

Amendments in Tax Laws Made by Finance Bill-2082/83

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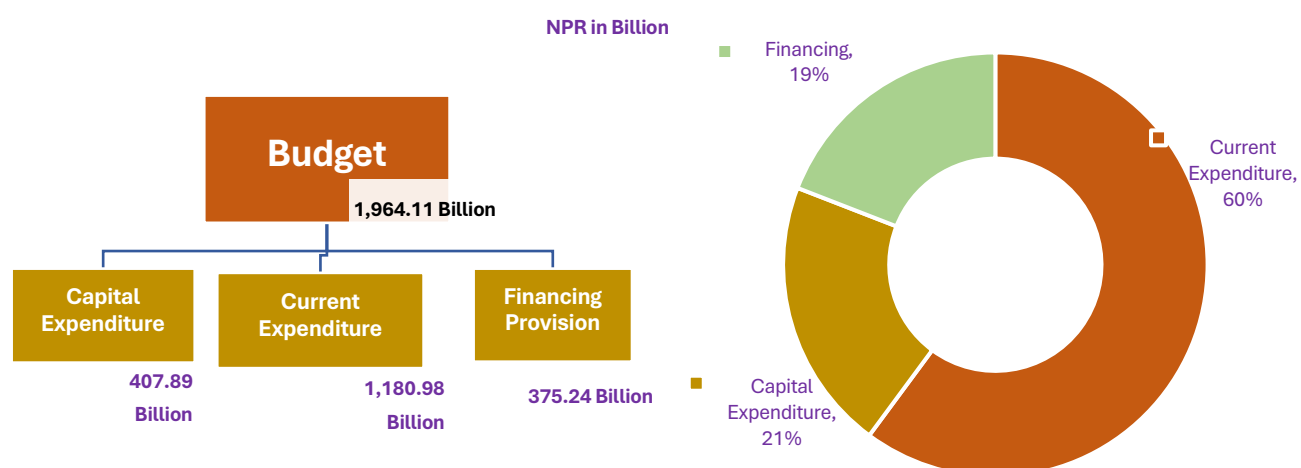
Nepal Budget FY 2024/25

Budget Highlights

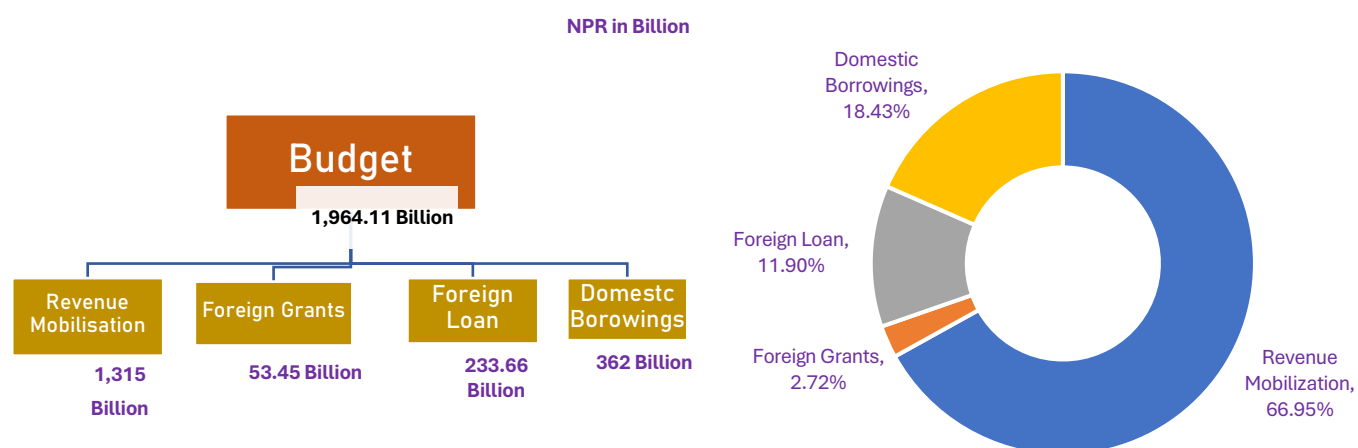
On Thursday, 29 May 2025, Honorable Finance Minister Mr. Bishnu Paudel presented the full budget for the fiscal year 2082/83 (2025/26). The allocation of resources, objectives, priorities, and significant policy statement of the budget is highlighted in this document.

1. Source and Allocation of Budget

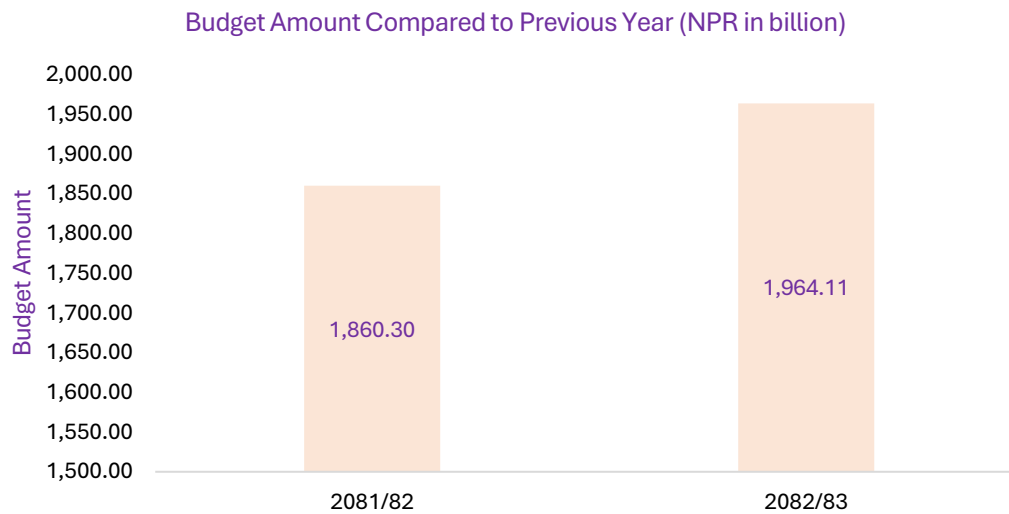
Allocation of Budget



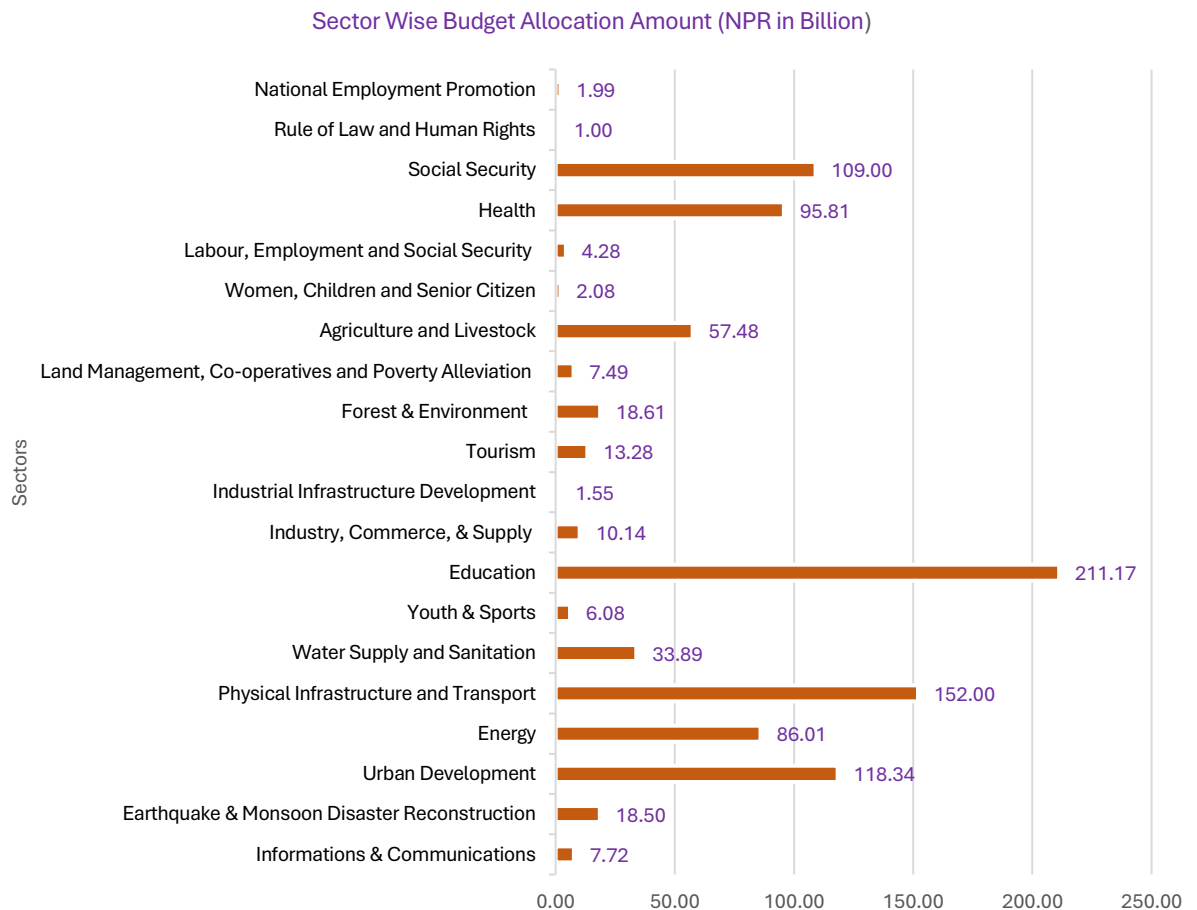
Source of Finance



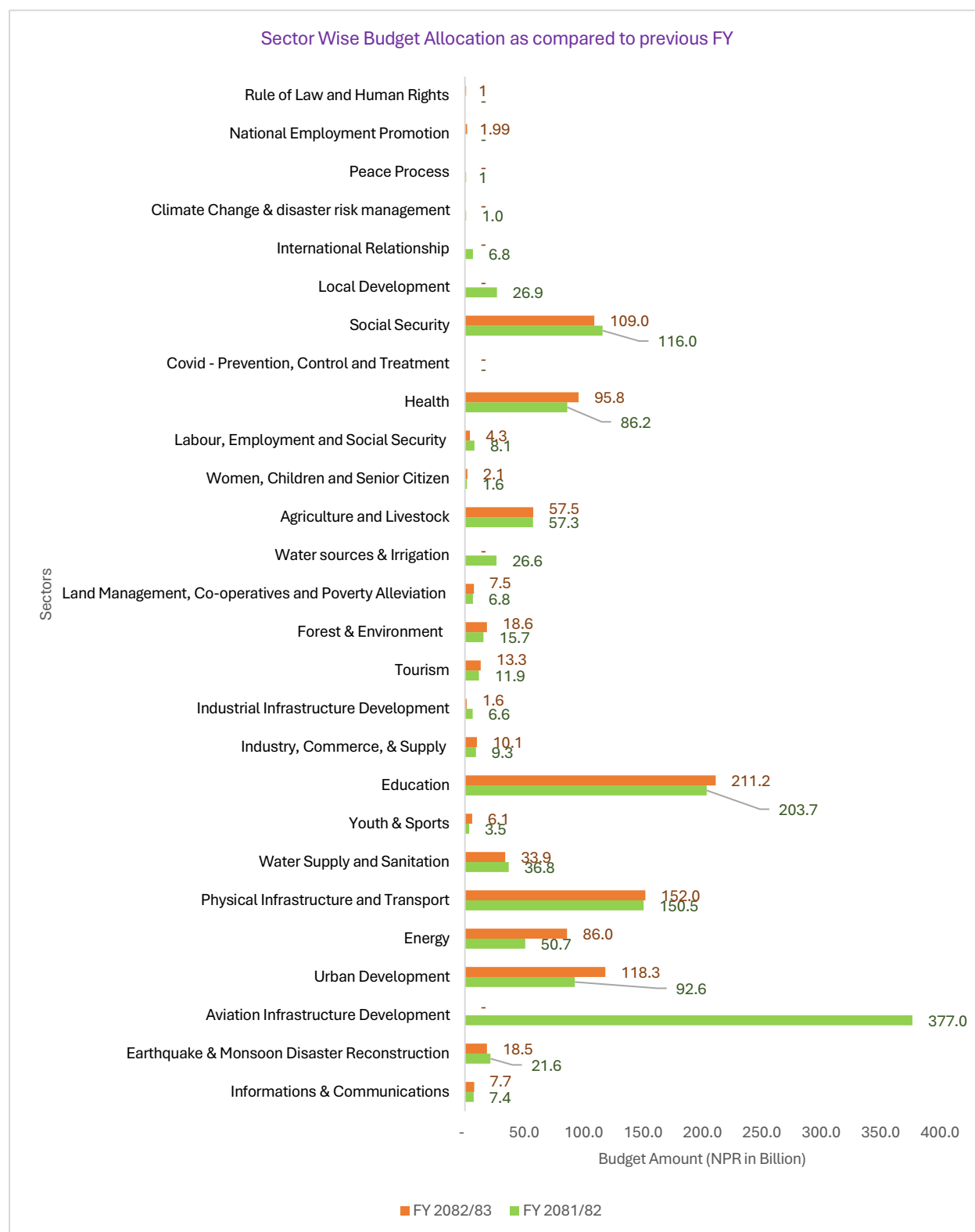
2. Budget Amount Comparison



3. Sector Wise Budget Allocation



Sector wise Budget allocation as compared to previous Financial Year (NPR in billion)

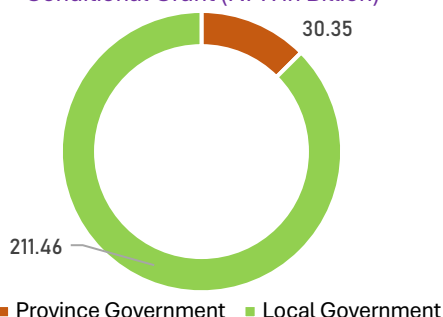


4. Fiscal Transfer

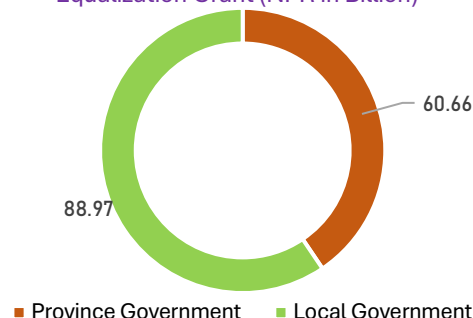
NPR in Billion

Heading	Province Governments	Local Governments
Conditional Grant	30.35	211.46
Equalization Grant	60.66	88.97
Special Grant	3.27	9.78
Matching Grant	3.28	10.06
Total	97.56	320.27

Conditional Grant (NPR in Billion)



Equalization Grant (NPR in Billion)



5. Targeted Economic Growth Rate and Inflation Rate

- Expected Economic Growth Rate for FY 2082/83 is 6%
- Expected Inflation rate for FY 2082/83 is 5.5%

6. Objectives of Budget

- ❖ To achieve high, sustainable, and inclusive economic growth to alleviate poverty.
- ❖ To promote entrepreneurship and expand public and private investment to create employment.
- ❖ To enhance economic efficiency by increasing the effective use of modern technology.
- ❖ To establish social justice through social security and development.
- ❖ To promote quality public service and good governance.

7. Priority Areas

- ❖ Entrepreneurship, employment, production and productivity.
- ❖ Expansion of investment in quality and result-oriented physical infrastructure
- ❖ Qualitative improvement in the social sector.
- ❖ Ensuring balanced development and social security.
- ❖ Citizen-friendly services, corruption control, and governance reform.

8. Strategies of the Budget

8.1 Improving Creditworthiness and Financial Transparency

The government aims to enhance economic credibility by accelerating efforts to remove Nepal from the FATF grey list. Following Nepal's first sovereign credit rating, further economic reforms will be implemented to secure a higher rating and facilitate external capital mobilization.

8.2 *Empowering the Private Sector as a Catalyst for Economic Growth*

The private sector has been encouraged by the reforms in laws through ordinances to boost its morale and create an investment environment. Public investment will be focused on profitable areas, attracting private sector capital and technology, and qualitatively increasing economic activity. The private sector will be established as a key driver of economic prosperity by making further policy, legal, and procedural reforms in areas that contribute most to economic growth.

8.3 *Mobilizing Resources for SDG Achievement*

To achieve the Sustainable Development Goals (SDGs) by 2030 and address the potential investment gap following Nepal's expected graduation from Least Developed Country (LDC) status in 2026, resource diversification will be prioritized. The government will diversify resources, professionalize revenue administration, and strengthen the tax system. Public debt will be directed toward high-yield projects, while low-priority projects will be minimized. Innovative financing tools will be used to bridge development funding shortfalls.

8.4 *Strengthening Trade and Empowering Youth Entrepreneurs*

Emphasis will be placed on improving the balance of trade through exports of competitive goods and services and promoting domestic production of consumer goods. Experts and skilled Nepalese who are in foreign employment will be attracted to become entrepreneurs and self-employed in the country. High priority will be given to creating youth-targeted employment by promoting innovation and entrepreneurship.

9. Budget Highlights

Agriculture

1. In order to be self-sufficient in rice, **programs for promotion of paddy plantation in dry season** to be conducted in 22 districts of Terai and inner Madhesh.
2. **Supporting price to be fixed for production** of paddy, maize, wheat, sugarcane, coffee 15 days prior to plantation.
3. Youth to be attracted to agriculture through **development of improved market ecosystem and**
4. **agreements** regarding land, agricultural materials, insurance and purchase.
5. Access of small and **cottage farmers to agriculture and livestock insurance programs** to be increased

Land Management, Cooperatives and Poverty Alleviation

6. Establishment of **land banks in at least 100 local levels** in the upcoming fiscal years .
7. **Classification, integration and structural reform** of cooperatives to be done and saving and provision of National Cooperative Regulatory Authority to be made for regulation of credit cooperatives.
8. Savings of cooperatives upto NPR 500,000 to be protected through deposit and credit guarantee fund.
9. **Seed capital has been provisioned** for the establishment of a revolving fund to return the money of the depositors of cooperatives by auctioning the assets of the embezzler. Cooperatives Credit Recovery Tribunal to be established.

