TRADE AGREEMENT

DGFT adds annual import TRQs for UK-origin vehicles under India-UK CETA to HBP 2023

Public Notice No. 19/2026-27 sets annual import TRQs for UK-origin passenger cars and goods vehicles in HBP Para 2.92, with quotas and in-quota tariffs.

PUBLIC NOTICE NO. 19/2026-27, dated July 9, 2026, amends Para 2.92 and Appendix-2A of the Handbook of Procedures, 2023 to add annual import Tariff Rate Quotas (TRQs) under the India – United Kingdom Comprehensive Economic and Trade Agreement (CETA).

KEY FACTS

TYPE
Trade agreement

NOTIFICATION
Public Notice No. 19/2026-27

DATED
July 9, 2026

REFERENCES

CG-DL-E-23072026-274672

ITC (HS) CODES 45

8703	8704
87032110	87032191
87032199	87032210
87032291	87032299
87032310	87032391
87032399	87032410
87032491	87032499
87033110	87033191
87033199	87033210
87033291	87033299
87033310	87033391
87033399	87034010
87034030	87034090
87035010	87035030
87035090	87036010

DGFT adds annual import TRQs for UK-origin vehicles under India-UK CETA to HBP 2023

Public Notice No. 19/2026-27 · July 9, 2026

Public Notice No. 19/2026-27, dated July 9, 2026, amends Para 2.92 and Appendix-2A of the Handbook of Procedures, 2023 to add annual import Tariff Rate Quotas (TRQs) under the India – United Kingdom Comprehensive Economic and Trade Agreement (CETA).

ICE passenger cars (HS 8703, completely built units, 21 tariff codes) are covered in three engine-capacity bands, with a total quota of 20,000 in year 1, 37,000 in year 5 and 15,000 from year 15 onwards; in-quota tariffs start at 30.0% (base rate 110.0%) and 50.0% (base rate 66.0%) and reach 10.0% in year 5. For electric, hybrid and hydrogen passenger cars (16 codes), the quota table begins in year 6, with quotas for CIF values of £40,000 and above and none below £40,000: 4,400 in year 6, rising to 22,000 from year 15, at in-quota tariffs falling from 50.0% and 40.0% to 10.0%. ICE goods vehicles (HS 8704, 6 codes) have quotas of 2,500 in year 1 rising to 3,500, with in-quota duty falling from 37.0% to 8.8% and out-of-quota duty from 41.8% to 22.0% (base rate 44.0%).

Only Original Equipment Manufacturers of UK-origin vehicles and the dealers or channel partners they authorize may apply, online, with a pre-purchase agreement. Oversubscribed quotas are allocated pro rata. The TRQ year is the calendar year, a TRQ Certificate is valid for up to 12 months or to the end of the calendar year, whichever is earlier, and a UK Certificate of Origin is required at clearance.

Notification	Public Notice No. 19/2026-27
Dated	July 9, 2026
Published in the Gazette	July 14, 2026
Put online	July 23, 2026
Gazette ID	CG-DL-E-23072026-274672
Type	Trade agreement
Products	• ICE-Passenger Car (HS8703)-Completely Built Units (CBU) • Electric/Hybrid/Hydrogen-Passenger Cars(HS8703)-CBU • ICE-Goods Vehicles (HS-8704)-Completely Built Units
ITC (HS) codes	8703, 8704, 87032110, 87032191, 87032199, 87032210, 87032291, 87032299, 87032310, 87032391, 87032399, 87032410, 87032491, 87032499, 87033110, 87033191, 87033199, 87033210, 87033291, 87033299, 87033310, 87033391, 87033399, 87034010, 87034030,

87034090, 87035010, 87035030, 87035090, 87036010, 87036030, 87036090, 87037010, 87037030, 87037090, 87038010, 87038030, 87038090, 87039000, 87041010, 87042100, 87042200, 87042300, 87043100, 87043200

After

Para 2.92 of HBP 2023 includes three annual import TRQs under India-UK (CETA): ICE passenger cars (CBU), electric/hybrid/hydrogen passenger cars (CBU) and ICE goods vehicles (CBU), with year-by-year quota sizes and in-quota tariffs, and the application procedure is inserted under Annexure VII of Appendix 2A.

