Ref. No. Plexh/Cir/403

To, All Members of Plexconcil

Dear Sir / Madam,

<u>Subject: Regarding DGFT revises Import Policy on PET Flakes subject to Authorisation from DGFT and NOC from MoEF&CC</u>

We wish to inform you that O/o. DGFT office has made changes to the chapter 39 of ITC (HS), 2022, Schedule- I (Import Policy). Earlier PET flake(Chip) under HSN 3976110 39076930 were PROHIBITED to be imported however with latest DGFT Notification No. 32/2015-2020 Dt. 14.09.2022, the PET Flakes are now being allowed to be Imported subject to Authorisation from DGFT and NOC from MoEF&CC subject to conditions in the notification.

These are the updates that are being made;

HS Code: **39076110-39076930** 

Item Description: PET flaked (chip)

**Existing Import Policy: Prohibited** 

**Existing Policy Condition:** The Import of PET bottle waste/ scrap/PET flakes made from used PET bottles etc. is "**Prohibited**" as per OM No. 23-4/2009-HSMD dated 30-08-2016 and OM No. 23/66/2019-HSM dated 03/10/2019 of Ministry of Environment, Forest and Climate Change.

Revised Import Policy: Prohibited

**Revised Policy Condition:** The import of PET bottle waste/scrap made from used PET bottles etc. is "**Prohibited**" as per OM No. 23-4/2009-HSMD dated 30-08-2016 and OM No. 23/66/2019-HSM dated 03/10/2019 of Ministry of Environment, Forest and Climate Change (MoEF&CC).

However, import of PET Flakes has been permitted under an authorisation from DGFT and subject to NOC from MoEF&CC, in accordance with their O.M. No. 23/66/2019-HSMD dated 23.08.3033, subject to following conditions:

- A Unit should be eligible for import only if it has used domestic waste to the extent at least 70% of the capacity in the previous year. (e.g. production of 2021-22 to be considered for 2022-23 permissions)
- The import for the year 2022-2023 should be restricted to 20% of the production in the year 2021-22 and thereafter, 15% of the actual capacity to utilized in the preceding year.
- An additional import up to 10% may be considered against exports of the products.
- Units should be eligible of import after at least one year of production.

Members may refer to the Notification from the link below:

https://content.dgft.gov.in/Website/dgftprod/822a590c-96ed-46a0-996c-adf21cfd82b0/Noti%2032%20dated%2014-09-2022%20-%20E.pdf

Concern members are requested to take note of the policy changes.

Best regards,

Bharti Parave Asst. Director – Trade & Policy

The Plastics Export Promotion Council