



Service Exports from India Scheme (SEIS)

STEEL USERS FEDERATION OF INDIA

**A UNITED PLATFORM FOR STEEL
FRATERNITY**

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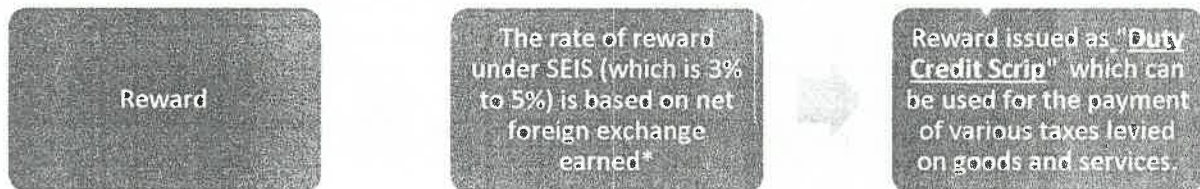
Service Exports from Indian Scheme (SEIS)

Foreign Trade Policy (2015-2020) has formulated the Service Exports from Indian Scheme 'SEIS' to encourage the export of notified services from India.

I. Applicability of the scheme-



II. Reward under the scheme-



*Net foreign exchange = Gross earnings of Forex - Total expenses payment of Forex by IEC holder for service sector.

III. Service wise Rate of Incentives under the scheme:

The Service Providers eligible to claim incentives for export of Services along with the rate of reward (refer Appendix 3D):

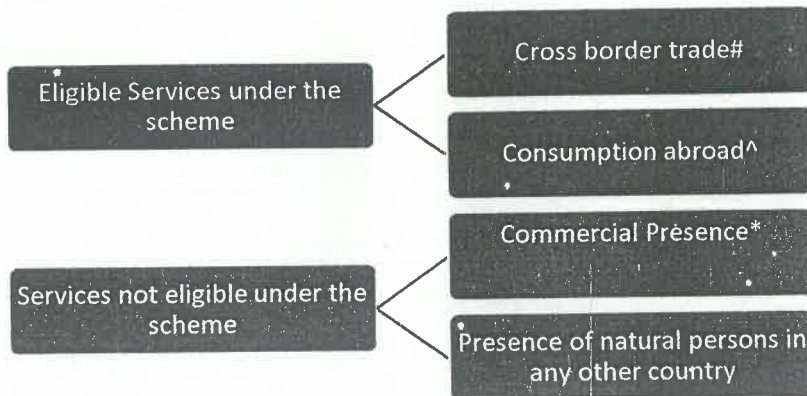
Sr. No.	Sectors	Benefited Class Of People	Admissible Rate In %
1.	Business Services		
i.	Professional services	Professionals like CA, CS, MBA, LLBs etc.	5%
ii.	Research and development services	Corporate Entities and other start-ups involved in scientific research and development & technology development.	5%
iii.	Rental/Leasing services without operators	Companies financing/leasing various assets like vehicle & machinery etc.	5%
iv.	Other business services	Advertisement, Management consultants, technical, testing & analysis service, printing, publishing, packaging services etc.	3%



2.	Communication Services	Audio-visual service providing entity like Radio and Television service providers etc.	5%
3.	Construction And Related Engineering Services	Engineering companies like building, civil engineering, installation services, etc.	5%
4.	Educational Services	Service providers like Schools, Colleges, etc	5%
5.	Environmental Services	Service providers like Sanitation and disposal, sewage services etc.	5%
6.	Health-Related And Social Services	Hospitals services	5%
7.	Tourism And Travel-Related Services		
i.	Hotels and Restaurants (including catering)	Restaurant, Hotel Industry	3%
ii.	Travel agencies and tour operators services	Tour operators and other related service providers	5%
iii.	Tourist guides services	Tourist and guide service provider	5%
iv.	Recreational, Cultural And Sporting Services (Other Than Audio-Visual Services)	Entertainment Industry including theatre, live bands, circus, new agency services, libraries, museums, sports & recreational services, etc.	5%
v.	Transport Services	Transport Industry including marine air, road transport services, other auxiliary service	5%

