GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Municipal Administration & Urban Development (Capital Region Development Authority) Department - Approval of execution of Draft “Concession and Development Agreement (CADA)” “Shareholders Agreement (SHA)” Memorandum of Association and Articles of Association of Amaravati Development Partners Pvt. Limited (ADP) and signing of Concession and Development Agreement (CADA) & Shareholders Agreement (SHA) by Singapore Amaravati Investment Holdings Pte. Limited which is directly or indirectly wholly owned Joint Venture Company of the Singapore Consortium, instead of Singapore Consortium (Original Project Proponent (OPP) for development of 6.84 sq.kms of Start-up area in Amaravati – Orders – Issued.

MUNICIPAL ADMINISTRATION AND URBAN DEVELOPMENT (CRDA.2) DEPARTMENT

G.O.MS.No. 84 Dated: 26-02-2018
Read the following:

1. G.O.Rt.No.266 Municipal Administration & Urban Development (Capital Region Development Authority) Department, dt.06.05.2016
4. G.O.Ms.No.179, Municipal Administration & Urban Development (Capital Region Development Authority) Department, dt.08.05.2017.

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ORDER:

In the G.O. 1st read above, a High Powered Committee was constituted to study the Swiss Challenge proposal in the overall interest of the State and Development of Amaravati in the backdrop of Greenfield Development.

2. In the G.O. 2nd read above, orders were issued approving various features to be meticulously followed in finalizing the revised Swiss Challenge Proposal and subsequent addendums, report of High Powered Committee (HPC), concessions /support /incentives sought by the Singapore Consortium (Original Project Proponent-OPP).

3. In the G.O. 3rd read above, orders were issued approving the “Revised Swiss Challenge Proposal as submitted by Original Project Proponent(OPP) and as negotiated by High Power Committee (HPC) including Business Plan, P.T.O
Concession Agreement and Development Agreement (CADA), Shareholders Agreement (SHA) and the resulting addendums, in the capacity of Competent Authority in terms of Andhra Pradesh Infrastructure Development Enabling (APIDE)(Amendment) Ordinance 2016. Further, directed the Commissioner, APCRDA, to invite counter challenging proposals on behalf of the Government for the Government approved Original Project Proponent’s (OPP) proposal through a fresh International competitive bidding under Swiss Challenge approach under Andhra Pradesh Infrastructure Development Enabling (Amendment) Ordinance 2016, and to form a Tender Evaluation Committee for evaluating the tender documents and report the outcome of the Tender to the Government. The Commissioner, APCRDA, Vijayawada, was authorized to form a Technical Committee, approve the eligibility criteria recommended by the Technical Committee to be included in the Tender Documents and approve the Tender Documents finalized and recommended by the Technical Committee.

4. In the G.O. 4th read above, orders were issued accepting enhanced revenue share offer submitted by the Singapore Consortium (Original Project Proponent)(OPP), and the recommendations of the High Powered Committee (HPC), remarks thereon by various departments and keeping in view the larger interest and long term objectives of state, approved the following:-

(a) recommendations of the High Powered Committee for acceptance of the revenue share offered by the Original Project Proponent (OPP) (5% in Phase-I, 7.5% in Phase-II, and 12% in Phase-III) of the gross sales revenue as per Concession and Development Agreement (CADA) and its amendments in the overall interest of development of Amaravati, as a Green Field City in terms of attracting investments, being global destination of the people, creating jobs and employment opportunities, share of taxes to the Government and benefits from accelerated land price appreciation to Government as well as to the farmers.

(b) Commissioner, Andhra Pradesh Capital Region Development Authority (APCRDA), was directed to issue the letter of award to the OPP and enter Concession and Development Agreement after duly incorporating the addendums, with the OPP and the Chairperson & Managing Director, Amaravati Development Corporation(ADC), was directed to sign shareholder agreement with Original Project Proponent(OPP) to form Amaravati Development Corporation.

(c) Equity of Amaravati Development Corporation(ADC), in the Amaravati Development Partner Private Limited(ADP), shall not be diluted without prior approval of the Government.”

And also, directed the Commissioner, APCRDA and Chairperson & Managing Director, Amaravati Development Corporation (ADC) to take further necessary actions as under:
(d) Commissioner, Andhra Pradesh Capital Region Development Authority (APCRDA), to issue Letter of Award (LoA) to the Singapore Consortium Original Project Proponent (OPP) comprising of M/s. Ascendas - Singbridge Pte. Ltd. and M/s. Sembcorp Development Ltd.

