

OFFICE OF THE COMMISSIONER OF CUSTOMS (EXPORT)
JAWAHARLAL NEHRU CUSTOM HOUSE, NHAVA SHEVA,
TAL. URAN, DIST. RAIGADH, MAHARASHTRA 400 707.

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

Date :04.02.2009

STANDING ORDER NO. 04/2009

(Referred / amended vide S.O.No. [12/2014](#))

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

1. Attention of all the concerned officers is invited to the Board's circular No. 1/2009-Cus. dated 13rd January,2009 vide F.No.450/151/2008-Cus. IV.
2. The Board's Circular No. 6/2002-Customs dated 23.1.2002 as amended vide Circular No. 13/2003-Customs dated 3.3.2003 and Circular No. 30/2003-Customs dated 4.4.2003 laid down the examination norms for export of goods under different export promotion schemes. Based on above Board's Circulars , Standing Order No.54/2008 dated 19.12.08 from even file was issued As may be seen under Para 2.1(B) of Circular No. 6/2002-Customs(Para 2.1.B of above referred SO), 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 shipped to sensitive places viz. Dubai, Sharjah, Singapore, Hong Kong and Colombo	Others
(i)	Exports under Free Shipping Bills where benefits under Chapter 3 of the FTP have been claimed by the	25%	2%

	Exporter and where the FOB value is Rs. 20 lakhs or less		
(ii)	Exports under Free Shipping 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.	50%	10%

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 Circular No. 6/2002-Cus. dated 23.1.2002 as stated above. Accordingly the relevant portion of the Standing Order No. 54/2008 stands amended/modified.❖ The revised examination norms under the Reward Schemes will be implemented w.e.f. 1.2.2009.
9. Difficulties, if any in implementation of these instructions, may be brought to the notice of the Commissioner (Export).

(K.L.GOYAL)

Commissioner of Customs (Export),

J.N.C.H., Mumbai II