

[TO BE PUBLISHED IN THE GAZETTE OF INDIA, EXTRAORDINARY, PART II,  
SECTION 3, SUB-SECTION (i)]  
GOVERNMENT OF INDIA  
MINISTRY OF FINANCE  
(DEPARTMENT OF REVENUE)

Notification No. 77/2023-CUSTOMS (N.T.)

New Delhi, the 20<sup>th</sup> October, 2023

G.S.R. (E). – In exercise of the powers conferred by sub-section (2) of section 75 of the Customs Act, 1962 (52 of 1962) and sub-section (2) of section 37 of the Central Excise Act, 1944 (1 of 1944), read with rules 3 and 4 of the Customs and Central Excise Duties Drawback Rules, 2017 (hereinafter referred to as the said rules) and in supersession of the notification of the Government of India in the Ministry of Finance (Department of Revenue) No. 07/2020-Customs (N.T.) dated the 28<sup>th</sup> January, 2020 published *vide* number G.S.R. 55(E), dated the 28<sup>th</sup> January, 2020, except as respect to things done or omitted to be done before such supersession, the Central Government hereby determines the rates of drawback as specified in the Schedule annexed hereto (hereinafter referred to as the said Schedule) subject to the following notes and conditions, namely :-

**Notes and conditions -**

- (1) The tariff items and descriptions of goods in the said Schedule are aligned with the tariff items and descriptions of goods in the First Schedule to the Customs Tariff Act, 1975 (51 of 1975) at the four-digit level only. The descriptions of goods given at the six digit or eight digits in the said Schedule are in several cases not aligned with the descriptions of goods given in the First Schedule to the Customs Tariff Act, 1975.
- (2) The general rules for the interpretation of the First Schedule to the Customs Tariff Act, 1975 shall, *mutatis mutandis*, apply for classifying the export goods listed in the said Schedule.
- (3) Notwithstanding anything contained in the said Schedule, -
  - (i) all art-ware or handicraft items shall be classified under the heading of art-ware or handicraft (of constituent material) as mentioned in the relevant Chapters;
  - (ii) any identifiable ready to use machined part or component predominantly made of iron, steel or aluminium, made through casting or forging process, and not specifically mentioned at six digit level or more in Chapter 84 or 85 or 87, except those classifiable under heading 8432 or 8433 or 8436, may be classified under the relevant tariff item (depending upon material composition and making process) under heading 8487 or 8548 or 8708, as the case may be, irrespective of classification of such part or component at four digit level in Chapter 84 or 85 or 87 of the said Schedule;
  - (iii) the sports gloves mentioned below heading 4203 or 6116 or 6216 shall be classified in that heading and all other sports gloves shall be classified under heading 9506.
- (4) The figures shown in column (4) in the said Schedule refer to the rate of drawback expressed as a percentage of the free on board value or the rate per unit quantity of the export goods, as the case may be.
- (5) The figures shown in column (5) in the said Schedule refer to the maximum amount of drawback that can be availed of per unit specified in column (3).
- (6) An export product accompanied with a tax invoice and forming part of project export (including turnkey export or supplies) for which no figure is shown in column (5) in the said Schedule, shall be so declared by the exporter and the maximum amount of drawback that can be availed under the said Schedule shall not exceed the amount calculated by applying ad-valorem rate of drawback shown in column (4) to one and half times the tax invoice value.

(7) The rates of drawback specified against the various tariff items in the said Schedule in specific terms or on ad valorem basis, unless otherwise specifically provided, are inclusive of drawback for packing materials used, if any.

(8) Drawback at the rates specified in the said Schedule shall be applicable only if the procedural requirements for claiming drawback as specified in rule 12, 13 and 14 of the said rules, unless otherwise relaxed by the competent authority, are satisfied.

(9) The rates of drawback specified in the said Schedule shall not be applicable to export of a commodity or product if such commodity or product is, -

(i) manufactured partly or wholly in a warehouse under section 65 of the Customs Act, 1962 (52 of 1962);

(ii) manufactured or exported in discharge of export obligation against an Advance Authorisation or Duty-Free Import Authorisation issued under the Duty Exemption Scheme of the relevant Foreign Trade Policy;

Provided that where exports are made against Special Advance Authorisation issued under paragraph 4.04A of the Foreign Trade Policy 2015-20 or Foreign Trade Policy 2023 in discharge of export obligations in terms of Notification No. 45/2016-Customs, dated 13th August, 2016 or Notification No. 27/2023-Customs, dated 1<sup>st</sup> April, 2023, the rates of drawback specified in the said Schedule shall apply as if in the said Schedule, the entries in columns (4) and (5) against the Tariff items in the said Schedule below all Chapters, except Chapter 61 and 62, are NIL, and those in Chapters 61 and 62 are as specified in the Table annexed hereto;

(iii) manufactured or exported by a unit licensed as hundred per cent Export Oriented Unit in terms of the provisions of the relevant Foreign Trade Policy;

(iv) manufactured or exported by any of the units situated in Free Trade Zones or Export Processing Zones or Special Economic Zones;

(v) manufactured or exported availing the benefit of the notification No. 32/1997-Customs, dated 1st April, 1997.

