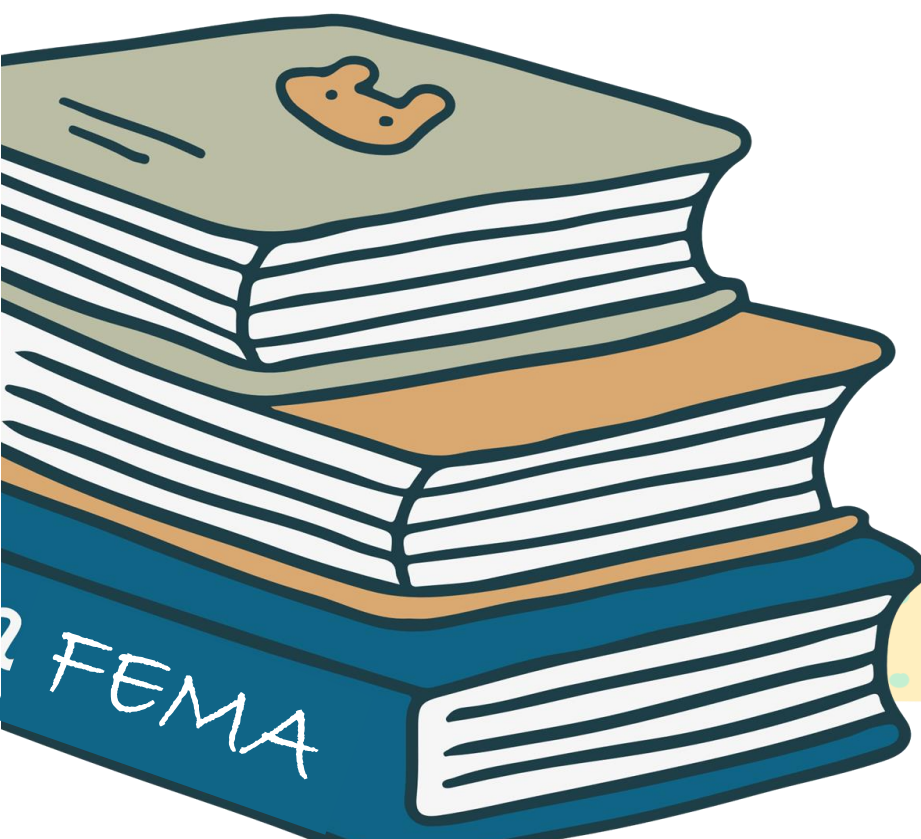


FEMA Ke Fundae

#FamiliarwithFEMA



Import
of Gold
and Other
Precious Metals
(Part 1)



Date: 7/5/2025

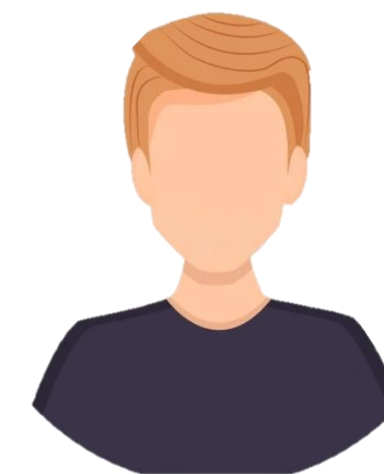
Issue no: 152





Aaryan
Indian Resident

Hello, FEMA Gyani! I'm the owner of Swarna Jewels, a brand renowned for its fine gold jewellery. As our business is expanding, I am looking to import gold directly, rather than depending on local suppliers. However, I am aware that there are strict regulations under FEMA governing such imports. Could you kindly guide me through the process and requirements for importing gold under FEMA?



The FEMA Gyani

"Ah, that's a very interesting question, Aaryan, and I'm glad you're thinking about it. A few specific group of people can import gold now. The ones who can are:

Nominated banks and agencies as notified by the DGFT (Directorate General of Foreign Trade).

Qualified jewellers.

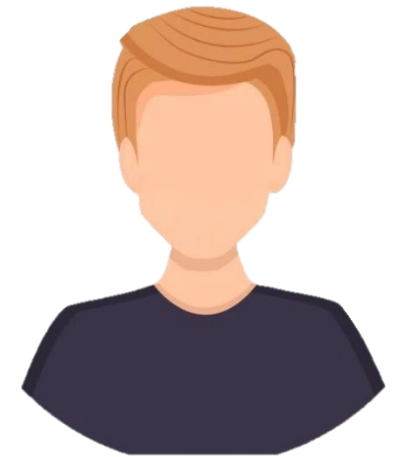
Tariff Rate Quota (TRQ) holders under the India-UAE CEPA agreement.



Aaryan
Indian Resident

So, it's a bit more exclusive now? Only certain entities can import gold?

