

Procedure for Destruction / Scrap of Imported/CT3 Capital Goods

STP / EHTP units are allowed to destroy or Scrap the obsolete Imported /CT3 Capital Goods without payment of customs duty as per clause 6.15 of Foreign Trade Policy 2015-2020.

Following documents are to be filed with STPI to obtain No Objection certificate to destroy / Scrap the CG:

The STP /EHTP unit should have :

- ✓ Valid STP / LOP status
 - ✓ Valid Legal Agreement
 - ✓ Valid Private Bonded Ware House License (PBWHL)
- A request letter for destruction of Imported / Indigenously procured CG approval with the location details, where such Capital Goods are kept.
 - a) Annexure with following information (Annexure format for both Import & CT3 available for download)
 - Description of the Items.
 - STPI import approval No., Date, Import value & Import type.
 - Bill of Entry No. & Date.
 - Bond No. & Date
 - Quantity (Total quantity should be mentioned)
 - CIF Value in Rupees (Total amount should be mentioned)
 - Total duty foregone value (Total amount should be mentioned)
 - Copy of BoE / AR3 certificate
 - Copy of Import/CT3 approval copies

Note:

1. Please note that loaned and leased capital goods cannot be destroyed.
2. File separate applications for the capital /indigenous goods which are less than two years from the date of import/approval and provide suitable justification with supporting documents.
3. Signature with Name, Designation and seal should be on all the pages of annexure.
4. A proof of debonding of capital/indigenous goods may be filed with this office after completion of the debonding of process.

The above documents are verified and the Destruction / Scrapping of the CG (both Import and Indigenous CG) request will be processed and NOC for the Destruction / Scrap the CG will be accorded. The STP member units are required to approach concerned customs & excise authorities with the Destruction / Scrapping of the CG approval issued by STPI. The Destruction / Scrapping of the CG is required to be done in the presence of the customs officials. After the Destruction / Scrapping of the CG is complete the same is required to be updated in the bond register with endorsement by customs authorities. Upon intimation to STPI with proof of CG being destroyed / Scrapped, the CG value shall be credited into the CG balance.

Comments : For any comments or suggestions, mail us to blr.exim@stpi.in