(e) Commissioner, Andhra Pradesh Capital Region Development Authority (APCRDA), to sign the Concession and Development Agreement (CADA) after duly incorporating the addendums approved in the G.O 3rd read above with Original Project Proponent (OPP) and initiate necessary actions as per the provisions of the Concession and Development Agreement (CADA).

(f) Chairperson & Managing Director, Amaravati Development Corporation, to sign the Shareholders Agreement (SHA) after duly incorporating the addendums approved in the G.O 3rd read above to form ADP and initiate necessary actions as per the provisions of the Shareholders Agreement (SHA).

(g) Chairperson & Managing Director, Amaravati Development Corporation to ensure that the equity of Amaravati Development Corporation in the Amaravati Development Partners Private Limited (ADP) shall not be diluted without prior approval of the Government.

5. In the reference 5th read above, the Commissioner, APCRDA, furnished the pre-execution draft Concession and Development Agreement (CADA) and pre-execution draft Share Holder’s Agreement (SHA), draft Memorandum of Association and draft Articles of Association of Amaravati Development Partners Private Limited (ADP), forwarded by CMD, ADCL, Vijayawada for approval.

6. In the Letter 7th read above, the Commissioner, APCRDA furnished clarifications on the issues raised by the Government and requested the Government to examine the matter with respect to G.O Ms. No. 170, MA&UD (CRDA-2) dated 04.07.2016, G.O Ms. No.1, MA&UD (CRDA-2) Department, dt. 02.01.2017, G.O Ms. No. 179, MA&UD (CRDA-2) Department, Dt. 08-05-2017 and to issue appropriate orders with regard to signing of CADA with SAIH (Singapore Amaravati Investment Holding Pte Limited) as authorised by OPP in its capacity as Joint Venture company, in addition to Amaravati Development Partners Private Limited (ADP); SAIH being directly or indirectly wholly owned Joint Venture Company of OPP that is incorporated in Singapore to hold Singapore Consortium (OPP) members’ investments into the project and to carry out onward investments into Amaravati Development Partners Private Limited (ADP) via Singapore Amaravati Investment Holding (SAIH).
7. After careful examination, Government hereby approve the following:

a) Execution of Draft Concession and Development Agreement (CADA), execution of Draft Shareholders Agreement (SHA), the Memorandum of Association of Amaravati Development Partners Private Limited (ADP), the Articles of Association of Amaravati Development Partners Private Limited (ADP).

b) Signing of Concession and Development Agreement (CADA) by APCRDA on behalf of the Government with SAIH (Singapore Amaravati Investment Holdings Pte. Ltd.) which is directly or indirectly wholly owned Joint Venture Company of the Singapore Consortium instead of Singapore Consortium Original Project Proponent (OPP) for development of 6.84 Sq. kms., of Start-up area of Amaravati.

c) Incorporate Amaravati Development Partners (ADP) with Memorandum of Association (MoA) and Articles of Association (AoA) without incorporating the terms of Share Holders Agreement.

d) Signing of Share Holders Agreement to be entered into by and between Amaravati Development Corporation Limited (ADCL), Amaravati Development Partners (ADP) and Singapore Amaravati Investment Holdings Pte. Limited.

e) Approval for the ownership Structure of all direct or indirect wholly subsidiaries of the promoters relating to the project with a commitment given by the Promoters to remain committed under Clause 3.3A of the CADA regardless of any change to the Structure.

8. The Commissioner, APCRDA, Vijayawada and Chairperson & Managing Director, ADCL, Vijayawada shall take necessary action accordingly.

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

AJAY JAIN
PRINCIPAL SECRETARY TO GOVERNMENT (CRDA)

To
The Commissioner,
Andhra Pradesh State Capital Regional Development Authority,
Vijayawada

The Chairperson & Managing Director,
Amaravati Development Corporation,
Vijayawada.

Copy to:
Ps to Chief Secretary/Prl. Secy to Hon’ble Chief Minister
The Chief Executive Officer,
Andhra Pradesh Economic Development Board,
Hyderabad.

Contd...5
P.S to Spl. Chief Secretaries/Prl. Secys/Secretaries of all Departments in AP Secretariat.  
Concern through Commissioner, APCRDA  
OSD to Hon’ble M(MA)  
The PS to Hon’ble M(MA)  
The PS to Hon’ble Minister for Finance  
The PS to Chief Secretaryrain  
The Law Department  
The Finance Department  
The I&I Department  
All the Departments in AP Secretariat, Velagapudi.  
SF/SC.

//FORWARDED:BY:ORDER//

SECTION OFFICER