

Extension of the RoDTEP Scheme

Source: TH

The Government of India has extended the <u>Remission of Duties and Taxes on Exported</u>

<u>Products (RoDTEP) scheme</u> for exporters until <u>March 2026</u>. The move comes as a relief to exporters struggling with <u>rising US tariffs</u> and global trade uncertainties.

RoDTEP Scheme

- About & Objective: Introduced in 2021, the scheme refunds embedded taxes, duties, and levies incurred during production and distribution of exported goods.
 - It addresses costs not reimbursed under other central, state, or local tax mechanisms.
 - Refund Rates range from 0.3% to 3.9%, applicable across all export items.
 - It is compliant with WTO norms and is implemented via a comprehensive end-to-end digital platform to ensure transparency and efficiency.
- Beneficiaries: Domestic Tariff Area (DTA) units, Advance Authorization (AA) holders, <u>Special</u>
 Economic Zone (SEZ) units, Export-Oriented Units (EOUs).
- Significance: By the end of March 2025, total disbursements under the RoDTEP scheme had crossed nearly ₹57,000 crore, underscoring its significant role in supporting India's merchandise exports.
- Policy Implications:
 - Encourages sustained export growth, especially for units in SEZs and EOUs.
 - Operates within budgetary limits, highlighting fiscal prudence.
 - Reinforces the government's commitment to **support the export sector**.

Read More: RoDTEP

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