

UNION BUDGET 2010-11
INDIRECT TAXES – RATES OF DUTY

EXCISE

Cenvat Duty on C.B. Boxes reduced from 8% to 4% vide notification no. 10/2010 C.E. dated 27.02.2010 amending the notification no. 4/2006 CE. Dated 01.03.2006, vide clause xxxi by inserting S.No. 96E specifying Excise Duty on “**Cartons, boxes and cases of corrugated paper or paper board**” at 4%, for **heading 4819 10** as per condition 12 as follows:

“The exemption shall be applicable to units manufacturing cartons, boxes or cases, as the case may be, starting from the stage of bought out Kraft Paper and not having the facility to manufacture Kraft Paper in the same factory”

(Members are advised to mention on invoice Notification No. 4/2006 CE. dated 01.03.2006 as amended by Notification No. 10/2010 CE. Dated 27.02.10 when availing the exemption rate of 4%)

Cenvat Duty on Waste Paper increased from 8% to 10% vide notification no. 6/2010 C.E. dated 27.02.2010 as per Serial No. 2 (ii).

Cenvat Duty on Unprinted Corrugated Board continues at 4% vide Notification No. 4/2006 CE.

Cenvat Duty on Kraft Paper Mills using more than 75% of unconventional raw materials upto clearance of 3500 M.T. in a financial year continues to be nil.

Cenvat Duty on Kraft paper mills using more than 75% of unconventional raw materials continues to be 4% after clearance of 3500 M.T. in a financial year

Cenvat Duty continues to be 4% on paper and paper board.

Primary education cess of 2% & Higher & Secondary Education Cess of 1% applicable as before

SERVICE TAX (No Change)

Service Tax rate continues to be 10%.

Primary education cess of 2% & Higher & Secondary Education Cess of 1% continues to be applicable.

CUSTOMS DUTY

Customs duty on Paper continues to be 10%

Import of waste paper is now exempted from Special Additional Custom Duty of 4%

GOODS & SERVICES TAX & DIRECT TAX CODE

GST & DTC proposed to be implemented from 01.04.2011

CENTRAL EXCISE TARIFF CODE & EXCISE DUTY APPLICABLE

4819 CARTONS, BOXES, CASES, BAGS AND OTHER PACKING CONTAINERS, OF PAPER, PAPERBOARD, CELLULOSE WADDING OR WEBS OF CELLULOSE FIBRES; BOX FILES, LETTER TRAYS, AND SIMILAR ARTICLES, OF PAPER OR PAPERBOARD OF A KIND USED IN OFFICES, SHOPS OR THE LIKE

4819 10 - Cartons, boxes and cases, of corrugated paper or paperboard:

4819 10 10 --- Boxes – 4% (As per Notification no. 4/2006 CE. as amended by Notification No. 10/2010 dated 27.02.10)

4819 10 10 --- Boxes – 10% (As per Notification No. 6/2010 dated 27.02.10, S.No. 2(ii))

4819 10 90 --- Other - 4% (As per Notification No. 10/2010 dated 27.02.10)

4819 20 - Folding cartons, boxes and cases, of non corrugated paper and paperboard:

4819 20 20 --- Boxes –10% (As per Notification No. 6/2010 dated 27.02.10, S.No. 2 (ii))

4819 20 90 --- Other - 10% (As per Notification No. 6/2010 dated 27.02.10, S.No. 2 (ii))

4819 50 - Other packing containers, including record sleeves:

4819 50 10 --- Made of corrugated paper or paperboard – 10 %
(As per Notification No. 6/2010 dated 27.02.10, S.No. 2 (ii))

4819 50 90 --- Other 10%
(As per Notification No. 6/2010 dated 27.02.10, S.No. 2 (ii))

4707 RECOVERED (WASTE AND SCRAP) PAPER OR PAPERBOARD

4707 90 00 - Other, including unsorted waste and scrap 10%
(As per Notification No. 6/2010 dated 27.02.10, S.No. 2 (ii))

4808 PAPER AND PAPERBOARD, CORRUGATED (WITH OR WITHOUT GLUED FLAT SURFACE SHEETS), CREPED, CRINKLED, EMBOSSSED OR PERFORATED, IN ROLLS OR SHEETS, OTHER THAN PAPER OF THE KIND DESCRIBED IN HEADING 4803

4808 10 00 - Corrugated paper and paperboard, whether or not perforated - 4%
(As per Notification No. 4/2006 CE. dated 01.03.2006)

For Federation of Corrugated Box Manufacturers Of India

Bharath Kedia
Chairman, Excise & Taxation

Note: Revised rates applicable from 27.02.2010.