



W.P.Nos.25684 & 25686 of 2024

IN THE HIGH COURT OF JUDICATURE AT MADRAS

DATED : 10.09.2024

CORAM

THE HONOURABLE MR. JUSTICE KRISHNAN RAMASAMY

W.P.Nos.25684 & 25686 of 2024 &
W.M.P.Nos.28060 & 28064 of 2024

M/s.Salim Enterprises,
Shop No.G 6/79,
Shyam Lal Marg, Daryaganj,
New Delhi - 110 002.
Represented by its Proprietor,
Mohd. Salim.

... Petitioner in W.P.No.25684 of 2024

M/s.Arka Business Solutions,
Unit No.203, 2nd Floor Suite No.395,
SBRs CV Towers Sy.No.64,
Hi-Tech City Road, Madhapur,
Hyderabad - 500 081.
Represented by its Partner,
Mr.Akhil Pritatam K.

... Petitioner in W.P.No.25686 of 2024

Vs.

1. The Commissioner of Customs,
Chennai II Import Commissionerate,
Custom House, No.60, Rajaji Salai,
Chennai - 600 001.
2. The Additional Commissioner of Customs (Gr-5),
Chennai II Import Commissionerate,
Custom House, No.60, Rajaji Salai,
Chennai - 600 001.
3. The Deputy Commissioner of Customs (Gr-5),
Custom House, No.60, Rajaji Salai,
Chennai - 600 001.

... Respondents in both
writ petitions



W.P.Nos.25684 & 25686 of 2024

PRAYER in W.P.No.25684 of 2024: This Writ Petition is filed under Article 226 of the Constitution of India, for the issuance of a Writ of Mandamus, to direct the respondents 1 to 3 herein to forthwith release the various models of Secondhand Highly Specialized Equipment namely used Digital Multifunction Print, Copying & Scanning Machines, numbering 120 units imported by the petitioner under Bill of Entry No.4271043, dated 01.07.2024 on assessment and collection of the applicable customs duties leviable on the said goods by computing the said duties on the enhanced value, as appraised by the DGFT approved Chartered Engineers M/s.PERFECT CHARTERED ENGINEERS AND SURVEYORS in their report Certificate No.PER/CEC/IMP/SEA-217/2024-25, dated 10.07.2024.

PRAYER in W.P.No.25686 of 2024: This Writ Petition is filed under Article 226 of the Constitution of India, for the issuance of a Writ of Mandamus, to direct the respondents 1 to 3 herein to forthwith release the various models of Secondhand Highly Specialized Equipment namely used Digital Multifunction Print, Copying & Scanning Machines, numbering 108 units imported by the petitioner under Bill of Entry No.4271538, dated 01.07.2024 on assessment and collection of the applicable customs duties leviable on the said goods by computing the said duties on the enhanced value, as appraised by the DGFT approved Chartered Engineers M/s.PERFECT CHARTERED ENGINEERS AND SURVEYORS in their report Certificate No.PER/CEC/IMP/SEA-215/2024-25, dated 09.07.2024.

For Petitioner in
both Writ Petitions : Mr.N.Viswanathan

For Respondents in
both Writ Petitions : Mr.J.Harikrishna
Junior Panel Counsel
- - - - -



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COMMON ORDER

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These Writ Petitions have been filed to direct the respondents 1 to 3 herein to forthwith release various models of Secondhand Highly Specialized Equipment - Digital Multifunction Print, Copying & Scanning Machines, imported by the petitioners.

2. According to the petitioners, the issue involved in these Writ Petitions is covered by a judgment of this Court ***dated 18.12.2023*** passed in ***W.P.Nos.35145 of 2023, etc., batch***. Hence, he would urge this Court to pass similar order in the present Writ Petitions also.

3. In the present batch of cases, subsequent to the order passed by this Court, a Notification No.13/2024-25 was issued on 20.05.2024, whereby the import of the subject items were prohibited.

4. Now, the issue before this Court is that whether the petitioners are entitled to the release of the various models of Secondhand Highly Specialized Equipment - Digital Multifunction Print, Copying & Scanning Machines, imported by the petitioners prior to the Notification No.13/2024-25, dated 20.05.2024?