Industry, Trade and Investment Promotion

10. **Legal, policy based and procedural reforms to be prioritized** for the promotion of private investment.
11. An **incubation center to be established in collaboration with the government**, private sector, and universities to nurture entrepreneurial and professional skills among Gen Z.
12. **Bonded warehouses** be made available for the industries exporting gold and silver jewelry.
13. Industries availing the permission to establish a **new industry in Special Economic Zone (SEZ)** or Industrial Area to be provided with **rent exemption for the first 3 years**.
14. Industries constructing industrial areas to be provided with tax exemptions equivalent to Hydropower company and industries established in such Industrial Area to be provided with the **facilities equivalent to the industries of Special Economic Zone (SEZ)**.
15. Industries, Agriculture farms and housing apartments to be permitted **to hold land in excess of the land limit by reviewing the laws relating to land purchase and land limit**.
16. Nepal to be promoted as prime destination for **Foreign Direct Investment (FDI)** through the signing of investment promotion agreements and Double Taxation Avoidance Agreements (DTAA) with countries offering investment potential. The procedures for bringing in foreign investment and profit repatriation will be simplified.
17. **Legal reforms** are to be made to strengthen public private partnership.
18. The Investment Board to adopt the concept of **Public-Private Partnership at the federal, provincial, and local levels** for resource management, as well as for the selection and implementation of projects.
19. Nepali businesses and companies to be permitted to establish **foreign sales branches or processing facilities** abroad to further process the exported semi-processed goods. To facilitate this, legal provisions will be introduced allowing foreign investment of up to 25% of the annual export income. Additionally, 50% of the profits generated from such investments must be repatriated to Nepal.
20. Provisions to be made allowing Nepali citizens to **receive sweat equity in foreign companies** against their technical expertise and specialized services.
21. **"Make in Nepal and Made in Nepal"** campaign to be run in coordination with the private sector.
22. **Consumer Court to be extended** to all the provinces.

Tourism Infrastructure and Heritage Conservation

23. **Government owned land including forest areas to be leased** for the construction of tourist infrastructures such as hill stations, hotels, lodges, and resorts in major tourist areas.
24. Institutional **strengthening of Nepal Civil Aviation Authority** by segregating it into a regulator and service provider.

Communication and Digital Infrastructure

25. Partnership will be made with the private sector in the construction, operation and infrastructure development of data centers.
26. **The integrated data management center will be upgraded**. The capacity of the disaster recovery center located in Hetauda will be expanded and the tata center under construction in Kohalpur will be brought into operation.

27. An **AI Center will be established** in collaboration with the private sector for research, application, and expansion of artificial intelligence and machine learning.
28. Hardware and software standards will be **prepared to bring uniformity into the** information technology infrastructure of public bodies.

Labour, Employment and Social Security

29. An **employment portal will be launched** to update the details of skilled people looking for employment and connect them to the labor market. Job Fairs will be organized in all provinces in collaboration with private sectors.
30. **“On the Job” and “Apprenticeship” programs** will be implemented by revising the curriculum to produce the necessary manpower based on the demand of the domestic industry.
31. **Social security programs** will be integrated and made equitable, sustainable, and systematic.

Education and Human Capital Development

32. Interns will be deployed in public bodies based on the nature of the service. To encourage entrepreneurship-friendly education, a **20-hour work-study-while-earning program will be implemented with minimum wage.**

Health

33. The health insurance program will be restructured. The legal provisions related to this will be effectively implemented and the scope will be expanded. The benefit package of the insured will gradually increase. **The social health security program will be integrated into health insurance.**

Youth and Sports

34. To promote entrepreneurship and **self-employment among educated youth, collateral-free loans** ranging from Rs. 200,000 to Rs. 2,000,000 will be provided at a **3% concessional interest rate** based on qualifications and business plans.

Energy and Irrigation

35. Micro and small hydropower, solar and wind energy will be promoted to ensure the energy mix. **Different tariffs will be determined based on the demand and consumption time** of industrial and domestic customers.
36. A study on the **potential of green hydrogen will be conducted** in collaboration with universities and the private sector.
37. The remaining rural electrification work will be completed within the next two years.
38. For project storing solar and wind energy in batteries and connected to the national system, **arrangements will be made to enter into power purchase agreements similar to reservoir projects.**
39. Power purchase agreement will be entered into in accordance with take and pay concept in case of **run of river projects.**

Infrastructure

40. Policy will be adopted to open **new tracks for roads only where they are deemed economically,** technically and environmentally appropriate.

Money Laundering Prevention

41. A national strategy and **action plan on preventing money laundering and terrorist financing** will be implemented to remove the country from the money laundering grey list ahead of schedule and to prevent such a situation from arising in the future.
42. To strengthen the anti-money laundering system, the **monitoring, investigation and action by regulatory bodies** such as the Nepal Rastra Bank, the Securities Board of Nepal, the Nepal Insurance Authority, the Cooperative Regulatory Authority, etc. **will be strengthened.**

Financial Sector Improvement

43. Timely amendments will be made to the laws related to the Nepal Rastra Bank and the Nepal Insurance Authority.
44. Nepal Stock Exchange will **be restructured, and institutional capacity** will be enhanced. (322)
45. An **asset management company will be established** to manage the bad loans and non-banking assets of banks and financial institutions.
46. **Support will be provided for the revival of affected businesses through** loan restructuring, additional working capital, and concessions on interest and penalties.
47. Individuals will be required to submit KYC details once a year to a single location, which will be linked to the national ID. Relevant authorities will be able to access this information electronically.
48. Existing **sectoral risk management will be reviewed** to facilitate loan for working capital.
49. **Cyber security insurance service will be launched.**
50. Legal arrangements will be made to enable the Employees' Provident Fund, Citizens' Investment Fund, and Social Security Fund to **invest in private equity and venture capital.**
51. The secondary market for government **bonds will be launched.**
52. Arrangements will be made to **allow non-resident Nepalese to trade in the secondary market.**
53. Legal arrangement regarding credit transactions will be made.

Public Enterprises Management

54. Closed and sick industries owned by the Government of Nepal will be operated and **managed using appropriate modern technology.**
55. A study on the strategic economic and commercial feasibility of public enterprises such as Janakpur Cigarette Factory, Gorkhali Rubber Industry, Terai Sugar Factory, Nepal Metal Company, Butwal Yarn Factory and Udaypur Cement Industries will be conducted, **and government investment will be managed accordingly.**
56. The **regulatory jurisdiction of Nepal Electricity Authority** will be enhanced.
57. Strong institutional arrangements will be made to separate the roles of electricity generation, transmission, and distribution.

Public Finance and Project Management

58. To ensure that previously announced projects are completed on time, within the projected cost, and with quality, **the public procurement law will be amended.** The electronic procurement system will also be strengthened.

Frugality

59. From FY 2082/83, citizens who have reached **the age of 70 will be eligible** to receive the senior citizen allowance.

Improvement in Tax Laws, Protection of Industry and Investment Promotion

60. To address the changes in international tax systems and evolving global business structures, the laws related to **Value Added Tax (VAT), Income Tax, and Customs Duty will be reviewed.**
61. A study will be conducted on the feasibility and practical application of implementing **a multi-rate VAT system**, based on suggestion from various stakeholders (
62. Provisions to treat information technology (IT)-**based industries, hotels, and resorts** as special industry for the purpose of exemption in income tax and electricity tariff.
63. Removal of customs duties and **abolished excise duties and taxes on the import of machinery and equipment used to produce organic and natural fertilizers.**
64. Provision to levy only **1% customs duty and exempt other taxes** and duties on the import of battery and other equipment required for **storage of electricity generation from solar and wind energy sources.**
65. To promote the establishment of industries engaged in the production and assembly of electric public vehicles and their components, Provisions to levy only **1% customs duty and exempt other taxes** and duties on the import of required machinery and equipment. Such industries will also be granted income tax exemptions for up to five years.
66. To promote the use of modern technology in road, irrigation, and hydropower projects, import of **tunnel boring machinery by the private sector will be subject to only 1% customs duty**, with exemptions from all other applicable taxes and duties.
67. **Abolished the advance income tax levied at the customs point on the import of essential goods** such as food grains, legumes, fruits, vegetables, livestock, and dairy products.
68. Customs valuation will be made more accurate and realistic by preparing an internal database of international price trends, and the reference prices will be replaced by an automated valuation system.

10. Amendments in Tax

Indirect Tax

- a. Machinery and equipment imported for green hydrogen production **will be exempt from all taxes and duties.** (392)
- b. **Customs duty reduced to 1% and other taxes waived** for industries importing equipment for wood processing, batteries and other equipment required to store electricity from solar and wind energy, tunnel boring machines, sports infrastructure, EVs, and charging stations.
- c. Taxpayers who have not paid VAT and excise duty and have not even filed VAT and excise duty returns shall be **granted waivers on applicable interest, penalties and late fees.**
- d. Value Added Tax (VAT) **shall not be levied on clearing house services** to encourage digital payments.
- e. **Value Added Tax (VAT) shall not be levied on hearing aids** required for people with hearing impairment.

- f. An increase in customs duty rate on the import of alcohol, beer, tobacco and cigarettes has been made.
- g. The requirement for entities involved in export/import-oriented businesses to submit a bank guarantee of **NPR 300,000 to obtain an EXIM Code has been removed.**
- h. **The expansion of the base of the Digital Service Tax** has been made to bring all types of digital transactions under the tax ambit.
- i. **Scope of the centralized electronic billing monitoring system** will be expanded to increase taxpayer participation in the electronic billing system.
- j. For temporary imports of vehicles and equipment, once custom duty is paid at the custom duty, **other entry fee, route permit, or charges shall not be imposed** by federal, provincial, or local levels within Nepal
- k. **Custom duty and other taxes shall not be levied** on the import of mill machinery and equipment for production of organic and natural fertilizer.
- l. **Interest, additional charges, and penalties under VAT shall be exempted to** International airline service providers and those involved in the ticketing business **if they pay the outstanding principal tax** dues and submit tax returns

Direct Tax

- a. **Income tax exemptions** shall be provided to producers of green hydrogen **for up to five years.** (392)
- b. If a transport service provider pays rent to a natural person for the use of a transportation vehicle and **withholds the applicable tax at source**, the rental amount may be claimed as a deductible expense when calculating taxable income.
- c. Provision of 75% tax exemption on income earned through IT-related service exports. For individuals **residing in Nepal who provide IT-related services to foreign countries, a 5% tax** will be levied on their income, which shall be treated as the final tax.
- d. The provision requiring taxpayers to pay a minimum tax despite having no taxable transactions has been removed.
- e. Hotels and resorts to be **provided with concessions relating to income tax and electricity tariffs like** manufacturing industries.
- f. Startup **businesses with annual transactions up to NPR 10 Crore will be made exempt** from income tax for five years.
- g. Exemption on income tax shall be granted to industries producing and assembling EV charging machines for up to 5 years.

Tax Administration

- a. Revenue service to be made paperless, contactless and faceless through specialization of revenue administration, capacity development and skill growth
- b. Establishment and upliftment of unified examination centers to be made at major custom points.
- c. Business process re-engineering to be carried out to ensure required changes in the inland revenue information system.
- d. Activities to be done under Inland Revenue Mobilization Strategy (IRMS) and Custom Reform and Modernization work plan to be paced up.
- e. Foreign trade to be facilitated by expanding the scope of the National Single Window Information System.

11. General Amendments in Tax

Section 20 –Health Risk Tax (Certain additions to Section 4 of FA, 2081)

Particulars	Existing Provision	New provision
Applicable	Imported or domestically produced	Imported or domestically produced
Rate	<ul style="list-style-type: none"> ❖ Re 0.30 on <i>Bindi</i> ❖ Re. 0.60 on cigarettes or cigar ❖ Rs 60 per kg on or ready-made edible <i>surti, khaini, gutkha, panmasala</i> 	<ul style="list-style-type: none"> ❖ Re 0.30 on <i>Bindi</i> ❖ Re. 0.60 on cigarettes or cigar ❖ Rs 60 per kg on or ready-made edible <i>surti, khaini, gutkha, panmasala</i> ❖ 10% on amount determined for customs purpose on heated tobacco prepared with or without function of electrical charge with the objective of inhaling through breath without burning. ❖ Rs 3 per piece on nicotine equipped electronic cigarette or vape with or without the function of electrical charge with the objective of inhaling through breath without burning. ❖ Rs. 60 per kg on items other than mentioned above with or without nicotine meant for smoking, chewing, keeping in mouth, and ready-made edible tobacco, <i>khaini, gutkha, panmasala, flavored supari, mouth freshener and hukka flavour.</i>
Collection time	<p>For imported goods at the custom point during import.</p> <p>For domestically produced goods, at the time of release of such goods from the enterprise.</p>	<p>For imported goods at the custom point during import.</p> <p>For domestically produced goods, at the time of release of such goods from the enterprise</p>
Administered By	Inland Revenue Department	Excise Duty Officer
Deposit Due Date	Not mentioned in the Finance Act itself.	The liable person should deposit such an amount within 25 days of next month by disclosing such in the excise duty return.

Section 21 – Special Provision on Import under Bank Guarantee for Import by Hydroelectricity Project
(Certain additions of items and provision of filing application along with recommendation has been added to Section 29 of FA, 2081)

Particulars	Existing provision	Changed provision
Applicability	The contractor or project promoter of a project with a theoretical agreement to increase in capacity and change the design of a hydropower project on import of construction equipment, machinery tools or their parts necessary for the production, transmission and distribution of such project.	The contractor or project promoter of a project with a principal approval to increase in capacity and change the design of a hydropower project on import of construction equipment, machinery tools or their parts, explosive materials, penstock pipe or steel plate necessary for the production, transmission and distribution of such project.
Facility	The custom tariff and VAT to be paid on import can be done through Bank Guarantee	The custom tariff and VAT to be paid on import can be done through Bank Guarantee
Approval Authority	Department of Electricity Development	Department of Electricity Development
Releasing the Bank Guarantee	On payment of 1% of custom tariff on imported goods Remaining Custom Tariff and Value Added Tax will be exempted and Bank Guarantee will be released.	Application to be submitted to the custom office of import along with the approval of Department of Electricity Development by the hydropower project or its contractor or project promoter On payment of 1% of custom tariff on imported goods Remaining Custom Tariff and Value Added Tax will be exempted and Bank Guarantee will be released.

Section 22 – Special provision regarding deduction of payment of transport vehicle rent

If a transport service provider had hired a means of transport **from a natural person without a PAN** during financial years **2078/79, 2079/80, and 2080/81** for business operations, and had withheld tax on the rental payment in accordance with Section 88(1)(8) of the Income Tax Act, 2002, then—despite of not having PAN on the invoice—such expense will be **allowed to be deducted as a business expense** in computing taxable income for respective financial years.

Section 23 –Special provision regarding affiliation and transfer of retirement contribution amount (New Provision)

Retirement funds currently operating as approved retirement funds under the Income Tax Act, 2058 **should be mandatorily transferred to or aligned with the retirement funds established under the following laws by the Ashad end 2083 (i.e., mid-July 2026)**: the Employees Provident Fund Act, 2019; the Citizen Investment Trust Act, 2047; the Social Security Fund Act, 2074; and the Retirement Fund Act, 2075.

If a contributor transfers the lump sum amount of their contribution-based retirement fund from existing approved retirement fund to the designated fund within the specified period as mentioned above, such transferred amount shall not be subject to withholding tax under the Income Tax Act, 2058

Section 24 – Special Provision Relating to Waiver of Penalties, Additional Charges, Fines and Interest applicable to Social Institutions (New Provision)

Particulars	Charge
Applicability	Community Hospitals or Health Institutions or transport related organizations registered as per Association Registration Act, 2034 (1977)
Rebate Amount	100% of Interest, Charges, Additional Fees and penalty levied on tax assessment and amended tax assessments.
Condition for availing the waiver benefit	<p>If tax assessment or reassessment has been done before 15 Jestha 2082 (28 May 2025) under</p> <ul style="list-style-type: none"> • VAT Act, 2052, • Income Tax Act, 2058, or • Annual Financial Acts <p>And</p> <p>The assessed taxes are paid by the end of Poush 2082 (14 January 2026)</p>
Due Date for Deposit to avail the waiver benefit	End of Poush, 2082 (14 January 2026)

Section 25 – Special Provision Relating to Waiver for taxpayers who have not submitted VAT Returns and not deposited VAT liability

Particulars	Charge
Applicability	Taxpayers registered for Value Added Tax who have not deposited VAT liability and VAT return accrued up to Chaitra end 2081
Condition for availing the waiver benefit	<ul style="list-style-type: none"> ❖ File VAT return and Deposit applicable VAT liability ❖ Deposit only VAT liability if return has already been filed. ❖ Deposit 25% of the interest on VAT liability
Due Date for VAT Deposit	Poush end, 2082 (14 January 2026)
Waiver	<ul style="list-style-type: none"> ❖ 75% of Interest ❖ 100% of Penalty and additional charges <p>Applicable on account of delay deposit of such Value Added Tax liability and delay submission of VAT Returns.</p>

Section 26 – Special Provision Relating to Waiver for taxpayers who have not submitted Excise Returns and not deposited Excise liability accordingly

Particulars	Charge
Applicability	Taxpayers licensed as per Excise Tax Act, 2058 who have not deposited Excise duty liability and filed Excise return accrued up to Chaitra end 2081
Condition for availing the waiver benefit	<ul style="list-style-type: none"> ❖ File Excise return and deposit excise duty liability as per the return. ❖ Deposit only Excise duty liability if return has already been filed. ❖ 50% of the late fees.
Due Date for Tax Deposit	Poush end, 2082 (14 January 2026)
Waiver	<ul style="list-style-type: none"> ❖ 50% of late fees ❖ 100% fine and additional charges \ <p>Applicable on account of delay deposit of such Excise duty liability and delay filing of Excise Return</p>

Section 27 – Special Provision Relating to Exemption on VAT on International Air Transport Service (New Provision)

Particulars	Charge
Applicability	International Air Transport Service providers, not registered in Value Added Tax who should have or have collected Value Added Tax from 01 Kartik 2080 by registering as per VAT laws, but have not deposited Value Added Tax
Condition of waiver	<ul style="list-style-type: none"> ❖ Register as per VAT Act, 2052 (1996) ❖ Pay the VAT liability accrued from Kartik 2080
Due date for Tax Deposit to avail waiver	Ashwin end, 2082 (16 October 2025)
Waiver	<ul style="list-style-type: none"> ❖ Applicable Interest ❖ Additional Fees and ❖ Penalty on such VAT liability

Particulars	Charge
Applicability	International Air Ticket Service Provider, whether or not registered in Value Added Tax, who should have or have collected Value Added Tax from 01 Kartik 2080 by registering as per VAT laws, but have not deposited Value Added Tax
Condition of waiver	<ul style="list-style-type: none"> ❖ Register as per VAT Act, 2052 (1996) ❖ Pay the VAT liability accrued from Kartik 2080.
Due date for Tax Deposit to avail waiver	Ashwin end, 2082 (16 October 2025)
Waiver	<ul style="list-style-type: none"> ❖ VAT liability (Only before Kartik 1, 2080) ❖ Applicable Interest.

- ❖ Additional Fees and
- ❖ Penalty on such VAT liability

Section 28 – Exemption to taxpayers who have been assessed for not submitting Income Tax Return (ITR) (New Provision)

If an individual who has not submitted an income tax return (ITR) for any year was previously assessed for tax by the relevant tax office under Section 101 of the Income Tax Act, 2058, and has subsequently filed the ITR and paid the applicable tax amount or files the ITR and pay the corresponding tax by the end of Poush 2082 (14 January 2026).

For ITRs submitted or to be submitted under this provision, the relevant tax office may reassess the tax before the end of Ashad 2083 (mid-July 2026) and determine the revised tax liability.

