



## Tax Relief Strategies for Sugar

The Union government is planning to **revive tax remission benefits on [sugar exports](#)**, which were placed in the **'restricted' category in mid-2022**.

- The **[Remission of Duties and Taxes on Export Products \(RoDTEP\) scheme](#)**, 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](#)

PDF Reference URL: <https://www.drishtiias.com/printpdf/tax-relief-strategies-for-sugar>

