STANDING ORDER NO. 18/2005

Dated: 31.03.2005

Subject: FTCS clearance of Bills of Entry pertaining to 100% EOU's

The Scheme has been reviewed by the DGFT in consultation with the Department of Revenue and an amended Fast Track Clearance Procedure has been prescribed by the Public Notice No.50/2004-2009 dated 24th January, 2005 of the Department of Commerce, to implement the amended Fast Track Clearance procedure and further simplify certain procedures, detailed procedures has been prescribed in the subsequent Paragraphs. The Fast Track Clearance Procedure shall apply only to eligible EOU's as mentioned in the paragraph (1) unless otherwise specifically extended to all EOU's.

Eligibility:-

EOUs having status holder certificate under the foreign Trade Policy shall be eligible for Fast Track Clearance Procedure.
Examination of goods at the Gateway Port.

(i) The Board vide circular NO. 1/94-cus dated 5/4/2004 has prescribed that import consignment meant for EOU need not be subjected to detail examination at the port of import/Airport/ICD etc. since these are required to be examined in full at the bonded premises of the EOU. Goods may be superficially examined as to the marks, numbers, seal no. gross weight etc by the customs staff at the port of import for the purpose of completion of assessment. It has been brought to the notice of the Board during the Tariff Conference of Chief Commissioners held at Shillong in May 2004 that the term superficial examination has created some confusion in the field formations, as it did not indicate the degree or type of examination to be conducted. It was also informed that different examination norms are being followed at different ports.

(ii) Therefore it is clarified that consignments meant for EOU need not undergo detailed examination at the Port of import/airport/ICD etc since these are required to be examined in full at the bonded premises of the 100% EOU. However, examination of seal, condition of container, marks, numbers, gross weight etc may be done by Customs for the purpose of completion of assessment.

(iii) It is further clarified that consignments meant for EOU can be examined at the Port of Import in exceptional circumstances and the sensitive consignments on the basis of prior intelligence or information.

(iv) Further, consignments meant for eligible EOU may not be examined in full at the bonded premises of the 100% EOU. Instead the jurisdictional Commissioner of Customs/Central Excise may prescribe the norms of examination base on risk assessment. Accordingly, the circular No.1/94-Cus dated 5.4.1994 stands modified to this extent.

(v) It is further clarified that examination at the premises of EOU shall be governed by Instruction/Circulars prescribing procedures or methods of examination of such goods/consignments at ports.

◆(NAJIB SHAH)
COMMISSIONER OF CUSTOMS (IMPORT)

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