

# GSC Update: Key Highlights of RoDTEP scheme


Remission of Duties and Taxes on Exported Products (RoDTEP) scheme was introduced for exports made from 01.01.2021 except specified categories. However, there was no clarity on operationalization of the Scheme till now. Therefore, one Notification No. 19/2015-20 is issued on 17.08.2021 providing for detailed guidelines and rates of RoDTEP scheme.

An attempt is made to highlight **key features of RoDTEP Scheme**

- 🕒 The objective of the RoDTEP scheme is to provide refund of duties/taxes/levies at the Central, State and local level, borne on exported products. However, the rebate under the scheme will not be available in respect of duties and taxes already exempted or remitted or credited.
- 🕒 Under the RoDTEP scheme, rebate will be granted to eligible exporters at a notified rate as a percentage of FOB value. Various rates ranging from 0.01% to 4.3% are notified vide Appendix 4R of Notification 19/2015-20 dated 17.08.2021 and the benefit is passed on to 8555 tariff line items. Also, rebate on certain export products is subject to value cap per unit of the exported product.
- 🕒 The rebate will be issued in the form of a transferable duty credit or electronic scrip (e-scrip) which will be maintained in an electronic ledger by CBIC).

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- 🕒 The rebate will be allowed subject to receipt of sale proceeds within time allowed under Foreign Exchange Management Act, 1999
- 🕒 The RoDTEP scheme also lists ineligible supplies/items/categories such as Exports originating in third country but transhipped through India, exports subject to minimum export price/export duty, restricted/prohibited products for export under Schedule-2 of Export Policy in ITC (HS), Deemed exports, supplies by DTA to SEZ/FTWZ units, etc.
- 🕒 In respect of following products manufactured or exported, inclusion thereof in the Scheme as well as rates thereof would be decided based on the recommendations of RoDTEP Committee:
  - In discharge of export obligation against Advance Authorisation or DFIA or Special Advance Authorisation
  - By 100% Export Oriented Units (EOU)
  - By units situated in Free Trade Zones or Export Processing Zones or SEZ

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