

File No. 01/94/180/341/AM20/PC-4
Government of India
Ministry of Commerce and Industry
Department of Commerce
Directorate General of Foreign Trade
Vanijya Bhawan, New Delhi 110001

Dated: 30th September, 2024

Trade Notice No. 18/2024-2025

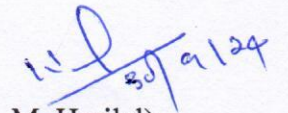
To,

Members of Trade and Industry
EPCs/FIEO
Reserve Bank of India

Subject: Extension of Interest Equalisation Scheme (IES) for Pre and Post shipment Rupee Export Credit for three months beyond 30th September, 2024.

Trade and Industry is hereby informed that the Interest Equalisation Scheme for Pre and Post shipment Rupee Export Credit, which had earlier been extended till 30.09.2024 has been further extended by three months up to 31.12.2024 on same terms and conditions as the earlier extension with the additional condition that fiscal benefits of each MSME, on aggregate, will be restricted to Rs.50 Lakhs for FY 2024-25 till December, 2024.

2. MSME Manufacturer exporters who have already availed equalisation benefit of Rs 50 Lakhs or more in 2024-25 till 30th of September, 2024, will not be eligible for any further benefit in the extended period.
3. This extension shall be valid for three months or such revised approval, which would be received prior to the lapse of the extension of three months.
4. Guidelines issued by Reserve Bank of India and relevant RBI notifications issued from time to time on this subject may be referred.


(K. M. Harilal)

Jt. Director General of Foreign Trade
DGFT (HQ)

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भारतीय रिज़र्व बैंक
RESERVE BANK OF INDIA



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RBI/2021-22/180

DOR.STR.REC.93/04.02.001/2021-22

March 8, 2022

All Scheduled Commercial Banks (excluding RRBs),
Small Finance Banks,
Primary (Urban) Cooperative Banks (scheduled banks having AD category-I license), and
EXIM Bank

Dear Sir / Madam,

**Interest Equalization Scheme on Pre and Post Shipment Rupee Export Credit -
Extension**

Please refer to the instructions issued vide [circular DOR.CRE\(DIR\).
REC.28/04.02.001/2021-22 dated July 1, 2021](#).

2. Government of India has approved the extension of Interest Equalization Scheme for Pre and Post Shipment Rupee Export Credit ('Scheme') up to March 31, 2024 or till further review, whichever is earlier. The extension takes effect from October 1, 2021 and ends on March 31, 2024. The modifications made by the Government to the Scheme are detailed below:

2.1 'Telecom Instruments' sector having six HS lines¹ shall be out of the purview of the Scheme, except for MSME manufacturer exporters.

2.2 Revised interest equalisation rates under the Scheme will now be 3 per cent for MSME manufacturer exporters exporting under any HS lines, and 2 per cent for manufacturer exporters and merchant exporters exporting under 410 HS lines (after excluding 6 HS lines pertaining to Telecom Sector as mentioned above).

2.3 Banks, while issuing approval to the exporter, will necessarily furnish i) the prevailing interest rate, ii) the interest subvention being provided, and iii) the net rate being charged to each exporter, so as to ensure transparency and greater accountability in the operation of the Scheme.

¹ Refer Sr. No. 25 of Annex 1 and Sr. Nos. 277 and 330 to 334 of Annexure-A of the [circular DBR.Dir.BC.No.62/04.02.001/2015-16 dated December 4, 2015](#) and [circular DCBR.CO.SCB.Cir.No.1/13.05.000/2015-16 dated February 11, 2016](#).

विनियमन विभाग, केंद्रीय कार्यालय, 12वीं और 13वीं मंज़िल, केंद्रीय कार्यालय भवन, शहीद भगत सिंह मार्ग, मुंबई 400001

टेलीफोन /Tel No: 22661602, 22601000 फैक्स/ Fax No: 022-2270 5670, 2260 5671, 5691 2270, 2260 5692

Department of Regulation, Central Office, 12th & 13th Floor, Central Office Building, Shahid Bhagat Singh Marg, Mumbai - 400001

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बैंक हिंदी में पत्राचार का स्वागत करता है

Caution: RBI never sends mails, SMSs or makes calls asking for personal information like bank account details, passwords, etc. It never keeps or offers funds to anyone. Please do not respond in any manner to such offers.

2.4 The extended Scheme will not be available to those beneficiaries who are availing the benefit under any Production Linked Incentive (PLI) scheme of the government.

3. For the period from October 1, 2021 to March 31, 2022, banks shall identify the eligible exporters as per the Scheme, credit their accounts with the eligible amount of interest equalisation and submit sector-wise consolidated reimbursement claim for the said period to the Reserve Bank by April 30, 2022.

4. With effect from April 1, 2022, banks shall reduce the interest rate charged to the eligible exporters upfront as per the guidelines and submit the claims in original within 15 days from the end of the respective month, with bank's seal, and signed by authorised person, in the prescribed format, as modified ([Annex I](#)).

5. Other provisions of the extant instructions issued by the Bank on the captioned Scheme shall remain unchanged.

Yours faithfully

(Manoranjan Mishra)
Chief General Manager

Annex 1

Government of India Interest Equalisation Scheme for Pre & Post Shipment Rupee Export Credit- Sector-wise claims of Scheduled Commercial Banks/ EXIM Bank/Primary (Urban) Cooperative Banks for the month of <i>Amount (in Rs.)</i> Note: All amounts should be rounded off to the nearest rupee					
Sector		(A) Total amount of interest equalisation reimbursement claimed	Out of (A), amount of interest equalisation reimbursement claimed in respect of beneficiaries belonging to Scheduled Castes (SC)	Out of (A), amount of interest equalisation reimbursement claimed in respect of beneficiaries belonging to Scheduled Tribes (ST)	Out of (A), amount of interest equalisation reimbursement claimed in respect of exporters from North Eastern Region (NER)
1	Process agriculture/Food items				
2	Handicraft				
3	Carpet (Excl. Silk) Handmade				
4	Handloom Products				
5	Coir & Coir Manufactures				
6	Jute Raw, Yarn				
7	Other Jute Manufactures				
8	Readymade Garments and Made ups				
9	Fabric of all types				
10	Toys				
11	Sports Goods				
12	Paper, Stationary				
13	Cosmetics and Toiletries				
14	Leather Goods and footwear				
15	Ceramics and Allied Products				
16	Glass and Glassware				
17	Medical and Scientific Instruments				
18	Optical Frames, Lenses, Sunglasses Etc.				
19	Auto Components/Parts				
20	Bicycle & Parts				
21	Articles of Iron or Steel				
22	Misc. Articles of base metals				
23	Industrial Machinery, Electrical and Engineering items, 1C Engine, Machine tools, Parts				

24	Electrical Machinery and Equipment				
25	Telecom Instruments (only for MSME Manufacturer-Exporters)				
26	All items manufactured by MSMEs other than those covered above				
	Grand Total				

We certify having followed guidelines as stated in the RBI circular No.DOR.STR.REC.93/04.02.001/2021-22 dated March 8, 2022 while disbursing the above loans to eligible exporters. In particular, we also certify that while issuing approval to the exporter, we have furnished (i) the prevailing interest rate, (ii) the interest subvention being provided and (iii) the net rate being charged to each borrower.

(Name and stamp of authorised signatory of the bank)

Dated :