

# Custom Duty Amendment Fiscal Year 2078/79

Legend for this Section:

Blue – Added by Finance Ordinance, 2078

Green – Amended by Finance Ordinance, 2078

Yellow – Deleted by Finance Ordinance 2078

# Customs Duty- Significant Provision (1/1)

## Significant Provisions of Custom Duty:

### ❑ **Applicability:**

- The rate of Customs Duty on import prevailing as per Schedule-1 of Finance Ordinance 2078 shall be applicable with immediate effect (Jestha 15,2078).

### ❑ **Custom Deposit Facility:**

- Industries export its goods through letter of credit or banking channel in convertible foreign currency but not having Bonded House Facility, can import its raw materials, auxiliary raw materials & packing materials (if packing material is not manufactured in Nepal) under Custom Deposit Facility.

### ❑ **Diplomatic Facility / Duty Facility:**

Particulars	Diplomatic	Duty
• Maintaining Records	Yes	Yes
• Examination	No	Yes/No
• Collecting Custom Duty	No	No

### ❑ **Customs Service Fees:**

Particulars	Fee
• On Import of Goods	NPR 500
• On Export of Goods	NPR 100

### ❑ **Exceptions to applicability of Customs Duty:**

- Custom Duty shall be applicable on exports & imports/re-imports except in the following cases:
  - Having been exported through parcel by post but could not be delivered to the concerned person and thus returned back.
  - Having been returned back because the concerned person has refused to take delivery after clearance made by the customs office or after having arrived abroad.
  - Having been returned back because of being unable to meet standard quality due to an accident or natural calamity.

### ❑ **Penalty:**

- The custom officer can recheck the custom cleared goods whether at custom premise or outside custom premise and if found that the declared name, specifications, character, physical description, qualitative description, size, weight & qualities are different, 300% penalty in addition to applicable custom duty or confiscation of goods along with 200% penalty in addition to the applicable custom duty shall be attracted.
- Undeclared imported goods shall attract fine of 5% of custom duty. The fine may be waived off if such goods are undeclared due to unavoidable reason.

# Customs Duty Amendments (1/1)

Section	Sub Heading	FY 78-79 (Amended Provision)	FY 77-78 (Prevailing Provision)
Section 18 (7)	Declaration Form	On import of goods, while filing the declaration form, the details related to brand, model, size, shape, unit, manufacturer and other attributes of the goods need to be declared.	-No such provision-
Section 89B (1)	Export Import Code	Person who wishes to export or import shall obtain the Export Import Code for doing such business from the date as specified by the Department.  Provided, the prescribed persons may import or export goods without obtaining EXIM code.	Person who wishes to export or import shall obtain the Export Import Code for doing such business from the date as specified by the Department.
Section 89B (7)	Export Import Code	Other provisions relating to EXIM code shall be as prescribed.	-No such provision-

## Other Amendments:

- Section 34 of Customs Act related to post-clearance audit has been fully revised.
- Under Section 89E, National Single Window System for the management of International Trade has been proposed. For the time being, the system shall be operated by Department of Customs.
- As per Custom Rules 66 (D), EXIM Code can be renewed for up to 5 years at a single instance.

# Customs Duty Tariff – Import Duty (1/3)

These rates are general rates covered in Customs Act.

Harmonic Code	Products	Custom Rate FY 2078-79 (2021-2022)	Custom Rate FY 2077-78 (2020-2021)	Status
HS 0402.10.10	Skimmed Milk	40%	40%	No Change
HS 0402.10.20	Infant Milk	20%	40%	Decrease
HS 0701.90.00	Potatoes (Fresh & Chilled)	15%	15%	No Change
HS 0910.91.00	Spices	15%	15%	No Change
HS 1906.10/20/31/32 & 90	Chocolate and Other food preparation containing Cocoa	40%	30%	Increase
HS 1905	Bread, Pastry, Cake, Biscuit, Rusk, Wafers	40%	40%	No Change
HS 2005.20.10	Potato Chips	40%	40%	No Change
HS 2009	Fruit Juices & Vegetable Juices	Rs. 60 per liter	Rs. 60 per liter	No Change
HS 2103.90.10	Pickle	15%	15%	No Change
HS 2204	Wine of fresh grapes including fortifies wines	Rs. 300 per liter	Rs. 300 per liter	No Change
HS 2205	Vermouth and other wine of fresh grapes	Rs. 300 per liter	Rs. 300 per liter	No Change
HS 2206	Other Fermented Beverages like Sider & Perry	40%	40%	No Change
HS 2207	Undenatured Ethyl Alcohol - Alcoholic strength by volume of 80% or higher & ENA, DNA	Rs. 50 per liter	Rs. 50 per liter	No Change
HS 2208	Undenatured Ethyl Alcohol - Alcoholic strength by volume of < 80% - Raw Materials	Rs. 1,500 per liter	Rs. 1,500 per liter	No Change
HS 2208	Undenatured Ethyl Alcohol - Alcoholic strength by volume of < 80% - Finished Liquor	Rs. 2,000 per liter	Rs. 2,000 per liter	No Change
HS 2402	Cigars, Cheroots, cigarillos and cigarettes of tobacco or substitute	Rs. 4500 per '000 pcs.	Rs. 4500 per '000 pcs.	No Change
HS 2516	Granite, Basalt, Sandstone, Building Stone except crude or roughly trimmed	20%	20%	No Change
HS 2256.39	Pebbles, gravels or crushed stone for road metaling for Railways	10%	10%	No Change
HS 2710.12.10	Motor Spirit (Petrol)	Rs. 25,200 per kl	Rs. 25,200 per kl	No Change
HS 2710.12.20	Hexene (Food Grade)	Rs. 25,200 per kl	Rs. 25,200 per kl	No Change
HS 2710.19.10	Kerosene Oil (Superior Kerosene Oil)	Rs. 12,000 per kl	Rs. 12,000 per kl	No Change
HS 2710.19.30	High Speed Diesel	Rs. 12,000 per kl	Rs. 12,000 per kl	No Change