Conditions

- Import is subject to the relevant Ministry of Finance (Department of Revenue) Notification relating to India-UK (CETA), as amended from time to time.
- At clearance, the importer must produce a Certificate of Origin issued by the concerned authorities in the UK.
- The application window for each calendar year will be announced through a separate Public Notice.
- Applications are filed online on the DGFT website (https://dgft.gov.in) under Import Management System, Tariff Rate Quota (TRQ).
- Only Original Equipment Manufacturers (OEMs), and Dealers/Channel Partners duly authorized by the OEMs, of vehicles originating in the UK are eligible to apply.
- Each applicant must submit a pre-purchase agreement issued by an OEM of vehicles originating in the UK, setting out the quantity agreed to be supplied during the TRQ year under each TRQ.
- If applications are below the available quantity, each eligible applicant receives the quantity requested and the remainder stays open for applications.
- If applications exceed the available quantity, the quota is allocated among eligible applicants in proportion to the quantities requested on the basis of their pre-purchase agreements.
- An importer's failure to import a significant share of its allocation is taken into account when determining its allocation for the next TRQ year.
- The TRQ year is the calendar year, January 1 to December 31.
- No TRQ Certificate is issued once the stated TRQ quantity limit is reached.
- The TRQ Authorisation is issued electronically and transmitted to the Indian Customs EDI System (ICES); imports are allowed only upon electronic debit in ICES.

- A TRQ Certificate is valid for a maximum of 12 months or until the end of the calendar year, whichever is earlier, and imports may be cleared only within that validity.
- Importers are to endeavor to pass on the benefit of the concessional customs duty to the final buyer or consumer.
- The allocation modalities may be reviewed after 2 years, from the calendar year 2028.
- DGFT reserves the right to modify, amend, relax or prescribe additional conditions on allocation and administration of the TRQ.

Applies to

Importers of UK-origin passenger cars and goods vehicles (completely built units) under the listed tariff codes, limited to Original Equipment Manufacturers and the dealers or channel partners they authorize.

Issued under

Paragraph 1.03 read with 2.04 of the Foreign Trade Policy 2023, as amended from time to time

Signed by

LAV AGARWAL, Director General of Foreign Trade & Addl. Secy.

The table in the notification

ITC (HS)	Description	After
87032110	ICE-Passenger Car (HS8703)-Completely Built Units (CBU)	Included in annual import TRQ (I) under India-UK (CETA), Para 2.92 of HBP 2023
87032191	ICE-Passenger Car (HS8703)-Completely Built Units (CBU)	Included in annual import TRQ (I) under India-UK (CETA), Para 2.92 of HBP 2023
87032199	ICE-Passenger Car (HS8703)-Completely Built Units (CBU)	Included in annual import TRQ (I) under India-UK (CETA), Para 2.92 of HBP 2023
87032210	ICE-Passenger Car (HS8703)-Completely Built Units (CBU)	Included in annual import TRQ (I) under India-UK (CETA), Para 2.92 of HBP 2023
87032291	ICE-Passenger Car (HS8703)-Completely Built Units (CBU)	Included in annual import TRQ (I) under India-UK (CETA), Para 2.92 of HBP 2023
87032299	ICE-Passenger Car (HS8703)-Completely Built Units (CBU)	Included in annual import TRQ (I) under India-UK (CETA), Para 2.92 of HBP 2023
87032310	ICE-Passenger Car (HS8703)-Completely Built Units (CBU)	Included in annual import TRQ (I) under India-UK (CETA), Para 2.92 of HBP 2023
87032391	ICE-Passenger Car (HS8703)-Completely Built Units (CBU)	Included in annual import TRQ (I) under India-UK (CETA), Para 2.92 of HBP 2023
87032399	ICE-Passenger Car (HS8703)-Completely Built Units (CBU)	Included in annual import TRQ (I) under India-UK (CETA), Para 2.92 of HBP 2023

