

Excise Duty Amendments 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

Excise Duty – Significant Provisions (1/1)

Significant Provisions of Excise Duty:

❑ **Applicability:**

- The excise duty is applicable on excisable items under Excise Tariff.
 - On Removal after manufacturing
 - On Import or
 - On Sale of Service [Not Applicable Practically]

❑ **Responsibility of Collection of Excise Duty:**

Particulars	Collection By:
• On removal of excisable goods/services	Producer
• On import	Custom Office

❑ **Non-Applicability of Excise Duty:**

- No excise duty shall be collected on the excisable items if:
 - Items Exported
 - Items sold to Duty Free Shops (Except Cigarette/Alcohol)
 - Sale of Cigarette/Alcohol by Bonded W/H to diplomats/duty facility.

❑ **Excise Duty Return:**

- Submission of Excise return should be within 25 days from respective month end for both Physical Control/Self Control.

❑ **Time of Collection**

Particulars	Time of Collection
• Physical Control Removal System	On Removal
• Self-Removal System (With Control)	On Removal
• Self-Removal System (Without Control)	25 th of next month
• Import	On Import

❑ **Input Credit of Excise:**

- Excise Duty paid at custom point on auxiliary raw materials, packing materials, spare parts and duty-free raw materials are not eligible for claim as input credit.
- However, excise duty paid on raw materials are eligible as input excise and can be adjusted with excise payable on sale of excisable goods.

❑ **Refund of Excise Duty:**

- If any Industry exports excisable goods, they shall get refund of excise duty paid on raw materials consumed for production of such exported quantity.
- The claim for refund should be lodged within 1 year from the due date of filing. At least 15% value addition should be made in case of export of tobacco, liquors & Pan Masala.

Excise Duty – Amendments (1/2)

Section	Sub Heading	FY 78-79 (Amended Provision)	FY 77-78 (Prevailing Provision)
Section 4D (2)	Control on Sale & Distribution	A businessperson, other than hotel, restaurants & party palace, carrying out transaction of liquor shall only transact liquors and tobacco.	A businessperson, other than hotel and restaurants, carrying out transaction of liquor shall only transact liquors and tobacco.
Section 9 (6A)	Provision on License	The licensed producers and importers failing to renew the license within the time limit set forth in Sub-section (5), shall, for renewal of license, deposit the fine equivalent of fifty percent of the renewal fees in the first three months after the expiry of time limit and a fine of hundred percent of renewal fees in the next three months.	The licensed producers and importers failing to renew the license within the time limit set forth in Sub-section (5), shall, for renewal of license, deposit the fine equivalent of fifty percent of the renewal fees in the first three months after the expiry of time limit and a fine of hundred percent of renewal fees in the next three months. However, the producers and importers obtaining license pursuant to Sub-section (3) if fails to renew the license within the time limit as set forth in Sub-section (5), may renew their license within 14 Jan 2020 (end of Poush- 2076), if intended, by depositing the renewal fees payable for each year and fine equivalent to hundred percent of such fees.
Section 9 (6B)	Provision on License	Pursuant to sub section (5) or (6), if the license has not been renewed till the specified due date, then such license shall be considered as revoked.	-No such provision-
Section 16 (2) (C1)	Penalties	Production, removal, storage or sale and distribution of goods belonging to other brands or goods having no brand.	-No such provision-

Excise Duty – Amendments (2/2)

Section	Sub Heading	FY 78-79 (Amended Provision)	FY 77-78 (Prevailing Provision)
Section 16 (3)	Penalties	The claimed amount pursuant to Clause (e) of Sub-section (1) and Sub-section (2) shall be fixed by adding the value of the excisable goods or liquor with no brand (70 UP) determined based on the strength, quantity and shape of goods wherein the excise duty sticker has been used or may be used, and the excise duty charged on such excisable goods or liquor with no brand (70 UP) . If the goods and services whose claimed amount is to be fixed has already been sold, their claimed amount shall be fixed based on the selling price of such goods and services.	The claimed amount pursuant to Clause (e) of Sub-section (1) and Sub-section (2) shall be fixed by adding the value of the excisable goods determined based on the strength, quantity and shape of goods wherein the excise duty sticker has been used or may be used, and the excise duty charged on such excisable goods. If the goods and services whose claimed amount is to be fixed has already been sold, their claimed amount shall be fixed based on the selling price of such goods and services.
Section 16 (6)	Penalties	Notwithstanding anything contained in Sub-section (5) , in cases where a motor vehicle is registered as on hire and used by its owner himself/herself, such vehicle shall be seized.	Notwithstanding anything contained in Sub-section (4), in cases where a motor vehicle is registered as on hire and used by its owner himself/herself, such vehicle shall be seized.
Section 19 (6A) & (6B)	Provisions relating to Administrative Review & Appeal	(6A) While making an appeal to the Revenue Tribunal pursuant to this Act, entire of the undisputed amount of tax has to be paid out of the amount of tax assessed, and a deposit equivalent to fifty percent of the disputed amount of tax and fine or a bank guarantee for such amount has to be furnished. (6B) Pursuant to sub section (6A), the deposit or bank guarantee payable to the Revenue Tribunal shall include the 25% deposit or bank guarantee paid to the IRD at the time of Administrative Review.	-No such provision-

