

Rebate of State and Central Taxes and Levies (RoSCTL)

1. Introduction

- RoSCTL is a scheme launched by the Ministry of Textiles.
- Its primary goal is to boost India's textile and apparel exports.

2. Purpose of the Scheme

- To reimburse all embedded State and Central taxes/levies that are not refunded under any other mechanism.
- These taxes are incurred during production of garments and made-ups before export.

3. Why RoSCTL is Important

- Many taxes (like electricity duty, mandi tax, fuel tax, etc.) get embedded in production costs.
- These cannot be claimed through GST or duty drawback.
- RoSCTL refunds these leftover taxes, reducing production cost and increasing competitiveness.

4. Benefit to Exporters

- Exporters receive transferable duty credit scrips.
- These scrips can be:
 - Used to pay customs duties on imports.
 - Sold in the market, giving exporters additional liquidity.

5. Impact on Textile Exports

- Makes Indian garments cheaper and more competitive in global markets.
- Helps in boosting export volumes and supporting the textile value chain.

6. Coverage

- Applies mainly to:
 - Garments (Apparel)
 - Made-ups

7. Overall Objective

- To strengthen India's textile export sector by.
Reducing cost burden on exporters.
Encouraging higher production and export.

