

F. No. 1(4)/2018-SP-I
Government of India
Ministry of Consumer Affairs, Food, and Public Distribution
(Department of Food and Public Distribution)


Krishi Bhawan, New Delhi
Dated 28th September, 2018

To
All Sugar Mills.

Subject:-Allocation of Sugar factory-wise Minimum Indicative Export Quotas (MIEQ) of sugar for export in sugar season 2018-19 under tradable export scrip schemes -regarding

In view of the inventory levels with the sugar industry and to facilitate achievement of financial liquidity, the Government, in exercise of powers conferred by Clause 5 of the Sugar (Control) Order, 1966, hereby allocates mill-wise Minimum Indicative Export Quotas (MIEQ) of 50 lakh MT of sugar for sugar season 2018-19. Export Quotas of 50 Lakh MT of all grades of sugar, viz raw, plantation white as well as refined, have been prorated amongst those sugar factories which operated during current sugar season 2017-18 by taking into account their average production of sugar achieved by the sugar mills during last two operational sugar seasons and the current season 2017-18. The factory-wise MIEQ is at Annexure-A. The new sugar factories which may commence sugar production for the first time during 2018-19 sugar season or the mills which were though closed in the sugar season 2017-18 but may restart in the sugar season 2018-19 will have to export 15% of their sugar production during 2018-19 sugar season.

2. The sugar mills are required to undertake export of raw or white/refined sugar allocated under MIEQ as per Annexure-A or 16.7 kg of sugar per MT of actual cane crushed by them during 2018-19 sugar season, whichever is lower.
3. The quotas shall be tradable amongst sugar mills on mutually agreeable terms and conditions.
4. The mill would be required to submit the following documents to Department of Food & Public Distribution (DFPD) for discharging the quota:
 - (i) Self Certified copies of GSTR-1 of source sugar mill, Shipping Bill with LEO date endorsed by Customs Authorities and Export Proceeds Realization (BRC).
 - (ii) A bi-partite/tri-partite agreement between/amongst quota holder sugar mill, merchant/manufacturer exporter and the source sugar mill, i.e. from which, sugar have been sourced for export, as the case may be.
 - (iii) An undertaking on a non-judicial stamp paper from the source sugar mill indicating the factory-wise MIEQ utilized for export of sugar from its factory.
 - (iv) An undertaking from the exporter indicating the shipping bill-wise quantity utilized for export against quota of particular sugar mill (Name of the quota holder sugar mill)



(v) Any other document specifically sought by DFPD in this regard.

5. The documents referred above shall be submitted by the mill to DFPD within one hundred and eighty days from the date of shipment of last consignment.

6. No request for the change of exporter/name of source mill will be entertained once the documents are submitted to DFPD.

7. All sugar exports out of the above referred indicative targets would be over and above the exports under Advance Authorisation Scheme (AAS), Duty Free Import Authorisation Scheme (DFIA) or any export promotion scheme announced by Government of India from time to time.

8. The sugar mills shall ensure export of the Minimum Indicative Export Quota of sugar allocated to them by 30.09.2019.

9. Where DFPD is of the opinion that it is necessary or expedient to do so, it may, by order and for reasons to be recorded in writing modify any of the provision of this MIEQ.

Encl:-As above



(G.S.Sahu)
Chief Director (Sugar)

Copy to:

1. Principal Secretaries/Secretaries in charge of sugar in all sugar producing states.
2. Cane Commissioners of all sugar producing states.
3. DG, Indian Sugar Mills Association (ISMA)
4. MD, National Federation of Cooperative Sugar Factories (NFCSF).
5. CEO, All India Sugar Trade Association (AISTA).
6. CEO, Indian Sugar Exim Corporation Limited (ISEC).