



केन्द्रीय सीमा शुल्क, प्रधान आयुक्त के कार्यालय
OFFICE OF THE PRINCIPAL COMMISSIONER OF CUSTOMS
हैदराबाद- सीमा शुल्क आयुक्तालय, लाल बहादुर स्टेडियम मार्ग, बशीरबाघ, हैदराबाद – ४.
HYDERABAD CUSTOMS COMMISSIONERATE, L.B.STADIUM ROAD:
BASHEERBAGH: HYDERABAD-500 004.

C.No. GEN/TECH/Misc/2520/2023-TECH

Date: 15-04-2024

PUBLIC NOTICE NO. 08/2024

Sub- Procedure to be followed by Warehouse permitted for manufacture other operations under Section 65 of Customs Act, 1962 read with MOOWR, 2019 for procuring goods from FTWZ/SEZ -reg.

Attention is invited to Notification No. 69/2019- Cus(NT), Circular No. 34/2019-Cus both dated 01.10.2019 and Circular No. 48/2020-Cus dated 27.10.2020. To implement the facility of procurement from SEZs extended by CBIC vide Circular No 48/2020-cus, the following procedure is laid down to be followed by Section 65 Units.

Procedure to be followed by MOOWR for Procurement of goods from SEZ/FTWZ:

Section 65 unit may source capital goods or inputs from a SEZ/FTWZ, following the applicable procedures. As per Rule 46(13), SEZ Units can clear the goods to Warehouses without payment of duty. However, as per the existing procedure in Special Economic Zone/ Free Trade Warehousing Zones, no warehousing Bond is executed against the clearance of goods from SEZ to Warehouses Licensed under Sections 57 and 58 (including those permitted under Section 65), thus releasing the goods to a Warehouse without the cover of a Warehousing Bond under Section 59. Also, when such goods are cleared from the warehouse to DTA, there is no system of collection of duty at the SEZ similar to the procedure in normal imports where the Ex-Bond BE is filed at the port of import for payment of duty on the warehoused goods at the time of clearance for home consumption. In view of the above, the following procedure is prescribed.

- i. Any Warehouse permitted to carry out manufacture and other operations under Section 65 intending to receive goods from SEZ/FTWZ without payment of duty shall execute a Bond with the Assistant/Deputy Commissioner (As per Section 59, Customs Act, 1962), Export Promotion Division (EPD). A bond may be a running bond or a bond for a specific consignment, to be executed for the procurement of goods from any SEZ/FTWZ.

- ii. Deputy/ Asst. Commissioner shall give permission for procurement of goods from SEZ/FTWZ Unit for the specified quantity and description of goods.
 - iii. The SEZ Unit shall file into bond Bill of Entry on behalf of the Section 65 Unit for the supply of the goods to the warehouse against the letter issued by the Deputy/Assistant Commissioner of Customs, EPD.
 - iv. The unit shall report the goods procured under this procedure separately in the Monthly Returns filed with the EPD. In this regard, goods procured from SEZ/FTWZ shall recorded in the books as per entries at Columns No.01 to 14 under receipts in the format specified under Circular No. 34/2019-Cus dated 01.10.2019. For the sake of ready recognition, the entries shall be shown separately as SEZ/FTWZ Procurement in the said Columns and shall be shown in columns 23 to 67 when processed and exported/cleared for DTA.
 - v. Upon satisfactory account of the goods which are used for the manufacture of resultant goods as per the approved Input Output Norms, upon payment of duty on clearance of resultant goods or on export of the resultant goods, the Bond shall be discharged to the extent of duties involved in the goods procured from SEZ/FTWZ. It may be noted that duty on scrap as applicable shall also be paid.
 - vi. It would be the responsibility of the Licensee to follow the prescribed procedure. No goods from SEZ/FTWZ Units will be allowed to be warehoused unless the same are covered by Section 59 Bond, mentioned in Para ii Supra.
2. The Public Notice shall be treated as a Standing Order for compliance by the officers of the Commissionerate. Difficulties faced, if any, may be brought to the notice of this office.
3. This issues with the approval of the Principal Commissioner.

BATCHALI RAGHU KIRAN
ADDITIONAL COMMISSIONER

To

1. All the stakeholders/website
2. The Deputy/Assistant Commissioner of Customs, Export Promotion Division.
3. The Superintendent of Systems for uploading the public notice on the website
4. Notice Board.