The limitation periods specified in Section 20(4) of the VAT Act, 2052 and Section 101(3) of the Income Tax Act, 2058, shall not be applicable during this reassessment process.

Unless a new reassessment is carried out, the previous reassessment order shall remain unenforced.

Section 29 – Special Provision Relating to Foreign Person providing Digital Service in Nepal (New Provision)

Provision of Permanent Establishment in relation to definition provided by Section 2 (aab) (5) of Income Tax Act, 2058 is not applicable to foreign person who are registered under Section 16 of Finance Act 2081 and Section 10B1 of VAT Act, 2052.

Below is the provision of Section 10B1 – Arrangement regarding registration of non-resident person

Notwithstanding anything contained elsewhere in VAT Act, 2052 a non-resident person who deals in electronic services in Nepal or offline air transport services *having taxable transaction of more than three million rupees in the last 12 months* will have to register under Value Added Tax.

Below is the provision of Section 2 (aab) (5) of Income Tax Act, 2058

The place from where there is significant digital presence in Nepal being outside the territory of Nepal or in case server is outside Nepal and has transacted the data and services for 90 days out of 12 months, such places are considered to be the Permanent Establishment.

Below is the synopsis of Section 16 of Finance Act, 2081:

Particulars	Provision
Nature of Tax	Digital Service Tax
Applicability	Non-Resident Person providing digital services to consumers in Nepal
Threshold	<i>Upto Rs. 30 lakhs i.e., Digital Service Tax is not levied upto the transaction of NPR 30 Lakhs. (Previously the threshold was NPR 20 lakhs)</i>
Rate of Digital Service Tax	2% of Service Amount
Applicability of Income Tax as per Income Tax Act, 2002	Not Applicable to pay income tax as per Income Tax Act, 2002

Section 30 – Special Provision Relating to Waiver of Interest and Penalties as per Income Tax Act, 2052 (New Provision)

Particulars	Charge
Applicability	Resident entities, who has been assessed under Section 57(1) of the Income Tax Act, 2058 due to changes in ownership in another resident entity, which holds interest in such entity, and which has already been assessed under Section 57 (1) of the Act.
Condition for waiver	Deposit assessed tax by Ashadh end, 2082 (16 July 2025)
Waiver	Interest and fees applicable on the amended tax assessment

Section 31 – Special Provision Relating to Waiver of Income Tax on Public or Private Transport Vehicle (New Provision)

Particulars	Charge
Applicability	For de-registration of public or private vehicles that are over 20 years old or no longer operational
Condition for waiver	If the taxpayer declares and submits income tax for FY 2081/82 and 2082/83 by end of Poush 2082.
Waiver	Income Tax liability before 2081/82 and Interest applicable on such tax.

Section 32 – Special Provision Relating to Release of Bank Guarantee or Release of Cash Deposit (New Provision)

Particulars	Charge
Applicability	<p>The importer involved in a customs duty dispute on account of classification made by the Customs Officer.</p> <p>The importer who brought marble blocks listed under Sub-heading 2515.12.00 or granite blocks/slabs of rectangular shape under Sub-heading 2516.12.00 of Part 25, Schedule 3 of the Customs Tariffs Act, 2081, before Mangsir 6, 2081, by depositing a guaranteed amount.</p> <p>These goods were imported as industrial raw materials, with the importer claiming they fall under Sub-heading 2515.11.00 (crude or roughly trimmed marble) or Sub-heading 2516.11.00 (crude or roughly trimmed granite).</p>
Condition for benefit	Withdrawal of appeal filed to Custom Department or to court within Mangsir end, 2082.
Benefit	Guarantee amount to be released.

Applicability	Final goods produced and exported out of raw materials imported by industry with the license of Bonded Warehouse under Bank Guarantee facility and by the industry using passbook facility where due to various reasons the cash or bank guarantee is not released
Condition for benefit	Apply with required evidence and supporting documents within Mangsir end, 2082
Benefit	Release of cash guarantee or bank guarantee

Section 32 – Provision Relating to Release of Shipping Container (New Provision)

Particulars	Charge
Applicability	Shipping containers owned by domestic or foreign shipping companies, used for transporting goods, remained within the premises of Customs for an extended period, with or without being formally seized.
Condition for benefit	Application to be made within Mangsir end, 2082.
Benefit	Release of container to respective shipping companies without levy of any kind of charges and demurrage.

12. Detail of Amendments in VAT Act, 1996

12.1 Section 2 (TA 2) – Definition of Electronic Service

Section	Existing Provision	Revised Provision
2 (k2)	<p>"Electronic Service" means the following services, which require information technology to provide services to the consumer and are automatically provided through the Internet with minimal human intervention:</p> <ol style="list-style-type: none"> Advertising Services, Movies, Television, Music, Over the Top (OTT) membership and other similar services Data Collection Services. Cloud Services, Gaming Services, Mobile Application Services, Internet Market Place (online marketplace) services and service provided through Supply and updating of Software, Service related to downloading statistics, pictures etc. Consultancy, skill development and training services, In addition to clauses (a) to (j) other similar services. 	<p>"Electronic Service" means the following services, which require information technology to provide services to the user and are automatically provided through the Internet with minimal human intervention:</p> <ol style="list-style-type: none"> Paid Personalized Advertising Service Targeted Online Advertising Service* Movies, Television, Music, Over the Top (OTT) membership and other similar services Data Collection Services. Cloud Services, Gaming Services, Mobile Application Services, Internet Market Place (online marketplace) services and service provided through Supply and updating of Software, Service related to downloading statistics, pictures etc. Consultancy, skill development and training services, In addition to clauses (a) to (j) other similar services

**Explanation: For the purpose of this section, "targeted online advertisement" refers to any form of communication made through digital interfaces by a user (either directly or indirectly) to promote a specific product, service, or brand by delivering content, messages, or advertisements based on the preferences, behaviors, or characteristics of the recipient. This includes advertisements disseminated through digital interfaces (such as digital platforms, websites, applications, or similar media) and is considered a form of electronic service*

Impact: Has broadened the horizon of arrangement regarding registration of non-resident person, which is defined in Section 10B1 of VAT Act, 1996, whose synopsis is as below:

‘Notwithstanding anything contained elsewhere in VAT Act, 2052 a non-resident person who deals in **electronic services** in Nepal or offline air transport services having taxable transaction of more than **three million rupees** in the last 12 months will have to register under Value Added Tax.’

12.2 Section 17(8) – Regarding non filing of Tax Returns

Section	Existing Provision	Revised Provision
17(8)	Notwithstanding anything elsewhere in Section 17, the name of a taxpayer who does not file the tax returns for a consecutive period of six months may be made public, and if there is any amount due to such a taxpayer on account of input tax credit, such an amount may be suspended and his/ her registration may also be suspended.	Removed <i>However, the provision has not been completely discarded in VAT Act, 1996 and has been discussed in Section 30 of VAT Act, 1996.</i>

12.3 Section 21(1)(e) – Addition of Term “Province Government” in Process of Recovery of VAT

Section	Existing Provision	Revised Provision
21(1)(e)	If VAT due is not paid by any taxpayer within the time period under VAT Act, 1996 the concerned tax officer may collect VAT by using any or all of the following methods: (e) By deducting amounts to be received by taxpayers from Government of Nepal or any organization owned by Government of Nepal or Local levels	If VAT due by any taxpayer is not paid within the time period under VAT Act, 1996 the concerned tax officer may collect VAT by using any or all of the following methods: (e) By deducting amounts to be received by taxpayers from Government of Nepal or any organization owned by Government of Nepal, Province Government or Local levels

12.1 Section 25 (1B) –Refund on Purchase via Electronic Medium

Section	Existing Provision	Revised Provision
25 (1 Kha)	On purchase of vatable goods or service, if the consumers pay the amount through electronic means, they shall be refunded 10% of VAT amount paid by them on same. The refund shall be as prescribed in the bank account of the same consumer.	On purchase of vatable goods or service, if the consumers pay the amount through electronic means, they shall be refunded 10% of VAT amount paid by them on same. The refund shall be made immediately.

12.2 Section 25 (1C) –Refund of VAT Amount after Court Decision (New Provision)

If a taxpayer deposits an amount under Section 31A (6) during an administrative review and the final decision by the court for revised tax assessment leads to a reduced tax liability, then any excess amount deposited by the taxpayer shall be refunded upon request.

12.3 Section 29 (YA 1) – Penalties

If any person is found conducting business without certifying a branch or warehouse, a fine of NPR 10,000 shall be imposed for each instance.

12.4 Section 30 – Suspension of Transaction

Section	Existing Provision	Revised Provision
30	If a registered person commits any of the offences listed under Section 29 more than once, the Director General may authorize a Tax Officer to seize that person's place of business for up to seven days, thereby preventing them from conducting any transactions during that period.	<p>If a registered person commits any of the offences listed under Section 29 more than once, the Director General may authorize a Tax Officer to seize that person's place of business for up to seven days, thereby preventing them from conducting any transactions during that period.</p> <p>Notwithstanding anything stated elsewhere in this Section, if a taxpayer fails to file tax returns for six consecutive months, the following actions may be taken:</p> <ul style="list-style-type: none"> ❖ The name of a taxpayer may be made public, ❖ If the amount of VAT credit of taxpayers is available such amount may be withheld ❖ Registration of taxpayers may also be suspended. <p><i>(Note: Previously a similar provision was discussed in Section 17(8) of VAT Act 1996)</i></p>

Changes in VAT Rates is presented in Annex II

13. Details of Amendments in Income Tax Act, 2002

13.1 Section 2 – Definitions

Section 2(ai1): Definition of Contribution Based Retirement payments

Existing Provision	Revised Provision
<p>Contribution based retirement payment means</p> <ul style="list-style-type: none"> ❖ the amount deducted monthly from the salary of an employee or ❖ Employer's contribution deposited in approved retirement fund ❖ This also includes the incremental amount in such contribution. 	<p>Contribution based retirement payment means</p> <ul style="list-style-type: none"> ❖ the amount contributed to an approved retirement fund after being included in the income of a natural person, ❖ This also includes an incremental amount in such contribution.

Section 2(aab)(5): Definition of Permanent Establishment

Existing Provision	Revised Provision
The place from where there is significant digital presence in Nepal being outside the territory of Nepal or in case server is outside Nepal and has transacted the data and services for 90 days out of 12 months, such places are considered to be the Permanent Establishment.	Removed

Thus, Digital PE has been eliminated by removing the provision of digital PE Section 2(aab)(5) from the definition of Permanent Establishment.

13.2 Section 4 (4B)– Tax Calculation and Tax Rate

Section 4 (4B): Section 4(4B) has been added and requires individuals eligible for presumptive tax and transaction-based tax schemes to opt for the schemes prescribed in Section 4(4) or Section 4(4A).

Below is the synopsis of provisions of Section 4(4) and Section 4(4A):

Section 4(4): The following are the conditions for payment of presumptive tax and amount of

Conditions of Presumptive Tax:

- a. A person shall be resident natural person.
- b. A Person shall derive only business income sourced in Nepal in that fiscal year.
- c. A Person shall not claim medical credit under section 51 and advance tax under Section 93.
- d. A Person's annual transaction shall not be more than Rs 3 million and annual profit up to Rs 300,000.

Amount of Presumptive Tax (Schedule 1, Clause 1(7) of Income Tax Act, 2002

Natural Person doing business in

- a. Metropolitan & Sub Metropolitan City : NPR 7,500
- b. Municipality : NPR 4,000
- c. Areas other than mentioned than above : NPR 2,500

Section 4(4A): The following are the conditions for payment of tax to be paid by transaction-based taxpayers and rate of tax:

Conditions of transaction-based taxpayers

- a. Person shall be resident natural person.
- b. Person shall derive only business income sourced in Nepal in that fiscal year.
- c. Person's annual turnover should be more than NPR 3 million but less than NPR 10 million and annual profit up to NPR 1 million
- d. Person's income shall not include income from consultancy and expert service provided by natural person including doctor, engineer, auditor, lawyers, sportsman, artist and consultant

Amount of Tax (Schedule 1, Clause 1(17) of Income Tax Act, 2002

Particulars	Rates – FY 2082/83
Resident Natural Person conducting transaction of:	
1. Gas, Cigarette by adding commission or price upto 3% <ul style="list-style-type: none"> • Turnover of NPR 3 million > NPR 5 million • Turnover of NPR 5 million > NPR 10 million 	0.25% of turnover 0.30% of turnover
2. Other than business mentioned in (a) above <ul style="list-style-type: none"> • Turnover of NPR 3 million > NPR 5 million • Turnover of NPR 5 million > NPR 10 million 	1% of turnover 0.8% of turnover
3. Service Business	2% on transaction amount

Consequently, individual eligible for presumptive tax without having any taxable profit or choosing to file an ITR under form D03 can now choose not to file forms D01 and D02.

13.3 Section 10 – Exemptible Amounts

Section 10(e): Allowances provided by Government of Nepal, Province Government or Local Level

Existing Provision	Revised Provision
All kinds of allowances provided by the Government of Nepal, Province or Local Level as social security shall be exempted from payment of tax.	All kinds of allowances provided by the Government of Nepal, Province Government or Local Level as social security shall be exempted from payment of tax.

13.4 Section 11 – Business Exemptions and Benefits

Section 11(2b): Tax Exemption to Special Industry

Existing Provision	Revised Provision
The following exemption shall be available to special industries fully operated throughout the year:	The following exemption shall be available to special industries, hotels, resort and the information technology industry fully operated throughout the year:

Person	Tax Rebate
Resident Natural Person (If he/she falls under Tax Slab of 30%)	1/3rd on Applicable Tax
Entity	20% of Applicable Tax

Person	Tax Rebate
Resident Natural Person (If he/she falls under Tax Slab of 30%)	1/3rd on Applicable Tax
Entity	20% of Applicable Tax

Section 11(3): Tax Exemption to Special Industry

Section 11 (3) (a)

Existing Provision

Rebate to Special Industry and Information Technology Industry engaging Nepalese Citizen throughout the Year:

No. of Employees	Tax as a % of applicable tax
≥ 100	90%
≥ 300	80%
≥ 500	75%
≥ 1000	70%

In addition to it, 10% additional rebate provided if direct employment is provided to 100 or more Nepalese Citizens including at least 33% of women, oppressed or handicapped person

Revised Provision

Rebate to Special Industry, **Hotel, Resort** and Information Technology Industry engaging Nepalese Citizen throughout the Year:

No. of Employees	Tax as a % of applicable tax
≥ 100	90%
≥ 300	80%
≥ 500	75%
≥ 1000	70%

In addition to it, 10% additional rebate provided if direct employment is provided to 100 or more Nepalese Citizens including at least 33% of women, oppressed or handicapped person

Section 11 (3) (b)

Existing Provision

Where special industries are operated in very undeveloped (remote), undeveloped, less developed areas, 10%, 20% and 30% rebate shall be available respectively for 10 income years from the date of commercial operation.

However, Tax shall be exempted for 15 years from the date of commencement of business to special industry established in Karnali and the hilly districts of Far Western province providing direct employment to more than 100 Nepalese citizens

Revised Provision

Where special industries, **Hotel, Resort** are operated in very undeveloped (remote), undeveloped, less developed area, 10%, 20% and 30% rebate shall be available respectively for 10 income years from the date of commercial operation.

However, Tax shall be exempted for 15 years from the date of commencement of business to special industry, **Hotel, Resort** established in Karnali and the hilly districts of Far Western province providing direct employment to more than 100 Nepalese citizens

Section 11 (3) (c)

Existing Provision		Revised Provision	
Particulars	Provision	Particulars	Provision
Applicable Tax Rate	100% exempt for first 5 years from the date of commencement of business and 50% exemption for three years thereafter	Applicable Tax Rate	100% exempt for first 5 years from the date of commencement of business and 50% exemption for three years thereafter
Applicable to	Special Industry and tourism industry (except casino)	Applicable to	Special Industry, Hotel and Resort and tourism industry (except casino)
Conditions	<ul style="list-style-type: none"> ❖ Capital investment exceeding NPR 1 billion and ❖ Provides direct employment for 500 individuals throughout the year <p>Provided that, in respect of special industry currently in commercial operation, where such industry increases its capital investment to at least NPR 2 billion and provides direct employment to at least 300 individuals throughout the year along with enhancement in capacity by at least 25%, there shall be 100% tax exemption on income generated from enhanced capacity for five years and 50% tax exemption for three years thereafter</p>	Conditions	<ul style="list-style-type: none"> ❖ Capital investment exceeding NPR 1 billion and ❖ Provides direct employment for 500 individuals throughout the year <p>Provided that, in respect of special industry, Hotel and Resort currently in commercial operation, where such industry increases its capital investment to at least NPR 2 billion and provides direct employment to at least 300 individuals throughout the year along with enhancement in capacity by at least 25%, there shall be 100% tax exemption on income generated from enhanced capacity for five years and 50% tax exemption for three years thereafter</p>

Section 11 (3C) : Tax Exemption based on establishment in special area

Existing Provision	Revised Provision
50% of applicable tax on income of following industry shall be exempted.	75% of applicable tax on income of following industry shall be exempted.
The industry related to software development, data processing, cyber cafe, digital mapping established in the zoological, geological, biotech related park, technological park and information technology park specified by the Government of Nepal by a notification in the Nepal Gazette	The industry related to software development, data processing, cyber cafe, digital mapping established in the zoological, geological, biotech related park, technological park and information technology park specified by the Government of Nepal by a notification in the Nepal Gazette

Section 11 (3L): Clarification: Information Technology Industry

Existing Provision	Revised Provision
For the purpose of Section 11 (3L), 'Information Technology Industry' means technology park, information technology park, biotech park, software development, data processing, digital mapping, business process outsourcing, data mining, cloud computing related industries.	Removed.
	<i>Removed from Section 11 (3L), however, addressed in 11 (6) (e), thus, no impact of removal of explanations.</i>

Section 11(6)(e): Clarification: Information Technology Industry

Existing Provision	Revised Provision
No Provision	'Information Technology Industry' means technology park, information technology park, biotech park, software development, data processing, digital mapping, business process outsourcing, data mining, cloud computing related industries.

Section 11 (3T): Tax Exemption to start-ups

Existing Provision	Revised Provision
Tax Rebate: 100% tax exemption for a period of 5 years from commencement of business	Tax Rebate: 100% tax exemption for a period of 5 years from commencement of business
Applicable to: Startup business prescribed by IRD generating turnover up to NPR 10 million by using new knowledge, skill, thought, technology or practices	Applicable to: Startup business prescribed by IRD generating turnover up to NPR 100 million by using new knowledge, skill, thought, technology or practices

Section 11 (3z): Tax Exemption to industry producing green hydrogen (New Exemption Provision)

Industry producing green hydrogen shall be exempted from income tax for five years from the date of commencement of its transaction.

Section 11 (3aa): Tax Exemption to industry producing and assembling EV charging machines

Industry producing and assembling EV charging machines shall be exempted from income tax for five years from the date of commencement of its transaction.

