## FEMA ke FUNDAE

## Receipt of advance against exports

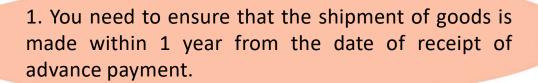
#FamiliarwithFEMA

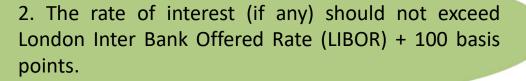
Hi Mr. FEMA Gyani, I have a company in India that is into the business of export of shoes. This time I've received a big order for 1000 pair of shoes. Now, as this is a huge order, I need advance from client to complete it. Is it possible under FEMA to receive advance payment for export of goods?

Hi Arnav, Yes, you can receive the advance for export of goods. Some points are required to be kept in mind for this. Let me take you through that









3. The documents covering the shipment should be routed through the AD Category-I bank through whom the advance is received.



Ok. One more question; As per our contract, if I could not complete the project within the stipulated time then I have to refund the entire money received. So can I do so?

Well that's not an easy task Arnav. No remittance towards refund of unutilized portion of advance payment or towards payment of interest, shall be made after the expiry of 1 year, without the prior approval of the RBI.





## Mank Mou!

Let's meet every Wednesday.

To make you more familiar with FEMA, we are happy to listen to your

Comments

Feedbacks

Suggestions

Linked in

https://www.linkedin.com/company/jsco

The FEMA Gyani

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