(10) Whenever a composite article is exported for which any specific rate has not been provided in the said Schedule, the rates of drawback applicable to various constituent materials can be extended to the composite article according to net content of such materials on the basis of a self-declaration to be furnished by the exporter to this effect and in case of doubt or where there is any information contrary to the declarations, the proper officer of customs shall cause a verification of such declarations.

(11) The term 'articles of leather' in Chapter 42 of the said Schedule shall mean any article wherein (a) 60% or more of the outer visible surface area; or (b) 60% or more of the outer and inner surface area taken together, excluding shoulder straps or handles or fur skin trimming, if any, is of leather notwithstanding that such article is made of leather and any other material.

(12) The term "dyed", wherever used in the said Schedule in relation to textile materials, shall include yarn or piece dyed or predominantly printed or coloured in the body.

(13) The term "dyed" in relation to fabrics and yarn of cotton, shall include "bleached or mercerised or printed or melange".

(14) The term "dyed" in relation to textile materials in Chapters 54 and 55 shall include "printed or bleached or melange".

(15) In respect of the tariff items in Chapters 60, 61, 62 and 63 of the said Schedule, the blend containing cotton and man-made fibre shall mean that content of man-made fibre in it shall be more than 15% but less than 85% by weight and the blend containing wool and man-made fibre shall mean that content of man-made fibre in it shall be more than 15% but less than 85% by weight. The

garment or made-up of cotton or wool or man-made fibre or silk shall mean that the content in it of the respective fibre is 85% or more by weight.

(16) The term "shirts" in relation to Chapters 61 and 62 of the said Schedule shall include "shirts with hood".

(17) In respect of the tariff items appearing in Chapter 64 of the said Schedule, leather shoes, boots or half boots for adult shall comprise the following sizes, namely : -

(a) French point or Paris point or Continental Size above 33;

(b) English or UK adult size 1 and above; and

(c) American or USA adult size 1 and above.

(18) In respect of the tariff items appearing in Chapter 64 of the said Schedule, leather shoes, boots or half boots for children shall comprise the following sizes, namely :-

(a) French point or Paris point or Continental Size upto 33;

(b) English or UK children size upto 13; and

(c) American or USA children size upto 13.

(19) The drawback rates specified in the said Schedule against tariff items 711301, 711302 and 711401 shall apply only to goods exported by airfreight, post parcel or authorised courier through the Custom Houses as specified in para 4.71 of the Hand Book of Procedures, 2023 published *vide* Public Notice No. 1/2023, dated the 1st April, 2023 of the Government of India in the Ministry of Commerce and Industry, after examination by the Customs Appraiser or Superintendent to ascertain the quality of gold or silver and the quantity of net content of gold or silver in the gold jewellery or silver jewellery or silver articles. The free on board value of any consignment through authorised courier shall not exceed rupees twenty lakhs.

(20) The drawback rates specified in the said Schedule against tariff items 711301, 711302 and 711401 shall not be applicable to goods manufactured or exported in discharge of export obligation against any Scheme of the relevant Foreign Trade Policy of the Government of India which provides for duty free import or replenishment or procurement from local sources of gold or silver.

(21) "Vehicles" of Chapter 87 of the said Schedule shall comprise completely built unit or completely knocked down (CKD) unit or semi knocked down (SKD) unit.

2. All claims for duty drawback at the rates of drawback notified herein shall be filed with reference to the tariff items and descriptions of goods shown in columns (1) and (2) of the said Schedule respectively. Where, in respect of the export product, the rate of drawback specified in the said Schedule is Nil or is not applicable, the rate of drawback may be fixed, on an application by an individual manufacturer or exporter in accordance with the said rules. Where the claim for duty drawback is filed with reference to tariff item of the said Schedule and it is for the rate of drawback specified herein, an application, as referred under sub-rule (1) of rule 7 of the said rules shall not be admissible.