Section 11 (3ab): Tax Exemption to person operating Industrial Area or Industrial Village

A Person establishing and operating industrial areas or industrial villages will be entitled to 100% exemption from income tax for the first ten years and 50% exemption from income tax for the next 5 years from the date of commencement of its transaction.

13.5 Section 21 – Non-deductible Expenses

Section 21 (1) (f): Other non-deductible expenses

Existing Provision	Revised Provision
Other similar amounts, even if not specifically mentioned in Section 21(1)(a) to (e), shall also be considered non-deductible, except where they are allowable under this Chapter or under Chapters 6, 7, 10, 11, 12, or 13.	Other similar amounts, even if not specifically mentioned in Section 21(1)(a) to (e) and 21 (1) (D1)/(D2)/(E1) , shall also be considered non-deductible, except where they are allowable under this Chapter or under Chapters 6, 7, 10, 11, 12, or 13.

Note: This amendment was to cover all the clauses in 21(1)(f) mentioned in Section 21(1)).

13.6 Section 63 –Retirement Fund

Section 63 (1): Approval of establishment of retirement fund

Existing Provision	Revised Provision
If a resident person desires to establish a retirement fund, it should file an application to IRD and IRD shall give approval as prescribed.	Removed

Impact: Approvals for retirement funds from various companies have been revoked through an amendment to Section 63 of the Income Tax Act.

Tax deductions are now limited to contributions made to specific funds: the Employees Provident Fund (2019), Citizen Investment Trust (2047), Social Security Fund (2074), and funds under the Retirement Fund Act (2075).

Section 63 (2): Clarification: Approved Retirement Fund

Existing Provision	Revised Provision
No provision	<p>For Section 63 of Income Tax Act 2058, approved retirement fund’ means</p> <ul style="list-style-type: none"> ❖ Employee Provident Fund established under the Employee Provident Fund Act, 2019 ❖ Citizen Investment Trust established under Citizen Investment Trust Act, 2047 ❖ The retirement fund operated by the social security fund established pursuant to the Contribution Based Social Security Fund Act, 2074 and ❖ The retirement fund operated by the pension fund established pursuant to the Pension Fund Act, 2075.

Section 67: Clarification: Source of Income, Loss, Profit and Payment

Amendment is made in clarification para of Section 67 by modifying as “Obligation to be borne in Nepal” refers to a responsibility or liability arising for a resident individual from activities carried out within Nepal.

Earlier, all the liabilities of residents were defined as obligations to be borne in Nepal.

13.7 Section 92: Final Withholding Payment:

Section 92((1) (k): Clarification regarding natural person

Existing Provision	Revised Provision
Payment for rent of vehicle or transport vehicle and for freight service received by natural person other than sole proprietorship firm shall be final withholding payment.	Payment for rent of vehicle or transport vehicle and for freight service received by natural person other than sole proprietorship firm paying tax under Clause 1(13) of Schedule 1 of the Income Tax Act, 2002.

13.8 Section 95A – Advance Tax

Section 95A (7): Below mentioned **advance tax on imports has been revoked** from Finance Bill 2082:

Particulars	Rate – FY 2082/83
Advance tax to be collected by Customs Department on import of following categories of goods:	
Group 1/2/3/6/7/8 of Customs Tariff: Meat with bones or boneless, live and fresh fish, Fresh Flowers, Edible vegetables and certain roots and tubers, Edible fruits and nuts and other production	10%
Group 4/10/11/12/14 of Customs Tariff: Milk Products, Eggs, Honey, Millets, Phapar, Junelo, Rice, Kanika, Flour, Herbs, Sugarcane, Vegetable Products	2.50%
However, goods on which VAT is applicable – rate of advance tax	1.50%

Section 21 (1) (b): Tax and fines paid under Income Tax Act

Existing Provision	Revised Provision
Tax payable under Income Tax Act 2058 and a fine or similar other fee paid to the government of any country or any local body thereof for a violation of any law or regulation, byelaw framed thereunder.	Tax payable under this Act and a fine or similar other fee paid to the government of any country or any local body thereof for a violation of any law or regulation, byelaw framed thereunder.
Provided the tax collected under section 95A (7) but could not be set off in that income year , tax paid to the Provincel Government and Local Level can be deducted as expenses.	Provided **the tax collected under section 95A (7) but could not be set off in that income year , tax paid to the Province Government and Local Level can be deducted as expenses.

****Since the provision of Section 95A (7) has been revoked, amendment is intended to address the same only.**

13.9 Section 113: Tax Refund and Set-off

Section 113(8): Carry forward of excess advance tax

Existing Provision	Revised Provision
In an Income Year, if the advance tax collected by the Customs Department on import of categories of goods mentioned in section 95A (7) remains excess after settlement of Tax liability of that Income Year shall not be carried forward or refunded	**Removed

**** Since the provision of Section 95A (7) has been revoked, amendment is intended to address the same only.**

Section 95Ka (8): Deemed Advance Tax Collection

Existing Provision	Revised Provision
A person obligated to collect advance tax under Sections 95(1), 95(2), 95(5), and 95(6) shall be deemed to have collected the advance tax at the time it was required to be collected, even if the tax was not actually collected.	A person obligated to collect advance tax under Sections 95(1), 95(2), 95(5), 95(6), *95 (6A), 95 (6B), 95 (6C), 95 (6D) and 95 (6E) shall be deemed to have collected the advance tax at the time it was required to be collected, even if the tax was not actually collected.

*The following are the synopsis of provisions of Section 95 (6A), 95 (6B), 95 (6C), 95 (6D) and 95 (6E):

Section	Particulars	Rate – FY 2082/83
95A (6A)	Advance tax to be collected by Resident banks and financial institutions provide foreign currency exchange facility for language and examination fees to students going for abroad studies at the time of providing foreign currency exchange facility in respect of payment of such examination fee.	15%
95A (6B)	Advance tax to be collected by Concerned Banks, Financial Institutions and Money Transfer on payment of foreign currency received by natural resident person <u>on account of providing software or similar electronic service outside Nepal (not through business operations)</u> .	5%
95A (6C)	Advance tax to be collected by Concerned Banks, Financial Institutions and Money Transfer on payment of foreign currency received by natural resident person <u>on account of providing consultancy services outside Nepal (not through business operations)</u> .	5%
95A (6D)	Advance tax to be collected by Concerned Banks, Financial Institutions and Money Transfer on payment of foreign currency received by natural resident person <u>on account of uploading audio-visual material in social network (not through business operations)</u> .	5%
95A (6E)	Advance tax to be collected by Resident E-Commerce Operators <u>on payment to person on account of sale of goods, services, goods and services provided through its platform.</u>	1%

13.10 Section 96: Income Tax Return

Section 96(2) (Ga)(3Ka): Income Tax Return Details

Existing Provision	Revised Provision
No Provision	If elected to pay income tax and file return accordingly as per Section 4 (4B) of Income Tax Act 2058 information regarding such shall be included in details of income tax return. (Briefly explained in Para 13.2 of this document)

13.11 Section 97: Income Tax Return Exemptions

Section 97(3): Clarification regarding income mentioned in 97(2)

Amendments made in the proviso to Section 97(3) stating that **retirement payments are not required to be included in the assessable income of a Natural Person** having income more than NPR 4 million while determining the limit of NPR 4 million in addition to meeting allowance and interest income.

13.12 Section 117: Interest and Penalties

Section 117(1) (Gha): Charges imposed on person on account of delay filing of income tax return

Existing Provision	Revised Provision
No provision	If the income tax return is not submitted in any income year as per Section 97 (2) (i.e. Submission of Income Tax Return by natural person with annual income of more than NPR 4 million) in any income year, higher of following amount shall be levied as interest on account of delay filing of income tax return:

	❖ 0.1% per annum of the amount after deduction of final withholding income from the assessable income
	❖ NPR 1,200 per return or NPR 100 per month if delay is less than one year

13.13 Schedule 2: Depreciation

Schedule 2 Section 3(2): Accelerated Depreciation

Existing Provision	Revised Provision
<p>The projects mentioned in</p> <ul style="list-style-type: none"> ❖ Section 19(2) – Machineries used by entities mentioned in Section 11 (3Q) as below <p>And</p> <p>The entities mentioned in</p> <ul style="list-style-type: none"> ❖ Section 11 (2B) – Special Industry ❖ Section 11 (3F) – Entities operating tram, trolley bus, ropeway, cable car, overhead bridges; construction of roads, bridges, tunnel, railway and airports ❖ Section 11 (3Q) - Entity who is engaged in the project to build and operate Public Physical Infrastructure and Handover to Nepal Government and Construction of Powerhouse, Production and Transmission of Electricity ❖ Clause 2 (3) of Schedule 1 of Income Tax Act 2058 – Co-operatives registered under Co-Operative Act 2074 <p>shall be entitled with the additional depreciation rate of 1/3rd on the applicable rates in Pool A, B, C and D assets.</p>	<p>The projects mentioned in</p> <ul style="list-style-type: none"> ❖ Section 19(2) – Machineries used by entities mentioned in Section 11 (3Q) as below <p>And</p> <p>The entities mentioned in</p> <ul style="list-style-type: none"> ❖ Section 11 (2B) – Special Industry ❖ Section 11 (3F) – Entities operating tram, trolley bus, ropeway, cable car, overhead bridges; construction of roads, bridges, tunnel, railway and airports ❖ Section 11 (3Q) - Entity who is engaged in the project to build and operate Public Physical Infrastructure and Handover to Nepal Government and Construction of Powerhouse, Production and Transmission of Electricity ❖ Clause 2 (3) of Schedule 1 of ITA, 2002 – Co-operatives registered under Co-Operative Act 2074 <p>shall be entitled with the additional depreciation rate of 1/3rd on the applicable rates in Pool A, B, C and D assets.</p>

Impact: Cooperatives are not eligible to claim additional depreciation w.e.f. FY 2082/83.

14. Detail of Amendments in Custom Tariff Act 2081

14.1 Section 2(14): Definition

“Duty” shall mean all types of taxes, charges, or fees levied on goods being exported or imported in accordance with the prevailing law, and the term *also refers to customs duties*.

14.2 Section 4(5): Classification of Goods

Existing Provision	Revised Provision
The Government of Nepal may, as required, change the heading or subheading number of the commodity classification or the description of the commodity by publishing a notification in the Nepal Gazette on the basis of the harmonized system.	The Government of Nepal may, as required, change the heading or subheading number of the commodity classification <i>other than the first six digits of the sub-heading</i> or the description of the commodity by publishing a notification in the Nepal Gazette on the basis of the harmonized system.

14.3 Section 10(2)(d): Duty to levied in the event of re-import of exported goods.

Following is the addition is the list/condition in Section 10(2) has been made where custom duty shall not be levied on re-import of exported goods:

- The goods were defective in nature or not in accordance with the specification mentioned in the agreement between the exporter and the importer

14.4 Section 10(3)(a) to (c): Duty to levied in the event of re-import of exported goods.

Section 10(3): Notwithstanding anything contained in Section 10(2), customs duty shall not be exempted or refunded on the re-importation of goods under the following circumstances:

- (a) If any repair or use has been made to the goods beyond what is necessary to determine whether they are defective or not, in accordance with the specifications mentioned in the contract.
- (b) If it cannot be confirmed that the goods being re-imported are the same as those originally exported; or
- (c) If the goods are not re-imported within 180 days from the date of export.

14.5 Section 10(4)(5)(6): Duty to levied in the event of re-import of exported goods.

10(4): In relation to Section 10(3)(c)

If the importer is unable to re-import the goods within the prescribed period and submits a written request stating valid reasons, the customs officer may grant an extension of up to ninety days.

10(5): In the case of goods re-imported pursuant to Section 10(1)

The importer may submit an application to leave the goods at the customs office.

If the goods are in a condition unsuitable for auction, the customs officer may allow the importer to either:

- Render the goods commercially worthless, or destroy them, in the presence of a customs officer and at the importer's own expense.

14.6 Section 19(2): Duty not to be charged

Existing Provision	Revised Provision
The Government of Nepal may itself use the goods so left pursuant to Section 19 (1) or the Customs Officer may auction them pursuant to this Act.	<p>The Government of Nepal may itself use the goods so left pursuant to Section 19 (1) or the Customs Officer may auction them pursuant to this Act.</p> <p><i>If such use or auction is not possible, the customs officer may either order the importer concerned to take back the goods or have them destroyed at the importer's expense.</i></p>

14.7 Section 20(2): Obligations regarding duties and penalties

Existing Provision	Revised Provision
Duties for goods declared under this Act must be paid within 7 days of the declaration. If the duties are not paid within this period, interest will be calculated on the unpaid duties at a rate of 0.042% per day from the date of such declaration. The maximum period for such interest will not exceed thirty days.	<p>Duties for goods declared under this Act must be paid within 7 days of the declaration. If the duties are not paid within this period, interest will be calculated on the unpaid duties at a rate of 0.042% per day from the date of such declaration. The maximum period for such interest will not exceed thirty days.</p>

Changes in Rates of Custom Duty is presented in Annex III

15. Detail of Amendments in Excise Act, 2002

15.1 Section 2(na1): Definition

“Liquor” refers to any substance containing more than 0.5% alcohol by volume, produced by fermenting grains, fruits, or any other starch-containing materials through biochemical processes or by any other method. This term also includes alcoholic beverages such as liquor, jaad, chhyang, whisky, rum, gin, brandy, vodka, beer, wine, sherry, champagne, cider, perry, mead, malten, **sake, soju, vermouth, alcohol-mixed ready-to-drink beverages**, industrial alcohol, rectified spirit, malt spirit, silent spirit, denatured spirit, **ENA (Extra Neutral Alcohol)**, and heads spirit.

15.2 Section 9: Provision Related to License

Section 9(1) clarifies that excise duty licenses are not required for importing goods under diplomatic facilities with a recommendation from the MOFA or for exporting, selling, or storing goods (except tobacco) under the self-removal system.

Section 9(6A)

Existing Provision	Revised Provision
If a licensed manufacturer or importer fails to renew within the time limit mentioned in subsection (5) can renew within first 3 month from the date of such expiry by paying 50% of renewal fee, after that shall pay 100% penalty and for remaining months of the fiscal year shall pay 200% penalty for the remaining period.	Licensed manufacturer or importer fails to renew within the time limit mentioned in subsection (5) can renew within first 3 month from the date of such expiry by paying 50% of renewal fee, after that shall pay 100% penalty and for remaining months of the fiscal year shall pay 200% penalty for the remaining period and for each period of the license.

Changes in Rates of Excise Duty is presented in Annex IV

ANNEXURES

**FOR THE CHANGES OF RATE OF VAT, EXCISE
DUTY AND CUSTOMS DUTY**

Green Tax

Heading/Sub-heading	Description of Goods	Existing provision	Proposed provision
2710	Petroleum oils and oils obtained from bituminous minerals (except crude) and not included and mentioned elsewhere, weight of 70% or more of petroleum oils or oils obtained from bituminous minerals, finished goods having those oils as the main constituent, except having biodiesel and waste oils.		
	Other:		
2710.19.50	Fuel Oil (Furnace Oil)	0.5%	Rs. 0.50 per liter
2710.19.60	Base Oil (Used to make mobile)	0.5%	Rs. 0.50 per liter
2710.19.70	Jute Batching Oil and Textile Oil	0.5%	Rs. 0.50 per liter
2710.19.80	Lubricating Oil	1%	Rs. 1 per liter
	Other		
2710.19.91	Spindle Oil	0.5%	Rs. 0.50 per liter
2710.19.92	Transformer Oil	0.5%	Rs. 0.50 per liter
2710.19.93	Mineral Turpentine Oil	0.5%	Rs. 0.50 per liter
2710.19.94	Oil used in processing of Rubber	0.5%	Rs. 0.50 per liter
2710.19.95	Liquid Paraffin Oil	0.5%	Rs. 0.50 per liter
2710.19.96	White Oil	0.5%	Rs. 0.50 per liter
2710.19.99	Other	1%	Rs. 1 per liter
27.13	Petroleum Coke, petroleum bitumen and other residues of petroleum oil or bituminous mineral oil.		
	Petroleum Coke:		
2713.11.00	Consumed	0.5%	Rs. 0.50 per kg
2713.12.00	Incinerated	0.5%	Rs. 0.50 per kg

List of Removal of VAT Exempted Goods or Services

Group	Heading/Sub-Heading	Description of Product/Goods or Services
Group 4	Agricultural Materials	
	31.02	Nitrogenous mineral or chemical fertilizers
		Urea, whether or not in aqueous solution
	3102.10.10	Diesel Exhaust Fluid
Group 5	Medicine, Medical and Similar Health Services	
	30.04	Medicaments (other than goods of heading 30.02, 30.05 or 30.06) consisting of mixed or unmixed products for therapeutic or prophylactic uses, put up in limited quantities (including those in the form of transdermal systems) or in forms or packings for retail sale.
	3004.50.00	Other Vitamins or other production of heading 29.36
	3004.90.41	<i>Jeevan dashamularisat, Ashokarista, Kalpasundari</i> also
Group 11	Other Goods or Services	
	71.02	Diamond, whether or not polished, but not mounted or set
	7102.10.00	Unsorted
		Industrial
	7102.21.00	Unfinished or simply cut, split or shaped
	7102.29.00	Others
		Non-industrial
	7102.31.00	Unfinished or simply cut, split or shaped
	7102.39.00	Others
	71.03	Precious stones (other than diamonds), whether or not polished or graded but not mounted, strung or set, precious stones (other than diamonds) and semi-precious stones, temporarily mounted for convenience of transport, ungraded.
	7103.10.00	Unrefined or generally cracked or rough-shaped
		Refined by other ways
	7103.91.00	Ruby, Sapphire, Emerald
	7103.99.00	Other
	71.05	Dust and powder of natural or synthetic precious or semi-precious stones.
	7105.10.00	Of diamond
	7105.90.00	Others
		Precious metals and precious metal-plated metals (Metals Clad)
	84.79	Devices and mechanical appliances not specified or included elsewhere in this Part, capable of performing only a specified single task (individual function).
	8479.89.92	Machine for producing natural and organic fertilizers

List of Addition in VAT Exempted Goods or Services

Group	Heading/Sub-Heading	Description of Product/Goods or Services
Group 3	Live Animals and Animal Products	
	02..07	Fresh, Chilled or frozen meat and edible offal of domestic fowls of heading 01.05
	02.07.12.00	Uncut(whole), frozen
	0207.14.00	Pieces and offal meat, frozen
	0207.25.00	Uncut(whole), frozen
	0207.27.00	Pieces and offal meat, frozen
	0207.42.00	Uncut(whole), frozen
	0207.45.00	Other, frozen
	0207.52.00	Uncut(whole), frozen
	0207.55.00	Other frozen
	04.03	Yogurt; buttermilk, curdled milk and cream, kephir and other fermented or acidified milk and cream, whether or not frozen or containing added sugar or other sweetening matter or flavoured or containing added fruit, dried fruit or cocoa
	0403.90.00	Other
	04.06	Cheese and Curd
	0406.90.10	Churpi
Group 5	Medicine, Medical and Similar Health Services	
	90.21	Orthopedic appliances, including crutches, surgical belts and braces; splints and other appliances used for fractures; artificial parts of the body, other devices used to compensate for defects or disabilities of the body, to enhance hearing and similar devices to be worn, carried or implanted in the body
	9021.40.00	Hearing aids, excluding parts and accessories
	8309.90.00	Base Metal Alloy
Group 11	Other Goods or Services	
	14.04	Botanical Products not elsewhere specified or included
	1404.90.50	Rudraksha Seeds

