Export Promotion Capital Goods (EPCG) Scheme

Ministry: Ministry of Commerce & Industry

1. Eligibility Criteria

- Applicable to:
  - **Manufacturer exporters**
  - **Merchant exporters**
  - **Service providers (certified)**

a) Business Requirements:

- Must be engaged in **export of goods or services**
- Must comply with export-related registrations:
  - Import Export Code (IEC)
  - GST (if applicable)

2. Benefits

a) Duty Benefits:

- **Zero duty** on specified capital goods (including electronic product exports)
- **Concessional duty (~3%)** on capital goods:
  - Pre-production
  - Production
  - Post-production equipment
  - Software systems

b) Import Flexibility:

- Allows import of:
  - Spares
  - Refurbished/reconditioned capital goods

c) Export Obligation Flexibility:

- Export obligation can be fulfilled through:

- Direct exports
- Supply of eligible goods (e.g., ITA-1 items) in Domestic Tariff Area (DTA) against foreign exchange

d) Business Impact:

- Reduces capital investment cost
- Enhances **export competitiveness and capacity expansion**

3. How to Apply

- Apply through:
  - Directorate General of Foreign Trade portal

Process:

- Fill and submit **ANF-5A application form**
- Prepare export obligation plan
- Upload required documents
- Apply for **EPCG authorization/license**
- Approval granted based on eligibility and compliance

4. Documents Required

a) Application & Registration:

- ANF-5A application form
- Import Export Code (IEC)
- RCMC (Export Promotion Council registration)
- GST registration

b) Digital Authentication:

- Digital Signature Certificate (DSC)

c) Import Documents:

- Proforma invoice / purchase order
  - CIF value
  - Technical specifications

d) Technical & Financial Certificates:

- Chartered Engineer Certificate (Appendix 5A)
- Chartered Accountant Certificate (Appendix 5B)

e) Business Proof:

- MSME / SSI / Udyog Aadhaar / IEM registration

f) Export Details:

- Export product profile
- ITC HS codes

Official Website

https://dgft.gov.in