Excise Duty Tariff (1/5)

Harmonic Code	Products	Excise Rate FY 2078-79 (2021-2022)	Excise Rate FY 2077-78 (2020-2021)	Status
HC 0802.11.00	Coconut, Brazilnut, Cashew fresh or dried, with or without cover	5%	5%	No Change
HC 1404.90.10	Katha Ras	Rs. 17/Kg	Rs. 17/Kg	No Change
HC 1404.90.20	Khayar Katha	Rs. 155/Kg	Rs. 155/Kg	No Change
HC 1701.13.10	Jaggery	Rs. 138/Quintal	Rs. 125/Quintal	Increased
HC 1703.10.00	Molasses	Rs. 96/Quintal	Rs. 80/Quintal	Increased
HC 1704.10.00	Chewing Gum	10%	10%	No Change
HC 1704.90.00	Other Sweets (not containing cocoa)	5%	5%	No Change
HC 1806	Items containing chocolates & cocoa	5%	5%	No Change
HC 1905.90.20	Potato Chips, Kurkure, Kurmure, Lays	Rs. 17/Kg	Rs. 17/Kg	No Change
HC 2105.00.00	Ice Cream or other edible ice whether with cocoa or not	10%	10%	No Change
HC 2106.90.10	Dalmoth, Papad, Namkin bhujia	5%	5%	No Change
HC 2106.90.20	Pan Masala (no tobacco)	Rs. 832/Kg	Rs. 650/Kg	Increased
HC 2106.90.60	Sugandhit Supari (no tobacco)	Rs. 281/Kg	Rs. 225/Kg	Increased
HC 2009.11.00 to 2009.11.90	All types of Juice	Rs.11/Litre	Rs.11/Litre	No Change
HC 2202.91.00	Alcohol Free Beer	Rs. 20/Litre	Rs. 17/Litre	Increased
HC 2202.91.00	Other Beverages (Alcohol Free not included in 20.9)	Rs. 20/Litre	Rs. 17/Litre	Increased
HC 2202.99.10	energy Drinks	Rs. 36/Litre	Rs. 30/Litre	Increased
HC 2202.99.90	Other Non Alcoholic Beverages (Soft-Drinks etc)	Rs. 14/Litre	Rs. 11/Litre	Increased
HC 2203.00.00	Beer	Rs. 198/ Litre	Rs. 165/ Litre	Increased
HC 2204.10.10	Wine up to 12% Alcohol	Rs.444/Litre	Rs.370/Litre	Increased
HC 2204.10.20	Wine up to 17% Alcohol	Rs. 444/Litre	Rs. 370/Litre	Increased
HC 2204.10.30	Wine above 17% Alcohol	Rs. 516/Litre	Rs. 430/Litre	Increased
HC 2207.10.30	Extra Neutral Alcohol (ENA)	Rs. 76/Litre	Rs. 65/Litre	Increased
HC 2207.20.00	Denatured Spirit (80-99 % Alcohol)	Rs. 20/Litre	Rs. 17/Litre	Increased

Excise Duty Tariff (2/5)

