

Engineering Centre, 5th Floor, 9, Mathew Road, Mumbai - 400 004. Maharashtra State, INDIA Web.: www.texprocil.org | E-mail: info@texprocil.org | Tel.: +91-22-49444000, 23632910-12

E-Serve No.: 26 of 2023 | Date: January 21, 2023

<u>Sub : DGFT simplifies Composition Fee for Export Obligation Extension under</u> <u>Advance Authorization Scheme for trade facilitation and ease of doing business</u>

Dear Member,

DGFT has notified the amended rules for calculation of Composition Fee for extending Export Obligation under Advance Authorization Scheme by amending Para 4.42 of Handbook of Procedures (2015-20) vide Public Notice No.52/2015-20 dated 18th January, 2023 (<u>copy_enclosed</u>). In this connection, Ministry of Commerce & Industry has issued a Press Release (<u>copy_enclosed</u>).

A provision of the Handbook of procedures of the Foreign Trade Policy (FTP 2015-20) has been amended to simplify the process of levying composition fee in case of extension of export obligation period under advance authorisation scheme and for higher IT enablement of DGFT.

The previous formula for composition fee was complicated as well as confusing and hence, difficult to understand, which made the process more tedious and strenuous for exporters.

The Revised composition fee formula will -

-- help automate the entire Export obligation process work with minimal human intervention.

-- eliminate the risk of errors and misconception.

-- be more efficient and easier to understand.

-- be beneficial to exporters.

-- reduce the time and effort required to complete the Export Obligation extension process.

Members may please make a note of the above.

Regards,

Dr. Siddhartha Rajagopal

Executive Director

::TEXPROCIL::

TEXPROCIL respects your privacy. You are receiving this email because of your membership with TEXPROCIL. To ensure that you continue receiving our emails, please add us to your address book or safe list.





Subscribe us on WhatsApp +91-9152009163



© TEXPROCIL | 2022 Engineering Centre, 5th Floor 9 Mathew Road, Mumbai 400 004, INDIA

<u>Unsubscribe</u>