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Government of India  
Ministry of Commerce & Industry  
Office of the Addl. Director General of Foreign Trade (East Zone)  
4, Esplanade East, Kolkata - 700 069.

F. No. 02/36/021/00012/AM'03

Date : 01.04.2014

ORDER-IN-ORIGINAL

1. Any person /party aggrieved by this order , may under Section 15(1)(b) of the Foreign Trade ( Development & Regulation ) Amendment Act, 2010, file an appeal against the same to the appropriate authority viz. The Addl. Director General of Foreign Trade, New Delhi within 45 days from the date of serving of this Adjudication Order together with a copy of this order and complete set of evidence in the form of annexure to the appeal relied upon in support of the appeal under intimation to this office.
2. Any person/party desirous of filing an appeal against this order shall deposit the penalty amount along with the appeal to the Appellate Authority filing which the appeal is liable to be rejected for non-compliance of the provisions of Section 15(1) of the Foreign Trade ( Development & Regulation ) Amendment Act, 2010.
3. The penalty amount is to be deposited under the " Heads of Account : 1453 Foreign Trade and Export Promotion Minor Head 102 other receipts and penalties etc" Imports and Exports Control Organization maintained by Central Bank of India, Kolkata.
4. An evidence of payment of penalty or appeal is required to be submitted to the Adjudication Authority within 45 days from the date of serving of this adjudication order, failing which import-export code no. of the persons/companies entities concerned is liable to be suspended as per provision of Section- 11(7) and as well the penalty amount shall be recovered as an arrear of land revenue under the provisions of section-11(5)(d)(1) of Foreign Trade (Development & Regulation) Amendment Act, 2010 as amended without making any further reference to them.
5. The brief fact of the case is that M/s. Shreebhumi Synthetic India Ltd.,94/C,Lalababu Shire Road,1<sup>st</sup> Floor,Belurmah,Howrah-711 202,W.B. having IEC No. 0299018971 (hereinafter referred to as "the firm" ) obtained an EPCG Authorisation No.0230000221 dated.16.05.2002 for import of Capital Goods (as a Manufacturer Exporter) for a CIF value Rs.21,498,176.80 (US\$-456,921.93) with an Export Obligation of Rs.107,490,884.03 (US\$-2,284,609.65) to be completed within a Period of 8 years from the date of issue of the License. as per the condition of the license, the licensee has to furnish the export documents within two months from the date of expiry of the said obligation period.
6. And whereas, the firm's export obligation period has expired on 15.05..2010 but the firm could not furnish any export documents. Therefore, a Show Cause Notice was issued to the firm on 01.10.2012 giving them 15 days time for submission of written reply. Since the firm have failed to submit the written reply Circular for refusal of licence has been issued to them on 31.01.2013 in terms of Section 9(2) of the Foreign Trade(D&R) Act, 1993 read with Rule 7(1)(a) and (K) of Foreign Trade (Regulation) Rules,1993.

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7. And whereas, the firm was again given a last opportunity vide SCN dt. 05.02.2014 however have failed out to respond, accordingly. Therefore, I am constrained to issue this order to M/s Shreebhumi Synthetic India Ltd., 94/C, Lalababu Shire Road, 1<sup>st</sup> Floor, Belurmath, Howrah-711 202, W.B. and its Director asking him to Show Cause the reason as to why the fiscal penalty should not be imposed under Section 11(2) of the said Act for violation of the conditions of the licence and misuse of imported Capital Good allowed with 'Actual User' condition at concessional rate of Customs Duty. The firm has still not submitted the required documents or any other evidence of having fulfilled the export obligation imposed.

### ORDER

8. Therefore, in exercise of the power as vested in me under section-13 of Foreign Trade (Development & Regulation) Amendment Act, 2010 I do hereby impose fiscal penalty of Rs.2,00,00,000/- (Rs.Two Crores penalty amount for non-submission of complete documents including realization Certificate) in addition to payment of Customs duty and 15% interest p.a. on M/S. Shreebhumi Synthetic India Ltd., 94/C, Lalababu Shire Road, 1<sup>st</sup> Floor, Belurmath, Howrah-711 202, W.B. and its director under section 11(2) of the said Act. They are collectively and severally made responsible to deposit the said penalty amount.

This order is issued without prejudice to any other actions that may be taken against the company under any other Rules/Law in force.



( R.L.MEENA )

Joint Director General of Foreign Trade  
For Addl. Director General of Foreign Trade.

To

1. M/s.Shreebhumi Synthetic India Ltd.,  
94/C,Lalababu Shire Road,  
1<sup>st</sup> Floor,Belurmath,  
Howrah-711<sup>2</sup>202,W.B.
2. Mr.Subir Kr.Pal,  
12/1,Hempal Lane  
P.O.Belurmath,  
Howrah-711 202,W.B.
3. Mr.Samir Kr.Pal  
12/1,Hembabu Lane,  
P.O.Belurmath,  
Howrah-711 202,W.B.
4. Mr.Ashis Kumar Pal,  
12/1,Hempal Lane,  
P.O.,Belurmath,  
Howrah-711 202,W.B.
5. The Asstt.Cimmissioner of Customs,  
EPCG CELL,Group-07,  
Customs House,Kolkata-700 001,W.B.