided detailed observations for the same on their dashboard and provided 30 days from the date of communication of the observations to reply or accept these observations as reasons for rejection.

- 4.8. The IMB secretariat apprised the Board about SINGODWALA WAREHOUSING AND LOGISTICS PRIVATE LIMITED, DIPP4909, which provides agri-warehousing. The company provides agri-warehouses where farmers can keep their agricultural produce, arranges finance and offers market linkages for farmers. The technical agency evaluated the case and did not recommend it for income tax exemption. The Board deliberated and observed that adequate scalability and differentiation needs to be proved in regard to other services already available in the market. The startup shall be provided detailed observations for the same on their dashboard and provided 30 days from the date of communication of the observations to reply or accept these observations as reasons for rejection.
- 4.9. The IMB secretariat apprised the Board about TIRANGA LOGISTICS PRIVATE LIMITED, DIPP8967, which provides logistic services to different kind of businesses with the option of geo-tracking, pre-alerts and other information. The technical agency evaluated the case and did not recommend it for income tax exemption. The Board deliberated and decided that the startup be provided detailed observations for the same on their dashboard and provided 30 days from the date of communication of the observations to reply or accept these observations as reasons for rejection.
- 4.10. The IMB secretariat apprised the Board about ALLUVIUM IOT SOLUTIONS PRIVATE LIMITED, DIPP18235, which has developed a GPS based tracker device for tracking worker's location. The technical agency evaluated the case and did not recommend it for income tax exemption. The Board deliberated and decided that the startup be provided detailed observations for the same on their dashboard and provided 30 days from the date of communication of the observations to reply or accept these observations as reasons for rejection.
- 4.11. The IMB secretariat apprised the Board about TURTLEYE TECH LLP, DIPP9738, which has developed an educational search engine covering details about all levels of education institutions, exams, tuitions and educational events. The application was considered in a previous IMB meeting and reevaluated based on its responses against the observations shared by the Board. The technical agency evaluated the case and did not recommend it for income tax exemption. The Board deliberated and observed that adequate differentiation was not found in regard to similar services available in the market. The Board rejected the application for income tax exemption under Section 80 IAC of the Income Tax Act.
- 4.12. The IMB secretariat apprised the Board about MACFOS PRIVATE LIMITED, DIPP18468, which has designed and developed an ecommerce platform for selling electronic components, mechanical, DIY, RC & engineering products, etc. The technical agency evaluated the case and did not recommend it for income tax exemption. The Board deliberated and decided that the startup be provided detailed observations for the same on their dashboard and provided 30 days from the date of communication of the observations to reply or accept these observations as reasons for rejection.

4.13. The IMB secretariat apprised the Board about ILLUSION SOLITAIRE DIAMOND JEWELLERY LLP, DIPP6678, which is involved in manufacturing solitaire diamond jewellery. The technical agency evaluated the case and did not recommend it for income tax exemption. The Board deliberated and decided that the startup be provided detailed observations for the same on their dashboard and provided 30 days from the date of communication of the observations to reply or accept these observations as reasons for rejection.

The meeting ended with a vote of thanks.

Annexure 1

List of Participants in the 28th Inter Ministerial Board of Certification

1. Shri Atul Chaturvedi, Additional Secretary, Department of Industrial Policy and Promotion
2. Shri Anil Agrawal, Joint Secretary, Department of Industrial Policy and Promotion
3. Smt Shruti Singh, Director, Department of Industrial Policy and Promotion
4. Dr. Nalin K. Srivastava, Scientist C, Ministry of Electronics & IT (MeitY)
5. Shri Rahul Sinha, General Manager, Reserve Bank of India (RBI)
6. Smt Deepshikha Sharma, OSD, Central Board of Direct Taxes (CBDT)
7. Shri Vinay Sheel Gautam, Under Secretary, Central Board of Direct Taxes (CBDT)
8. Shri Vedant Ojha, Assistant Director, Ministry of Corporate Affairs (MCA)
9. Shri Naveen Sharma, Deputy General Manager, Securities and Exchange Board of India (SEBI)
10. Shri Amitabh Mishra, Senior Manager, National Research Development Corporation (NRDC)
11. Dr. Sanjeev Majumdar, Manager, National Research Development Corporation (NRDC)
12. Members of the IMB Secretariat