

Government of India
Ministry of Commerce & Industry
Office of the Joint Director General of Foreign Trade
117, K.K.Nagar, Madurai – 625020

Tel: 0452-2586485

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File no. 35/21/021/00010/AM09

Date: 18.04.2017

ORDER-IN-ORIGINAL

PASSED BY: R. MUTHURAJ

Joint Director General of Foreign Trade, Madurai

1. Any person/party aggrieved by this order may, under Section 15 of the Foreign Trade (Development and Regulation) Act, 1992 & notification no. 21(RE-2013)/2009-2014 dt. 13.6.2013 file and appeal against the same to the appropriate authority viz. The Additional Director General of Foreign Trade, Office of the Additional Director General of Foreign Trade, 4th Floor, Shastri Bhavan Annex, 26, Haddows Road, Nungambakkam, Chennai – 600006 within a period of forty five days (45 days) from the date of service of this adjudication order together with a copy of this order and a complete set of evidence in the form of Annexure to the appeal relied upon in support of the appeal.

2. Any person/party desirous of filing an appeal against this order shall deposit the penalty amount and produce proof of payment of penalty amount along with the appeal to the Appellate Authority failing which the appeal is liable to be rejected for non-compliance of the provisions of Section 15 of the Foreign Trade (Development and Regulation) Act, 1992.

3. The penalty amount is to be deposited in an authorized bank of Central Bank of India under the Head of Account "1453 Foreign Trade & Export Promotion Minor Head 102 other receipts fines, penalties etc." The bank receipt must show the name of Dept. viz. Directorate General of Foreign Trade. The bank receipt drawn in favour of Pay & Accounts Officer (Foreign Trade), Chennai.

4. Evidence of payment of penalty is required to be furnished to the Adjudicating Authority within forty five days (45 days) from the date of service of this Adjudication Order, failing which the Importer-Exporter Code Number of the persons/companies/ other entities concerned is liable to be suspended under the provisions of Section 11(4) of the foreign Trade (Development & Regulation) Act, 1992 without making any further reference to them.

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5. M/s. Sathya Bama Poly Printers, 3/645-K, Sattur Road, Sivakasi – 626123. had obtained an EPCG authorization no. 3530003211 dt: 30.04.2008 for duty saved amount of Rs. 6,00,185 for import of capital goods with an export obligation to export Poly Bags worth US\$ 1,18,701.60 within a period of 8 years from the date of issue of authorization. IEC allotted to the firm is 3501000405. Export obligation period expired on 29.04.2016.
6. M/s. Sathya Bama Poly Printers, Sivakasi, had not submitted statement of exports evidencing fulfillment of export obligation in spite of this office letter dt: 10.01.2017. Hence M/s. Sathya Bama Poly Printers has violated the licensing condition.
7. Notice dt: 20.01.2017 under section 14 for action under section 11 – (2) (3) (5) (6) & (7) of FT (DR) Act 1992 as amended in 2010 and for action Under Para 5.17 of HBP & action under Rule 7(k) of the foreign Trade Regulation Rules, 1993 was issued to the firm and its proprietor with personal hearing on 01.02.2017 at 11 a.m to 1 p.m. In response to Show Cause Notice Shri. R. Mohanraj, Logistics Manager appeared for personal hearing vide interview slip no.3 dt: 01.02.2017 and sought for two weeks time. Accordingly two weeks time was granted vide this office letter dt: 10.01.2017 for submission of documents for EO fulfillment. M/s. Sathya Bama Poly Printers failed to submit documentary evidence for fulfillment of export obligation. Hence, M/s. Sathya Bama Poly Printers was placed Under Denied Entities List vide order dt: 18.04.2017.
8. In the circumstances, the undersigned is now fully convinced that the authorization and its proprietor are guilty of violating the conditions of the License in question thereby liable to a penalty under Section 11 (2) of Chapter IV of Foreign Trade (Development and Regulation) Act, 1992. In exercise of powers vested in me vide Notification No. SO (E) dt: 17.4.2009 issued by DGFT, New Delhi in F.No. 18/27/HQ/06-07/ECA-II, I hereby impose a penalty of **Rs. 23,00,000 (Rupees Twenty Three lakhs only)** on the Licensee and its Proprietor towards non-fulfillment of export obligation in full against the subject licence.

I further order that no further authorization shall be issued to the firm/Company or to any other firm/Company in which the Proprietor of this firm/Company are directly or indirectly involved in the day-to-day activities of that firm/Company as per Provisions of Handbook read with Rule 7(1) of the Foreign Trade (Regulation) Rules, 1993.

This order is issued without prejudice to any other action that may be taken under any other Act, Rules or Regulations in force.


(R. MUTHURAJ)

Joint Director General of Foreign Trade

To

M/S. Sathya Bama Poly Printers,
3/645-K, Sattur Road,
Sivakasi - 626123.

Shri. S.Sridharan 956,Gnanagiri Road Sivakasi -626123

Copy to:

- 1) The Additional Director General of Foreign Trade, Chennai.
- 2) The Commissioner of Customs, Sea Port, Tuticorin - 628004 for information.