

EXECUTIVE SUMMARY OF FINANCE BILL, 2016 – CUSTOMS

I. Tariff – Amendment in Customs Act, 1962 and Rules there under:

SI NO.	TYPE OF GOODS/DESCRIPTION	OLD RATE	NEW RATE	REMARK
	Amendments affecting rates of duty			
1.	Primary aluminium	5%	7.5%	
2.	Zinc alloys	5%	7.5%	
3.	Imitation jewellery	10%	15%	
4.	Industrial solar water heater	7.5%	10%	
	Export duty			
5.	Iron ore lumps with Fe content below 58%	30%	Nil	
6.	Chromium ores and concentrates, all sorts	30%	Nil	
	Basic Customs Duty			
7.	Cashew nuts in shell	Nil	5%	
8.	Cold chain including pre-cooling unit, packhouses, sorting and grading lines and ripening chambers	10%	5%	
9.	Refrigerated containers	10%	5%	
10.	Coal; briquettes, ovoids and similar solid fuels manufactured from coal	2.5% / 10%	2.5%	
11.	Lignite, whether or not agglomerated, excluding jet	10%	2.5%	
12.	Coke and semi-coke of coal, of lignite or of peat, whether or not agglomerated; retort carbon	5% / 10%	5%	

EXECUTIVE SUMMARY OF FINANCE BILL, 2016 – CUSTOMS

13.	Coal gas, water gas, producer gas and similar gases, other than petroleum gases and other gaseous hydrocarbons	10%	5%	
14.	Tar distilled from coal, from lignite or from peat and other mineral tars, whether or not dehydrated or partially distilled, including reconstituted tars	10%	5%	
15.	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	2.5% / 5% / 10%	2.5%	
16.	Pitch and pitch coke, obtained from coal tar or from other mineral tars	5% / 10%	5%	
17.	All acyclic hydrocarbons and all cyclic hydrocarbons [other than para-xylene which attracts Nil BCD and styrene which attracts 2% BCD]	5% / 2.5%	2.5%	
18.	Denatured ethyl alcohol (Ethanol) subject to actual user condition	5%	2.5%	
19.	Orthoxylene for the manufacture of phthalic anhydride subject to actual user condition	SAD – 4%	SAD – 2%	
20.	Electrolysers, membranes and their parts required by caustic soda / potash unit using membrane cell technology	2.5%	Nil	
21.	Wood in chips or particles for manufacture of paper, paperboard and news print	5%	Nil	
22.	Plans, drawings and designs	Nil	10%	
23.	Specified fibres and yarns	5%	2.5%	
24.	Polypropylene granules / resins for the manufacture of capacitor grade plastic films	7.5%	Nil	
25.	E-Readers	Nil	7.5%	
26.	Parts of E-readers	Applicable BCD	5%	
27.	Magnetron of capacity of 1 KW to 1.5 KW for use in manufacture of domestic microwave ovens subject to actual user condition.	10%	Nil	

EXECUTIVE SUMMARY OF FINANCE BILL, 2016 – CUSTOMS

28.	Machinery, electrical equipment and instrument and parts thereof (except populated PCBs) for semiconductor wafer fabrication / LCD fabrication units	Applicable BCD SAD	Nil BCD Nil SAD	
29.	Machinery, electrical equipment and instrument and parts thereof (except populated PCBs) imported for Assembly, Test, Marking and Packaging of semiconductor chips (ATMP)	Applicable BCD SAD	Nil BCD Nil SAD	
30.	The exemption from basic customs duty, CV duty, SAD on charger / adapter, battery and wired headsets / speakers for manufacture of mobile phone being withdrawn	BCD-Nil CVD - Nil SAD - Nil	Applicable BCD CVD - 12.5% SAD – 4%	
31.	Inputs, parts and components, subparts for manufacture of charger / adapter, battery and wired headsets / speakers of mobile phones, subject to actual user condition	Applicable BCD, CVD SAD	Nil BCD Nil CVD Nil SAD	
32.	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]	Applicable BCD, CVD SAD	Nil BCD Nil CVD Nil SAD	
33.	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	Nil BCD	Applicable BCD	
34.	Neodymium Magnet (before Magnetization) and Magnet Resin (Strontium Ferrite compound/before formed, before magnetization) for manufacture of BLDC motors, subject to actual user condition	Applicable BCD	2.5%	
35.	Populated PCBs for manufacture of personal computers (laptop or desktop)	Nil SAD	4% SAD	
36.	Populated PCBs for manufacture of mobile phone/tablet computer	Nil SAD	2% SAD	
37.	Silica sand	5%	2.5%	
38.	Brass scrap	5%	2.5%	

EXECUTIVE SUMMARY OF FINANCE BILL, 2016 – CUSTOMS

39.	Other aluminium products	7.5%	10%	
40.	Gold dore bars.	8% CVD	8.75% CVD	
41.	Silver dore.	7% CVD	7.75% CVD	
42.	Golf cars	10%	60%	
43.	Specified parts of electric and hybrid vehicles	BCD-Nil CVD – 6% Upto 31.03.2016	BCD-Nil CVD – 6% Without time limit	
44.	Aluminium Oxide for use in the manufacture of Wash Coat, which is used in the manufacture of catalytic converters, subject to actual user condition	7.5%	5%	
45.	Engine for xEV (hybrid electric vehicle)	Applicable BCD and CVD	Nil BCD 6% CVD	
46.	Tools and tool kits when imported by MROs for maintenance, repair, and overhauling [MRO] of aircraft subject to a certification by the Directorate General of Civil Aviation	Applicable BCD, CVD and SAD	Nil BCD Nil CVD Nil SAD	
47.	Braille paper	10%	Nil	
48.	Solar tempered glass / solar tempered (anti-reflective coated) glass, subject to actual user condition	Nil	5%	
49.	Medical Use Fission Molybdenum-99 imported by Board of Radiation and Isotope Technology (BRIT) for manufacture of radio pharmaceuticals	7.5%	Nil	
50.	Pulp of wood for manufacture of sanitary pads, napkins & tampons	5%	2.5%	
51.	Super Absorbent Polymer when used for the manufacture of sanitary pads, napkins & tampons	7.5%	5%	