IV. Eligibility criteria for claiming incentives under SEIS Scheme:

1. Type of services exported:

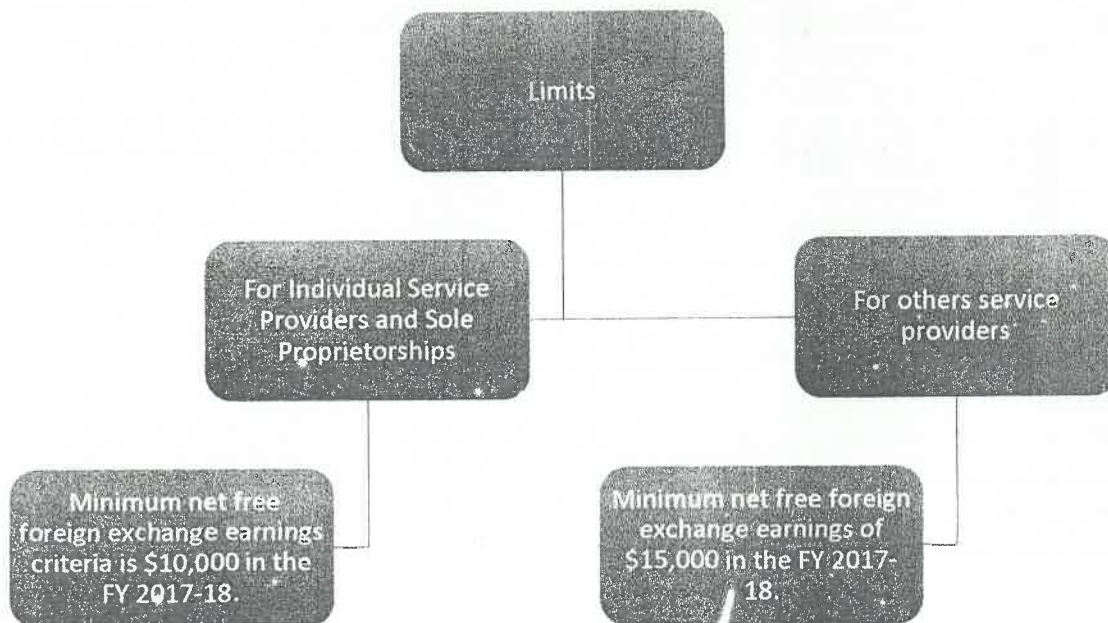


#Supply of a service from India to any other country

^Supply of a service from India to service consumers of any other country

*Supply of a service from India through Commercial Presence in any other Country

2. Limits of Net Foreign Exchange earnings for FY 2018-19:



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Example

Instance 1:

ABC Pvt Ltd provides services of Technical Testing & Analysis (As per Appendix 3D of Foreign Trade Policy 2015-20, reward for export of Technical Testing & Analysis Services is 3%).

Sr. No.	Particulars	Amount
1.	Gross foreign exchange earnings	
a)	From USA	Rs. 6 crores
b)	From Nepal & Bhutan	Rs. 3 crores
2.	Payment made in foreign currency on services received from abroad	Rs. 3 crores
3.	Payment made for purchase of goods	
a)	For service sector	Rs. 1 crore
b)	For other sector (on account of trading in goods)	Rs. 2crores
4.	Net foreign exchange earnings (1a+1b-2-3a)	Rs. 5 crores
5.	SEIS Reward eligible (Rs. 5 crores*3%)	Rs. 15.00 lakhs

Instance 2:

XYZ Ltd provides Professional Services in relation to chartered accountant to MNO Ltd (As per Appendix 3D of Foreign Trade Policy 2015-20, reward for export of Professional Services is 5%).

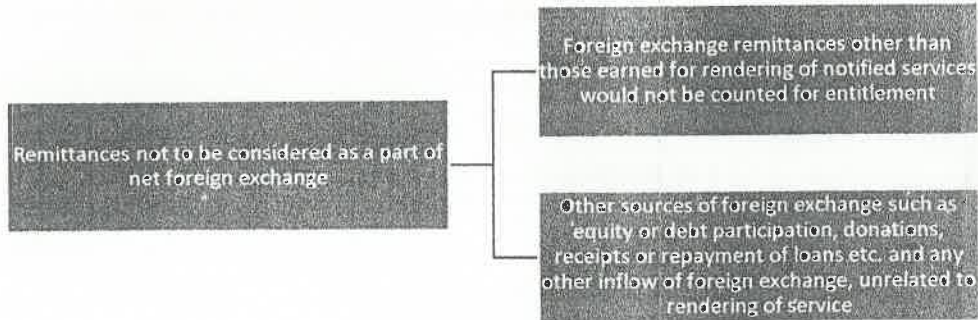
Sr. No.	Particulars	Amount
1.	Professional services provided in USA	Rs. 3 crores
2.	Net foreign exchange earnings	
	- Part payment received	Rs. 2.1 crores
	- Balance receivable#	Rs. 0.9 crores
3.	SEIS Reward eligible	
	- On amount received	Rs. 10.5 lakhs

In case of default in recovery on account of export, relevant FEMA compliance on realization of the foreign earning has to be complied.

3. Prerequisites for the enrolment

- To claim the incentives, the service provider is required to have an **active IEC Code** at the time of rendering such services.
- In case the IEC holder is *manufacturer of goods as well as service provider*, then the foreign exchange earnings and Total Expenses/ payment/ remittances to be taken into account for **service provider only**.

V. Foreign Exchange Computation :



VI. Procedure for filing of application for claiming incentives under SEIS:

- An application shall be filed online for a financial year in ANF*- 3B using DSC
- Last date for filing is 12 months from the end of relevant financial year
- Applicant shall have the option to choose Jurisdictional Regional Officer for submitting application/ applications
- Once this option is exercised, no change would be allowed for claims relating to that year

***ANF-Application Form for Service Exports from India Scheme**

VII. Port for Registration under SEIS:

Script applied under SEIS, the applicant gets an opportunity to choose as port of registration

Script would be issued with such port of Registration

In case the port of Registration is a Manual Port, TRA* shall be required for imports at any other port

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*TRA-Telegraphic Release Advice

VIII. Other relevant points for incentives under SEIS Scheme:

Validity	•18 months from the date of issue
Revalidation	•Not permitted unless validity has expired while in the custody of Customs Authority/ RA
Splitting of scrips	•Scrips can be split in EDI enabled ports.
Attestation	•Forms ANF -3B, ANF – 3C, ANF – 3D are required to be signed by a Chartered Accountant/ Company Secretary/ Cost Accountant.

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Thanking you,
Yours faithfully,

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