List of Revision of VAT Exempted Goods or services

Group	Heading	Existing	Revised
Group 5	Point 10	Hemodialysis machines, dialysis reproprocessors, dialyzers and their tubing falling under subheading 9018.90.90 used in kidney treatment, imported by health institutions approved by the Government of Nepal; dialysis beds falling under subheading 9402.90.20 and chairs falling under subheading 9402.90.90;	Hemodialysis machines, dialysis reproprocessors, dialyzers and their tubing falling under subheading 9018.90.90 used in kidney treatment, imported by health institutions approved by the Government of Nepal; dialysis beds falling under subheading 9402.90.20 and chairs falling under subheading 9402.90.90; echocardiographs falling under

		<p>echocardiographs falling under subheading 9018.11.00 used in the diagnosis and treatment of heart diseases; videoscopes, cathlabs, heartlung machines and defibrillators falling under subheading 9018.90.90; positron emission tomography (PET) scan machines, computed tomography (CT) scan machines, mammography falling under subheading 9022.12.00 used in the diagnosis and treatment of cancer; brachytherapy and linear accelerators falling under subheading 9022.21.00; Video scopes, catheters, heart lung machines and defibrillators used in diagnosis of diseases falling under subheading 9018.90.90; flow cytometers, next generation sequencers and protein microarray platforms falling under subheading 9018.90.30; multiplex real-time PCR falling under subheading 9027.80.10; hematology analyzers, blood chemistry analyzers, clinical chemistry analyzers and immunochemistry analyzers falling under subheading 9018.13.00; magnetic resonance imaging (MRI) machines falling under subheading 9018.13.00.</p>	<p>subheading 9018.11.00 used in the diagnosis and treatment of heart diseases: videoscopes, cathlabs, heartlung machines and defibrillators falling under subheading 9018.90.90; positron emission tomography (PET) scan machines, computed tomography (CT) scan machines, mammography falling under subheading 9022.12.00 used in the diagnosis and treatment of cancer; Brachytherapy and linear accelerators falling under subheading 9022.21.00: Flow cytometers, next generation sequencers and protein microarray platforms falling under subheading 9018.19.90, multiplex real-time PCR falling under 9018.90.30. Hematology analyzers, blood chemistry analyzers, clinical chemistry analyzers and immunochemistry analyzers falling under subheading 9027.89.10, magnetic resonance imaging (MRI) machines falling under subheading 9018.13.00.</p>
Group 11	Point 4	<p>Financial services, life insurance services, services, accident insurance, health insurance, reinsurance services, agricultural crop insurance, fruit insurance, bee insurance, livestock insurance, bird insurance, fish insurance, small insurance, money transfer, money exchange, SWIFT service, hire purchase transactions, deposit and loan security services, capital market business, securities business, merchant banking business, commodity futures market and securities and commodity brokerage business.</p>	<p>Financial services, life insurance services, accident insurance, health insurance, reinsurance services, agricultural crop insurance, fruit insurance, bee insurance, livestock insurance, bird insurance, fish insurance, small insurance, clearing house services, money transfer, money exchange, SWIFT services, hire purchase transactions, deposit and loan security services, capital market business, securities business, merchant banking business, commodity futures market and securities and commodity brokerage business.</p>
	Point 6	<p>Imported items under the following subheadings that are intended to</p>	<p>a) Imported goods used to generate electricity from solar energy on the</p>

		<p>generate electricity from solar power and operate solely from solar power and are used in the production of solar thermal energy, as recommended by the Alternative Energy Promotion Center:</p> <p>a) 7410.21.00, 7607.19.00, 8403.10.00, 8403.90.00, 8412.80.00, 8419.34.00, 8516.60.11, 8516.60.12 and 8516.60.19</p> <p>b) Lithium ion batteries of subheading 8507.60.00 with a capacity of less than 12 volts and less than 10 amperes for use in solar panels.</p>	<p>recommendation of the Alternative Energy Promotion Center.</p> <p>b) Items falling under the following subheadings that operate solely on solar energy and are used in the production of solar thermal energy:</p> <p>7410.21.00, 8403.90.00, 7607.19.00, 8412.80.00, 8403.10.00, 8419.34.00, 8516.60.11, 8516.60.12 and 8516.60.19</p> <p>c) Lithium ion batteries falling under subheading 8507.60.00 and battery boxes, battery packs and separators falling under subheading 8507.90.00.</p>
	Point 11	<p>Construction equipment, machinery and related parts required for hydropower generation, distribution and transmission line projects and raw materials (steel sheets) required for manufacturing such equipment shall be exempted from value added tax when imported and supplied to the project by the concerned hydropower project or its contractor or project promoter on the recommendation of the Board of Investment in case of projects operated with the approval of the Board, the Alternative Energy Promotion Center in case of projects operated with the approval of the Center, and in case of other projects (including projects operated by the Nepal Electricity Authority) on the recommendation of the Department of Electricity Development.</p>	<p>Value-added tax exemption shall be granted when the construction equipment, machinery, high-storage capacity batteries and related parts and raw materials (steel sheets) required for the production, distribution and transmission line projects of electricity from water, solar and wind are imported and supplied to the project by the concerned project or its contractor or project promoter upon the recommendation of the Board of Investment in case of operations with the approval of the Board, the Alternative Energy Promotion Center in case of operations with the approval of the Center, and the Department of Electricity Development in case of other projects (including projects operated by the Nepal Electricity Authority).</p>
	Point 20	N/A	<p>Value Added Tax exemption will be granted when the person constructing or establishing industrial zone or industrial village or its contractor imports equipment, machinery, spare parts and construction materials required for the construction or establishment of such an industrial zone or industrial village, upon the recommendation of the Investment Board. Provided that,</p>

			while making a recommendation pursuant to this point, the recommendation shall be made in accordance with the quantities mentioned in the detailed engineering design report for the construction or establishment of the industrial area or industrial village
	Point 21	N/A	Industries that manufacture or assemble electric vehicle charging machines will be granted a value-added tax exemption when importing them upon the recommendation of the Department of Industry.
	Point 22	N/A	Value-added tax exemption will be granted when importing mill machinery required for the industry that seasons wood and wood-based materials, upon the recommendation of the Department of Industry.
	Point 23	N/A	VAT exemption will be granted when importing machinery, equipment and tools required for the construction of infrastructure for football, cricket and multi-purpose stadiums, upon the recommendation of the Ministry of Youth and Sports.
	Point 24	N/A	VAT exemption will be granted on the import of machines, equipment and tools required for green hydrogen production, upon the recommendation of the Ministry of Energy and Water Resources.

Point	Existing	Revised
6	<p>Machinery and equipment required for the hydropower project, its parts, equipment, penstock pipes, or the steel sheets used to make them, are procured from local industry and the same industry supplies the project directly or through the contractor of the project, the industry will be provided with zero rate facility in that transaction in accordance with the procedure prescribed by the department, on the recommendation of the Investment Board in the case of the project operated with the approval of the Board, on the recommendation of the Alternative Energy Promotion Center in the case of the project operated with the approval of the Center, and on the recommendation of the Department of Electricity Development in the case of other projects.</p>	<p>If the machinery tools and their parts, equipment, construction materials, penstock pipes or steel sheets used for making them required by the following persons are produced by a local industry and supplied by the same industry to the concerned person or his contractor, then such industry shall be provided with zero rate facility in that transaction in accordance with the procedure prescribed by the Department on the recommendation of the following bodies:-</p> <ol style="list-style-type: none"> For hydro, solar and wind-powered power projects, in the case of those operated with the approval of the Investment Board of Nepal, in the case of those operated with the approval of the Alternative Energy Promotion Center, in the case of those operated with the approval of the Center, and in the case of other projects, on the recommendation of the Department of Electricity Development. In the case of industries producing organic and natural fertilizers, on the recommendation of the Department of Industries. In the case of construction or establishment of an industrial zone or industrial village, on the recommendation of the Investment Board Nepal.

Annex III - Changes in Rates of Customs Duty

Changes in Custom Duty Rate on Import

HS code	Description of goods	Existing Tariffs		Revised Tariffs	
		From SAARC	From Other Countries	From SAARC	From Other Countries
08.06	Fresh or dried grape				
0806.20.00	Dried	7.25%	15%	6%	10%
17.01	Sucrose prepared through chemical process using sugarcane in solid form or beet sugar				
	Raw sugar without color or taste agents				
1701.12.00	Beet sugar	6%	30%	6%	15%
	Cane sugar included in Sub heading Note 2 of this part				
1701.13.10	Sakhhar(Gud and Bheli included), Gudgatta	30%	30%	15%	15%
1701.13.20	Khanda sugar	30%	30%	15%	15%
1701.13.90	Other	30%	30%	15%	15%
	Other cane sugar				
1701.14.10	Sakhhar(Gud and Bheli Included), Gudgatta of other cane sugar	30%	30%	15%	15%
1701.14.20	Khanda sugar of other cane sugar	30%	30%	15%	15%
1701.14.90	Other	30%	30%	15%	15%
1701.99.10	Rock sugar or rock candy or sugar candy (Mishri)	30%	30%	15%	15%
1701.99.90	Other	30%	30%	15%	15%
20.08	Fruit, nuts and other edible parts of plants, otherwise prepared or preserved, whether or not containing added sugar or other sweetening matter or spirit, not elsewhere specified or included				
2008.99.10	Fruit Pulp	10%	10%	15%	15%
21.04	Soups and broths and preparations therefor: homogenized composite food preparations				
2104.10.00	Soups and broths and preparations therefor	20%	20%	30%	30%
2104.20.00	Homogenized composite food preparations	20%	20%	30%	30%
21.06	Food preparations not elsewhere specified or included				
	Other:				
2106.90.60	Scented areca nuts without Tobacco	Rs.100/kg	Rs 100/kg	40%	40%
22.02	Waters, including mineral waters and aerated waters, containing added sugars or other sweetening matter or flavored, and other non-alcoholic				

	beverages, not including fruit, nut or vegetable juices of heading 20.09				
	Other				
2202.99.10	Energy drinks	Rs.100/Ltr	Rs100/Ltr	40%	40%
2202.99.20	Light beverages	Rs. 40/Ltr	Rs. 40/Ltr	40%	40%
2202.99.30	Flavored Milk Beverages	Rs. 40/Ltr	Rs. 40/Ltr	40%	40%
22.03	Beer made from malt				
2203.00.10	Beer made from malt (up to 5% alcohol)	Rs. 200/Ltr	Rs. 200/Ltr	80%	80%
2203.00.20	Beer made from malt (more than 5% alcohol)	Rs. 200/Ltr	Rs. 200/Ltr	80%	80%
22.04	Wine of fresh grapes, including fortified wines; grape must other than that of Heading 20.09				
	Sparkling wine				
2204.10.10	-Of an alcoholic strength by volume not exceeding 12% vol.	Rs.300/Ltr	Rs.300/Ltr	80%	80%
2204.10.20	Of an alcoholic strength by volume exceeding 12% vol. but not exceeding 17% vol.	Rs.300/Ltr	Rs.300/Ltr	80%	80%
2204.10.30	Of an alcoholic strength by volume exceeding 17% vol.	Rs.300/Ltr	Rs.300/Ltr	80%	80%
	Other wine; grape must with fermentation prevented or arrested by the addition of alcohol:				
	-In containers holding 2 liters. or less:				
2204.21.10	--Of an alcoholic strength by volume not exceeding 12% vol	Rs.300/Ltr	Rs.300/Ltr	80%	80%
2204.21.20	-Of an alcoholic strength by volume exceeding 12% vol. but not exceeding 17% vol	Rs.300/Ltr	Rs.300/Ltr	80%	80%
2204.21.30	Of an alcoholic strength by volume exceeding 17% vol	Rs.300/Ltr	Rs.300/Ltr	80%	80%
	In containers holding more than 2 liters. but not more than 10 liters				
2204.22.10	--Of an alcoholic strength by volume not exceeding 12% vol	Rs.300/Ltr	Rs.300/Ltr	80%	80%
2204.22.20	-Of an alcoholic strength by volume exceeding 12% vol. but not exceeding 17% vol	Rs.300/Ltr	Rs.300/Ltr	80%	80%
2204.22.30	Of an alcoholic strength by volume exceeding 17% vol	Rs.300/Ltr	Rs.300/Ltr	80%	80%
	Other				
2204.29.10	--Of an alcoholic strength by volume not exceeding 12% vol	Rs.300/Ltr	Rs.300/Ltr	80%	80%
2204.29.20	-Of an alcoholic strength by volume exceeding 12% vol. but not exceeding 17% vol	Rs.300/Ltr	Rs.300/Ltr	80%	80%
2204.29.30	Of an alcoholic strength by volume exceeding 17% vol	Rs.300/Ltr	Rs.300/Ltr	80%	80%
	Other grape must				
2204.30.10	--Of an alcoholic strength by volume not exceeding 12% vol	Rs.300/Ltr	Rs.300/Ltr	80%	80%

2204.30.20	-Of an alcoholic strength by volume exceeding 12% vol. but not exceeding 17% vol	Rs.300/Ltr	Rs.300/Ltr	80%	80%
2204.30.30	Of an alcoholic strength by volume exceeding 17% vol	Rs.300/Ltr	Rs.300/Ltr	80%	80%
22.05	Vermouth and other wine of fresh grapes flavored with plants or aromatic substances				
	In containers holding 2 liters or less				
2205.10.10	--Of an alcoholic strength by volume not exceeding 12% vol	Rs.300/Ltr	Rs.300/Ltr	80%	80%
2205.10.20	-Of an alcoholic strength by volume exceeding 12% vol. but not exceeding 17% vol	Rs.300/Ltr	Rs.300/Ltr	80%	80%
2205.10.30	Of an alcoholic strength by volume exceeding 17% vol	Rs.300/Ltr	Rs.300/Ltr	80%	80%
	Other				
2205.90.10	--Of an alcoholic strength by volume not exceeding 12% vol	Rs.300/Ltr	Rs.300/Ltr	80%	80%
2205.90.20	-Of an alcoholic strength by volume exceeding 12% vol. but not exceeding 17% vol	Rs.300/Ltr	Rs.300/Ltr	80%	80%
2205.90.30	Of an alcoholic strength by volume exceeding 17% vol	Rs.300/Ltr	Rs.300/Ltr	80%	80%
22.06	Other fermented beverages (for example, cider, perry, mead, saké); mixtures of fermented beverages and mixtures of fermented beverages and non-alcoholic beverages, not elsewhere specified or included				
2206.00.10	Chhyang (Country beer)	40%	40%	80%	80%
2206.00.20	Champagne, Sherry, Mead, Perry, Cider	40%	40%	80%	80%
2206.00.30	Sake	40%	40%	80%	80%
2206.00.40	Herb mixed beverages with alcohol content of more than 17%, cocktail (mixture of alcoholic and alcoholic/nonalcoholic) and other fermented beverages	40%	40%	80%	80%
2206.00.90	Other	40%	40%	80%	80%
22.07	Undenatured ethyl alcohol of an alcoholic strength by volume of 80% vol. or higher; ethyl alcohol and other spirits, denatured, of any strength				
	Undenatured ethyl alcohol of an alcoholic strength by volume of 80% vol. or higher:				
2207.10.10	Undenatured ethyl alcohol	Rs. 60/Ltr	Rs. 60/Ltr	30%	30%
2207.10.20	Rectified spirit used as a raw material for liquor of an alcoholic strength by volume of 80% vol. or higher	Rs. 60/Ltr	Rs. 60/Ltr	30%	30%
2207.10.30	E.N.A. (Extra Neutral Alcohol)	Rs. 60/Ltr	Rs. 60/Ltr	30%	30%

2207.10.40	Anhydrous Ethanol (of an alcoholic strength by volume exceeding 99% vol.)	Rs. 60/Ltr	Rs. 60/Ltr	30%	30%
2207.10.90	Other	Rs. 60/Ltr	Rs. 60/Ltr	30%	30%
22.08	Undenatured ethyl alcohol of an alcoholic strength by volume of less than 80% vol; spirits, liqueurs and other spirituous beverages				
	Spirits obtained by distilling grape wine or grape marc				
2208.20.10	All kinds of alcoholic fluids including spirits used as raw material of brandy	Rs. 1500/Ltr	Rs. 1500/Ltr	80%	80%
	Other				
2208.20.91	Prepared spirits (brandy) of 15 U.P. strength (alcoholic strength by volume of 48.5% vol.)	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
2208.20.92	Prepared spirits (brandy) of 25 U.P. strength (alcoholic strength by volume of 42.8% vol.)	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
2208.20.93	Prepared spirits (brandy) of 30 U.P. strength (alcoholic strength by volume of 39.94% vol.)	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
2208.20.99	Other	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
	Whiskies				
2208.30.10	Alcoholic fluids including spirits used as raw materials of whisky	Rs. 1500/Ltr	Rs. 1500/Ltr	80%	80%
	Other				
2208.30.91	Prepared whisky of 15 U.P. strength (alcoholic strength by volume of 48.5% vol.)	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
2208.30.92	Prepared whisky of 25 U.P. strength (alcoholic strength by volume of 42.8% vol.)	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
2208.30.93	Prepared whisky of 30 U.P. strength (alcoholic strength by volume of 39.94% vol.)	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
2208.30.99	Other	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
	Rum and other spirits obtained by distilling fermented sugar-cane products				
2208.40.10	-Alcoholic fluids including spirits used as raw materials of Rum and other spirits	Rs. 1500/Ltr	Rs. 1500/Ltr	80%	80%
	Other				
2208.40.91	Prepared rum of 15 U.P. strength (alcoholic strength by volume of 48.5% vol.)	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
2208.40.92	Prepared rum of 25 U.P. strength (alcoholic strength by volume of 42.8% vol.)	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%

