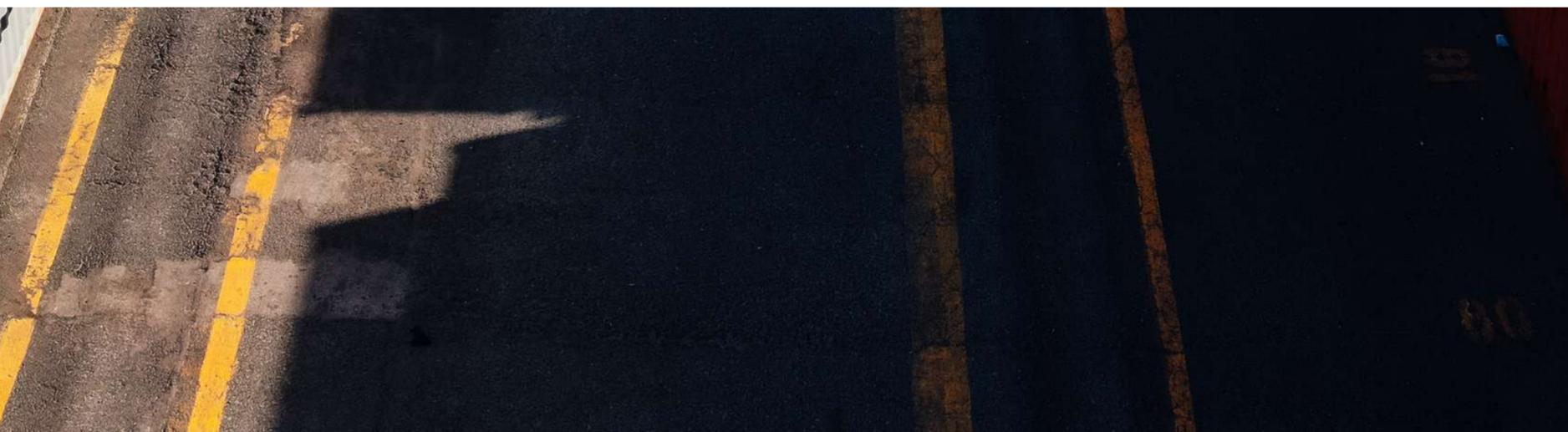




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**DGFT Issues Trade Notice for scrip transfer recording module**



## **DGFT Issues Trade Notice for scrip transfer recording module**

The Director-General of Foreign Trade received intel from exporters who highlighted fraud in certain scrips.

After deliberations with the Department of Revenue (DOR) and to improve trade facilitation, DGFT decided to re-open the IT module with certain additional features and limitations.

Numerous new features have been incorporated into the scrip transfer Recording Module.

A time delay is added to the transfer of the scrip mechanism. It will happen in two cases. Firstly, the original owner of the scrip cannot transfer the scrip to the next transferee immediately, they will be able to transfer after a few days. Similarly, in cases of transfer of scrip from one entity to another can happen after few hours after the previous transfer.

The authorities have also placed a limit on scrip transfers that each IEC per day can accept. Along with this, an email and SMS notification must be sent to IEC holders and Directors on transfer, modification of IEC, and changes in email/mobile of directors or partners.

IECs will automatically de-link users every six months, and digital signature and aadhar registration will also be de-linked in 90 days.

Further, certain IECs have been flagged for inconsistencies for things such as the same mobile number linked with more than 3 IECS or if there is a mismatch in the name of directors, PAN, or other key details. These entities won't be able to use the Scrip Transfer Recording Module until the IEC holder corrects these inconsistencies.

"The original duty scrip holder is required to register the duty credit scrip at the Port of Registration with Customs, and the 'transfer' of scrips from one IEC to another IEC will be as per the negotiated terms & conditions between the buyer and the seller. DGFT/Customs shall not be responsible for any lapse between the transferor or the transferee (old or new owner of the scrips) or any dispute in this regard," the DGFT said.



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