



GOVERNMENT OF INDIA
OFFICE OF THE PRINCIPAL COMMISSIONER OF CUSTOMS (AIRPORT & ACC)
NSCBI AIRPORT, DUM DUM, KOLKATA- 700 052
Phone No.- 22435372, Fax-22105102, E-mail ID : prcommr-apkolcus@gov.in

STANDING ORDER NO.- 11 /2019

Subject: Clarification regarding Duty Drawback allowed in cases of short realisation of export proceeds due to bank charges deducted by Foreign Banks

Attention of all concerned officers is invited towards CBIC Circular No. 33/2019-Customs dated 19.09.2019 regarding short realised export sale proceeds due to bank charges being deducted by foreign banks and their implication on the Duty Drawback allowed.

2. In pursuance of the CBIC Circular No. 33/2019-Customs dated 19.09.2019 and also complying with the Notification No. FEMA 23(R)2015-RB of the Foreign Exchange Management (Export of Goods and Services) Regulations, 2015, it has been decided by the Board that Duty Drawback may be permitted on FoB value without deducting foreign bank charges. Deduction on account of service charges by the foreign bank is allowed within this overall limit of 12.5% of the FoB value, which includes agency commission paid to agents. Agency commission and foreign bank charges, separately or jointly, exceeding this limit is to be deducted from the FoB value for granting of Duty Drawback.
3. Show Cause Notices already issued and requests for regularising such short realisation on account of foreign bank charges based on documentary evidence, such as export invoice, bank's confirmation regarding foreign bank charges, etc, to justify such deductions are to be considered on merit basis.

Deep
19.11.19

(Deep Shekhar)
Pr. Commissioner of Customs,
Airport & ACC Commissionerate,
Kolkata

F.No.- S41(Misc)-236/2019 CCX DBK

Date: 19.11.2019

Authority- Board's Circular No. - 33/2019-Customs dated 19.09.2019

Copy To:

1. Sr. Ps. to the Chief Commissioner of Customs, Custom House, Kolkata,
2. PA to the Pr. Commissioner of Customs (Port), Custom House, Kolkata,
3. All Additional/Joint Commissioner of Customs, Airport & ACC,
4. All Deputy/Assistant Commissioner of Customs, Airport & ACC,
5. ✓ The Deputy Commissioner of Customs, Computer Cell, Custom House, Kolkata – for uploading of the P.N. on the official website.
6. Federation of Indian Export Organisation (FIEO),
7. Calcutta Custom House Agents' Association (CCHAA),
8. EEPC,
9. Confederation of Indian Industries (CII),
10. Notice Board.

Mus 27-11-19
Deputy/Assistant Commissioner of Customs,
Drawback & IGST Refund,
Airport & ACC Commissionerate,
Kolkata