

## **Procedure for Re-Export of Capital Goods**

STP units are allowed to **Re-Export** the capital goods which are imported, as per clause **6.17** of Foreign Trade Policy (2015-2020) and **6.28(b)** of HBP, with the permission of the Director, STPI.

Format of Re-Export Invoice is at **Annexure XVI**. The summary of Re-export of Goods in case of multiple items being re-exported is at **Annexure XVI-A**. The following cases explain the various category of Re-Export.

### **Case 1 : Re-Export of Capital Goods for Replacement**

Goods or parts thereof on being imported on outright purchase and found to be defective or otherwise unfit for use or which have been damaged after import, may be exported, and goods may be in replacement by the supplier free of charge.

### **Case 2: Re-Export of Surplus Capital Goods imported on Loan basis / Free of Charge**

Capital Goods imported for specific project / period of time can be re-exported with the permission of The Director, STPI after completion of the project. The goods brought on loan basis may also be sent to any other EOU within India or to any other client, if supplier insists or advices to send. This is done after obtaining the consent letter from the supplier and filing the same with STPI along with the Re-export request.

### **Case 3: Re-Export of Capital Goods for Repair & Return, Calibration & Return, Testing & Return, Wrong Shipment**

Capital Goods imported for a project on outright purchase, if found to be defective, the same may be re-exported for repair & return, Calibration & Return, Testing & Return

### **Procedure for Sale of un-utilized material:- Export of surplus or obsolete Capital Goods to the supplier / client / parent company as per clause 6.15 of Foreign Trade policy 2015-2020.**

Capital Goods imported on outright for a project if found surplus or obsolete, the same may be exported to the supplier / client / parent company without payment of duty, if the same amount is received in the form of FE inflow for the transaction made. Accordingly, consent letter from the supplier / client / parent company for such transaction and proof of payment need to be produced to STPI.

## **Procedure to obtain Re-Export approval from STPI**

- The STP /EHTP unit should have
  - Valid STP status
  - Valid Legal Agreement
  - Valid Private Bonded Ware House License (PBWHL)
  
- A request letter supported by Re-export invoice as per **Annexure XVI** & **Annexure XVI-A** which is available for download in the STPIB website [www.blr.stpi.in](http://www.blr.stpi.in).
  
- Separate annexure indicating STP approval no. & date, description, quantity, serial Number, currency, FOB value, BOE no. & date, bond no & date.
  
- Copy of STPI approval for initial import with attested invoice.
  
- Copy of yellow Bill of Entry
  
- Copy of Letter from original supplier for acceptance of Repair & Return or for replacement (in case of re-export on Repair & Return basis or Replacement ) or to return after completion of the project.

After permission of Re-Export is obtained from STPI, the unit should approach customs for shipping the CG and also for updation in the bond register and attestation of the same by customs authorities. Format of Re-Export Bond Register is at **Annexure -XVII**.

After the Re-Export is done a copy of Airway Bill should be submitted to STPI, so as to credit the amount of Re-Export to the Capital Goods.

***Note that the CG value will be added when CG is sent back after completion of the project, in all other cases CG balance is not affected.***

Once the re-exported item is brought back to the bonded area after repair/ replacement/ testing / calibration etc, the same is required to be intimated to STPI and customs authorities and accordingly endorsement in the bond register.

***Comments :*** For any comments or suggestions, mail us to [blr.exim@stpi.in](mailto:blr.exim@stpi.in)