

## **Customs Bonding (Private Bonded Warehouse License)**

Every STP member is required to get its premises Custom Bonded whether, if it proposes to avail the benefits of Customs Duty/Excise Duty exemption.

On execution of LUT and obtaining List Attestation, RCMC and Green Card, the STP unit with the LOP, LUT and other approvals accorded by STPI has to approach customs authorities for bonding of the premise and execution of Bank Guarantee.

The Customs Dept. through its designated officers (Deputy Commissioner) will perform the following activities

- Issue of license for Custom Bond Warehousing & in Bond Manufacture under section 58 & 65.
- Acceptance of the required bond.
- Issue of CT3 forms to enable the unit to procure indigenous CG without having to pay the excise duty.

Units operating under the STP Scheme require private bonded warehouse license under Section 58 of the Customs Act 1962, with a bond manufacturing facility under Section 65. For this purpose, the unit may have to apply in the standard format to the jurisdictional Deputy Commissioner (DC) along with the following documents/information.

- Copy Initial Application, Memorandum & Articles of Association & Project Report submitted to The Director STPI. Letter of Approval from the Director STPI allowing the 100% EoU status to the unit or Letter of Intent/Permission from SIA as the case may be.
- Copy of Legal Agreement for Export Obligation executed with The Director, STPI.
- Purchase/Lease deed of building/Premises
- Ground plan of the premises.
- Tentative list of imported and indigenous CG for setting up the 100% EoU along with the estimated cost duly certified by Director STPI.
- "Registration-cum-Membership Certificate" issued by The Director STPI.
- "Importer-Exporter Code" allotted by DGFT
  - 3 Photographs of Head of the unit.
  - After obtaining Private Bonded Warehouse license from Customs a copy of the same should be forwarded to this office
  - A board as per Annexure VIII should be fixed on entrance of the Private Bonded Warehouse license

If all the documents as indicated above are found to be in order, such licenses are to be issued for a period of 5 years or upto the validity of the Lease / Rental Deed.

*(Pl. Note, that the above procedure is only indicative, please contact Customs authorities for detailed procedure)*