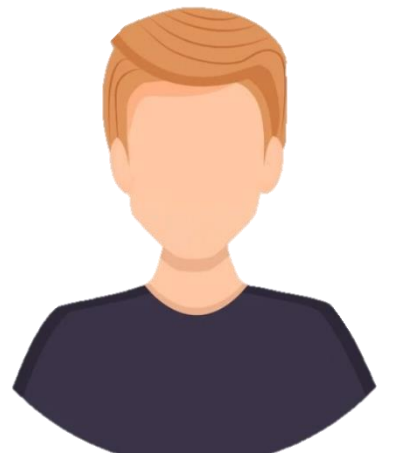
Yes, exactly! But here's the rule—gold can be sold in India **if it's paid for upfront, with no credit allowed**. This helps keep the gold trade clear and fair.



The FEMA Gyani

Got it, no credit for domestic sales. Can banks offer loans for gold?

Yes, they can! **Nominated banks** are **allowed to grant gold metal loans**, which can be a handy option for businesses dealing with gold.



The FEMA Gyani



Aaryan
Indian Resident



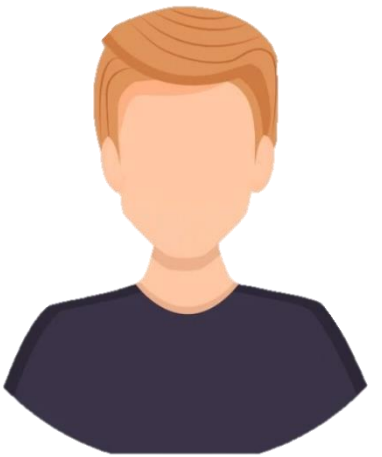
Aaryan
Indian Resident

I see. What about export-related rules? Are there any changes there?



Aaryan
Indian Resident

If you're an exporter, **especially a Status Holder Exporter**, you need to follow the guidelines in the Foreign Trade Policy. These guidelines get updated from time to time, so it's important to stay informed.

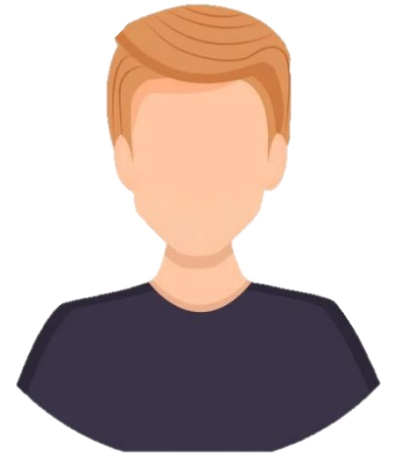


The FEMA Gyani

Okay, and What about gold coins and medallions? Are there any regulations for the import of the same?



Yes, **gold coins and medallions can be imported**, but there's a catch—banks are not allowed to sell them. The sale is under review, but for now, banks can't engage in selling them.



The FEMA Gyani

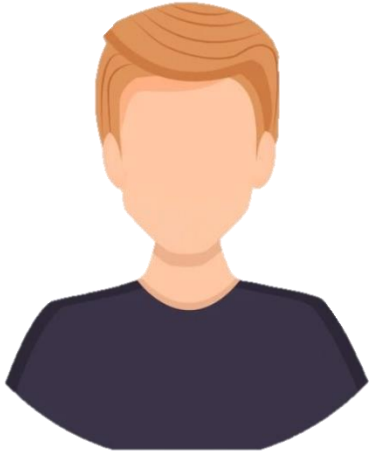
Interesting. One last question- If I want to import gold from a supplier based in Dubai and I don't want to pay the full amount upfront and considering using trade credit facilities, such as Letters of Credit (LCs), to finance the purchase, is it a viable option?



Aaryan
Indian Resident



The payment period for importing gold, including any credit terms like Letters of Credit, **cannot go beyond 90 days** from the shipment date. This ensures payments are completed promptly.



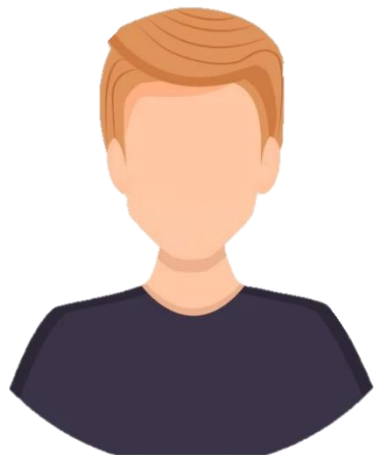
The FEMA Gyani



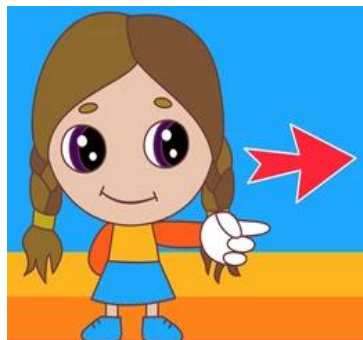
Aaryan
Indian Resident

Understood. Thank you so much!

