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**(Ph.D., MBA, LLB, B.Sc.)**  
**Secretary General, AEPC**

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Dear Members,

Ministry of Textiles had issued Notification no. 12015/11/2020-TTA dated 13.8.2021 announcing continuation of Scheme for Rebate of State and Central Taxes and levies (RoSCTL) on export of garments and made-ups to enhance competitiveness of these sector, w.e.f. 01st January 2021 to 31st March 2024 for apparel/garments (under Chapter 61 and 62) and Made-ups (under Chapter 63) . For all other textile items, the RODTEP scheme has been made applicable.

The ROSCTL scheme has been continued with the rates, as notified by the Ministry of Textiles vide Notification no.14/26/2016-IT (Vol.II) dated 08th March 2019 with the same rates.

Now, the Department of Revenue has issued notification no 77/2021-Customs(N.T.) dated 24.9.2021 giving details of the manner in which duty credit under ROSCTL scheme is to be given. **A copy of the Notification is enclosed along-with.**

Some of the details given in the Notifications are mentioned as follows:

Duty credit shall be subject to the following conditions, namely:

1. The duty credit is issued:

a) Against exports of garments and made-ups (hereinafter referred to as the said goods) and their respective rate and cap as listed in Schedules 1, 2, 3 and 4 to the notification of Government of India, Ministry of Textiles' notification No. 14/26/2016-IT (Vol.II), dated the 8th March, 2019 for the Scheme:

Provided that the value of the said goods for calculation of duty credit to be allowed under the Scheme shall be the declared export Free on Board (FOB) value of the said goods or up to 1.5 times the market price of the said goods, whichever is less;

b) **Against claim of duty credit under the Scheme made by an exporter by providing the appropriate declaration at the item level in the shipping bill or bill of export in the customs automated system;**

c) **Against the shipping bill or bill of export, presented under section 50 of the said Act on or after the 1st day of January, 2021, and where the order permitting clearance and loading of goods for exportation under section 51 of the said Act has been made;**

d) After the claim is allowed by Customs upon necessary checks, including on the basis of risk evaluation through appropriate selection criteria, and after filing of export manifest or export report;

e) In accordance with any rules or regulations issued in relation to duty credit, e-scrip or electronic duty credit ledger;

2. Such duty credit is to be used on goods when imported into India.

3. **Categories which are not eligible under the schemes are listed in Table 1 given in the notification attached. As per this table, exports affected by SEZ units/EOUs/Advance Authorizations, shall not be entitled for ROSCTL benefits. However, exports affected against special advance authorization issued under paragraph 4.04A of the [FTP 2015-20](#) will be entitled for ROSCTL benefit, as explained at S.No.8 of Table 1 of this Notification.**

4. Duty credit allowed will be subject to realization of export proceeds within period allowed under FEMA Act, 1999.

5. The imports and exports are undertaken through the seaports, airports or through the inland container depots or through the land customs stations which allow the bill of entry and shipping bill or bill of export to be presented and processed electronically on the customs automated system  
Cancellation of duty credit:

6. The Notification also prescribes the procedure and the circumstances, under which duty credit can be cancelled and the recovery of the duty credit amount is to be affected. One of the grounds on which recovery is to be affected is where export proceeds has not been realized by the exporter, within the period prescribed under the FEMA 1999. **Paragraph 5 of the Notification may please be seen carefully.**

For detailed information, the exporters may go through the attached notification for the procedures and compliances.

We have been given to understand that the detailed procedure will also be issued by DG Systems, Department of Revenue, Ministry of Finance shortly.

With warm regards,

Yours sincerely,

Dr. L.B.Singhal  
Secretary General, AEPC