Harmonic Code	Products	Excise Rate FY 2078-79 (2021-2022)	Excise Rate FY 2077-78 (2020-2021)	Status
HC 2208.30.10	Raw Material of Alcohol such as Spirits	Rs. 198/Litre	Rs. 165/Litre	Increased
HC 2208.20.91	Alcohol 15 UP Strength	Rs. 1,592/ Litre Rs. 1,872/LP litre	Rs. 1,325/ Litre Rs. 1,560/LP litre	Increased
HC 2208.20.92	Alcohol 25 UP Strength	Rs. 1,188/Litre Rs. 1,584/ LP litre	Rs. 990/Litre Rs. 1,320/LP litre	Increased
HC 2208.20.93	Alcohol 30 UP Strength	Rs. 1,105/ Litre Rs.1,578/LP litre	Rs. 920/ Litre Rs.1,315/LP litre	Increased
HC 2402.20.10	Cigarette 70 MM without Filter	Rs. 518/M	Rs. 495/M	Increased
HC 2402.20.21	Cigarette 70 MM with Filter	Rs. 1,418/M	Rs. 1,335/M	Increased
HC 2402.20.22	Cigarette (over 70 – up to 75 MM) with Filter	Rs. 1,843/ M	Rs. 1,475/ M	Increased
HC 2402.20.23	Cigarette (over 75 – up to 85 MM) with Filter	Rs. 2,400/M	Rs. 1,920/M	Increased
HC 2402.20.24	Cigarette (over 85 MM) with Filter	Rs. 3,393/M	Rs. 2,715/M	Increased
HC 2403.99.10	Chewing Tobacco, Guthka & Pan Masala containing Nicotine/Other tobacco	Rs. 812 Per Kg.	Rs. 650 Per Kg.	Increased
HC 2403.99.91	Hukkah Flavor	Rs. 1,200 Per Kg	Rs. 1,000 Per Kg.	Increased
HC 2516.12.00	Granite	15%	15%	No Change
HC 2523	Cement	Rs. 220/M.T	Rs. 220/M.T	No Change
HC 3208	Paints	7%	7%	No Change
HC 3214	Putty and Glazier Rosin Cement	5%	5%	No Change
HC 3302.10.10	Odophorus Substance used in alcoholic solutions	5%	5%	No Change
HC 3307.49.00	Room freshners and other related items	10%	10%	No Change
HC 3401 & 3402	Soap & Detergent	5%	5%	No Change

Excise Duty Tariff (3/5)

Harmonic Code	Products	Excise Rate FY 2078-79 (2021-2022)	Excise Rate FY 2077-78 (2020-2021)	Status
HC 3926.20.19	Gloves used in medical and surgery	-	-	No Change
HC 3926.20.29	Gown for medial and surgery	-	-	No Change
HC 3926.20.39	Apron for medial and surgery	-	-	No Change
HC 6305.33.00	Polyethylene or Polyproplene Sheet and related products	5%	5%	No Change
HC 7217	Iron or Unmixed Ispat wires (With or Without Coating)	Rs. 1650 Per M.T.	Rs. 1650 Per M.T.	No Change
HC 7223	Non-oxidizable Ispat metal wire	Rs. 1650 Per M.T.	Rs. 1650 Per M.T.	No Change
HC 7229	Other Ispat metal wire	Rs. 1650 Per M.T.	Rs. 1650 Per M.T.	No Change
HC 7307	Cast Fitting, Bends, Elbow	Rs. 1650 Per M.T.	Rs. 1650 Per M.T.	No Change
HC 7308	Iron & Ispat Structures Bridge, Towers, Windows, Door	Rs. 1650 Per M.T.	Rs. 1650 Per M.T.	No Change
HC 7312	Stranded Wire, cable or rope	Rs. 1650 Per M.T.	Rs. 1650 Per M.T.	No Change
HC 7213	Rod & TMT	Rs. 1650 Per M.T.	Rs. 1650 Per M.T.	No Change
HC 7216	Iron & non alloy Angle & Section	Rs. 1650 Per M.T.	Rs. 1650 Per M.T.	No Change
HC 7311	LPG Cylinder	5%	5%	No Change
HC 7315	Iron or Ispat Chain & Parts	Rs. 1650 Per M.T.	Rs. 1650 Per M.T.	No Change
HC 8418	Refrigerator, Freezer	5%	5%	No Change
HC 8443	Plates, cylinders and other equipment used by Printing Press	-	-	No Change
HC 8508	Vacuum Cleaners & Parts	5%	5%	No Change
HC 8509	Mixers, Juicer, Grinder & Parts	5%	5%	No Change
HC 8517.12.00	Cellular Mobile Phone and all Other Wireless Communication Devices	2.50%	2.50%	No Change
HC 8518	Microphone, Loud Speaker	10%	10%	No Change
HC 8523	Discs, Tapes and Smart Card, Optical and Magnetic means	5%	5%	No Change
HC 8543.70.10	E-cigarettes	30%	30%	No Change
HC 8544.70.00	Optical Fiber Cables	10%	10%	No Change