You're welcome! It can seem tricky, but once you understand the key rules, it all makes sense. Always happy to help!



The FEMA Gyani

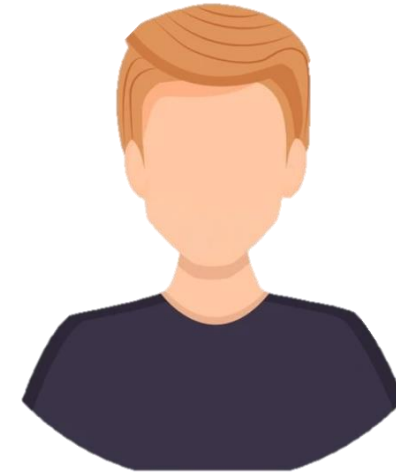
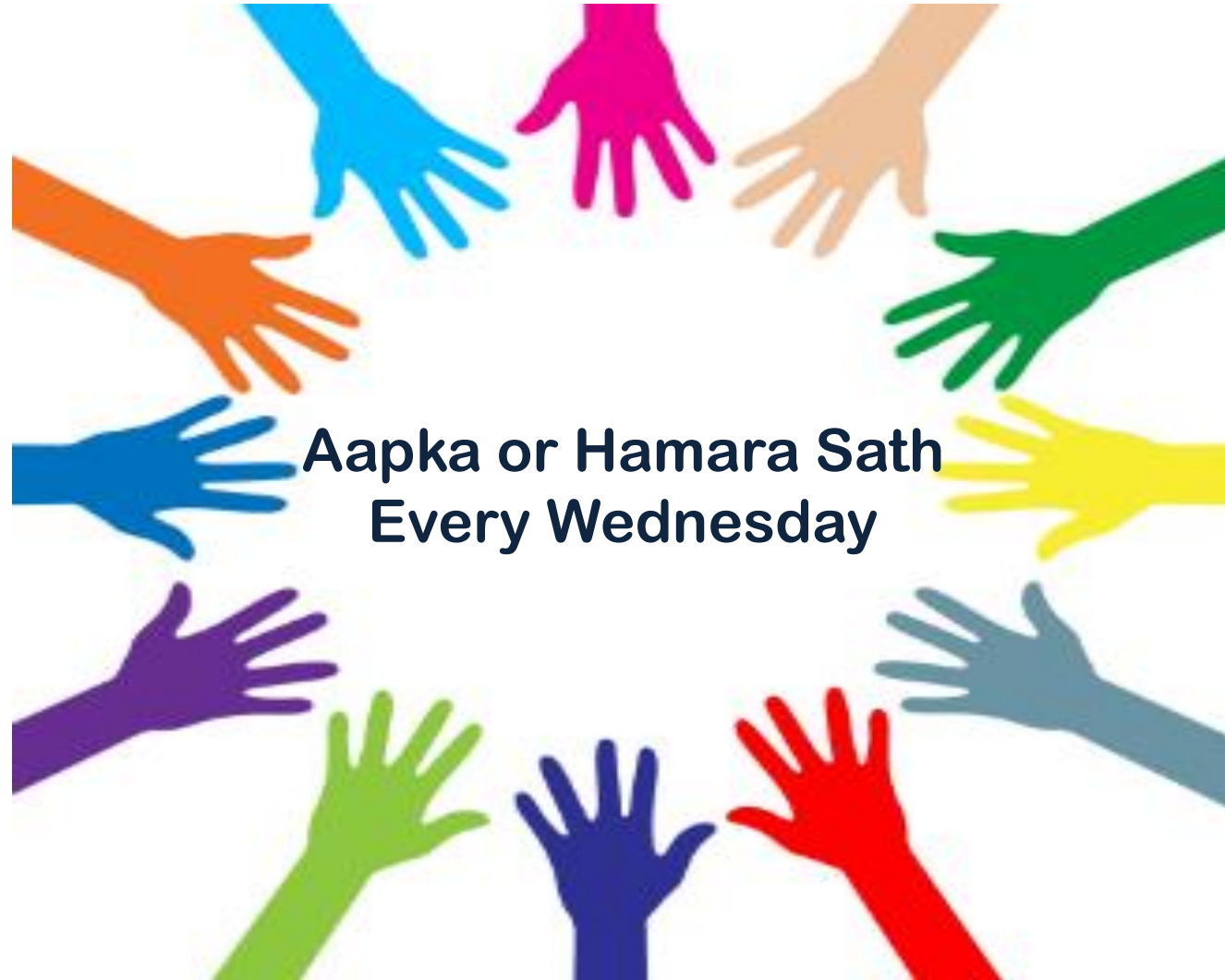


In the next part, we will cover the **Import of Precious Metal**

**To be continued next
WEDNESDAY...**



Thank You



The FEMA Gyani

Comments

Feedbacks

Suggestions



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