<u>JAWAHARLAL NEHRU CUSTOM HOUSE, NHAVA SHEVA,</u> <u>TAL. URAN, DIST. RAIGADH, MAHARASHTRA 400 707.</u>

F.No.S/12-Gen- 42 /08 AM(X) JNCH Date: 04.02.2009

PUBLIC NOTICE NO. 05/2009

Sub: Examination norms for goods exported under Reward Schems reg.

- 1. Attention of all the exporters, trade and industry, CHA and all concerned is invited to the Boards circular No. 1/2009-Cus. dated 13rd January,2009 vide F.No.450/151/2008-Cus. IV.
- 2. The <u>Boards Circular No. 6/2002-Customs</u> dated 23.1.2002 as amended vide <u>Circular No. 13/2003-Customs</u> dated 3.3.2003 and <u>Circular No. 30/2003-Customs</u> dated 4.4.2003 laid down the examination norms for export of goods under different export promotion schemes. Based on above Boards Circulars, <u>Public Notice No 88/2008 dated 19.12.08</u> from even file was issued. As may be seen under Para 2.1(B) of <u>Circular No. 6/2002-Customs</u>(Para No.2.1.B of the said PN), the scale of examination of export goods in respect of exports under Free Shipping Bills, for which no benefits / export incentives are claimed, has been prescribed as no examination except where there is a specific intelligence.
- 3. Subsequently, it has been noticed that in respect of some Export Promotion Schemes, export incentives are available even against Free Shipping Bills such as Export and Trading House Status, Served from India Scheme (SFIS), Vishesh Krishi and Gram Udyog Yojana (YKGUY), Focus Market Scheme (FMS), Focus Product Scheme (FPS), High Tech Products Export Promotion Scheme (HTPEPS) etc.

4. The matter was examined by the Board, in consultation with Director General of Foreign Trade (DGFT) and Ministry of Commerce and it was decided by the Board that the exporters who want to claim incentives under any of the aforementioned schemes should make their intention clear to claim such benefits at the time of export itself. Accordingly, it has been provided under Para 3.23.8 of the FTP 2008-09 that the exporter shall state the intention to claim benefits under Chapter 3 of the FTP by declaring on the Free Shipping Bills as under:

I/We, hereby, declare that I/We shall claim the benefits, as admissible, under Chapter 3 of FTP.

5. Therefore, it has been decided by the Board that exports made on Free Shipping Bills, where the exporter is claiming benefits of only Schemes under Chapter 3 of FTP as explained above, shall be governed by the following examination norms:

S. No.	Category of Exports	Scale of Examination	
		Export consignments	Others
		shipped to sensitive	
		places viz. Dubai,	
		Sharjah, Singapore,	
		Hong Kong and	
		Colombo	
(i)	Exports under Free Shipping	25%	2%
	Bills where benefits under		

	Chapter 3 of the FTP have		
	been claimed by the Exporter		
	and where the FOB value is		
	Rs. 20 lakhs or less		
(ii)	Exports under Free Shipping	50%	10%
	Bills where benefits under		
	Chapter 3 of the FTP have		
	been claimed by the Exporter		
	and where the FOB value is		
	more than Rs. 20 lakhs.		

- 6. However, if the export is made claiming benefits of Drawback / DEPB or any other export promotion scheme in addition to claiming benefits under any schemes of Chapter 3 of FTP, then the examination norms as prescribed by the Board for the respective export promotion schemes would apply.
- 7. If the exports are made on free shipping bill without any declaration of any claim under Chapter 3 of FTP, the existing norms of no examination except where there is specific intelligence would continue to apply.
- 8. Therefore, the Board has amended/modified the relevant portions of <u>Circular No. 6/2002-Cus.</u> dated 23.1.2002 as stated above and hence the <u>Public Notice No 88/2008</u> also stands amended/modified to above extend. The revised examination norms under the Reward Schemes will be implemented w.e.f. 1.2.2009.

(K.L.GOYAL)

Commissioner of Customs (Export),

J.N.C.H., Mumbai II