

Admissibility of drawback of customs component even when rebate of excise duties on raw material used in manufacture of exported goods has been taken

Since, various representations were received regarding difficulty in simultaneously availing drawback of Customs portion and rebate of Excise duty on raw material used in the manufacture and processing of goods exported due to anomaly in the declaration (d) of the Form ARE-2. Therefore, vide this notification and Circular, Board has notified/ clarified that simultaneous availment of duty drawback of Customs portion and rebate of excise duties on raw material used in manufacture of goods exported is available. Board vide its earlier Circular No. 35/2010-Cus dated 17.09.2010 earlier has also clarified that Customs component of AIR drawback is available even if rebate of excise duties on raw material used in manufacture of exported goods has been taken. Accordingly, declaration (d) in Form ARE-2 relating to availment of drawback has been amended.

[Notification No. 44/2016-CE(NT) dated 16.09.2016 & Circular No.1047/35/2016-CX dated 16.09.2016]