87032410	ICE-Passenger Car (HS8703)-Completely Built Units (CBU)	Included in annual import TRQ (I) under India-UK (CETA), Para 2.92 of HBP 2023
87032491	ICE-Passenger Car (HS8703)-Completely Built Units (CBU)	Included in annual import TRQ (I) under India-UK (CETA), Para 2.92 of HBP 2023
87032499	ICE-Passenger Car (HS8703)-Completely Built Units (CBU)	Included in annual import TRQ (I) under India-UK (CETA), Para 2.92 of HBP 2023
87033110	ICE-Passenger Car (HS8703)-Completely Built Units (CBU)	Included in annual import TRQ (I) under India-UK (CETA), Para 2.92 of HBP 2023
87033191	ICE-Passenger Car (HS8703)-Completely Built Units (CBU)	Included in annual import TRQ (I) under India-UK (CETA), Para 2.92 of HBP 2023
87033199	ICE-Passenger Car (HS8703)-Completely Built Units (CBU)	Included in annual import TRQ (I) under India-UK (CETA), Para 2.92 of HBP 2023
87033210	ICE-Passenger Car (HS8703)-Completely Built Units (CBU)	Included in annual import TRQ (I) under India-UK (CETA), Para 2.92 of HBP 2023
87033291	ICE-Passenger Car (HS8703)-Completely Built Units (CBU)	Included in annual import TRQ (I) under India-UK (CETA), Para 2.92 of HBP 2023
87033299	ICE-Passenger Car (HS8703)-Completely Built Units (CBU)	Included in annual import TRQ (I) under India-UK (CETA), Para 2.92 of HBP 2023
87033310	ICE-Passenger Car (HS8703)-Completely Built Units (CBU)	Included in annual import TRQ (I) under India-UK (CETA), Para 2.92 of HBP 2023
87033391	ICE-Passenger Car (HS8703)-Completely Built Units (CBU)	Included in annual import TRQ (I) under India-UK (CETA), Para 2.92 of HBP 2023
87033399	ICE-Passenger Car (HS8703)-Completely Built Units (CBU)	Included in annual import TRQ (I) under India-UK (CETA), Para 2.92 of HBP 2023
87034010	Electric/Hybrid/Hydrogen-Passenger Cars(HS8703)-CBU	Included in annual import TRQ (II) under India-UK (CETA), Para 2.92 of HBP 2023
87034030	Electric/Hybrid/Hydrogen-Passenger Cars(HS8703)-CBU	Included in annual import TRQ (II) under India-UK (CETA), Para 2.92 of HBP 2023
87034090	Electric/Hybrid/Hydrogen-Passenger Cars(HS8703)-CBU	Included in annual import TRQ (II) under India-UK (CETA), Para 2.92 of HBP 2023
87035010	Electric/Hybrid/Hydrogen-Passenger Cars(HS8703)-CBU	Included in annual import TRQ (II) under India-UK (CETA), Para 2.92 of HBP 2023
87035030	Electric/Hybrid/Hydrogen-Passenger Cars(HS8703)-CBU	Included in annual import TRQ (II) under India-UK (CETA), Para 2.92 of HBP 2023
87035090	Electric/Hybrid/Hydrogen-Passenger Cars(HS8703)-CBU	Included in annual import TRQ (II) under India-UK (CETA), Para 2.92 of HBP 2023

87036010	Electric/Hybrid/Hydrogen-Passenger Cars(HS8703)-CBU	Included in annual import TRQ (II) under India-UK (CETA), Para 2.92 of HBP 2023
87036030	Electric/Hybrid/Hydrogen-Passenger Cars(HS8703)-CBU	Included in annual import TRQ (II) under India-UK (CETA), Para 2.92 of HBP 2023
87036090	Electric/Hybrid/Hydrogen-Passenger Cars(HS8703)-CBU	Included in annual import TRQ (II) under India-UK (CETA), Para 2.92 of HBP 2023
87037010	Electric/Hybrid/Hydrogen-Passenger Cars(HS8703)-CBU	Included in annual import TRQ (II) under India-UK (CETA), Para 2.92 of HBP 2023
87037030	Electric/Hybrid/Hydrogen-Passenger Cars(HS8703)-CBU	Included in annual import TRQ (II) under India-UK (CETA), Para 2.92 of HBP 2023
87037090	Electric/Hybrid/Hydrogen-Passenger Cars(HS8703)-CBU	Included in annual import TRQ (II) under India-UK (CETA), Para 2.92 of HBP 2023
87038010	Electric/Hybrid/Hydrogen-Passenger Cars(HS8703)-CBU	Included in annual import TRQ (II) under India-UK (CETA), Para 2.92 of HBP 2023
87038030	Electric/Hybrid/Hydrogen-Passenger Cars(HS8703)-CBU	Included in annual import TRQ (II) under India-UK (CETA), Para 2.92 of HBP 2023
87038090	Electric/Hybrid/Hydrogen-Passenger Cars(HS8703)-CBU	Included in annual import TRQ (II) under India-UK (CETA), Para 2.92 of HBP 2023
87039000	Electric/Hybrid/Hydrogen-Passenger Cars(HS8703)-CBU	Included in annual import TRQ (II) under India-UK (CETA), Para 2.92 of HBP 2023
87041010	ICE-Goods Vehicles (HS-8704)-Completely Built Units	Included in annual import TRQ (III) under India-UK (CETA), Para 2.92 of HBP 2023
87042100	ICE-Goods Vehicles (HS-8704)-Completely Built Units	Included in annual import TRQ (III) under India-UK (CETA), Para 2.92 of HBP 2023
87042200	ICE-Goods Vehicles (HS-8704)-Completely Built Units	Included in annual import TRQ (III) under India-UK (CETA), Para 2.92 of HBP 2023
87042300	ICE-Goods Vehicles (HS-8704)-Completely Built Units	Included in annual import TRQ (III) under India-UK (CETA), Para 2.92 of HBP 2023
87043100	ICE-Goods Vehicles (HS-8704)-Completely Built Units	Included in annual import TRQ (III) under India-UK (CETA), Para 2.92 of HBP 2023
87043200	ICE-Goods Vehicles (HS-8704)-Completely Built Units	Included in annual import TRQ (III) under India-UK (CETA), Para 2.92 of HBP 2023

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