

Union Budget 2016-2017

Key Customs Tariff Amendments



2/19, Nityanand Nagar, Sahar Road, Andheri (East), Mumbai-400 069.

03/03/2016

Abbreviations:

Name	Particulars
BCD	Basic Customs Duty
CVD	Countervailing Duty
SAD	Special Additional Duty

1. Customs Duty imposed (BCD/CVD/SAD):

Sr. No.	Particulars	Existing Rate	New Rate
1	Magnetic - Heads (all types), Ceramic/ Magnetic cartridges and stylus, Antennas, EHT cables, Level meters/level indicators/ tuning indicators/ peak level meters/ battery meter/VC meters/ Tape counters, Tone arms, Electron guns: BCD	NIL	7.50%/10%
2	Specified machinery required for construction of roads : CVD	NIL	12.50%
3	Charger / adapter, battery and wired headsets / speakers for manufacture of mobile phones: I) BCD II) CVD III) SAD	NIL NIL NIL	10% 12..50% 4.00%
4	Plans, drawings and designs falling under chapter 49 : BCD	NIL	10%
5	Specified telecommunication equipment [Soft switches and Voice over Internet Protocol (VoIP) equipment namely VoIP phones, media gateways etc. : BCD	NIL	10%
6	Preform of silica for manufacture of telecom grade optical fibre/cables : BCD	NIL	10%
7	E-Readers : BCD	NIL	7.5%
8	Solar tempered glass / solar tempered (anti-reflective coated) glass : BCD	NIL	5%
9	Cashew nuts in shell : BCD	NIL	5%
10	Populated PCBs for manufacture of personal computers (laptop or desktop) : SAD	NIL	4%
11	Populated PCBs for manufacture of mobile phone/tablet computer : SAD	NIL	2%

2. **Customs Duty exempted on inputs/Capital Goods (BCD/CVD/SAD):**

Sr. No.	Particulars	Existing Rate	New Rate
1	Machinery, electrical equipment and instrument and parts thereof (except populated PCBs) for semiconductor wafer fabrication / LCD fabrication units i) BCD ii) SAD	7.5%/10% 4%	NIL NIL
2	Machinery, electrical equipment and instrument and parts thereof (except populated PCBs) imported for Assembly, Test, Marking and Packaging of semiconductor chips (ATMP) i) BCD ii) SAD	7.5%/10% 4%	NIL NIL
3	Inputs, parts and components, subparts for manufacture of charger / adapter, battery and wired headsets/speakers of mobile phones : i) BCD, ii) CVD iii) SAD	7.5%/10% 12.5% 4%	NIL NIL NIL
4	Parts and components, subparts for manufacture of Routers, broadband Modems, Set-top boxes for gaining access to internet, set top boxes for TV, digital video recorder (DVR) / network video recorder (NVR), CCTV camera / IP camera, lithium ion battery [other than those for mobile handsets : i) BCD ii) CVD iii) SAD	7.5%/10% 12.5% 4%	NIL NIL NIL
5	Specified capital goods and inputs for use in manufacture of Micro fuses, Sub-miniature fuses, Resettable fuses, and Thermal fuses : BCD	7.5%/10%	NIL
6	Capital goods and spare thereof, raw materials, parts, material handling equipment and consumable for repairs of ocean-going vessels by a ship repair unit : CVD	12.5%	NIL

Sr. No.	Particulars	Existing Rate	New Rate
7	Disposable sterilized dialyzer and micro barrier of artificial kidney : i) BCD, ii) CVD iii) SAD	7.5%/10% 12.5% 4%	NIL NIL NIL
8	Specified goods required for exploration & production of hydrocarbon activities undertaken under Petroleum Exploration Licenses (PEL) or Mining Leases (ML) issued or renewed before 1st April 1999 : i) BCD, ii) CVD iii) SAD	7.5%/10% 12.5% 4%	NIL NIL NIL
9	Foreign Satellite data” on storage media when imported by National Remote Sensing Centre (NRSC), Hyderabad : i) BCD ii) CVD iii) SAD	10% 12.5% 4%	NIL NIL NIL
10	Specified imported fabrics for manufacture of textile garments for exports : BCD	10%	NIL
11	Braille paper : BCD	10%	NIL
12	Magnetron of capacity of 1 KW to 1.5 KW for use in manufacture of domestic microwave ovens : BCD	10%	NIL
13	Polypropylene granules / resins for the manufacture of capacitor grade plastic films :BCD	7.5%	NIL
14	Medical Use Fission Molybdenum-99 imported by Board of Radiation and Isotope Technology (BRIT) for manufacture of radio pharmaceuticals : BCD	7.5%	NIL
15	Wood in chips or particles for manufacture of paper, paperboard and news print : BCD	5%	NIL
16	Electrolysers, membranes and their parts required by caustic soda / potash unit using membrane cell technology : BCD	2.5%	NIL