# Customs Duty Tariff – Import Duty (2/3)

Harmonic Code	Products	Custom Rate FY 2078-79 (2021-2022)	Custom Rate FY 2077-78 (2020-2021)	Status
HS 2711.19.10	LP Gas	5%	5%	No Change
HS 2821.10.00	Iron Oxide and Hydroxides	15%	15%	No Change
HS 2823.00.00	Titanium Oxide	15%	15%	No Change
HS 3005.10.10	Wadding, Gauze, Bandage, Dressing, Adhesive Plaster & similar items	10%	10%	No Change
HS 3204	Synthetic organic coloring matter (Dying Chemicals)	10%	10%	No Change
HS 3209.10.10	Acrylic Emulsion	30%	30%	No Change
HS 3401.20.10	Sodium Fatty Acid Salt (Soap Noodles)	15%	15%	No Change
HS 4801	Newsprint in Rolls or Sheets	5%	5%	No Change
HS 7106	Silver	Rs. 85 per 10 gms.	Rs. 85 per 10 gms.	No Change
HS 7108	Gold	Rs. 8500 per 10 gms.	Rs. 8500 per 10 gms.	No Change
HS 8415	Air conditioners	30%	30%	No Change
HS 8418.10 to 8418.50	Refrigerator, Freezer & Other Refrigerator Equipment's	15%	20%	Decrease
HS 8450.11, 12, 19 & 20	Washing Machine (All Types)	10%	30%	Decrease
HS 8471.30 & 8471.60	Laptop, Note book, Tablet, Key Board, Scanner, Mouse	Free	Free	No Change
HS 8502.11.10	Up to 12.5 KVA	15%	15%	No Change
HS 8502.11.90, 8502.12 & 8502.13	Above 12.5 KVA	5%	5%	No Change
HS 8507.90.00	Power Bank (Battery Pack)	10%	10%	No Change
HS 8516.40.00	Electric Smoothing Iron	10%	15%	Decrease
HS 8516.50.00	Microwave Oven	10%	15%	Decrease
HS 8516.60.10	Induction Cooker	5%	5%	Decrease
HS 8517.62.10	Smart Watch, Networking Switch, Router	Free	Free	No Change
HS 8528.52.10	Monitor up to 23 inches	5%	5%	No Change
HS 8528.52.90	Monitor above 23 inches	20%	20%	No Change
HS 8528.72.10	Unassembled Television	20%	20%	No Change
HS 8702.40.41 & 49	Electrical Car, Jeep & Vans	10%	40%	Decrease
HS 8708 & 8714	Spare Parts of Vehicle & Motor Cycle	20%	20%	No Change
HS 9018.31	Syringe (With or without needle)	5%	5%	No Change
HS 9430.20.00	Other Metal Furniture	30%	30%	No Change

# Customs Duty Tariff – Export Duty (3/3)

Harmonic Code	Products	Custom Rate FY 2078-79 (2021-2022)	Custom Rate FY 2077-78 (2020-2021)	Status
HC 2403.99.10	Jarda, Khaini, Nas, Gutkha	Rs. 50/kg	Rs. 50/kg	No Change
HC 2106.90.20	Pan Masala (No Tobacco)	Rs. 40/kg	Rs. 40/kg	No Change
HC 2106.90.70	Sugandhit Supari (No Tobacco)	Rs. 25/kg	Rs. 25/kg	No Change
HC 1404.90.10	Kattha Ras (Khayar - Half Processed)	Rs. 7/kg	Rs. 7/kg	No Change
HC 1404.90.20	Khair Kattha	Rs. 5/kg	Rs. 5/kg	No Change
HC 4401 to 4407	Wood	200%	200%	No Change
HC 2517.10.10	Aggregates	600/m3	600/m3	No Change
HC 25.17.10.20/30	Stones Boulder	1200/m3	1200/m3	No Change
HC 2519.10.00	Magnasite	600/m3	600/m3	No Change
HC 1211.90.10	Yarchagumba	5000/kg	5000/kg	No Change

**Note:** No changes made in the above export duty rates.

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