



OFFICE OF THE JOINT COMMISSIONER OF CUSTOMS ::  
KRISHNAPATNAM CUSTOM HOUSE :: KAPS BUILDING, CVR COMPLEX;  
KRISHNAPATNAM PORT AREA; GOPALAPURAM; MUTHUKUR-524344 SPSR  
NELLORE DISTRICT. Ph.No. 0861-2377722-JC/2377144- FAX-0861-2377822

C.No.VIII/48/56/2016-Cus.Tech

Date:23.08.2017

**Minutes of the Open House Meeting held on 19.07.2017 with all the Stake Holders of Krishnapatnam Port, under the Chairmanship of Smt. Sudha Koka, I.R.S, Commissioner of Customs, Customs Preventive Commissionerate, Vijayawada.**

A Open House Meeting with the Importers, Exporters, CHAs, Steamer Agents, Stevedores and other Stakeholders of Krishnapatnam Port was held on 19.07.2017, at Krishnapatnam Custom House Building. The meeting was presided over by Smt. Sudha Koka, I.R.S., Commissioner of Customs, Customs Preventive Commissionerate, Vijayawada.

The following Officers / Dignitaries have attended the meeting in addition to the representatives of the trade:

**OFFICERS**

1. Shri M. Rama Mohana Rao, Joint Commissioner of Customs
2. Shri. V. Venkateswara Rao, Assistant Commissioner of Customs.
3. Shri G. Chandrasekhar, Assistant Commissioner of Customs
4. Smt. D. Naga Jyothi, Deputy Commissioner, Commercial Tax, AP.
5. Dr. K. Ravi, Plant Protection Officer, Plant Quarantine.

**STAKE HOLDERS**

1. Shri VVSN Murthy, Chief Advisor, M/s KPCL
2. Shri M.Chandrasekhar, A.G.M., M/s. KPCT.
3. Shri. KM Giri, Operation Manager, M/s Seabird - CFS.
4. Shri Satyanarayana, Manager, M/s Gateway Distriparks - CFS.

**TRADE**

As per list enclosed

The Chairperson welcomed all the members of the trade/stake holders.

**1. Inclusion of Final invoice Column:** Shri Ramana Murthy, M/s ITC Ltd., Guntur has raised the issue in respect of Exporters, pre-shipment invoices are being raised for Plant Quarantine and Spice Board to ascertain the quality of the product. The pre-shipment invoice number is being reflected in Shipping Bill but final invoice column is not being displayed in the Shipping Bill. Therefore, the modification in EDI system is required to be done in this regard. The Chairperson replied that a representation may be mailed for onward submission to DG, Systems for inclusion of final invoice.

**(Action: JC (KPCH)]**

**2. Trade Request for clarity on LUT:** Shri VVSN Murthy, Chief Advisor, KPCL said that the trade needs clarity on LUT. Chairperson has instructed that the JC may conduct seminar in this regard.

**(Action: JC, KPCH)**

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**3. DPD Facility:** Shri. Kumaran, Manager, ISUZU Motors, Sri City has requested for Direct Port Delivery of their import containers. The chairperson agreed to consider the request for DPD facility and directed to submit the representation in this regard.

**(Action: JC, KPCH)**

**4. Waiver of Penalty under Section 46:** Chairperson stated that in cases of Request for waiver of penalty proposal under Section 46, the Joint Commissioner is the proper officer for consideration of request due to problems encountered in GST transition and advised the trade not to misuse the provision.

**(Action: JC KPCH)**

**5. IGST Problems due to non-updation of ICES:**

IGST Problems due to non-updation of ICES: The Chairperson has asked the trade whether they are facing any issues in IGST due to non updation of ICES. M/s VVS Global Forwarders CHA have said that in respect of Fertilizer products covered under CTSH 3102, 3103, 3104 and 3105 are notified under Schedule II at Sl.No.66 to 69 and also under Schedule III at Sl.No.42 to 45 of Notification No.01/2017-Integrated Tax (Rate), dated 28/06/2017 and by amending Notification No.16/2017-Integrated Tax (Rate), dated 30/06/2017, entries at Sl.No.66 to 69 under Schedule-II were omitted and the said products were inserted under Schedule -I at Sl.No.182A, 182B, 182C and 182D attracting 5% of IGST. However, the entries under Schedule-III remain unaltered. Thus the fertilizers classified under CTSH 3102, 3103, 3104 and 3105 are now covered under both Schedule-I (5%) and Schedule-IV(18%). While submitting BE, the system is taking higher rate under Schedule III and the assessing officer is required to extend the benefit of lower rate under Schedule-I manually on the request of the Importer. It was further reported by M/s VVS Global Forwarders that Solar Panels classifiable under Chapter 84



are specified at Sl.No.234 of Schedule-I to Notification No. 01/2017-Integrated Tax (Rate), dated 28/06/2017 attracting 5% of IGST. The eight digit classification of Solar panels as per Customs Tariff will be 85414011. In Notification No.01/2017-Integrated Tax (Rate), dated 28/06/2017, goods falling under 8541 are specified under Schedule-III at Sl.No.392 which pertains to Diodes, transistors and similar semi-conductor devices; photosensitive semi-conductor devices; light-emitting diodes (LED); mounted piezo-electrical crystals. While submitting BE, the system is taking higher rate under Schedule III and the assessing officer is required to extend the benefit of lower rate under Schedule-I manually on the request of the Importer. The Chairperson directed to e-mail the representation so that the same could be taken up with DG, Systems and CBEC to rectify the same.

**(Action: JC, KPCH)**

**6. Non uniform classification:** M/s ITC Ltd have said that they are facing problem with classification on import of Unmanufactured tobacco; tobacco refuse [other than tobacco leaves] under CTH 240110 and hence will be forced to pay IGST at 28% as IGST at 5% in Schedule I, is applicable to Tobacco leaves only. Whereas, in HSN (Harmonized System of Nomenclature) the description which is internationally accepted is unmanufactured tobacco whereas, the description in Schedule covers Tobacco leaves only. That is, there is a difference from ITC (Indian Tariff Classification) and IGST classification. Chairperson has directed them to submit the representation.

**(Action: JC, KPCH)**

**7. BRCs:** The chairperson has asked the exporters to submit the BRCs for the years 2015-16 and 2016-17 within 15 days to update the same in BRC module

**(Action: DC, Drawback)**

**8. Amendment of Bills of Entry in EDI:** Shri VWSN Murthy, Chief Adviser, M/s. KPCL had stated that they are facing problem in getting the correct exchange rate while generating Bill of Entry in ICES due to system delay and requested for provision for exchange rate amendment. The Chairperson had directed to submit a detailed representation in this connection, to be taken up with D.G. Systems.

**(Action: DC, Appraising)**

*M. Rama Mohana Rao* 23/9/17  
**(M. RAMA MOHANA RAO)**  
JOINT COMMISSIONER

To:  
All Stakeholders of CCFC Meeting .

**Copy submitted to:** The Commissioner of Customs, CPC, Vijayawada.

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