

Tax Relief Strategies for Sugar

The Union government is planning to **revive tax remission benefits on <u>sugar exports</u>**, which were placed in the **'restricted' category in mid-2022**.

- The <u>Remission of Duties and Taxes on Export Products (RoDTEP) scheme</u>, which was launched in January 2021, aims to provide a mechanism for reimbursement of taxes, duties and levies that are incurred by the export entities in the process of manufacture and distribution of exported products.
 - The RoDTEP Scheme is a Department of Commerce scheme (Ministry of Commerce & Industry), and it is being implemented by the Department of Revenue(Ministry of Finance).
- However, under this scheme, sugar exporters faced a tax query from the customs authorities, as it is a restricted commodity and is not eligible for export benefits.
 - Industry challenges arose as sugar, previously under free export, sought RoDTEP benefits.

Read more: Scheme for Remission of Duties and Taxes on Exported Products

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