3. The amount referred in sub-rule (3) of rule 7 of the said rules, relating to provisional drawback amount as may be specified by the Central Government, shall be equivalent to the drawback rate and drawback cap shown in column (4) and (5) in the said Schedule for the tariff item corresponding to the export goods, if applicable, and determined as if it were a claim for duty drawback filed with reference to such rate and cap.

4. This notification shall come into force on the 30<sup>th</sup> day of October, 2023.

**CHAPTER – 41**  
**RAW HIDES AND SKINS (OTHER THAN FURSKINS) AND LEATHER**

<b>4101</b>	<b>Raw hides and skins of bovine (including buffalo) or equine animals (fresh or salted, dried, limed, pickled or otherwise preserved, but not tanned, parchment-dressed or further prepared), whether or not dehaired or split</b>		Nil	
<b>4102</b>	<b>Raw skins of sheep or lambs (fresh, or salted, dried, limed, pickled or otherwise preserved, but not tanned, parchment-dressed or further prepared), whether or not with wool on or split.</b>		Nil	
<b>4103</b>	<b>Other raw hides and skins (fresh, or salted, dried, limed, pickled or otherwise preserved, but not tanned, parchment-dressed or further prepared), whether or not dehaired or split.</b>		Nil	
<b>4104</b>	<b>Tanned or crust hides and skins of bovine (including buffalo) or equine animals, without hair on, whether or</b>			

	<b>not split, but not further prepared</b>			
410401	Tanned hides and skins of bovine (including buffalo) or equine animals, without hair on, whether or not split, but not further prepared - Wet Blue Leather		Nil	
410402	Tanned hides and skins of bovine (including buffalo) or equine animals, without hair on, whether or not split, but not further prepared - Crust Leather and EI tanned Leather		1.5%	
<b>4105</b>	<b>Tanned or crust skins of sheep or lambs, without wool on, whether or not split, but not further prepared</b>			
410501	Tanned skins of sheep or lambs, without wool on, whether or not split, but not further prepared - Wet Blue Leather		Nil	
410502	Tanned skins of sheep or lambs, without wool on, whether or not split, but not further prepared - Crust Leather and EI tanned Leather		1.5%	
<b>4106</b>	<b>Tanned or crust hides and skins of other animals, without wool or hair on, whether or not split but not further prepared</b>			
410601	Tanned hides and skins of other animals, without wool or hair on, whether or not split, but not further prepared - Wet Blue Leather		Nil	
410602	Tanned hides and skins of other animals, without wool or hair on, whether or not split, but not further prepared - Crust Leather and EI tanned Leather		1.5%	
<b>4107</b>	<b>Leather further prepared after tanning or crusting, including parchment-dressed leather, of bovine (including buffalo) or equine animals, without hair on, whether or not split, other than leather of heading 4114</b>			
410701	Finished leather of bovine animals	Sq. ft.	5.5%	11.8
410702	Lining leather of bovine animals	Sq. ft.	4.0%	5.5
410799	Others		1.5%	
<b>4112</b>	<b>Leather further prepared after tanning or crusting, including parchment-dressed leather, of sheep or lamb, without wool on, whether or not split, other than leather of heading 4114</b>			
411201	Finished leather of sheep/lamb	Sq. ft.	5.5%	11.8
411202	Lining leather of sheep/lamb	Sq. ft.	4.0%	5.5
411299	Others		1.5%	
<b>4113</b>	<b>Leather further prepared after tanning or crusting, including parchment-dressed leather, of other animals, without wool or hair on,</b>			