Excise Duty Tariff (4/5)

Harmonic Code	Products	Excise Rate FY 2078-79 (2021-2022)	Excise Rate FY 2077-78 (2020-2021)	Status
HC 8702.10.10 & 8702.90.10	Bus & Truck	5%	5%	No Change
HC 8702.10.20, 8706.00.20	Mini Bus 15-25 Seater and Chassis	35%	35%	No Change
HC 8702.10.30	Micro Bus 11-14 Seater	55%	55%	No Change
HC 8703.21.10	Three Wheeler (Auto Rickshaw)	55%	55%	No Change
HC 8703.22.00	Car, Station Wagon, Racing Car above 1000 cc upto 1500 cc	65%	65%	No Change
HC 8703.23.10	Car, Station Wagon, Racing Car above 1500 cc upto 2000 cc	70%	70%	No Change
HC 8703.23.20	Car, Station Wagon, Racing Car above 2000 cc upto 2500 cc	80%	80%	No Change
HC 8703.23.30	Car, Station Wagon, Racing Car above 2500 cc upto 3000 cc	90%	90%	No Change
HC 8703.24.00	Car, Station Wagon, Racing Car above 3000 cc	100%	100%	No Change
HC 8703.32.10	Car, Station Wagon, Racing Car (Diesel) above 1500 cc upto 2000 cc	70%	70%	No Change
HC 8703.32.20	Car, Station Wagon, Racing Car (Diesel) above 2000 cc upto 2500 cc	85%	85%	No Change
HC 8703.33.00	Car, Station Wagon, Racing Car (Diesel) above 2000 cc	100%	100%	No Change
HC 8703.80.10	Electric motor 3 wheeler and others		5%	Decreased
HC 8703.80.20	Electric Car, Jeep, Van with peak motor power upto 50kw		30%	Decreased
HC 8703.80.30	Electric Car, Jeep, Van with peak motor power from 50kw to 100kw		40%	Decreased
HC 8703.80.40	Electric Car, Jeep, Van with peak motor power from 100 to 150kw		50%	Decreased
HC 8703.80.50	Electric Car, Jeep, Van with peak motor power from 150kw to 200kw		60%	Decreased
HC 8703.80.61	Electric Car, Jeep, Van with peak motor power from >200 kw<300 kw		70%	Decreased
HC 8703.80.71	Electric Car, Jeep, Van with peak motor power from >300 kw unassembled		80%	Decreased
HC 8704.21.10	Double Cab Pick Up	60%	60%	No Change
HC 8704.21.20.10	Single Cab Pick Up	50%	50%	No Change
HC 8704.21.20.20	Delivery Van	30%	30%	No Change
HC 8708	Parts and ancillary materials for vehicles under HC 8701 to 8705	-	-	No Change
HC 8714	Parts and ancillary materials for vehicles under HC 8711 to 8713	-	-	No Change

Excise Duty Tariff (5/5)

Harmonic Code	Products	Excise Rate FY 2078-79 (2021-2022)	Excise Rate FY 2077-78 (2020-2021)	Status
HC 8711.20.11	Motorbikes 50 cc to 155 cc	40%	40%	No Change
HC 8711.20.99	Motorbikes 155 cc to 250 cc	50%	50%	No Change
HC 8711.30.90	Motorbikes 250 cc to 500 cc	60%	60%	No Change
HC 8711.40.00	Motorbikes 500 cc to 800 cc	80%	80%	No Change
HC 8711.50.00	Motorbikes above 800 cc	100%	100%	No Change
HC 9401	Foldable or unfoldable seats and related furniture for vehicle or otherwise	10%	10%	No Change
HC 9403	Other furniture for kitchen, rooms, baby walker etc. wooden, bamboo or plastic	10%	10%	No Change
HC 9406	Pre Fabricated Wooden Buildings	10%	10%	No Change
HC 9504	Video Games, Consoles	5%	5%	No Change
HC 9505	Entertainment, Recreational Items & Others	5%	5%	No Change

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