Ref.No.GJEPC/Members/Drawback/2018-19 00018 4th June, 2018

TO: ALL MEMBERS OF THE JEWELLERY PANEL

Sub: Procedure for claiming Drawback under EDI System

Dear All,

The Council has been receiving complaints from its member exporters on various difficulties being encountered by them in procuring duty free gold from nominated agencies/banks. Announcement and implementation of new policy regime in the form of GST further added certain hassles in doing business for these small and medium jewellers across the country.

The Council has already represented this issue before the Government of India at every possible forum and meeting. Based on the discussions held there, we would like to advise our member exporters that till the time the issue of supply of duty free gold from nominated agencies/banks gets smooth, the member may avail the benefit of duty drawback scheme. The Government of India has streamlined the process of claiming duty drawback under EDI system.

With an objective to resolve the same, we are providing the step by step procedure in filing the details required for claiming the incentives under duty drawback scheme under EDI System.

- The exporter has to file a shipping bill in Electronic Data Interchange (EDI) for export of goods under a claim for drawback.
- The electronic shipping bill itself shall be treated as the claim for drawback and there is no need for filing separate drawback claims.
- In the EDI system the exporter are required to open their accounts with the Bank nominated by the Custom House or a branch anywhere in India of any of banks having core banking facility of transferring the funds electronically through NEFT/RTGS.
- This has to be done to enable direct credit of drawback amount to their accounts, obviating the need for issue of cheques.
- The exporters are required to indicate their Account No. in the declaration form called as Annex.-B along with the details of the bank through which the export proceeds are to be realised.
- S.D.F declaration is required in lieu of GR-1 FORM.
- For export of goods under claim for drawback, the exporters will file the claim for drawback accompanied by the following documents:
  - copy of export contract or letter of credit, as the case may be,
  - copy of Packing list,
  - copy of ARE-1 wherever applicable,
  - insurance certificate, wherever necessary, and
  - copy of communication regarding rate of drawback where the drawback claim is for a rate determined by the Commissioner of Central Excise or the Commissioner of Customs and Central Excise, as the case may be under rule 6 or rule 7 of these rules.

The following documents are required to be produced at the time of examination of the cargo.
- Invoice giving complete description of the goods under export. Invoice with the declaration of wool content in case of woolen carpets/floor covering.
- Packing list giving weight/ quantity of individual items when the drawback is based on unit weight/ quantity.
The steamer agents will transfer the EGM electronically to the system so that the 
physical Export of goods is confirmed. The system will process the claims only on receipt 
of the EGM.

After filing of EGM and printing of EP Copy the shipping bills automatically move online 
to Drawback Queue in the EDI System for sanction.

It may be noted that unless EGM is filed and EP Copy is printed, the shipping bills do 
not move online to Drawback Queue and such claims cannot be said pending with the 
department for drawback purpose.

The drawback claims are processed through the system on first come first served basis.

The status of Shipping Bills and sanction of drawback claim can be ascertained from 
the EDI Service Centre.

All the claims sanctioned during a particular period will be enumerated in a scroll and 
transferred to the Nominated Bank through the system.

The Bank will credit the drawback amount in their respective accounts of the exporters 
on the next day.

Bank will send a fortnightly statement to the exporters of such credits made in their 
accounts.

Members may kindly take note of the above and follow the same for claiming their due duty 
drawback.

Thanking you

With best regards,

SABYASACHI RAY
EXECUTIVE DIRECTOR