	whether or not split, other than leather of heading 4114			
411301	Finished leather of goat/kid	Sq. ft.	5.5%	11.8
411302	Lining leather of goat/kid	Sq. ft.	4.0%	5.5
411399	Others		1.5%	
4114	Chamois (including combination chamois) leather; patent leather and patent laminated leather ; metallised leather	Sq. ft.	4.0%	5.5
4115	Composition leather with a basis of leather or leather fiber, in slabs, sheets or strip, whether or not in rolls; parings and other waste of leather or of composition leather, not suitable for the manufacture of leather articles; leather dust, powder and flour		Nil	
<b>CHAPTER – 42</b>				
<b>ARTICLES OF LEATHER; SADDLERY AND HARNESS, TRAVEL GOODS, HANDBAGS AND SIMILAR CONTAINERS; ARTICLES OF ANIMAL GUT (OTHER THAN SILKWORM GUT)</b>				
4201	Saddlery and harness for any animal (including traces, leads, knee pads, muzzles, saddle cloths, saddle bags, dog coats and the like), of any material			
420101	Harness made of leather	Piece	5.5%	134.4
420102	Saddles made of leather	Piece	2.9%	646.3
420103	Harness and Saddlery, made of non-leather including textiles or synthetic materials		1.1%	
420104	Parts/Components of Harness and Saddlery, made of leather or non-leather including Textiles or Synthetic materials	Piece	2.7%	52.1
420199	Others		1.1%	
4202	Trunks, suit-cases, vanity-cases, executive-cases, brief-cases, school satchels, spectacle cases, binocular cases, camera cases, musical instrument cases, gun cases, holsters and similar containers; travelling-bags, insulated food or beverages bags, toilet bags, rucksacks, handbags, shopping-bags, wallets, purses, map-cases, cigarette-cases, tobacco- pouches, tool bags, sports bags, bottle- cases, jewellery boxes, powder-boxes, cutlery cases and similar containers, of leather or of composition leather, of sheeting of plastics, of textile materials, of vulcanized fiber or of paper-board, or wholly or mainly covered with such materials or with paper			
420201	Trunks, suit-cases, vanity-cases, executive-cases (including laptop bags, computer-tablet covers), brief-cases, school satchels, backpacks/ rucksacks, travelling bags/ luggages and similar containers			

42020101	Of leather, of composition leather or of patent leather	Piece	6.5%	351
42020102	Of PVC	Piece	6.5%	232
42020103	Of textile material	Piece	4.5%	36.8
42020199	Others		1.5%	
<b>420202</b>	<b>Hand-bags or shopping bags, whether or not with shoulder strap, including those without handle; organizer, file-folders, note-cases with closing devices</b>			
42020201	Leather woven/braided hand-bag	Piece	5.3%	192.4
42020202	Others of leather, of composition leather or of patent leather	Piece	5.0%	208.8
42020203	Of cotton	Kg	2.6%	40.5
42020204	Of PVC	Piece	6.5%	119
42020205	Of leather, in combination with textile material	Piece	4.5%	252.2
42020299	Others		1.5%	
<b>420203</b>	<b>Articles of a kind normally carried in the pocket or in the handbag</b>			
42020301	Of leather, of composition leather or of patent leather	Piece	5.3%	50.8
42020302	Of PVC	Piece	4.4%	45.2
42020303	Of leather, in combination with textile material		1.9%	
42020399	Others		1.5%	
<b>420204</b>	<b>Other articles</b>			
42020401	Of leather, of composition leather or of patent leather	Piece	5.3%	78.9
42020402	Of Plastic and /or of textile material	Piece	4.4%	31.8
42020499	Others		1.5%	
<b>4203</b>	<b>Articles of apparel and clothing accessories, of leather or of composition leather</b>			
420301	Articles of apparel, made of leather	Piece	4.5%	476.6
420302	Articles of apparel, made of leather in combination with other materials	Piece	4.5%	412.3
420303	Gloves, specially designed for use in sports namely Golf Gloves made of leather	Pair	3.6%	14.5
420304	Gloves, specially designed for use in sports namely Golf Gloves made of leather in combination with textile materials	Pair	3.6%	65.8
420305	Gloves for use in industry including cut resistant gloves, heat resistant gloves, garden gloves, work gloves, welding gloves, water resistant gloves and driving gloves, made of leather with or without cotton/synthetic material	Pair	4.1%	10.6
420306	Other gloves made of leather	Pair	3.6%	48.7
420307	Belts (with or without an extra buckle) and bandoliers made of leather, whether or not in combination with synthetic material	Piece	4.0%	36.7

420308	Aprons made of leather		1.9%	
420309	Wrist band, tie-pin, necklace made of leather		1.5%	
420310	Belts (with or without an extra buckle) of PVC	Piece	4.0%	31.4
420399	Others		1.5%	
<b>4204</b>	<b>Omitted</b>			
<b>4205</b>	<b>Other articles of leather or of composition leather</b>			
420501	Leather sofa cover	Sq. ft.	5.5%	11.8
420502	Other upholstery including automobile upholstery	Sq. ft.	5.5%	11.8
420503	Mats/carpets of leather/ composition leather or of leather in combination with other materials		1.5%	
420599	Other articles of leather/ composition leather or of leather in combination with other materials (including woven mesh /panels/woven belts/braids strips/laces/luggage tag/ID card holder/ cords in rolls or cut pieces)		1.5%	
<b>4206</b>	<b>Articles of gut (other than silk-worm gut), of goldbeater's skin, of bladders or of tendons</b>		1.2%	
<b>CHAPTER – 43</b>				
<b>FURSKINS AND ARTIFICIAL FUR; MANUFACTURES THEREOF</b>				
<b>4301</b>	<b>Raw fur skins (including heads, tails, paws and other pieces or cuttings, suitable for furriers' use), other than raw hides and skins of headings 4101, 4102 or 4103</b>		Nil	
<b>4302</b>	<b>Tanned or dressed fur skins (including heads, tails, paws and other pieces or cuttings), unassembled, or assembled (without the addition of other materials) other than those of heading 4303</b>		Nil	
<b>4303</b>	<b>Articles of apparel, clothing accessories and other articles of fur skin</b>			
430301	Articles of apparel, made of leather and lining of fur skin/artificial fur	Piece	4.5%	476.6
430302	Mats/carpets of furskin / 'hair on' leather or of furskin / 'hair on' leather in combination with other materials		1.5%	
430399	Other articles of furskin / 'hair on' leather or of furskin / 'hair on' leather in combination with other materials		1.5%	
<b>4304</b>	<b>Artificial fur and articles thereof</b>			
430401	Acrylic fur fabric with or without embroidery and/or with or without metallised yarn		1.3%	

