



## **Bangalore Chamber of Industry and Commerce**

No.1A, Bharat Apartments, 44/1, Fairfield Layout, Race Course Road, Bangalore - 560 001  
Tel: 22286080 – 82; Fax: 22251475; e-mail: [bcic@bcic.org.in](mailto:bcic@bcic.org.in) ; website: [www.bcic.org.in](http://www.bcic.org.in)

### **INTERNATIONAL TRADE**

Circular No.07

24.01.2011

All Members

Dear Sirs,

Please find enclose herewith the following Policy Circular issued by Directorate General of Foreign Trade, New Delhi – for your reference and record.

1. Public Notice No. 22/2009-2014 (RE 2010) dated 14.1.2011 - (Issued from F. No.01/91/180/833/AM11/PC3) - Re-Credit Certificate for Re-export of defective / unfit goods and/or Re-assessment of Debited Duty and/or re-exports on account of any other reason.
2. Public Notice No. 24/2009-2014 (RE- 2010) dated 17<sup>th</sup> January, 2011- (Issued from File No.01/93/180/67/AM 10/PC-2(B) - Non-requirement of submission of Proforma Invoice -- Amendment in ANF 2B.
3. Notification No. 17 (RE-2010)/2009-2014, dated 18<sup>th</sup> January, 2011- (Issued from F. No.01/94/180/549/AM08/PC1/nowPC3) - Served From India Scheme (SFIS), Review thereof

Thanking you,

Yours faithfully

**T.S. Sampath Kumar**  
Secretary General

\*\*\*\*\*

Public Notice No. 22/2009-2014 (RE 2010) dated 14.1.2011 - (Issued from F. No.01/91/180/833/AM11/PC3)

**Re-Credit Certificate for Re-export of defective / unfit goods and/or Re-assessment of Debited Duty and/or re-exports on account of any other reason.**

In exercise of the powers conferred under Paragraph 2.4 of the Foreign Trade Policy, 2009-14, the Para 3.11.6 of the Handbook of Procedures, vol. 1 (HBPv1) is being modified as described below:

Paragraph 3.11.6 of HBPv1 contains the procedure for issuance of fresh scrip in cases where Re-credit Certificate is issued by Customs on account of re-export of defective/unfit goods. Exporters had to first seek the re-credit certificate from Customs and then come to DGFT for issue of fresh scrip. The procedure is being simplified by eliminating the requirement to come to DGFT for issue of fresh scrip. Accordingly, Para 3.11.6 of HBPv1 will be replaced with immediate effect as under:

**“Para 3.11.6: Re-Credit Certificate for Re-export of defective / unfit goods and/or Re-assessment of Debited Duty and/or re-exports on account of any other reason.**

In the case of re-export of defective or unfit goods or re-assessment of debited duty, Customs issues a Re-credit Certificate containing particulars of scrip used, date of import of re-exported goods and amount debited while importing such goods / re-assessment details. Customs shall permit use of this Re-credit Amount to the extent of 98%, within a period of 6 months from the date of issuance of re-credit certificate. There shall be no need for issue of fresh scrip in such cases by DGFT regional offices.”

**Effect of this Public Notice:**

- The procedure for utilization of re-credit certificate is simplified;
- The scope is expanded to cover cases of re-assessment of duty cases and re-export for any other reason;
- The validity of Re-credit Certificate shall be 6 months.

**Sd/-  
(Anup K. Pujari)  
Director General of Foreign Trade**

\*\*\*\*\*

Public Notice No. 24/2009-2014 (RE- 2010) dated 17<sup>th</sup> January, 2011-(Issued from File No.01/93/180/67/AM 10/PC-2(B)

**Non-requirement of submission of Proforma Invoice -- Amendment in ANF 2B.**

In exercise of powers conferred under paragraph 2.4 of the Foreign Trade Policy, 2009-2014, the Director General of Foreign Trade hereby makes an amendment in the ANF 2B of Handbook of Procedures Vol.I (Appendices and Aayat Niryat Forms) 2009-2014.

**Reason for the amendment**

ANF 2B has been prescribed as the application form for import of restricted items. It has 14 entries & 7 declarations. It also contains a set of guidelines for the applicant towards the end of the form. Guideline 4(b) requires a self certified copy of the proforma invoice from the foreign supplier. It has been decided to dispense with this requirement. Such self certified copy of the proforma invoice from the foreign supplier would no longer be needed to accompany the application form.

**Amendment**

Serial Number 4(b) of Guidelines for Applicants attached to ANF 2B hereby stands deleted.

**Effect of Public Notice**

Submission of proforma invoice, with application for import authorization, would no longer be required.

**Sd/-  
(Anup K. Pujari)  
Director General of Foreign Trade**

\*\*\*\*\*

Notification No. 17 (RE-2010)/2009-2014, dated 18<sup>th</sup> January, 2011-(Issued from F. No.01/94/180/549/AM08/PC1/nowPC3)

**Served From India Scheme (SFIS), Review thereof**

S.O.(E) In exercise of the powers conferred by Section 5 of the Foreign Trade (Development & Regulation) Act, 1992 (No.22 of 1992) as amended, read with Para 2.1 of the Foreign Trade Policy, 2009-2014, the Central Government hereby makes the following amendments, effective from 1<sup>st</sup> January 2011, in the Foreign Trade Policy 2009-14.

<!--[if !supportLists]-->2. <!--[endif]-->In the Para 3.12.2 of the Foreign Trade Policy 2009-14 (Updated as on 23.8.2010) the word 'All' and the phrase 'preceding financial year /' are being deleted; while the phrase 'Appendix 10 of HBPv1' is being replaced by the phrase 'Appendix 41 of HBPv1'. Appendix 41 of HBPv1 is being notified today by Public Notice No. 25 (RE2010)/2009-14 Dated 18<sup>th</sup> January 2011. The amended Para would read as under:

**“Eligibility** 3.12.2 Indian Service Providers of services which are listed in Appendix 41 of HBP v1 and who have free foreign exchange earning of at least Rs. 10 Lakhs in current financial year will be eligible for Duty Credit Scrip. For Individual Indian Service Providers, minimum free foreign exchange earnings would be Rs 5 Lakhs.”

<!--[if !supportLists]-->3. <!--[endif]-->In the Para 3.12.4 of the Foreign Trade Policy 2009-14 (Updated as on 23.8.2010) the word 'All' is being replaced by the phrase 'Such Eligible'. Eligibility would also be described. The amended Para would read as under:

**“Entitlement** 3.12.4 Service Providers of services listed in Appendix 41 of HBPv1 would alone be eligible. Such eligible Service Providers will be entitled to Duty Credit Scrip equivalent to 10% of free foreign exchange earned during current financial year.”

Effect of this Notification:

<!--[if !supportLists]-->· <!--[endif]-->Earlier the benefits under SFIS were available to Services listed in Appendix 10 of HBPv1. Henceforth the benefits under SFIS will be available to Services listed in Appendix 41 of HBPv1.

<!--[if !supportLists]-->· <!--[endif]-->Earlier the Eligibility for SFIS was based on Foreign Exchange earned in the current or previous year. Henceforth the Eligibility for SFIS will be based on Foreign Exchange earned in the current year only.

**Sd/-**  
**(Anup K. Pujari)**  
**Director General of Foreign Trade**

\* \* \* \* \*