5. The learned counsel for the petitioners would submit that for all practical purposes, the date of reckoning of import would be decided with reference



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to the date of shipment/dispatch of goods and not the date of arrival of goods at an Indian Port. He refers to the Hand Book of Procedures issued by the DGFT, where Chapter - 1 is pertaining to the Legal Framework and Trade Facilitation. He refers to Clause 2.17, which deals with the date of reckoning of import/export and reads as follows:-

2.17 Date of reckoning of Import/ Export

(a) Date of reckoning of import is decided with reference to date of shipment / dispatch of goods from supplying country as given in Paragraph 11.11 of Handbook of Procedures and not the date of arrival of goods at an Indian Port.

(b) Date of reckoning of export is decided with reference to date of shipment/ dispatch of goods from India as given in Paragraph 11.12 of Handbook of Procedures. However, for benefit under FTP, Let Export Order (LEO) date shall be the date of reckoning of export.

By referring to the above said Clause, the date of reckoning of import would be the date of shipment/ dispatch of goods. In this regard, the learned counsel for the petitioners refer to Clause 11.11, which reads as follows:-

11.11 Date of shipment/Dispatch in respect of Imports:

Date of shipment/dispatch for imports will be reckoned as under:-

S.No	Mode of Transportation	Date of Shipment / Dispatch
(i)	By Sea	<i>The date affixed on the Bill of Lading</i>
(ii)	By Air	<i>Date of relevant Airway Bill provided this represents date on which goods left last airport in the country from which the import is effected.</i>



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Therefore, he would submit that the date of reckoning for the import would be the date of the Bill of Lading.

6. In the present cases, the bills of lading would be dated much before the date of impugned Notification dated 20.05.2024. Specifically, in both writ petitions, the Bill of Lading is dated 11.04.2024. Therefore, the learned counsel for the petitioners would submit that the said Notification will not be applicable to the petitioners, who had already initiated the process of import and the bills of lading were raised.

7. Mr.J.Harikrishna, learned Junior Panel Counsel would submit that for all practical purposes, the bill of lading would be the date of shipment. He fairly submits that the bills of lading in the present batch of cases would be dated before the date of impugned Notification dated 20.05.2024. Therefore, the order passed by this Court in **W.P.Nos.35145 of 2024 etc., batch** in the case of **M/s.Atul Commodities Private Limited Vs. The Commission of Customs (Chennai II) Import, Chennai and Others**, dated 18.12.2023, will hold in respect to the present Writ Petitions also.

8. Accordingly, following the above order, this Court is inclined to pass the following order:-



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(a) There shall be a direction to the respondents to consider the plea of the petitioners to release the goods by way of provisional release on condition that, the petitioners shall pay/deposit the enhanced duty amount. On receipt of such enhanced duty amount paid by the petitioners, the goods in question shall be released within a period of three (3) weeks thereafter.

(b) For payment of such duty, quantification shall be made by the Customs forthwith within one (1) week from the date of receipt of a copy of this order. On receipt of such quantifications, the payment shall be immediately made by the petitioners and on receipt of the payment in entirety, the goods shall be released as indicated above at the outer limit of three (3) weeks.

(c) It is made clear that this order will not stand in the way for Customs Department to go ahead with the further proceedings including the adjudication in the manner known to law.

(d) It is further made clear that in the earlier interim order passed in a related Writ Petitions by an another Division Bench of this Court, that demurrage charges till date for the goods was directed to be considered for waiver. In this regard, if any application is filed by the petitioners seeking such a waiver of demurrage charges, the same shall be considered and decided by the respondents objectively.



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9. With the above directions, these Writ Petitions are disposed of.

There shall be no order as to costs. Consequently, the connected Miscellaneous Petitions are closed.

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Index: Yes / No.

Speaking order/ Non-speaking order

Neutral Citation: Yes / No.



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KRISHNAN RAMASAMY, J.

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To

1. The Commissioner of Customs,
Chennai II Import Commissionerate,
Custom House, No.60, Rajaji Salai,
Chennai - 600 001.
2. The Additional Commissioner of Customs (Gr-5),
Chennai II Import Commissionerate,
Custom House, No.60, Rajaji Salai,
Chennai - 600 001.
3. The Deputy Commissioner of Customs (Gr-5),
Custom House, No.60, Rajaji Salai,
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