

F.No. 1(18)/2018-SP-I  
Government of India  
Ministry of Consumer Affairs, Food & Public Distribution  
Department of Food & Public Distribution  
(Sugar Policy)

Krishi Bhawan, New Delhi  
Dated the 3<sup>rd</sup> December, 2019

To,  
The Secretary General,  
Indian Biscuits Manufacturers' Association  
D-1, Sector-2,  
Noida-201301

Subject: Clarification regarding deemed export of sugar to be considered as a compliance of MAEQ Order dated 16.09.2019 for 2019-20 sugar season.

Sir,

I am directed to refer to representation dated 30.09.2019 received from M/s. Indian Biscuits Manufacturers' Association (IBMA) regarding above noted subject.

2. The matter has been examined in the Department; and it is clarified as under :

- (i) that supply of white/refined sugar by sugar mills against valid invalidation letter/ ARO under advanced authorization/ DFIA against export of biscuits and assorted confectionery products manufactured by members of Indian Biscuits Manufacturers Association (IBMA) is treated as deemed exports for the local supplier of such inputs and will be accordingly covered under MAEQ declared for 2019-20 sugar season vide order dated 16.09.2019.
- (ii) Supply of sugar by sugar mills to such DFIA holders against valid invalidation letter/ ARO under advanced authorization/ DFIA is covered under the Scheme for providing assistance to sugar mills for expenses on marketing costs including handling, upgrading and other processing costs and costs of international and internal transport and freight charges for export of sugar notified on 12.09.2019. Such sugar mills supplying sugar to DFIA holder/ transferee are eligible for receiving assistance under 3(i)(a) and 3(i)(b) of the scheme notification dated 12.09.2019.
- (iii) Further, following documents are required to be submitted by sugar mills as a proof of supply of sugar to DFIA holder as deemed export for the purpose of discharge of their MAEQ:-
  - (a) GSTR-1 of the source sugar mill.
  - (b) Bi-Partite/tri-partite agreement between/amongst quota holder sugar mill, merchant/manufacturer exporter/ DFIA holder/ transferee of DFIA and the source sugar mill from which sugar have been sourced for deemed export, as the case may be.
  - (c) An undertaking on a non-judicial stamp paper from the source sugar mill indicating the factory-wise MAEQ utilized for deemed export, as the case may be.
  - (d) An undertaking from the DFIA holder/transferee indicating the quantity utilized under deemed export against quota of particular sugar mill.

- (e) Copy of Self certified DFIA license and valid invalidation letter/ ARO under advance authorization / DFIA in the name of sugar mills from where sugar would be procured, issued by the Office of the DGFT, in Original.
- ( f ) Pre-receipted bill in the Proforma prescribed as per notification dated 12.09.2019.

Yours faithfully,



(Jitender Juyal)

Under Secretary to the Govt. of India  
Telefax: 23097059

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