3. Customs Duty (BCD/CVD/SAD): Enhanced:

Sr. No.	Particulars	Existing Rate	New Rate
1	Golf cars : BCD	10%	60%
2	Natural latex rubber made balloons falling under specified headings : BCD	10%	20%
3	Imitation jewellery : BCD	10%	15%
4	Other aluminium products : BCD	7.50%	10%
5	Industrial solar water heater : BCD	7.5%	10%
6	Capital goods and parts thereof (Increase the tariff rate of BCD for 96 specified tariff lines in Chapters 84, 85 and 90)	7.5%	10%
7	Primary aluminium : BCD	5%	7.5%
8	Gold dore bars : CVD	8%	8.75%
9	Silver dore bars : CVD	7%	7.75%
10	Zinc alloys : BCD	5%	7.5%

4. **Customs duty (BCD/CVD/SAD) reduced:**

Sr. No.	Particulars	Existing Rate	New Rate
1	Parts of E-readers : BCD	7.5%	5%
2	Neodymium Magnet (before Magnetization) and Magnet Resin (Strontium Ferrite compound / before formed, before magnetization) for manufacture of BLDC motors, subject to actual user condition : BCD	7.5%/10%	2.5%
3	Engine for hybrid electric vehicle I) BCD II) CVD	Tariff rate Tariff rate	NIL 6%
4	Cold chain including pre-cooling unit, packhouses, sorting and grading lines and ripening chambers : BCD	10%	5%
5	Refrigerated containers : BCD	10%	5%
6	Coal; briquettes, ovoids and similar solid fuels manufactured from coal : BCD	10%	2.5%
7	Lignite, whether or not agglomerated, excluding jet : BCD	10%	2.5%
8	Peat (including peat litter), whether or not agglomerated : BCD	10%	2.5%
9	Coke and semi-coke of coal, of lignite or of peat, whether or not agglomerated; retort carbon : BCD	10%	5%
10	Coal gas, water gas, producer gas and similar gases, other than petroleum gases and other gaseous hydrocarbons : BCD	10%	5%
11	Tar distilled from coal, from lignite or from peat and other mineral tars, whether or not dehydrated or partially distilled, including reconstituted tars : BCD	10%	5%
12	Oils and other products of the distillation of high temperature coal tar similar products in which the weight of the aromatic constituents exceeds that of the non-aromatic constituents : BCD	10%/5%	2.5%

Sr. No.	Particulars	Existing Rate	New Rate
13	Pitch and pitch coke, obtained from coal tar or from other mineral tars : BCD	10%	5%
14	Aluminium Oxide for use in the manufacture of Wash Coat, which is used in the manufacture of catalytic converters : BCD	7.5%	5%
15	Super Absorbent Polymer when used for the manufacture of sanitary pads, napkins & tampons : BCD	7.5%	5%
16	All acyclic hydrocarbons and all cyclic hydrocarbons [other than para-xylene which attracts NIL BCD and styrene which attracts 2% BCD] : BCD	5%	2.5%
17	Silica sand : BCD	5%	2.5%
18	Brass scrap : BCD	5%	2.5%
19	Denatured ethyl alcohol (Ethanol) : BCD	5%	2.5%
20	Specified fibres and yarns: BCD	5%	2.5%
21	Pulp of wood for manufacture of sanitary pads, napkins & tampons : BCD	5%	2.5%
22	Orthoxylene for the manufacture of phthalic anhydride (SAD): BCD	4%	2%

5. **Amendment in Export duty (BCD/CVD and SAD):**

Sr. No.	Particulars	Existing Rate	New Rate
1	Iron ore fines with Fe content below 58%	10%	NIL
2	Iron ore lumps with Fe content below 58%	30%	NIL
3	Chromium ores and concentrates, all sorts	30%	NIL
4	Bauxite (natural), not calcined or calcined	20%	15%

6. **Other amendments:**

Sr. No.	Particulars
1	Notification no. 12/2012–Cus. dated 17.03.2012 prescribed concessional imports of phosphoric acid for the manufacture of fertilizers and now actual user condition is being prescribed
2	Notification no. 12/2012– Customs, dated 17.03.2012 prescribed concessional imports of anhydrous ammonia for the manufacture of goods falling under Chapter 31 for use as fertilizers and now actual user condition is being prescribed
3	The validity period of exemption granted to specified goods for the use in the manufacture of electrically operated vehicles and hybrid vehicles is being extended without time limit
4	All dutiable articles, intended for personal use, imported by post or air limit increased from Rs. 10,000/- to Rs. 20,000/-

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