



THE PLASTICS EXPORT
PROMOTION COUNCIL

दि प्लास्टिक एक्स्पॉर्ट प्रमोशन कौन्सिल
(भारत सरकार, वाणिज्य एवं उद्योग मंत्रालय, वाणिज्य विभाग द्वारा प्रायोजित)

THE PLASTICS EXPORT PROMOTION COUNCIL
(Sponsored By The Ministry Of Commerce & Industry, Deptt. Of Commerce, Government Of India)

Ref. No. Plexh/Cir/524

Dated:
17.10.2023

To,

All Members of the Council

Dear Sir / Madam

Subject: Regarding Amendment in HBP 2023 to permit availment of Input Tax Credit on GST paid material, in respect of Advance.

We reference the above-mentioned subject. We wish to inform you that the O/o. DGFT has issued Public Notice No. 34/2023 dated October 13, 2023, regarding the Amendment in HBP 2023 to permit availment of Input Tax Credit on GST paid material, in respect of Advance.

As per the notice, the following amendment has been made to Para 4.10 (i) of the Handbook of Procedures, 2023:

Existing Para 4.10 (i):	Amended Para 4.10 (i):
Transfer of any duty-free material imported or procured against Advance Authorisation from one unit of a company to another unit for manufacturing purposes shall be done with prior intimation to jurisdictional Customs Authority. Benefit of Input Tax Credit shall not be claimed on such transferred input.	Transfer of any duty-free material imported or procured against Advance Authorisation from one unit of a company to another unit for manufacturing purposes shall be done with prior intimation to the jurisdictional Customs Authority. In case of transfer of duty-free imported or indigenously procured materials, on which GST has been paid, between the units located in the same or different States, the availment of

Input Tax Credit shall be governed as per the provisions of the GST law and the rules made thereunder.

The amendment, which allows for the availment of Input Tax Credit on GST-paid materials, aims to ease doing business and reduce transaction costs.

Members can download the Notice: [CLICK HERE](#)

Bharti Parave

Asst. Director – Trade & Policy

The Plastics Export Promotion Council