



ಭಾರತ ಸರ್ಕಾರ, ಹಣಕಾಸು ವಿಭಾಗ, ಕಂದಾಯ ಇಲಾಖೆ  
ಭಾರತ ಸರ್ಕಾರ, ವित्त मंत्रालय, राजस्व विभाग  
Government of India, Ministry of Finance, Department of Revenue,  
ಆಯುಕ್ತರ ಕಛೇರಿ, ನಗರ ಸೀಮಾ ಸುಂಕ,  
ಅಂಚೆ ಸಂ5400., ಕೇಂದ್ರೀಯ ರಾಜಸ್ವ ಭವನ, ಕ್ವೀನ್ಸ್ ರಸ್ತೆ, ಬೆಂಗಳೂರು  
सीमा शुल्क आयुक्त का कार्यालय, सीमा शुल्क आयुक्तालय, पी.बी.सं5400, बेंगलूर  
Office of the Commissioner of Customs, City Customs Commissionerate,  
P.B. No. 5400, C.R. Building, Queen's Road, Bangalore – 560 001

C.NO.VIII/09/12/2019 City Cus. Tech

Dated: 09.10.2019

**PUBLIC NOTICE NO. 17/2019**

**Subject: Clarification regarding duty drawback allowed in cases of short realization of export proceeds due to bank charges deducted by foreign banks**

Attention of all Exporters, Customs Brokers, Members of the Trade and other stake holders is invited to Board's Circular No. 33/2019-Customs, dated 19.09.2019 providing clarification regarding duty drawback allowed in cases of short realization of export proceeds due to bank charges deducted by foreign banks and subsequent show cause notices issued by Customs field formations for recovery of duty drawback on account of short realization of export sale proceeds due to bank charges deducted from export invoice by the banks.

2. The Board vide the aforesaid Circular it has clarified that duty drawback may be permitted on FoB value without deducting foreign bank charges. It is further clarified that since agency commission up to the limit of 12.5% of the FoB value has been allowed, such deduction on account of foreign bank charges is allowed within this overall limit of 12.5% of the FoB value. From the average rates of agency commission and foreign bank charges in respect of export shipments, it is seen that these deductions fall within the aforesaid overall limit of 12.5% of FoB value allowed by the Board. Agency commission and foreign bank charges, separately or jointly, exceeding this limit should be deducted from the FoB value for granting duty drawback.

3. Accordingly, trade is advised to submit their request for regularization of such short realization to the Assistant Commissioner (Drawback).

4. Difficulties faced, if any, in implementation of this Public Notice may be immediately brought to the notice of this office.

This issues with the approval of Commissioner.

  
M. RAMANA REDDY  
ADDITIONAL COMMISSIONER