

Relief in average export obligation for EPCG Authorisation holders for FY 2021-22

The Export Promotion Capital Goods (EPCG) Scheme, under the existing Foreign Trade Policy, provides for relief to the exporters of the sectors who faced a decline in total exports by more than 5% as compared to the previous year by way of a reduction in the Average Export Obligation for the year.

In pursuance to the above provision, the Directorate General of Foreign Trade (DGFT) has directed the Regional Offices to re-fix the Annual Average Export Obligation for the financial year (FY) 2021-22 for the sector/group which has faced such a decline in FY 2021-22 as compared to FY 2020-21.

The relief would be in the form of a proportionate reduction in the Average Export Obligation and shall be properly endorsed in license file of office of Regional Authority along with an amendment sheet issued to the EPCG Authorisation holder.

