



# TEXPROCIL

THE COTTON TEXTILES EXPORT PROMOTION COUNCIL  
(Sponsored By Government of INDIA)

Engineering Centre, 5th Floor, 9, Mathew Road, Mumbai - 400 004.

Maharashtra State, INDIA.

Website: <http://www.texprocil.org> E-mail: [info@texprocil.org](mailto:info@texprocil.org) Tel.: 91-22-2363  
2910 to 12 Fax: 91-22-2363 2914

Call Send SMS Add to Skype You'll need Skype CreditFree via Skype

**E Serve No. 119 of 2017  
2017**

**October 21,**

**Circular No.EPS/47/2017-18**

**To: Members of the Council**

**Sub: Deemed Exports & Refunds under GST**

**Dear Member,**

As you are aware, Deemed exports has been defined under Section 2(39) of CGST Act, 2017 as supplies of goods as may be notified under section 147 of the said Act. As per Sec 147 of CGST Act, the Government may, on the recommendations of the Council, notify certain supplies of goods as deemed exports, where goods supplied do not leave India, and payment for such supplies is received either in Indian rupees or in convertible foreign exchange, if such goods are manufactured in India.

The Government has issued Notification No. 48/2017-Central Tax dated 18th October, 2017 declaring certain categories of supplies as Deemed Exports - Copy enclosed ([click here](#)).

As per the Notification following supplies are treated as Deemed Exports:

- Supply of goods by a registered person against Advance Authorization as per Chapter 4 of FTP
- Supply of capital goods by a registered person against Export Promotion Capital Goods (EPCG) Authorization as per Chapter 5 of FTP

- Supply of goods by a registered person to Export Oriented Unit as per Chapter 6 of FTP.

### **Refund of Taxes Paid**

The procurement of GST goods from DTA would be on payment of applicable GST. GST paid on supplies by the DTA unit to an 100% EOU (categorized as deemed exports) are available as refund subject to such conditions and documentations as specified there in under GST rules.

Likewise, domestic procurements against Advance Authorizations and EPCG Authorizations are subject to payment of GST. However, GST paid on such supplies are available as refund.

In this regard, the Government has issued following two Notifications related to Refund of GST:

Notification No. 47/2017-Central Tax, 18th October, 2017 - Copy enclosed [\(click here\)](#).

Notification No. 49/2017-Central Tax, 18th October, 2017 - Copy enclosed [\(click here\)](#).

### **GST Refund of Deemed Exports Supply can be claimed by either Recipient or Supplier:**

As per Notification No. 47/2017-Central Tax, 18th October, 2017, application for refund can be filed by (a) the recipient of deemed export supplies; or (b) the supplier of deemed export supplies in cases where the recipient does not avail of input tax credit on such supplies and furnishes an undertaking to the effect that the supplier may claim the refund.

The procedure to be followed to get refund of GST paid on deemed exports is enclosed herewith [\(click here\)](#) for your guidance.

For any clarification in this regard, please get in touch with us.

Thanking You,

**A. Ravi Kumar**  
**Joint Director**

**TEXPROCIL**