

**GOVERNMENT OF ANDHRA PRADESH
ABSTRACT**

IT,E&C Department – Promotions – Certain Package of Incentives approved for M/s Adani Enterprises Limited – For Establishment of Integrated Data Center Park and Technology/ Business Park in Andhra Pradesh – Orders – Issued.

**INFORMATION TECHNOLOGY, ELECTRONICS & COMMUNICATIONS
(PROMOTION WING) DEPARTMENT**

G.O.Ms.No.5

Dated: 23-11-2020
Read the following:

1. G.O.Ms.No.4, IT,E&C (Promotions) Department, dated 31.01.2018
2. G.O.Ms.No.9, IT,E&C (Promotions) Department, dated 12.02.2019
3. G.O.Ms.No.15, IT,E&C (Promotions) Department, dated 01.03.2019
4. Proposal of M/s Adani Enterprises Ltd., dated 17.09.2020
5. Minutes of the SIPC meeting held on 26.10.2020
6. Minutes of the SIPB meeting, dated 03.11.2020
7. U.O.No.172-2/2020, dated 06.11.2020, of G.A. Cabinet Dept.

ORDER:

The Government of Andhra Pradesh is committed to provide impetus to the growth of data centers and strongly believes that data centers have the potential to catalyze the overall development of IT/ ITeS industry in the State.

2. In the G.O. 1st read above, in order to promote Artificial Intelligence (AI) and cloud technologies in Andhra Pradesh, the Government has put in place the Andhra Pradesh AI & Cloud Hub Policy 2018-2020, wherein a special dispensation was provided for setting up of data center projects in the State.

3. In the G.O.s 2nd and 3rd read above, a certain package of incentives were approved for M/s Adani Enterprises Ltd. to set up a 100% renewable energy powered 1 GW data center park(s) in the State.

4. In the proposal 4th read above, M/s Adani Enterprises Limited has submitted a revised final proposal to the Government for establishing an Integrated Data Center Park and Technology/ Business Park including a 200 MW data center park, IT business park, skill university, and recreation center in Madhurawada, Visakhapatnam, and requested for a special package of incentives.

P.T.O

::2::

5. Accordingly, the proposal was placed before the State Investment Promotion Board meeting held on 03.11.2020 with the recommendations of the State Investment Promotion Committee in its meeting held on 29.10.2020. After detailed discussions, the Board has recommended to extend certain incentives to M/s Adani Enterprises Limited.

6. Government after careful consideration of the recommendations of the State Investment Promotion Board hereby extend the following special package of incentives to M/s Adani Enterprises Limited;

- a) To extend the timeline for implementing the project under the AI Cloud Hub Policy 2018-20, with the condition that the project proponent must commence operations within 3 years and complete all phases of all the components of the project i.e. data center park, IT business park, skill university and recreation center, within 7 years, from date of handing over of the land.
- b) To alienate the entire available extent of 257.37 acres of land in Sy. No. 409 in Madhurawada, Visakhapatnam, which is presently in the possession of Tourism Dept., to APIIC.
- c) To allot 130 acres of land in Sy. No. 409 of Madhurawada, that is usable as per the Town Planning Rules and Regulations in force, after demarcation of land is done jointly by APIIC and VMRDA. The project proponent shall be charged INR 1 Cr. per acre for the land so allotted. The balance land shall be retained by APIIC for their use.
- d) To extend Power incentives as per distribution license option for a duration of 20 years from the date of handing over of land, with the condition that dual supply line shall be set up only after initial commissioning of the project.
- e) To extend 100% reimbursement of SGST on all data center units, electrical, communication & IT equipment for CAPEX for a period of 7 years from the date of handing over of land.
- f) To categorize the data center as mission critical infrastructure and provide 24x7 water.
- g) M/s Adani Enterprises Ltd. shall bear all the cost of development including external infrastructure such as approach road from the nearest NH-16, water, drainage, etc. beyond what is committed by Govt. as a part of incentive.
- h) Government to facilitate M/s Adani Enterprises Ltd. to set up 600 MW renewable energy park at its own cost on its own land provided such a project is located within AP and is connected to the Central Transmission Utility (CTU) and procure the power for its data center park in Madhurawada, Visakhapatnam.
- i) The IT business park shall only be used for IT/ ITeS operations.

P.T.O

::3::

- j) Further, social infrastructure shall not exceed the land extent allotted for the purpose. Further, social infrastructure must be restricted to permissible activities and not extended to residential development.
- k) The above incentives shall be made applicable upon achieving the proposed investment and direct employment target for the data center park and IT business park. Guidelines for claiming the incentives will be issued separately.

7. The IT,E&C Department and The APIIC, Mangalagiri shall take necessary action, accordingly and intimate the status of the progress of work done by the unit from time to time to the Government.

(BY ORDER AND IN THE NAME OF GOVERNOR OF ANDHRA PRADESH)

R. KARIKAL VALAVEN
SECRETARY TO GOVERNMENT (FAC)

To
The Chief Secretary to Government
The Vice Chairman and Managing Director, APIIC Ltd, Mangalagiri.
M/s. Adani Enterprises Ltd
The Special Chief Secretary to Government, Revenue (CT) Dept.
The Principal Finance Secretary to Government, Finance Dept.
The Principal Secretary to Government, Energy Dept.
The Special Chief Secretary to Government I&I Dept.
The Principal Secretary to Government, MA&UD Dept.
The Spl. Chief Secretary to Govt., Industries and Commerce Dept.
The Director of Industries, Vijayawada, Andhra Pradesh
The District Collector & Magistrate, Visakhapatnam Dist.
The Commissioner, GVMC, Visakhapatnam
The Commissioner, VMRDA, Visakhapatnam
The VC&MD, VUDA, Visakhapatnam
The CMD, APEPDCL, Visakhapatnam

Copy to:

The OSD to Hon'ble Minister for Information Technology, Andhra Pradesh
The DC, VSEZ, Visakhapatnam
The PS to Principal Secretary to Hon'ble Chief Minister
The PS to IT Advisor
The PS to Prl. Secretary, IT,E&C Department
The Group CEO, AP Electronics & Information Technology Agency
The Director, Airport Authority, Visakhapatnam
The LET & F (Employment) Department.

P.T.O

::4::

The Law (B) Department

The GM, DIC, Visakhapatnam

The ZM, APIIC, Visakhapatnam

The ZM, APIIC, Special Projects Zone, Visakhapatnam.

The P.S. to Special Chief Secretary to Government & CIP & ITE& C
Department

//FORWARDED::BY ORDER//

SECTION OFFICER