



सीमा शुल्क, केन्द्रीय उत्पाद शुल्क व सेवा कर के आयुक्त का कार्यालय
OFFICE OF THE COMMISSIONER OF CUSTOMS, CENTRAL EXCISE AND SERVICE TAX
हैदराबाद - I आयुक्तालय : HYDERABAD I COMMISSIONERATE
KENDRIYA SHULK BHAVAN : L.B.STADIUM ROAD :: BASHEERBAGH : HYDERABAD-500 004
केन्द्रीय शुल्क भवन :: एल/बी स्टेडियम रोड :: बशीरबाग :: हैदराबाद - 500 004
☎ - 040-23212072 (Telefax)

Trade Notice No. 02/2012 (C.Ex.,)
General (Budget) No.01/2012,

Date : 17.03.2012

Sub:- Union Budget 2012-13 – Budgetary Changes in Central Excise – Reg.

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The Union Finance Bill, 2012, has been presented by the Hon'ble Finance Minister in the Lok Sabha on 16th March, 2012. The budgetary changes relating to Central Excise are communicated as under:-

Sl. No.	Changes made	Reference in Budget document
01.	(i) Central Excise Act, 1944 (ii) Central Excise Rules, 2002 (iii) Cenvat Credit Rules, 2004 and (iv) Central Excise Tariff Act, 1985	Section 129 to 142 of Finance Bill 2012, TRU letter D.O.F.No.334/3/2012-TRU, dated 16.03.2012, Notification Nos.07/2012-CE (NT) to 18/2012-CE(NT), all dated 17.03.2012
02.	Change in Rates of Duty	Explanatory Notes to Finance Bill, 2012 and also TRU letter D.O. F.No.334/3/2012-TRU, dated 16.03.2012.
03.	Amends Notification No.23/2003-CE, dated 31.03.2003	Notification No.05/2012-CE, dated 17.03.2012
04.	Amends Notification No.64/95-CE, dated 16.03.1995	Notification No.06/2012-CE, dated 17.03.2012
05.	Supersedes Notification No.29/2004-CE, dated 09.07.2004	Notification Nos.07/2012-CE, dated 17.03.2012
06.	Amends Notification No.31/2011-CE, dated 24.03.2011	Notification No.08/2012-CE, dated 17.03.2012
07.	Exemption to Non-Filter Cigarettes of length not exceeding 65 mm	Notification No.09/2012-CE, dated 17.03.2012
08.	Exemption to Non-Filter and Filter Cigarettes	Notification No.10/2012-CE, dated 17.03.2012
09.	Exemption to Non-Filter Cigarettes of length not exceeding 65 mm	Notification No.11/2012-CE, dated 17.03.2012
10.	Exemption in respect of certain products in supersession of Notification Nos.3/2005-CE, 3/2006-CE, 4/2006-CE, 5/2006-CE, 6/2006-CE, 10/2006-CE	Notification No.12/2012-CE, dated 17.03.2012

Contd/-2

11.	Amends Notification No.42/2008-CE, dated 01.07.2008	Notification No.13/2012-CE, dated 17.03.2012
12.	Amends Notification No.16/2010-CE, dated 27.02.2010	Notification No.14/2012-CE, dated 17.03.2012
13.	Amends Notification No.8/2003-CE, dated 01.03.2003	Notification No.15/2012-CE, dated 17.03.2012
14.	Amends Notification No.01/2011-CE, dated 01.03.2011	Notification No.16/2012-CE, dated 17.03.2012
15.	Rescinding of Notification No.2/2008-CE, 59/2008-CE, 18/2009-CE	Notification No.17/2012-CE, dated 17.03.2012
16.	Exemption to various products under various chapters	Notification No.18/2012-CE, dated 17.03.2012
17.	Amends Notification No.02/2011-CE, dated 01.03.2011	Notification No.19/2012-CE, dated 17.03.2012

02. The references cited in the table may be accessed on www.cbec.gov.in; www.finmin.nic.in; and <http://indiabudget.gov.in>.

03. MAJOR CHANGES IN BUDGET 2011-12:

- A) Standard Rate of Excise Duty has been enhanced from 10% to 12%.
- B) Concessional Rate of Duty of 1% is increased to 2%, while merit rate of duty of 5% is increased to 6%.
- C) The Excise Duty on Cement and clinker are revised.
- D) Abatement has been increased in respect of readymade garments.
- E) Rate of duty applicable to Gutkha, Chewing Tobacco, Zarda, etc. has been increased.
- F) Rate of Excise Duty on biris has been increased by Rs.2/- per thousand for both hand made and machine made biris.
- G) Excise duty on Motor Vehicles has been increased/made advalorem.
- H) Amendments have been made to Section 9 and Section 9A of the Central Excise Act, 1944 enhancing the amount involved from Rs.1 lakh to Rs.30 lakh for initiation of proceedings and defining cognizable and non-cognizable offences under the Central Excise Act, 1944.
- I) Rule 10A is being inserted in Cenvat Credit Rules, 2004 permitting transfer of unutilized credit of SAD to another factory of the same manufacturer.
- J) Definition of Inter-connected Undertaking in Section 4 of the Central Excise Act, 1944, is elaborated.

04. All changes in rates of duty take effect from the midnight of 16th March/17th March, 2012. The remaining legislative changes would come into effect only upon the enactment of the Finance Bill, 2012, unless specified otherwise.

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05. For all legal and interpretative purposes, the contents of the Notification and enactments alone will form the basis. The contents of this Trade Notice may be brought to the notice of all concerned.

S.N.SAHA
17.3.12
(एस. एन. साहा)
(S.N.SAHA)
आयुक्त
COMMISSIONER

To
As per Distribution List-I

(Issued from file C.No.IV/16/251/2011-C.Ex.,Tech.II/Hyd.I)
(Hindi Version follows)