

AMNESTY SCHEME FOR ONE TIME SETTLEMENT OF DEFAULT IN EXPORT OBLIGATIONS OF ADVANCE AND EPCG AUTHORISATIONS

WHAT IS IT

COVERAGE

All EPCG authorisations and Advance Authorisation issued in 2009-14 Foreign Trade Policy are covered. Which means, if authorisation is issued between 27.8.2009 and 31.3.2015, it is covered.

IN ADDITION, FOLLOWING ARE ALSO COVERED

Authorisations issued even before 27.8.2009 are also eligible for the scheme, provided, the Export Obligation period of the authorisations is valid as on 12.8.2013

BENEFITS

There is a benefit of reduced interest. Principal duties exempted need to be paid in full in proportion to shortfall in export obligation.

DETAILS OF DUTIES TO BE PAID

- Basic Customs duty + Additional Customs duty + Special Additional Duty (SAD) ---> need to be paid in full in proportion to shortfall in export obligation.
- Any other duty if exempted at the time of import, need to be paid in full in proportion to shortfall.

LAST DATE 30.6.2023

WHAT ABOUT INTEREST PAYMENT?

1. Interest is chargeable and capped at 100% (pl see point 2&3 below)
2. No interest is chargeable on Additional Customs Duty (also called CVD) and SAD.
3. Interest is capped at 100% of duties on which interest is chargeable.
4. {In normal circumstances, interest is chargeable on BCD and therefore is capped at 100% of BCD}
5. Interest is also charged on any other duty if it is exempted at the time of import. (except ACD/CVD and SAD)

HOW MUCH WOULD BE THE INTEREST

In normal circumstances of total duties exempted is say 10 lakhs, interest may come around 3 to 3.5 lakhs. However, it also depends on each component of duty

HOW TO GO ABOUT IT

Pl read Public Notice-2 dated 1.4.2023, Public notice No-7 dated 18.4.2023 and Policy Circular No-1 dated 17.4.2023

WHAT ARE TIME LINES

- Last date to register online to avail the scheme is 30.6.2023
- Last date to pay duties and interest is 30.9.2023

AMNESTY SCHEME FOR ADVANCE AND EPCG AUTHORISATIONS

STEPS

STEP - 1 : REGISTRATION

Online application is to be made. Register yourself for the scheme online in DGFT portal - last date is 30.6.2023 (refer: Policy circular No-1 dated 17.4.2023)

STEP-2: DGFT ISSUES LETTER

DGFT will examine your application for Amnesty Scheme within 3 working days and issue a letter to you to pay duty and interest.

STEP-3

Pay duty and applicable interest in Customs and take receipt for the payment. Last date for payment is 30.9.2023

STEP-4

Submit receipt to DGFT authorities. DGFT authorities would issue EODC

INCLUSIONS:

Even if cases are adjudicated, it can be covered.

EXCLUSIONS:

Cases of fraud, misdeclaration, diversion of goods etc not covered.

CONTACT US

ANY THING YOU NEED TO KNOW?

- No CENVAT credit / ITC is admissible on payment of CVD / SAD etc
- This is golden opportunity to close the cases where EO is not fulfilled.
- In case this opportunity is missed, then interest liability would be very high (could be as much as 200% of duties exempted in some cases)

CAN I CONSULT ANY AUTHORITY TO CLARIFY MY DOUBTS ?

- You can consult nearest DGFT authority.
- You can also send email to amnesty-dgft@gov.in with your queries.
- You can participate in weekly VC meetings (Scheduled for every Thursday at 5.00 pm during May and June 2023.
- **VC link:** meet.google.com/tfp-keqp-yzo

Issued in public interest by:

Directorate General of Foreign Trade,
Department of Commerce, Vanijya Bhavan, New Delhi.

This is for information only. Please refer Public Notices issued for complete scheme guidelines.