

## **NDA Update on Export realization & Foreign Trade Policy**

### **1. RBI - Extension of realization period of export proceeds**

Presently value of the goods or software exports made by the exporters is required to be realized fully and repatriated to the country within a period of 9 months from the date of exports. In view of the disruption caused by the COVID-19 pandemic, the time period for realization and repatriation of export proceeds for exports made up to July 31, 2020, has been extended to 15 months from the date of export. Link: <https://rbidocs.rbi.org.in/rdocs/PressRelease/PDFs/PR2167BA409AC37FA8460497BA0C9B283E5DD9.PDF>

### **2. Ministry of Commerce & Industries - Important changes made in Foreign Trade Policy (FTP)**

Some of the important changes made in FTP are as follows:

- Current FTP, which was valid till 31-03-2020, has been extended by one year i.e. till 31-03-2021. Similar extension is made in the related procedure.
- Benefit under all the Export Promotion Schemes (except Service Export from India Scheme) and other schemes, available as on date, will continue to be available for another 12 month.
- Decision on SEIS will be taken and notified separately.
- Validity period of Status Holder Certificates is extended
- Exemption from payment of IGST and Compensation Cess on the imports made under Advance/ EPCG Authorisations has been extended up to 31.03.2021.
- Validity period for making imports under various duty free import authorizations (AA/DFIA/EPCG) expiring between 01.02.2020 and 31.07.2020, has been allowed extension for another six months from the date of expiry
- Where ever the period to make export is expiring between 01.02.2020 and 31.07.2020 under various authorizations, automatic extension in the export obligation period is allowed for another six months from the date of expiry, without payment of any composition fee.
- Last dates for applying for various duty credit Scrips (MEIS/SEIS/ROSCITL) have been extended.
- Extension in time has been allowed for filing various Reports>Returns etc. under the policy

Link: <https://pib.gov.in/PressReleaseDetail.aspx?PRID=1609704>