430499

others

Nil

**CHAPTER – 64**  
**FOOTWEAR, GAITERS AND THE LIKE; PARTS OF SUCH ARTICLES**

<b>6401</b>	<b>Waterproof footwear with outer soles and uppers of rubber or of plastics, the uppers of which are neither fixed to the sole nor assembled by stitching, riveting, nailing, screwing, plugging or similar processes</b>		1.5%	
<b>6402</b>	<b>Other footwear with outer soles and uppers of rubber or plastics</b>			
640201	Boots/ Half boots/ Shoes made of synthetic and/or textile material	Pair	6.1%	83
640299	Others		1.5%	
<b>6403</b>	<b>Footwear with outer soles of rubber, plastics, leather or composition leather and uppers of leather</b>			

640301	Leather shoes for adults, namely boots and half boots	Pair	6.1%	182.4
640302	Deleted			
640303	Deleted			
640304	Deleted			
640305	Leather shoes for adults, other than boots and half boots	Pair	6.1%	149.7
640306	Deleted			
640307	Leather boots/half boots/shoes for children	Pair	6.1%	96.1
640308	Deleted			
640309	Leather sandals (including chappals / slippers)	Pair	6.1%	107.1
640310	Deleted			
640311	Leather safety footwear with protective metal toe cap	Pair	9.0%	193.6
640312	Leather safety footwear with protective toe cap of composite/ synthetic material	Pair	7.5%	199.5
640399	Others		1.5%	
<b>6404</b>	<b>Footwear with outer soles of rubber, plastics, leather or composition leather and uppers of textile materials</b>			
640401	Of rubber sole with canvas upper		1.5%	
640402	Boots/ Half boots/ Shoes with upper of synthetic and/or textile material	Pair	6.1%	143.8
640403	Sandals of Leather-cum-synthetic/textile materials		1.9%	
640404	Of TPR/PU sole with canvas upper		1.5%	
640405	Sandals of synthetic and/or textile material		1.5%	
640499	Others		1.5%	
<b>6405</b>	<b>Other footwear</b>		1.5%	
<b>6406</b>	<b>Parts of footwear (including uppers whether or not attached to soles other than outer soles); removable in-soles, heel cushions and similar articles; gaiters, leggings and similar articles, and parts thereof</b>			
640601	Leather shoe uppers for adults, namely boots and half boots with or without insoles (socks)	Pair	4.0%	74.4
640602	Deleted			
640603	Deleted			
640604	Deleted			
640605	Leather shoe uppers for adults, other than boots and half boots with or without insoles (socks)	Pair	4.0%	73.1
640606	Deleted			
640607	Leather uppers for boots/half boots/shoes for children with or without insoles (socks)	Pair	4.0%	39.2
640608	Deleted			
640609	Leather sandal uppers with or without insoles (socks)	Pair	3.4%	30.4
640610	Deleted			
640611	Leather woven sandal uppers	Pair	3.4%	76.6

640612	Leather soles	Pair	3.4%	20.4
640613	Leather-cum-synthetic/textile footwear uppers with or without insoles (socks)	Pair	3.4%	45.7
640614	Synthetic uppers for footwear with or without insoles (socks)	Pair	3.4%	63.2
640615	PU Unit sole		1.5%	
640616	Leather insoles (Leather socks) for adult shoes	Pair	2.5%	5.3
640617	Deleted			
640618	Leather gaiters or chaps	Pair	3.4%	54.6
640619	Synthetic gaiters or chaps		1.5%	
640699	Others		1.5%	