

Ref. No. : Plexh/Cir/351

13.09.2021

To,
All members of Plexconcil,

Dear Sir / Madam,

Subject : DGFT - Policy Circular for Relief in Average Export Obligation under EPCG Scheme
Ref. No. : Policy circular no. 37 dated 10/09/2021

As members are aware that Para 5.19 of the Hand Book of Procedures of **Foreign Trade Policy (FTP), 2015-20** envisages to provide relief to exporters of those sector where total export in the sector/ product group has declined by more than 5% as compared to the previous year, the average export obligation for the year may be reduced proportionate to reduction in exports of that particular sector / product group during the relevant year as against the preceding year.

In this connection we wish to inform you that O/o. DGFT has issued the PC No. 37 stating further extension of para 5.19 upto 30.09.2021. This implies that the sector/ product group that witnessed such decline in 2019-20 as compared to 2018-19 and 2020-21 as compared to 2019-20 would be entitled for such relief.

As per Para 5.19 of the FTP exports in a sector / product having declined by more than 5% as compared to previous year, will get proportionate reduction in Average Export Obligation for the year. This Policy circular also providing list of sector / product group having declines and which can be entitled for the relief.

Annexure I of the Circular - Provide list of groups showing % of decline in exports during 2019-20 (as compared to 2018-19)

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Annexure II of the Circular - Provide list of groups showing % of decline in exports during 2020-21 (as compared to 2019-20)

The Annexure I covers over 515 Product Groups (4 digit HSN) & Annexure II covers over 544 Product Groups(4 Digit HSN)

Concern members may approach RA for refixing of the AEP.

For more details, Exporters may refer to their products in the circular at the link below :-

https://content.dgft.gov.in/Website/dgftprod/7ae54c57-3b36-4022-8a5d-0a58390738e9/Govt%20of%20India_0001.pdf

Best regards

Bharti Parave
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Plexconcil