2208.40.93	Prepared rum of 30 U.P. strength (alcoholic strength by volume of 39.94% vol.)	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
2208.40.99	Other	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
	Gin and Geneva				
2208.50.10	-Alcoholic fluids including spirits used as raw materials of Gin and Geneva	Rs. 1500/Ltr	Rs. 1500/Ltr	80%	80%
	Other				
2208.50.91	Prepared Gin and Geneva of 15 U.P. strength (alcoholic strength by volume of 48.5% vol.)	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
2208.50.92	Prepared Gin and Geneva of 25 U.P. strength (alcoholic strength by volume of 42.8% vol.)	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
2208.50.93	Prepared Gin and Geneva of 30 U.P. strength (alcoholic strength by volume of 39.94% vol.)	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
2208.50.99	Other	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
	Vodka				
2208.60.10	-Alcoholic fluids including spirits used as raw materials of Vodka	Rs. 1500/Ltr	Rs. 1500/Ltr	80%	80%
	Other				
2208.60.91	Prepared Vodka of 15 U.P. strength (alcoholic strength by volume of 48.5% vol.)	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
2208.60.92	Prepared Vodka of 25 U.P. strength (alcoholic strength by volume of 42.8% vol.)	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
2208.60.93	Prepared Vodka of 30 U.P. strength (alcoholic strength by volume of 39.94% vol.)	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
2208.60.99	Other	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
	Liqueurs and cordials				
2208.70.10	-Alcoholic fluids including spirits used as raw materials of Liqueurs and cordials	Rs. 1500/ltr	Rs. 1500/ltr	80%	80%
2208.70.20	Alcohol mixed prepared liqueurs (alcohol composition only up to 5% by volume)				
	Other				
2208.70.91	Prepared Liqueurs and cordials of 15 U.P. strength (alcoholic strength by volume of 48.5% vol.)	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
2208.70.92	Prepared Liqueurs and cordials of 25 U.P. strength (alcoholic strength by volume of 42.8% vol.)	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
2208.70.93	Prepared Liqueurs and cordials of 30 U.P. strength (alcoholic strength by volume of 39.94% vol.)	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
2208.70.99	Other	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
	Other				

2208.90.10	-Alcoholic fluids including spirits used as raw materials of other liquor	Rs. 1500/Ltr	Rs. 1500/Ltr	80%	80%
	Other				
2208.90.91	Liquor of an alcoholic strength 15UP (48.5%)	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
2208.90.92	Liquor of an alcoholic strength 25UP (42.8%)	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
2208.90.93	Liquor of an alcoholic strength 30UP (39.94%)	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
2208.90.94	Liquor of an alcoholic strength 40UP (34.23%)	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
2208.90.95	Liquor of an alcoholic strength 50UP (28.53%)	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
2208.90.96	Liquor of an alcoholic strength 70UP (17.12%)	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
2208.90.99	Other	Rs.2000/Ltr	Rs.2000/Ltr	100%	100%
24.02	Cigar, cheroot, small cigar and cigarettes made from tobacco or tobacco substitutes				
2402.10.00	Cigar, cheroot and small cigar containing tobacco	Rs. 9000 per thousand khillis	Rs. 11,000 per thousand khillis	Rs. 9000 per thousand khillis	Rs. 11,000 per thousand khillis
	Tobacco contained cigarette				
2402.20.10	Without filter	Rs. 4,500 per thousand khillis	Rs. 5,500 per thousand khillis	Rs. 4,500 per thousand khillis	Rs. 5,500 per thousand khillis
	With filter				
2402.20.21	Length up to 70 mm	Rs. 4,500 per thousand khillis	Rs. 5,500 per thousand khillis	Rs. 4,500 per thousand khillis	Rs. 5,500 per thousand khillis
2402.20.22	Length above 70 mm but up to 75 mm	Rs. 4,500 per thousand khillis	Rs. 5,500 per thousand khillis	Rs. 4,500 per thousand khillis	Rs. 5,500 per thousand khillis
2402.20.23	Length above 75 mm but up to 85 mm	Rs. 4,500 per thousand khillis	Rs. 5,500 per thousand khillis	Rs. 4,500 per thousand khillis	Rs. 5,500 per thousand khillis
2402.20.24	Length above 85 mm	Rs. 4,500 per thousand khillis	Rs. 5,500 per thousand khillis	Rs. 4,500 per thousand khillis	Rs. 5,500 per thousand khillis
	Others				
2402.90.10	Readymade <i>bidis</i>	Rs. 4,500 per thousand khillis	Rs. 5,500 per thousand khillis	Rs. 4,500 per thousand khillis	Rs. 5,500 per thousand khillis
2402.90.20	Every type of cigar	Rs. 9000 per thousand khillis	Rs. 11,000 per	Rs. 9000 per thousand khillis	Rs. 11,000 per

			thousand khillis		thousand khillis
2402.90.90	Others	Rs. 9000 per thousand khillis	Rs. 11,000 per thousand khillis	Rs. 9000 per thousand khillis	Rs. 11,000 per thousand khillis
24.03	Other manufactured tobacco and manufactured tobacco substitutes; Homogenized or reconstituted; the essence and extracts of tobacco				
	Smoking tobacco with or without tobacco substitutes in any proportion:				
	Others:				
2403.19.20	Processed tobacco for cigarettes and <i>bidis</i>	30%	60%	30%	60%
2403.19.90	Others	30%	60%	30%	60%
	Others:				
2403.91.00	Homogenized or reconstituted tobacco	30%	60%	30%	60%
	Others:				
2403.99.20	Cut tobacco not kept for retail sale; Dust tobacco	80%	60%	80%	60%
2940.00.0	Chemically pure sugar except sucrose, lactose, maltose, glucose and fructose; Sugar ethers, sugar acetals, sugar esters and their salts other than products of heading 29.37, 29.38 or 29.39	5%	5%	5%	5%
31.02	Nitrogenous minerals or chemical fertilizers:				
	Urea in or out of aquatic solution:				
3102.10.10	Diesel exhaust fluid	5%	9.5%	5%	10%
44.21	Other wood materials				
	Others:				
	Made of Bamboo:				
4421.91.20	Match Splints	5%	5%	15%	5%
	Others:				
4421.99.20	Match Splints	5%	5%	15%	5%
48.14	Wallpaper and other similar wall coverings; Paper window transparencies				
4814.20.00	Grained, embossed, colored, patterned or otherwise decorated wallpaper or other similar wall coverings coated with paper or covered with plastic sheets on the face side	7.25%	7.25%	15%	20%
4814.90.00	Others	7.25%	7.25%	15%	20%
5905.00.00	Wall coverings made of clothing materials	7.25%	7.25%	15%	20%

65.06	Other headgear with or without inner linings or trimmed or untrimmed				
6506.10.00	Protective headgear	15%	20%	15%	20%
	Others				
6506.91.00	Of rubber or plastic	7.25%	7.25%	15%	20%
6506.99.00	Of other materials	7.25%	7.25%	15%	20%
68.08	Panels, boards, tiles, blocks and similar items made of plant fibers, straw, wood chips, chips, sawdust, dust and other residues unified by a binder of a cement, plaster or other minerals				
6808.00.10	Boards of different thickness made by mixing wood dust, cement and various binding chemicals	6%	6%	20%	15%
6808.00.90	Others	7.25%	7.25%	20%	15%
68.09	Plaster materials and materials based on plaster mix				
	Undecorated boards, sheets, panels, tiles and other materials:				
6809.11.00	Faced or reinforced with lime or lime alone	7.25%	7.25%	20%	15%
6809.19.00	Others	7.25%	7.25%	20%	15%
6809.90.00	Other materials	7.25%	7.25%	20%	15%
68.10	Materials of cement, concrete or artificial stone whether or not reinforced				
	Tiles, Flagstones, bricks and other similar materials:				
	Building blocks and bricks:				
6810.11.10	Autoclaved, aerated concrete blocks (AAC blocks)	7.25%	7.25%	20%	15%
6810.11.90	Others	7.25%	7.25%	20%	15%
	Others:				
6810.19.90	Others	7.25%	6%	15%	10%
	Other materials:				
6810.91.00	Construction or preconstructed structural components for civil engineering	7.25%	6%	15%	10%
6810.99.00	Others	7.25%	6%	15%	10%
68.11	Articles of asbestos cement, cellulose fiber cement or similar materials				
6811.40.00	Having asbestos	7.25%	6%	15%	10%
	Not having asbestos:		6%		10%
6811.81.00	Corugated sheets	7.25%	6%	15%	10%
6811.82.00	Other sheets, panels, tiles and similar materials	7.25%	6%	15%	10%
6811.89.00	Other materials	7.25%	6%	15%	10%
68.13	Mixed or not mixed with cloth or other materials, Asbestos, other minerals or cellulose based				

	brake, clutch or other similar use friction materials or their parts whether attached or not (examples: sheets, rolls, strips, segments, tires, washers, pads).				
	Having asbestos:				
6813.20.10	Brake linings and pads	7.25%	6%	15%	10%
6813.20.90	Others	7.25%	6%	15%	10%
	Not having asbestos:				
6813.81.00	Brake linings and pads	7.25%	6%	15%	10%
6813.89.10	Others	7.25%	6%	15%	10%
69.10	Ceramic sinks, basins, pedestals, baths, bidets, defecation pans, cisterns, urinals and similar sanitary fittings				
6910.10.00	Porcelain or Chinaca	15%	20%	15%	20%
6910.90.00	Others	15%	20%	15%	20%
69.13	Small statues or decorative ceramic items				
6913.10.00	Porcelain or Chinaca	15%	20%	15%	20%
6913.90.00	Others	15%	20%	15%	20%
70.10	Glass carboys, bottles, flasks, jars, vessels, vials, ampoules and other containers of same kind used for the conveyance or packing of goods; glass preserving jars; glass jars, lids, lids and other closures				
7010.20.00	Sheets, butts, lids and other closures	7.25%	6%	15%	10%
7010.90.00	Others	7.25%	6%	15%	10%
71.06	Unrooted or semi-manufactured or powdered form of silver (including silver plated with gold or platinum)				
7106.10.00	Dusts	10%	10%	10%	10%
	Others:				
7106.91.00	Unrefined	10%	10%	10%	10%
7106.92.00	Semi- manufactured	10%	10%	10%	10%
71.08	Unrefined or semi-manufactured or dusts form of gold (including gold plated with platinum)				
	Non-monetary:				
7108.11.00	Dusts	10%	10%	10%	10%
7108.12.00	Other unrefined forms	10%	10%	10%	10%
7108.13.00	Other semi- manufactured forms	10%	10%	10%	10%
7108.20.00	Monetary	10%	10%	10%	10%
72.10	Flat rolled products of iron or non- alloy steel, with of 600 mm or more, covered or coated				
	Covered or coated with tin:				
7210.11.00	Having thickness of 0.5 mm or more	5%	10%	5%	10%

7210.12.00	Having thickness less than 0.5 mm	5%	10%	5%	10%
72.13	Bars and rods, heat- rolled, uneven wound coils				
	Others:				
	A circular cross section with a diameter less than 14 mm:				
7213.91.10	Having diameter not more than 8 mm	5%	10%	5%	10%
7303.00.00	Ducts, pipes and hollow profiles of cast iron	7.25%	7.25%	15%	20%
84.30	Machinery for transferring or moving, grading, levelling, scraping, excavating, tamping, compacting, extracting or boring minerals, matter or soil				
	Coal or rock cutting equipment and tunneling machinery:				
8430.31.00	Self-propelled	5%	1%	5%	1%
8430.39.00	Others	5%	1%	5%	1%
85.43	Electrical equipment and parts capable of performing only individual functions not covered elsewhere in this part.				
8543.40.00	Electronic cigarettes and other similar personal electronic vaporizing equipment	6%	5%	10%	20%
	Spare parts:				
8543.90.10	Spare parts of electronic cigarettes and other similar personal electronic vaporizing equipment	Exempt	5%	Exempt	10%

Additions of custom duty on import

Harmonic code	Products	From SAARC Countries	From Other Countries
		Revised Tariff	Revised Tariff
	Merely cut by sawing or otherwise into rectangular (including square) blocks or slabs		
2515.12.10	Block	10%	10%
2515.12.20	Slab	20%	20%
2515.12.90	Others	20%	20%
2515.20.00	Ekozin or other lime mixed stone or crystal stone for making monumental or building	20%	20%
	Merely cut by sawing or otherwise into rectangular (including square) blocks or slabs		
3002.90.00	Others	6%	10%
3003.90.41	Battisa, Drakshasav, Triphala, Kabjahaar, Chyavanpraas and Keshari jeevan	9%	10%
3003.90.49	Chyavanpras, Dashmularista, Ashokarista, Kalpasundari, Abhyarista, Arjunarista, Asvagandharishta, Mahamanjishthadi, Kharidarishtha, Putajarishtha, Vidagasab, Kumaryasab, usiraasab, Lohsab, Pradarsudha, Punarnawarishta,	9%	10%

	Arawindasav, Saraswostarishta, patraagaasav and other similar productions		
3003.90.50	Medicated balms and other similar products containing menthol or camphor	9%	10%
3004.90.41	Battisa, Drakshasav, Triphala, Kabjahaar and Keshari jeevan	9%	10%
3102.10.20	Technical Grade	5%	5%
3102.10.30	Fertilizer Grade	Exempt	Exempt
3102.10.90	Others	Exempt	Exempt
43.02	Tanned or dressed fur skins (including heads, tails, claws and other pieces or cuts), assembled (without adding adulterants) or unassembled other than those of heading 43.03		
	With or without head, tail or claws, unassembled single skins:		
4302.11.00	Of mink	7.25%	10%
4302.19.00	Others	7.25%	10%
4302.20.00	Not assembled heads, tails, claws or other pieces (piece or cutting)	7.25%	10%
4302.30.00	Assembled single skins or their pieces (piece or cutting)	7.25%	10%
4401.12.00	Non coniferous	5%	5%
8479.89.92	Natural and chemical fertilizers producing machines	Exempt	Exempt
8525.81.40	CCTV cameras	Exempt	Exempt
8525.82.40	CCTV cameras	Exempt	Exempt
8525.83.40	CCTV cameras	Exempt	Exempt
8525.89.40	CCTV cameras	Exempt	Exempt
87.04	Other goods carrying motor vehicles		
	Pick up trucks mainly transporting goods:		
8704.60.31	Basically, a single cab pick- up vehicle that carries goods and accommodates only 2 people including the driver	15%	15%
8704.60.32	Basically, a double cab pick- up vehicle that carries goods and accommodates only 2 people including the driver	20%	20%
	Transporting vehicles transporting mainly goods:		
8704.60.41	Lorry truck, tipper, dumper and similar other delivery vehicles.	15%	15%
8704.60.42	Trucks added with containers	15%	15%
8704.60.49	Others	15%	15%
8704.60.50	Garbage collection and transporting vehicles with compactor	10%	10%
	Tankers:		
8704.60.61	Tankers specially made for transporting milk	1%	1%
8704.60.62	Bullet Tanker- Truck specially made for transporting Liquid Petroleum Gas	10%	10%
8704.60.69	Others	15%	15%
8704.60.70	Delivery Van	15%	15%
8704.60.90	Others	20%	20%
8711.60.20	Motorcycles	10%	10%
	Scooters		
8711.60.31	Moped scooters with pedals	10%	10%
8711.60.32	Moped scooters without pedal	10%	10%
8711.60.39	Others	10%	10%
9404.10.00	Mattress supports	11.25%	30%
1404.90.91	Bodhichitta Seeds	6%	10%

Removal of Custom Duty Rate on Import

Harmonic code	Products	Existing Tariff	
		From SAARC countries	From Other countries
2515.12.00	Merely cut by sawing or otherwise into rectangular (including square) blocks or slabs	10%	10%
2516.12.00	Merely cut by sawing or otherwise into rectangular (including square) blocks or slabs; sedimentary stone	10%	10%
3002.90.10	Diagnostic kits		5%
3002.90.90	Others		6%
3003.90.40	Battisa, Drakshasav, Triphala, Kabjaha, Chyavanpraas, Keshari jeevan, Dasmularista, Ashokarista, Kalpasundari	9%	10%
3102.10.91	Technical Garde	5%	5%
3102.10.99	Others	exempt	Exempt
43.02	Tanned or dressed fur skins (including heads, tails, claws and other pieces or cuts), assembled (without adding adulterants) or unassembled other than those of heading 43.03		
	With or without head, tail or claws, unassembled single skins:		
4302.11.00	Others	7.25%	10%
4302.19.00	Not assembled heads, tails, claws or other pieces (piece or cutting)	7.25%	10%
4302.20.00	Assembled single skins or their pieces (piece or cutting)	7.25%	10%
4302.30.00	With or without heads, tails or claws, not assembled single skins:	7.25%	10%
9404.10.00	Bed or bed sheets	11.25%	30%

Annex III - Changes in Rates of Excise Duty

Increase in Excise Rates

Heading/Sub heading	Description of Product/Goods or Service	Figures in % unless specifically specified	
		Existing Rate of Excise Duty	Revised Rate of Excise Duty
02.07	Fresh, chilled or frozen meat and edible offal of poultry; of the poultry of heading no. 01.05, (i.e., fowls of the species Gallus domesticus), fresh, chilled or frozen		
	For poultry (fowls):		
0207.12.00	not cut in pieces, frozen	5	15
0207.14.00	Cuts and offal, frozen	5	15
	of turkeys		
0207.25.00	not cut in pieces, frozen	5	15
0207.27.00	Cuts and offal, frozen	5	15
	of ducks:		
0207.42.00	not cut in pieces, frozen	5	15
0207.45.00	Others; frozen	5	15
	of geese		
0207.52.00	not cut in pieces, frozen	5	15
0207.55.00	Others; frozen	5	15
04.02	Milk and butter that has been condensed or has been sweetened with sugar or other sweeteners.		
	In powder, granules or other solid form, containing less than 1.5% milk fat by weight.		
	Guava, Mango and Mangosteen	5	
0804.50.10	Guava		5
0804.50.20	Mango		5
0804.50.30	Mangosteen		5
09.04	Dried or ground chilies and pepper. Peppers of the genus pepper, dried or crushed or ground chilies of the genus capsicum or pimento.		
	Capsicum or Pimenta peppers		
0904.21.00	Dried, unbroken, not crushed	-	5
0904.22.00	Chopped or crushed	-	5
09.06	Cinnamon and cinnamon-tree flowers		
	Neither crushed broken nor ground:		
0906.11.00	Cinnamon (Cinnamomum zeylanicum Blume)	10	10
0906.19.00	Other	10	10
0906.20.00	Crushed Broken or ground	10	10
12.03			
1203.00.00	Copra (dried coconut pulp unfit for human consumption)	-	15
12.07	Other oilseeds and oily fruit kernels (shelled or unshelled) cracked or uncracked		

