



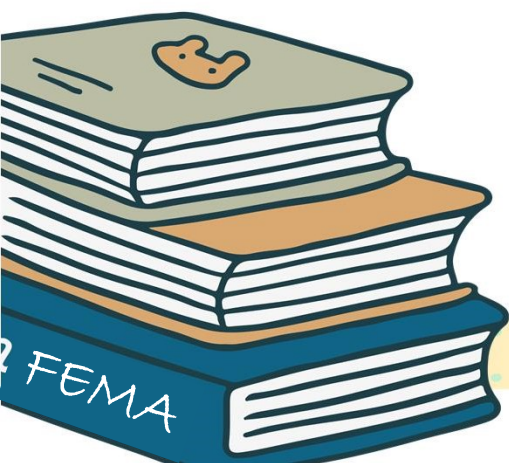
JAIN SHRIMAL & CO.

# FEMA Ke Fundae

#FamiliarwithFEMA



-- Draft FEMA --  
(Export and Import  
of Goods and  
Services)  
Regulations, 2025



Date: 23-04-2025

Issue no: 150

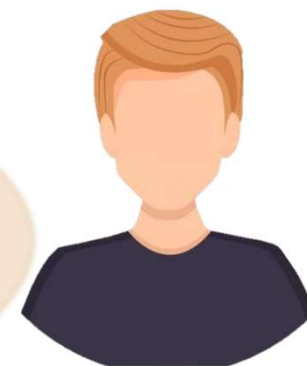




**Shree Bajaj**  
**(Exporter)**

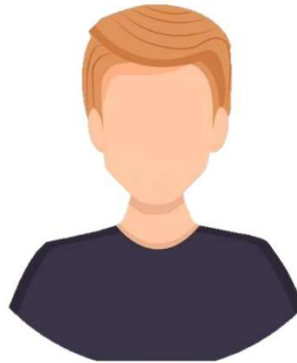
Hello FEMA Gyani! I'm Shree Bajaj and I am engaged in the business of exporting goods, and I've been reading about the new draft regulations released by RBI on the export and import of goods and services. To be honest, I'm really confused. Can you please explain how are these changes going to help exporters and importers like me?

Hello, Mr. Shree! Don't worry, I'll explain the recent draft regulations issued by the Reserve Bank of India (RBI). Previously, RBI prescribed detailed requirements, including specific conditions, time limits, and prescribed forms. However, under the new draft, a significant number of these decisions now have been delegated on the discretion of AD banks, The emphasis of revised Regulations is on enhancing **ease of doing business** and **bringing all instructions onto a single document**, but, Please note that these are currently only **draft regulations** and **not yet finalized**. This draft is open for **public comments and feedback until 30th April, 2025**. For now, I'm just highlighting the **key points** for your understanding, this will help you understand the impact of changes in regulations on your business.



**The FEMA Gyani**

Here are the key points of NEW GUIDELINES:



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1. Time period of one year for completing export against advance received is deleted.

5. For merchanting trade transactions The period between the outward remittance and inward remittance **does not exceed six months**, instead of earlier time period of **nine months**.

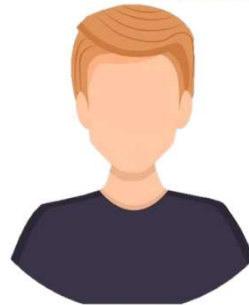
2. AD banks can permit the **extension** of time period for realisation of export dues and **reduction in export dues** upto the limits and time period as per their **internal policies**.

3. Exporters are now required to realise the full value **within nine months from the date of sale of goods**. Whereas the earlier provision allowed a period of **fifteen months from the date of shipment**

4. Import payments to be completed as per **contract terms** instead of the current time limit of **six-month from the date of shipment**.

6. Limit of USD 5 million for seeking letter of credit in case of advance for import is removed, now AD bank specified limits will apply.

7. Service exporters also need to file export declaration form(EDF).



8. An AD bank may allow **set-off** of export receivables against import payables from/to the same overseas buyer or supplier.

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Also, there is an important change ,that Software exports to use **EDF** for export declaration instead of **SOFTEX** since the regulations refers to single **export Declaration form(EDF)** and has also introduced definition of export and import of services which includes export of software:

Export of service means rendering of services overseas by a person resident in india, from India and shall also includes export of software

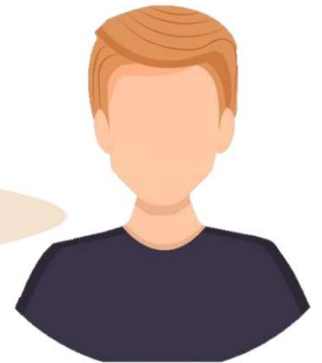
Import of service means availing of services by a person resident in india, from a person resident outside India,from overseas and shall also includes export of software



**Shree Bajaj**

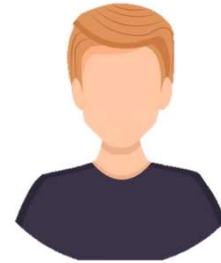
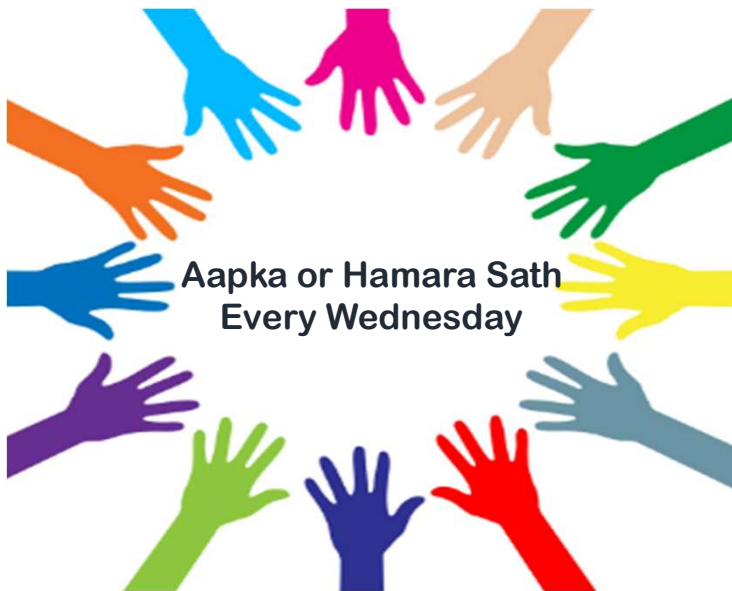
Okay ,great! That is very clear now, Thankyou so much FEMA Gyani.

Your welcome, shree!



**The FEMA Gyani**

# Thank You



The FEMA Gyani

Comments

Feedbacks

Suggestions



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