PARA 121 OF THE EXIM POLICY

The following categories of supply of goods by the manufacturers/main/sub contractors hall be regarded as ‘Deemed Exports’ under the policy provided the goods are manufactured in India:

(a) Supply of goods against licences issued under the Duty Exemption Scheme,
(b) Supply of goods to units in EPZs / STPs / EOU's / EHTPs.
(c) Supply of capital goods to holders of licences under EPCG scheme, such supplies will have the benefit of refund of terminal excise duty and special import licences w.e.f. 1st April 1995.
(d) Supply of goods to projects financed by multilateral or bilateral agencies/Funds as notified by the Department of Economic Affairs, Ministry of Finance under international competitive bidding or under limited tender system in accordance with the procedures or those agencies/Funds, where the legal agreements provide for tender evaluation without including the customs duty.
(e) Supply of capital goods to fertilizer plants, if the supply is made under the procedure of international competitive bidding.
(f) Supply of goods to any project or purpose in respect of which the Ministry of Finance, by a notification permits the import of such goods at zero customs duty coupled with the extension of benefits under ‘Deemed Exports’
(g) Supply of goods to such projects in the Power, Oil and Gas sectors in respect of which the Ministry of Finance, by a notification, extends the benefit of ‘Deemed Exports’.