14.01	Plant materials (such as bamboo, rattan, reeds, rushes, osier, palms, and dried or otherwise bleached or dyed straw or husks food grains or lime's bark) used primarily for weaving or plaiting (in the form of mats).		
14.04	Plants or products which are not otherwise specified or included.		
1404.90.909	Others	10	10
15.17	Margarine (artificial lard); edible mixtures or preparations of various fats or oils or of their fractions, of animal, vegetable or microbial origin, of this Chapter, other than edible fats, oils and their fractions of heading 15.16.		
1517.90.00	Other	-	10
16.02	Other prepared or preserved meat, meat offal or blood Domestic birds of heading 01.05		
1602.32.00	Of fowls of the species Gallus domesticus Breeds of domestic fowls (chickens)		
16.03			
1603.00.00	Extracts and juices of meat, fish, shrimp fish, Khabada hune jib crustaceans, molluscs or other aquatic invertebrates	15	same
17.03	Molasses resulting from the extraction or refining of sugar		
1703.10.00	Cane molasses	Rs 96 per quintal	Rs 110 per quintal
1703.90.00	Other	Rs 96 per quintal	Rs 110 per quintal
19.02	Pasta, such as spaghetti, macaroni, noodles, lasagna, gnocchi, ravioli, cannelloni, whether or not cooked, stuffed (with meat or other substances) or otherwise prepared; couscous, whether or not prepared.		
	Uncooked pasta, not stuffed or otherwise prepared		
1902.11.00	Containing eggs	Rs 17 per kg	Rs 20 per kg
1902.19.00	Other	Rs 17 per kg	Rs 20 per kg
1902.20.00	Stuffed pasta, whether or not cooked or otherwise prepared	Rs 17 per kg	Rs 20 per kg
1902.30.00	Other pasta	Rs 17 per kg	Rs 20 per kg
1902.40.00	Couscous	Rs 17 per kg	Rs 20 per kg
19.04	Prepared food items obtained by puffing or roasting food or food products (such as corn flakes); pre-cooked or otherwise prepared food (except maize) in the form of grains or flakes, or other worked grains (except flour, groats and meal), not elsewhere specified or included.		
	Food or other foodstuffs By puffing or frying the products		

	Prepared food items		
1904.10.10	Products that contain less than 6% cocoa by weight (measured on a fully defatted basis) or that are not entirely coated with chocolate on the outside	-	10
	Others		
1904.10.91	Corn Flakes	-	10
1904.10.99	Other	-	10
1904.20.00	Prepared food items made from unroasted cereal flakes or from a mixture of unroasted cereal flakes and roasted cereal flakes or puffed cereal flakes.	-	10
1904.30.00	Bulgar wheat (a type of wheat that has been steamed and dried)	-	10
1904.90.90	Other	-	10
19.05	Tapioca and substitutes therefor prepared from starch, in the form of flakes, grains, pearls, siftings or in similar forms.		
1905.90.20	Kurkure, Kurmure, Lays, Cheeseball	Rs. 17 per kg	Rs. 20 per kg
	Kurmure, food products of spicy nature and other crisp savory		
1905.90.81	Not fried	Rs. 17 per kg	Rs. 20 per kg
1905.90.89	Others	Rs. 17 per kg	Rs. 20 per kg
20.05	Other vegetables prepared or preserved otherwise than by vinegar or acetic acid, not frozen, other than products of Heading 20.06		
2005.20.10	Potato chips	Rs. 17 per kg	Rs. 18 per kg
2005.80.00	Sweet corn (of Sacharata type G maize)	15	Same
20.09	Fruit juices (including grape must) and vegetable juices, unfermented and not containing added spirit, whether or not containing added sugar or other sweetening matter		
	Orange juice:		
2009.11.00	Frozen	Rs 11 per Litre	Rs 13.50 per Litre
2009.12.00	Not frozen, of a Brix value not exceeding 20	Rs 11 per Litre	Rs 13.50 per Litre
2009.19.00	Other	Rs 11 per Litre	Rs 13.50 per Litre
	Grapefruit (including pomelo) juice		
2009.21.00	Of a Brix value not exceeding 20	Rs 11 per Litre	Rs 13.50 per Litre
2009.29.00	Other	Rs 11 per Litre	Rs 13.50 per Litre
	Juice of any other single citrus fruit :		
2009.31.00	Of a Brix value not exceeding 20	Rs 11 per Litre	Rs 13.50 per Litre
2009.39.00	Other	Rs 11 per Litre	Rs 13.50 per Litre
	Pineapple juice :		Rs 13.50 per Litre
2009.41.00	Of a Brix value not exceeding 20	Rs 11 per Litre	Rs 13.50 per Litre

2009.49.00	Other	Rs 11 per Litre	Rs 13.50 per Litre
2009.50.00	Tomato juice	Rs 11 per Litre	Rs 13.50 per Litre
	Grape juice (including grape must) :		
2009.61.00	Of a Brix value not exceeding 30	Rs 11 per Litre	Rs 13.50 per Litre
2009.69.00	Other	Rs 11 per Litre	Rs 13.50 per Litre
	Apple juice:		
2009.71.00	Of a Brix value not exceeding 20	Rs 11 per Litre	Rs 13.50 per Litre
2009.79.00	Other	Rs 11 per Litre	Rs 13.50 per Litre
	Juice of any other single fruit or vegetable:		
2009.81.00	Cranberry (Vaccinium macrocarpon, Vaccinium oxycoccos, Vaccinium vitis-idaea) juice	Rs 11 per Litre	Rs 13.50 per Litre
	Other		
2009.89.10	Mango Juice	Rs 11 per Litre	Rs 13.50 per Litre
2009.89.90	Other	Rs 11 per Litre	Rs 13.50 per Litre
2009.90.00	Mixtures of juices	Rs 11 per Litre	Rs 13.50 per Litre
21.05			
2105.00.00	Ice-cream and other edible ice, whether or not containing cocoa.	20	30
2106.90.20	Pan Masala without Tobacco	Rs 821 per kilo	Rs 875 per kilo
2106.90.60	Scented areca nuts without Tobacco	Rs 350 per kilo	Rs 375 per kilo
22.02	Waters, including mineral waters and aerated waters, containing added sugar or other sweetening matter or flavored, and other non-alcoholic beverages, not including fruit or vegetable juices of Heading 20.09.		
	Other		
2202.91.00	Non-alcoholic beer	Rs 30 per Litre	Rs 45 per Litre
	Other		
2202.99.10	Energy drinks	Rs 50 per Litre	Rs 52 per Litre
2202.99.20	Light drinks	-	Rs 25 per Litre
2202.99.30	Pasteurized milk	-	Rs 25 per Litre
22.03	Beer made from malt		
2203.00.00	Beer made from malt	228 per Litre	
2203.00.10	Contains upto 5% alcohol		240 per Litre
2203.00.20	Contains more than 5% alcohol		240 per Litre
22.04	Wine of fresh grapes, including fortified wines; grape must other than that of Heading 20.09.		
	Sparkling wine		
2204.10.10	Up to 12 percent alcohol (for import only)	Rs 444 per Litre	Rs 460 per Litre
2204.10.20	More than 12 percent and up to 17 percent alcohol	Rs 444 per Litre	Rs 460 per Litre
2204.10.30	More than 17 percent alcohol	Rs 516 per Litre	Rs 535 per Litre
	Other wine; grape must with fermentation prevented or arrested by the addition of alcohol:		
	--In containers holding 2 L or less		

2204.21.10	Up to 12 percent alcohol (for import only)	Rs 444 per Litre	Rs 460 per Litre
2204.21.20	More than 12 percent and up to 17 percent alcohol	Rs 444 per Litre	Rs 460 per Litre
2204.21.30	More than 17 percent alcohol	Rs 516 per Litre	Rs 535 per Litre
	In containers holding more than 2L but not more than 10 l		
2204.22.10	Up to 12 percent alcohol (for import only)	Rs 444 per Litre	Rs 460 per Litre
2204.22.20	More than 12 percent and up to 17 percent alcohol	Rs 444 per Litre	Rs 460 per Litre
2204.22.30	More than 17 percent alcohol	Rs 516 per Litre	Rs 535 per Litre
	Other		
2204.29.10	Up to 12 percent alcohol (for import only)	Rs 444 per Litre	Rs 460 per Litre
2204.29.20	More than 12 percent and up to 17 percent alcohol	Rs 444 per Litre	Rs 460 per Litre
2204.29.30	More than 17 percent alcohol	Rs 516 per Litre	Rs 535 per Litre
	Other grape must:		
2204.30.10	Up to 12 percent alcohol	Rs 444 per Litre	Rs 460 per Litre
2204.30.20	More than 12 percent and up to 17 percent alcohol	Rs 444 per Litre	Rs 460 per Litre
2204.30.30	More than 17 percent alcohol	Rs 516 per Litre	Rs 535 per Litre
22.05	Vermouth and other wine of fresh grapes flavoured with plants or aromatic substances		
	In containers holding 2 L or less		
2205.10.10	Up to 12 percent alcohol (for import only)	Rs 444 per Litre	Rs 460 per Litre
2205.10.20	More than 12 percent and up to 17 percent alcohol	Rs 444 per Litre	Rs 460 per Litre
2205.10.30	More than 17 percent alcohol	Rs 516 per Litre	Rs 535 per Litre
	Other		
2205.90.10	Up to 12 percent alcohol (for import only)	Rs 444 per Litre	Rs 460 per Litre
2205.90.20	More than 12 percent and up to 17 percent alcohol	Rs 444 per Litre	Rs 460 per Litre
2205.90.30	More than 17 percent alcohol	Rs 516 per Litre	Rs 535 per Litre
22.06	Other fermented beverages (for example, cider, perry, mead, saké); mixtures of fermented beverages and mixtures of fermented beverages and non-alcoholic beverages, not elsewhere specified or included		
2206.00.10	Chhayang (Country Beer)	Rs 43 per Litre	Rs 48 per Litre
22.07	Undenatured ethyl alcohol of an alcoholic strength by volume of 80% vol. or higher; ethyl alcohol and other spirits, denatured, of any strength		
	Undenatured ethyl alcohol of an alcoholic strength by volume of 80% vol. or higher		
2207.10.30	E.N.A. (extra neutral alcohol)	Rs 86 per Litre	Rs 90 per Litre
2207.10.90	others	Rs 86 per Litre	Rs 90 per Litre
	Ethyl alcohol and other spirits, denatured, of any strength		
2207.20.10	Denatured spirit (having alcohol of 80 to 99 percent)	Rs 30 per Litre	Rs 35 per Litre
2207.20.90	others	Rs 86 per Litre	Rs 90 per Litre
22.08	Undenatured ethyl alcohol of an alcoholic strength by volume of less than 80% vol; spirits, liqueurs and other spirituous beverages		
	Spirits obtained by distilling grape wine or grape marc:		
2208.20.10	All kinds of alcoholic fluids including spirits used as raw material of wine or brandy	Rs 228 per Litre	Rs 235 per Litre
	Other		

2208.20.91	Readymade Liquor of 15 u.p. power (having 48.5 percent alcohol)	Rs.1750/- per Litre Rs.2059/- per LP Litre	Rs.1860/- per Litre Rs.2188/- per LP Litre
2208.20.92	Readymade Liquor of 25 u.p. power (having 42.8 percent alcohol)	Rs.1306/- per Litre Rs.1741/- per LP Litre	Rs.1390/- per Litre Rs.1853/- per LP Litre
2208.20.93	Readymade Liquor of 30 u.p. power (having 39.94 percent alcohol)	Rs.1750/- per Litre Rs.2059/- per LP Litre	Rs.1290/- per Litre Rs.1843/- per LP Litre
2208.20.99	Others	Rs.1750/- per Litre Rs.2059/- per LP Litre	Rs.1860/- per Litre Rs.2188/- per LP Litre
	Whiskeys		
2208.30.10	Spirit to use as raw material of whiskey others	Rs 228 per Litre	Rs 235 per Litre
2208.30.91	Readymade Liquor of 15 u.p. power (having 48.5 percent alcohol)	Rs.1750/- per Litre Rs.2059/- per LP Litre	Rs.1860/- per Litre Rs.2188/- per LP Litre
2208.30.92	Readymade Liquor of 25 u.p. power (having 42.8 percent alcohol)	Rs.1306/- per Litre Rs.1741/- per LP Litre	Rs.1390/- per Litre Rs.1853/- per LP Litre
2208.30.93	Readymade Liquor of 30 u.p. power (having 39.94 percent alcohol)	Rs.1215/- per Litre Rs.1735/- per LP Litre	Rs.1290/- per Litre Rs.1843/- per LP Litre
2208.30.99	Others	Rs.1750/- per Litre Rs.2059/- per LP Litre	Rs.1860/- per Litre Rs.2188/- per LP Litre
	Rum and other spirits obtained by distilling fermented sugar-cane products		
2208.40.10	Alcoholic fluids including spirits used as raw materials of Rum and other spirits obtained by distilling fermented sugarcane products	Rs 228 per Litre	Rs 235 per Litre
	Other		
2208.40.91	Readymade Liquor of 15 u.p. power (having 48.5 percent alcohol)	Rs.1750/- per Litre Rs.2059/- per LP Litre	Rs.1860/- per Litre Rs.2188/- per LP Litre
2208.40.92	Readymade Liquor of 25 u.p. power (having 42.8 percent alcohol)	Rs.1306/- per Litre Rs.1741/- per LP Litre	Rs.1390/- per Litre Rs.1853/- per LP Litre
2208.40.93	Readymade Liquor of 30 u.p. power (having 39.94 percent alcohol)	Rs.1215/- per Litre Rs.1734/- per LP Litre	Rs.1290/- per Litre Rs.1843/- per LP Litre
2208.40.99	Others	Rs.1750/- per Litre Rs.2059/- per LP Litre	Rs.1860/- per Litre Rs.2188/- per LP Litre
	Gin and Geneva:		
2208.50.10	Alcoholic fluids including spirits used as raw materials of Gin and Geneva	Rs 228 per Litre	Rs 235 per Litre
	Other		
2208.50.91	Readymade Liquor of 15 u.p. power (having 48.5 percent alcohol)	Rs.1750/- per Litre Rs.2059/- per LP Litre	Rs.1860/- per Litre Rs.2188/- per LP Litre

2208.50.92	Readymade Liquor of 25 u.p. power (having 42.8 percent alcohol)	Rs.1306/- per Litre Rs.1741/- per LP Litre	Rs.1390/- per Litre Rs.1853/- per LP Litre
2208.50.93	Readymade Liquor of 30 u.p. power (having 39.94 percent alcohol)	Rs.1215/- per Litre Rs.1735/- per LP Litre	Rs.1290/- per Litre Rs.1843/- per LP Litre
2208.50.99	Others	Rs.1750/- per Litre Rs.2059/- per LP Litre	Rs.1860/- per Litre Rs.2188/- per LP Litre
	Vodka		
2208.60.10	Alcoholic fluids including spirits used as raw materials of Vodka	Rs 228 per Litre	Rs 235 per Litre
	Other		
2208.60.91	Readymade Liquor of 15 u.p. power (having 48.5 percent alcohol)	Rs.1750/- per Litre Rs.2059/- per LP Litre	Rs.1860/- per Litre Rs.2188/- per LP Litre
2208.60.92	Readymade Liquor of 25 u.p. power (having 42.8 percent alcohol)	Rs.1306/- per Litre Rs.1741/- per LP Litre	Rs.1390/- per Litre Rs.1853/- per LP Litre
2208.60.93	Readymade Liquor of 30 u.p. power (having 39.94 percent alcohol)	Rs.1215/- per Litre Rs.1735/- per LP Litre	Rs.1290/- per Litre Rs.1843/- per LP Litre
2208.60.99	Other	Rs.1750/- per Litre Rs.2059/- per LP Litre	Rs.1860/- per Litre Rs.2188/- per LP Litre
	Liquors and cordials		
2208.70.10	Alcoholic fluids including spirits used as raw materials of Liqueurs and cordials	Rs 228 per Litre	Rs 235 per Litre
	Other		
2208.70.91	Readymade Liquor of 15 u.p. power (having 48.5 percent alcohol)	Rs.1750/- per Litre Rs.2059/- per LP Litre	Rs.1860/- per Litre Rs.2188/- per LP Litre
2208.70.92	Readymade Liquor of 25 u.p. power (having 42.8 percent alcohol)	Rs.1306/- per Litre Rs.1741/- per LP Litre	Rs.1390/- per Litre Rs.1853/- per LP Litre
2208.70.93	Readymade Liquor of 30 u.p. power (having 39.94 percent alcohol)	Rs.1215/- per Litre Rs.1735/- per LP Litre	Rs.1290/- per Litre Rs.1843/- per LP Litre
2208.70.99	Other	Rs.1750/- per Litre Rs.2059/- per LP Litre	Rs.1860/- per Litre Rs.2188/- per LP Litre
	Other		
2208.90.10	Alcoholic fluids including spirits used as raw materials of Liquor	Rs 228 per Litre	Rs 235 per Litre
	Other		
2208.90.91	Liquor of 15 u.p. power (having 48.5 percent alcohol)	Rs.1750/- per Litre Rs.2059/- per LP Litre	Rs.1860/- per Litre Rs.2188/- per LP Litre
2208.90.92	Liquor of 25 u.p. power (having 42.8 percent alcohol)	Rs.1306/- per Litre Rs.1741/- per LP Litre	Rs.1390/- per Litre Rs.1853/- per LP Litre
2208.90.93	Liquor of 30 u.p. power (having 39.94 percent alcohol)	Rs.1215/- per Litre Rs.1735/- per LP Litre	Rs.1290/- per Litre Rs.1843/- per LP Litre

2208.90.94	Liquor of 40 u.p. power (having 34.23 percent alcohol)	Rs.610/- per Litre Rs.1017/- per LP Litre	Rs.650/- per Litre Rs.1083/- per LP Litre
2208.90.95	Liquor of 50 u.p. power (having 28.53 percent alcohol)	Rs.472/- per Litre Rs.944/- per LP Litre	Rs.490/- per Litre Rs.980/- per LP Litre
2208.90.96	Liquor of 70 u.p. power (having 17.12 percent alcohol)	Rs.42/- per Litre Rs.138/- per LP Litre	Rs.60/- per Litre Rs.200/- per LP Litre
2208.90.99	Other	Rs.1750/- per Litre Rs.2059/- per LP Litre	Rs.1860/- per Litre Rs.2188/- per LP Litre
2208.70.20	Alcoholic ready-made drinks (containing upto 5% alcohol)	-	Rs 240 per Litre
23.09	Ready made goods used as food of animals		
2309.00.10	Food for dog or cat kept for retail sale	10	20
24.02	Cigars, cheroots, cigarillos and cigarettes, of tobacco or of tobacco substitutes.		
2402.10.00	Cigars, cheroots and cigarillos, containing tobacco	Rs.30 per stick	Rs.31 per stick
	Cigarettes containing tobacco		
2402.20.10	Not filtered	Rs.710 per m	Rs.778 per m
	Filtered		
2402.20.21	In a length up to 70 mm.	Rs 1635 per m	Rs 1792 per m
2402.20.22	In a length from 70 mm. up to 75 mm.	Rs 2225 per m	Rs 2441 per m
2402.20.23	In a length from 75 mm. up to 85 mm.	Rs 2880 per m	Rs 3213 per m
2402.20.24	In a length more than 85 mm.	Rs 3965 per m	Rs 4410 per m
	Other		
2402.90.10	Readymade beedi	Rs 94 per m	Rs 96 per m
2402.90.20	All kinds of cigar	Rs 30 per stick	Rs.31 per stick
2402.90.90	Other	Rs 30 per stick	Rs.31 per stick
24.03	Other manufactured tobacco and manufactured tobacco substitutes; “homogenized” or “reconstituted” tobacco; tobacco extracts and essences		
	Smoking tobacco, whether or not containing tobacco substitutes in any proportion:		
2403.19.20	Processed Tobacco for Cigarette and Beedies	Rs 343 per kg	Rs 350 per kg
2403.19.90	Other	Rs 343 per kg	Rs 350 per kg
	Other		
2403.91.00	“Homogenized” or “reconstituted” tobacco	Rs 460 per kg	Rs 500 per kg
	Other		
2403.99.10	Jarda, Khaini, Snuff, Ghutka and similar preparations containing chewing tobacco	Rs 821 per kg	Rs 880 per kg
2403.99.20	Packed chewing tobacco, to be mixed in lime, put up for retail sale	Rs 460 per kg	Rs 480 per kg
2403.99.30	Cut tobacco, dust tobacco not for retail sale	Rs 460 per kg	Rs 520 per kg
	Other		
2403.99.91	Hukka flavour	Rs 1400 per kg	Rs 1500 per kg
2403.99.99	Other	Rs 460 per kg	Rs 1500 per kg

