

FEMA ke FUNDAE

Write Back of Import Payables

#FamiliarwithFEMA

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Jain Shrimal & Co.



Alankrit
Director of Indian
Co.

Hi Mr. FEMA Gyani! We are in the business of trading of rubber articles in India. Few months ago, we imported certain goods from US. However, we have not remitted the funds yet. We sought for extension in time limit and now we wish to write back the import payables. Please elaborate the FEMA Provisions in this regard.

Hi, Alankrit! Yes you can write back the import payables subject to the guidelines given by RBI.



The FEMA Gyani

Firstly, you can write back to the extent of **5% of invoice value** in case if the amount declared in BoE **varies** with actual remittance due to operational reasons.

Secondly, write back can be on account of **quality issues, short shipment or destruction of goods** by port/ custom/ health authorities.

Lastly, Write back **other than the above two** conditions may be referred to the concerned **Regional Office of RBI**

3 Methods of Write Back of Import Payments



The FEMA Gyani



Alankrit
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Yes, in my case there is a difference between the amount declared in BoE and actual remittance. But is it possible to write back more than 5% of invoice value?



Alankrit
Director of Indian
Co.

In case of write back due to difference between the amount declared in BoE and actual remittance, only 5% of invoice value can be written off.
But if you wish to write back more than 5%, you can refer to the concerned regional office of RBI

Okay Mr. FEMA Gyani! Thanks for the help



The FEMA Gyani

Thank You!

Let's meet every
Wednesday.

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

Comments

Feedbacks

Suggestions



The FEMA Gyani

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