

D.O.F.NO. 609/10/2007-DBK

**P.K.MOHANTY
Joint Secretary (Drawback)
Tele fax 2334 1079**

New Delhi, the 1st March, 2007

Dear Chairman/President,

Sub: All Industry Rates of Duty Drawback, 2007-08.

Under the Duty Drawback Scheme administered by this Department the duties (Customs & Central Excise) paid on inputs and service tax paid on input services used in the manufacture of export goods are refunded to the exporters in the form of drawback. The drawback rates are worked out and notified every year after taking into account the budgetary changes in the duty structure.

2. The exercise is underway in the Ministry to re-work and revise the rates of duty drawback as impacted by the changes made in the excise and customs duties or service tax in the Budget, 2007-08.

3. As you are aware, All Industry Rates of Duty Drawback are worked out by considering the consumption of input materials and the incidence of duties on these input materials. We would, therefore, request you to provide us with a comprehensive list of the various inputs which are used in the manufacture of exported products. A proforma in three parts is enclosed. I would like to emphasise that the consumption of input materials and incidence of tax, which is shown against the export of products must be relatable to the actual business activity of exports. Therefore, part of this proforma requires information on the actual cost incurred for making the export and the sales realization on such

exports. The third part of the proforma relates to the incidence of service tax on exports.

4. Since the work is time bound in nature, you are requested to kindly furnish all information in the prescribed proforma by 20th March, 2007. The information may also be sent by e-mail at mofdbkdatbank@hotmail.com.

5. Like the previous year, for formulation of All Industry Rates of Duty Drawback, 2007-08 the Government has constituted a three-member Committee consisting of Shri Saumitra Chaudhuri, Member, Economic Advisory Council to Prime Minister, Shri S.B. Mohapatra, Secretary to the Government of India (retired) and Shri T.R. Rustagi, Chief Commissioner of Customs & Central Excise (retired). Should you wish to make a presentation before the Committee, a time table may kindly be worked out and intimated in advance so that the same can be organized.

With regards,

Yours sincerely,

Encl: As above.

To,

(P.K. Mohanty)

All concerned.

PROFORMA 1.1

Data pertaining to October-December , 2006

Name of the Manufacturer/Exporter:

Product Name :

Inputs	Unit	Average Ex factory price	Average Domestic purchase price	Quantity of domestic material used	Total Amount of Excise duties paid	Average CIF price	Quantity of Imported material used	Total Amount of Customs duties paid	Quantity of goods sold in domestic market	Value realized (excluding terminal stage duties)	Quantity of goods exported	FOB value realised
		1	2	3	4	5	6	7	8	9	10	11

Note : 1. Customs duties to include Basic Customs duty, CVD, Cess and any other duties
Excise duty should include Cess.

2. To be completed by the individual manufacturers/exporters.

PROFORMA 1.2

Data pertaining to April-December , 2006

For each major item of final product

This should list all the principal material inputs, e.g. steel or other metals or input chemicals or yarn or fabric etc. that go into the manufacture of the said product. It will not include common utilities such as electricity, fuel etc.

Inputs	Unit	Total Quantity of Import	Total Quantity of domestic production	Rate of import duty w.e.f. 01.03.2007	Rate of excise duty w.e.f. 01.03.2007
		1	2	3	4

Note : 1. Customs duties to include Basic Customs duty, CVD, Cess and any other duties
Excise duty should include Cess etc.

2. To be completed by the **Export Promotion Councils**.

PROFORMA II

SUMMARY COST SHEET

Rs. per/Unit output

(average for the most recent quarter [Oct to Dec 2006 or July to Sept 2006] of the current financial year)

Company's name :

Product name:

A. Material cost

Item 1,2,3, ----- Provide the list of principal items of material cost

Sub-total -----

B. Fuel, electricity, coal, coke etc.

C. Salaries, Wages &

Other overhead expenses (allocated/apportioned as is the costing practice adopted by the unit for MIS, inventory valuation etc).....

D. Total cost of sales (as estimated as per the costing practice adopted by the unit for MIS, inventory valuation etc.).....

E. Domestic Sale price

F. FOB realization.....

Note: This data should be provided for major items of export for a number of major companies, being a representative sample.

PROFORMA III

SERVICE TAX

**For Major Export Companies in Your Industry to be Provided Separately
For each Company**

Period: **April-December 2006-07**

Company (Name) :

Products Exported :

Total Business Turnover (Income):

Total value of Sales :

Of which:-

(a) Domestic Sales :

(b) Export :

Total Service tax paid (Rupees):

A. break-up of Total service Tax

Service

Tax Paid

- 1)
- 2)
- 3)

B. Service Tax on services directly relatable to export- itemized, such as export commission paid to foreign agents.

Service	Tax Paid
----------------	-----------------

- | | |
|----|--|
| 1) | |
| 2) | |
| 3) | |

Sub Total : _____

To be certified by the Company Auditor

