

Ref. : Plexh/Cir/0724

09.11.2019

All Members/All Members of the COA

Dear Sir(s),

Subject : Amendment in Conditions for refund of Deemed Export Drawback

We wish to inform you that the O/o Director General of Foreign Trade has issued Notification No. 28/2015-2020 dated 31/10/2019 regarding Amendment in Chapter 7 of the Foreign Trade Policy 2015-20 pertaining to Conditions for refund of Deemed Export Drawback wef 05.12.2017.

As per above notification, following amendment has been done:

Para No.	Existing Provision	Amended Provision
7.03(b)	Deemed Export Drawback for BCD	Deemed Export Drawback
7.06	Conditions for refund of deemed export drawback	Conditions for refund of deemed export drawback
	Supplies will be eligible for deemed export drawback as per para 7.03 (b) of FTP, as under:	Supplies will be eligible for deemed export drawback as per para 7.03 (b) of FTP, as under:
	The refund of drawback in the form of Basic Customs duty of the inputs used in manufacture and supply under the said category shall be given on brand rate basis upon submission of documents evidencing actual payment of basic custom duties	Refund of drawback on the inputs used in manufacture and supply under the said category can be claimed on 'All Industry Rate' of Duty Drawback Schedule notified by Department of Revenue from time to time provided no CENVAT credit has been availed by supplier of goods on excisable inputs or on 'Brand Rate Basis' upon submission of documents evidencing actual payment of basic custom duties.

As an effect of this notification, Refund of drawback of Duty paid on inputs is also allowed on All Industry Rate.

Member exporter under deemed exports category are requested to take note of this amendment and do the needful accordingly.

Further, please note that O/ o DGFT has also issued Public notice no. 40/2015-2020 dated 31/10/2019 pertaining to this topic, same is available at at <u>http://dgft.gov.in/sites/default/files/PN-40_0.pdf</u>

With best regards, Yours sincerely,

Bharti Parave (Sr. Executive)