

ITC (HS), 2022
SCHEDULE 2 – EXPORT POLICY

Explanatory Note for Row and Column Description of Schedule -2 Export Policy

This Schedule is organized as under:

1. The titles of Chapters, Sub-chapters, Note and Chapter Licensing Note are provided for ease of reference only.
2. In an eight digit EXIM Code, the first two digits represent the Chapter, followed by two digits for the Heading, two digits for Sub-heading and another two digit developed in India under the common classification system for the Item.
3. In this Schedule, the meanings of Heading, Sub-heading and Items are as under:
 - a. "Heading", in respect of goods, means a description in list of this Schedule accompanied by a four –digit number and includes all sub-headings of items the first four digits of which correspond to that number;
 - b. "Sub-heading", in respect of goods, means a description in the list of this Schedule accompanied by a six-digit number and includes all items the first six-digits of which correspond to that number;
 - c. "Item Description" means a description of goods in the list of this Schedule accompanying eight digit EXIM Code as given in the Column 3.
4. Each Chapter contains number of rows and each row is divided into eight columns.
5. The column name and their descriptions are given in the table below:

Column No.	Column Name	Column Description	
1.	EXIM Code	The second column gives the ITCHS Code, also called as EXIM Code. The six digit code and product description corresponds exactly with the six digits World Customs Organization.	
2.	Item Description	The item description against each code gives the specific description of goods, which are subject to export control. This description does not generally correspond with the standard description against the code. In most cases, the description will cover only a part of standard description.	
3.	Export Policy	This column is for the general policy regime applicable on the item. Generally, the Export Policy is one of the following.	
		Prohibited	Not permitted to be exported. Export License will not be given in the normal course

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		Restricted	Export is permitted under a license granted by the DGFT
		STE*	Export allowed only through specified State Trading Enterprises (STEs) subject to specific conditions laid out in Para 2.20 of the FTP 2023.
		Free	Export is permitted without a license from DGFT. However, certain procedural conditions can be notified by DGFT time to time through Public Notice. The free exportability is, however, subject to any other law for the time being in force.
4.	Policy Conditions		This column specifies the special conditions, which must be met for the export of goods in the item description column. The column may also give the nature of restriction under the broad category in the Export Policy column. The intention of incorporating this column is solely and exclusively to make the Export Schedule self contained and user friendly. However, this does not imply that there may be no other conditions applicable on export.

***STE:** State Trading Enterprises (STEs), for the purpose of this FTP, are those entities which are granted exclusive right/privileges export and /or import as per Para 2.20 (a) of FTP. [Para 9.59 of FTP 2023]