24.04	Tobacco, reconstituted tobacco, nicotine, tobacco or nicotine substitute products intended to be inhaled without burning, other nicotine-containing products intended to deliver nicotine to the human body		
	Products intended to be inhaled without burning		
2404.11.00	Tobacco or reconstituted tobacco	Rs 460 per kg	40%
2404.12.00	Other containing nicotine	Rs 460 per kg	
2404.12.10	Electric cigarette(vape)	-	40%
2404.12.20	Other	-	40%
2404.19.00	Other	Rs 460 per kg	40%
2404.91.00	For oral use	80	40%
2404.92.00	For use through the skin(transdermal)	80	40%
2404.99.00	Other	80	40%
25.15	Marble, travertine, ecaussine and other Calcareous monumental or building stone of an apparent specific gravity of 2.5 or more, and alabaster, whether or not roughly trimmed or merely cut, by sawing or otherwise, into blocks or slabs of a rectangular (including square) shape		
	Marble and travertine		
2515.12.00	Merely cut, by sawing or otherwise, into blocks or slabs of a rectangular (including square) shape	5	25
2515.20.00	Ecaussine and other calcareous monumental or building stone; alabaster	5	25
2515.12.90	Others	-	25
25.16	Granite, porphyry, basalt, sandstone and other monumental or building stone, whether or not roughly trimmed or merely cut, by sawing or otherwise, into blocks or slabs of a rectangular (including square) shape		
	Granite:		
2516.12.00	Merely cut, by sawing or otherwise, into blocks or slabs of a rectangular (including square) shape	15	25
2516.12.90	Others	-	25
	Sandstone		
2516.20.10	Merely cut, or uncut rectangular shape (pebbles), up to 2.5 inch	15	25
2516.20.20	Merely cut, or uncut pebbles of more than 2.5 inch	15	25
2516.20.30	Merely cut, or uncut pebbles and mixture of sand, sandstone	15	25
2516.90.00	Other monumental or building stone	15	25
25.23	Portland cement, aluminous cement, slag cement, supersulphate cement and similar hydraulic cements, whether or not colored or in the form of clinkers		
	Portland cement		
2523.21.00	White cement, whether or not artificially Colored	Rs 220 per MT	5
2523.29.00	Other (brown Portland cement)	Rs 220 per MT	5
2523.30.00	Aluminous cement	Rs 220 per MT	5
2523.90.00	Other hydraulic cements	Rs 220 per MT	5
32.08	Paints and varnishes (including enamels and lacquers) based on synthetic polymers or chemically modified		

	natural polymers, dispersed or dissolved in a non-aqueous medium; solutions as defined in Note 4 to this Chapter		
3307.20.00	Personal deodorants and antiperspirants	15	20
34.01	Soap and surface-active organic products and preparations in the form of bars, cakes, molded pieces or shapes, paper, mats, mats and nonwovens impregnated, coated or covered with soap or detergent:		
35.06	Prepared glues and other prepared adhesives, not elsewhere specified or included; products suitable for use as glues and adhesives, put up for retail sale, weighing not more than 1 kg.		
3506.10.00	Products of a net weight not exceeding 1 kg, put up for retail sale as glues and adhesives, suitable for use as glues and adhesives.	-	5
	Other	-	
3506.91.00	Adhesives based on polymers or rubber of headings 39.01 to 39.13	-	5
3506.99.00	Other	-	5
38.19	Hydraulic brake fluids and other prepared fluids for hydraulic transmission, not containing petroleum oils or oils obtained from bituminous minerals or containing less than 70% by weight of oils obtained from bituminous minerals.		
3819.00.10	Hydraulic brake fluids	-	10
3819.00.90	Other	-	10
38.24	Prepared binders for foundry moulds or cores; chemical products and preparations of the chemical or allied industries (including those containing mixtures of natural products), not elsewhere specified or included.		
3824.40.00	Additives for cement, mortar and concrete	-	5
3824.50.00	Non-refractory mortar and concrete	-	5
39.16	Rods, sticks and profile shapes, of plastics, whether or not surface-worked but not further worked, monofilaments of which any cross-sectional dimension exceeds 1 mm.		
3916.10.00	Polymers of ethylene	-	5
3916.20.00	Vinyl chloride polymers	-	5
3916.90.00	Other plastics	-	5
39.18	Self-adhesive or non-adhesive floor coverings of plastics in the form of tiles or in rolls; wall or ceiling coverings of plastics as defined in Note 9 to this Part. Polymer of vinyl chloride		
3918.10.10	Floor coverings in the form of tiles or rolls	5	10
3918.10.90	Other	5	10
	Other plastics		
3918.90.10	Floor coverings in the form of tiles or rolls	5	10

3918.90.90	Other	5	10
39.23	Articles for the conveyance or packing of goods, of plastics; stoppers, lids, caps and other closures, of plastics		
	Boxes, cases, crates and similar articles:		
3923.30.90	Other	5	15
44.02	Round wood, whether assembled or not, including round shells or nuts		
4402.90.10	Charcoal used in hookahs	-	15
4402.90.90	Other	-	15
44.12	Plywood, veneered panels and similar laminated wood		
48.14	Wallpaper and similar wall coverings; window transparencies of paper.		
4814.20.00	Wallpaper and similar wall coverings made of paper coated or covered with a sheet of plastics, grained, embossed, colored, patterned or otherwise decorated on the face side.	-	10
4814.90.00	Other	-	10
48.23	Other paper, paperboard, cellulose wadding and webs of cellulose fibers, cut to size or shape; other articles of paper pulp, paper, paperboard, cellulose wadding or webs of cellulose fibers.		
	-Paper or paper-based trays, dishes, plates, cups and the like:		
4823.61.00	Of bamboo	-	10
4823.69	other	-	10
4823.70	Products made by molding or pressing paper pulp	-	10
6802.10.00	Tiles, cubes and similar articles, whether or not rectangular (including square), the largest side of which is capable of being enclosed in a square edge of less than 7 cm in length; artificially ground grains, pebbles, flakes, pieces and dust.		15
6802.21.00	Marble, travertine and alabaster	5	15
6802.29.00	Other stone	5	15
	Other		
6802.91.00	Marble, travertine and alabaster	5	15
6802.92.00	Other calcareous stone	5	15
6802.99.00	Other stone	5	15
68.07	Panels, boards, tiles, blocks, and similar items made of vegetable fibers, straw, wood shavings, chips, fine pieces, dust, and other residues, bonded together with a binder of cement, plaster, or other mineral substances.		
6808.00.10	Boards of various thicknesses made from a mixture of wood dust, cement, and various winding chemicals	5	10
6808.00.90	Other	5	10

68.10	Reinforced or unreinforced cement concrete or artificial stone products		
	Tiles, flagstones, bricks and similar items		
	Building blocks and bricks		
6810.11.10	Autoclaved aerated concrete blocks (AAC blocks/cars)	5	10
6810.11.90	Other	5	10
	Other		
6810.19.10	Unfired modified clay material (MCM)Travertine	5	15
6810.19.90	Other	5	10
	Other items		
6810.91.00	Prefabricated structural components for construction or civil engineering	5	10
6810.99.00	Other	5	10
68.11	Goods of asbestos-cement, cellulose fiber-cement or similar materials		
6811.40.00	Containing asbestos	5	10
	Not containing asbestos		
6811.81.00	Corrugated sheets	5	10
6811.82.00	Other boards, panels, tiles and similar articles	5	10
6811.89.00	Other goods	5	10
68.13	Friction material and articles thereof (for example, sheets, rolls, strips, segments, discs, washers, pads), not mounted, for brakes, for clutches or the like, with a basis of asbestos, of other mineral substances or of cellulose, whether or not combined with textile or other materials		
	Containing asbestos		
6813.20.10	Brake linings and pads	5	10
6813.20.90	other	5	10
	Not containing asbestos:		
6813.81.00	Brake linings and pads	5	10
6813.89.00	Other	5	10
70.10	Carboys, bottles, flasks, jars, pots, vials, ampoules and other containers of a kind used for the conveyance or packing of goods; glass preserving jars; glass jars, stoppers, lids and other closures		
7010.20.00	Stoppers, plugs, lids, and other closing caps	-	5
7010.90.00	Other	-	5
73.18	Screws, bolts, nuts, coach screws, screw hooks, rivet cotter pins, washers (including spring washers) and similar articles of iron or steel		
	Items with broken seals:		
7318.11.00	Coach screws	-	Rs.2500 per MT
7318.12.00	Other wooden screws	-	Rs.2500 per MT
7318.13.00	Screw hooks and rings	-	Rs.2500 per MT
7318.14.00	Self-tapping screws	-	Rs.2500 per MT
7318.15.00	Other screws and bolts, with or without their nuts or washers.	-	Rs.2500 per MT
7318.16.00	Nuts	-	Rs.2500 per MT
7318.19.00	Other	-	Rs.2500 per MT
	Items with uncut seals:		

7318.21.00	Spring washers and other lock washers	-	Rs.2500 per MT
7318.22.00	Other washers	-	Rs.2500 per MT
7318.23.00	Rivets	-	Rs.2500 per MT
7318.24.00	Cotters and cotter pins	-	Rs.2500 per MT
7318.29.00	Other	-	Rs.2500 per MT
76.04	Aluminum rods, bars and profiles		
	Unalloyed aluminum		
7604.10.10	Profiles	-	10
76.10	Aluminum structures (other than prefabricated buildings of heading 94.06) and parts of structures (for example, bridges and bridge-sections, piers, lattice masts, roofs, roof trusses, windows, doors and their frames and thresholds for doors, platforms, pillars and columns); extruded aluminum sheets, rods, profiles, channels and similar articles, for use in structures.		
7610.10.00	Doors, windows and their frames, and door thresholds	-	20
7610.90.00	Other	-	20
82.12	Shaving appliances (razors) and their blades (including unfinished razor blades in strip form—blade blanks)		
8212.10.00	Shaving appliances (razors)	-	5
8212.20.00	Blades for safety razors, including unfinished razor blades (blade blanks) in strip form.	-	5
8212.90.00	Other parts	-	5
82.14	Other articles of cutlery (for example, hair clippers, butchers' or kitchen cleavers, chopping and mincing knives, paper-cutting knives); manicure and pedicure sets and instruments (including nail files)		
	Paper-cutting knives, letter openers, erasing knives (razor-type), pencil sharpeners, and similar blades		
8214.10.10	Paper-cutting knives, letter openers, erasing knives (razor type), and similar blades.	-	5
8214.20.00	Manicure or pedicure sets and instruments (including nail files)	-	5
8214.90.00	Other	-	5
82.15	Spoons, forks, ladles, skimmers, cake servers, fish slicers, butter servers, sugar tongs, and similar articles used in the kitchen or at the dining table		
8215.10.00	Sets of mixed articles with at least one item plated with precious metal.	-	5
8215.20.00	Other sets of assorted goods	-	5
	Other		
8215.91.00	Plated with precious metal	-	5
8215.99.00	Other	-	5
83.01	Padlocks and locks (key, combination or electrically operated), of base metal; clasps and frames with clasps, incorporating locks, of base metal; keys for any of the foregoing articles, of base metal		
8301.10.00	Padlock	-	5
8301.30.00	Locks used in furniture	-	5
8301.40.00	Other locks	-	5
8301.50.00	Frames with shutters including shutters and locks	-	5
8301.60.00	Parts	-	5
8301.70.00	Keys presented separately	-	5

83.02	Base metal mountings, fittings and similar articles suitable for furniture, doors, staircases, windows, blinds, coachwork, saddlery, trunks, chests, caskets or the like; base metal hatracks, hat-pegs, brackets and similar fixtures; castors with mountings of base metal; automatic door closers of base metal		
8302.10.00	Hinges	-	5
8302.20.00	Castors	-	5
	Other mounting fittings and similar articles		
8302.41.00	Suitable for building	-	5
8302.42.00	Other, suitable for furniture	-	5
8302.49.00	Other	-	5
8302.50.00	Hat racks, hat pegs, brackets, and similar fittings	-	5
8302.60.00	Automatic door closers	-	5
84.19	Non-electric appliances and equipment for treating materials by processes involving a change of temperature such as heating, cooking, roasting, distilling, rectifying, sterilizing, pasteurizing, steaming, drying, evaporating, vaporizing, condensing or cooling, other than those of heading 85.14; industrial machinery, plant or laboratory equipment, other than machinery or plant of a kind used for domestic purposes; and water heaters (non-electric), including storage or instantaneous water heaters, and tanks for water storage		
	Other		
8419.89.10	Cooling tower	-	5
8419.89.90	Other	-	5
84.71	Automatic data processing machines and units thereof; magnetic or optical readers, machines for transmitting data in coded form to data processing systems and machines for processing such data, not elsewhere specified or included		
	Portable automatic data processing machines, having at least a central processing unit, a keyboard, and a display, and weighing not more than 10 kg:		
8471.30.10	Laptops and notebooks	-	5
8471.30.20	Tablet	-	5
	Other automatic data processing machines:		
	Whether combined or not, having at least one central processing unit and one input/output unit within a single housing:		
8471.41.10	Interactive conference terminal	-	20
8471.41.90	Other	-	5
	Processing units, other than those of subheadings 8471.41 and 8471.49, whether or not incorporating one or two of the following in the same housing: storage unit, input unit, output unit		
8471.50.10	Computer servers and network servers	-	5
	Storage units:		
8471.70.10	Computer hard disk, internal	-	5
85.07	Electric accumulators, including separators therefor, whether or not rectangular (including square)		
8507.10.00	Lead-acid, of a kind used for starting piston engines	10	15
8507.20.00	Other lead-acid accumulators	10	15

8507.30.00	Nickel-cadmium	5	10
8507.50.00	Nickel-metal hydrid	5	10
8507.60.00	Lithium ion	-	5
	Other accumulator		
8507.80.010	Power bank (battery pack)	10	15
8507.80.90	Other	10	15
85.17	Telephone sets, including telephones for 140 cellular networks or for other wireless networks; other apparatus for the transmission or reception of voice, images or other data, including apparatus for communication in a wired or wireless network (such as a local or wide area network), other than transmission or reception apparatus of heading 84.43, 85.25, 85.27 or 85.28		
	Telephone sets, including telephones for cellular networks or for other wireless networks:		
8517.14.00	Telephones for cellular networks or for other wireless networks	2.5	5
85.18	Microphones and stands therefor; loudspeakers, whether or not mounted in their enclosures; headphones and earphones, whether or not combined with a microphone, and sets consisting of a microphone and one or more loudspeakers; audio-frequency electric amplifiers; electric sound amplifier sets		
8518.10.00	Microphones and stands therefor	10	15
85.23	Discs, tapes, solid-state non-volatile storage devices, "smart cards" and other media for the recording of sound or of other phenomena, whether or not recorded, including matrices and masters for the production of discs, but excluding products of Chapter 37		
	Magnetic media:		
8523.21.00	Cards with magnetic strips	-	5
8523.29.00	Other	5	10
	Optical media:		
8523.41.00	Unrecorded	5	10
	Other		
8523.49.10	With software	5	10
8523.49.90	Other	5	10
	Semiconductor media:		
8523.51.00	Solid-state non-volatile storage devices	5	10
	Smart cards		
8523.52.10	Sim card	5	10
8523.52.20	Memory card	5	10
8523.52.90	other	5	10
85.25	Transmission apparatus for radiobroadcasting or television, whether or not incorporating reception apparatus or sound recording or reproducing apparatus; television cameras, digital cameras and video camera recorders		
	High-speed machines as referred to in Note 1 to this subheading		
8525.81.40	CCTV cameras	-	5
	Other items, as specified in Note 2 to this subheading, that are radiation-hardened or radiation-tolerant based on specification		

8525.82.40	CCTV cameras	-	5
	Other items, as specified in Note 3 to this subheading, that are night vision devices		
8525.83.40	CCTV cameras	-	5
	Other		
8525.89.40	CCTV cameras	-	5
85.43	Electrical machines and apparatus, having individual functions, not specified or included elsewhere in this Chapter.		
8543.40.00	Electronic cigarettes and similar personal electric vaporizing devices.	30	60
	Spare parts:		
8543.90.10	Parts of electronic cigarettes (e-cigarettes) and similar personal electric vaporizing devices	-	60
8534.90.90	Other	-	5
85.44	Insulated (including enameled or anodized) wire, cable (including co-axial cable) and other insulated electric conductors, whether or not fitted with connectors; optical fiber cables, made up of individually sheathed fibers, whether or not assembled with electric conductors or fitted with connectors		
	Other electric conductors, for a voltage not exceeding 1000 V:		
8544.70.00	Optical fiber cables	10	15
87.02	Motor vehicles for the transport of ten or more persons, including the driver		
	With electric propulsion motor:		
	Other motor vehicles:		
8702.40.41	Unassembled units	-	5
8702.40.49	Other	-	5
87.03	Motor cars and other motor vehicles principally designed for the transports of persons (other than those of Heading 87.02), including station wagons and racing cars.		
	Other vehicles, with both spark-ignition internal combustion reciprocating piston engine and electric motor as motors for propulsion, other than those capable of being charged by plugging to external source of electric power		
8703.40.10	Unassembled units	45	60
8703.40.90	Other	45	60
	Other vehicles, with both compression ignition internal combustion piston engine (diesel or semi-diesel) and electric motor as motors for propulsion, other than those capable of being charged by plugging to external source of electric power		
8703.50.10	Unassembled units	45	60
8703.50.90	Other	45	60
	Other vehicles, with both spark-ignition internal combustion reciprocating piston engine and electric motor as motors for propulsion, capable of being charged by plugging to external source of electric power		
8703.60.10	Unassembled units	45	60
8703.60.90	Other	45	60
	Other vehicles, with both compression ignition internal combustion piston engine (diesel or semi-diesel) and		

	electric motor as motors for propulsion, capable of being charged by plugging to external source of electric power		
8703.70.10	Unassembled units	45	60
8703.70.90	Other	45	60
	Other vehicles, equipped with an electric propulsion motor		
	Other, with motor not exceeding 50 kilowatts:		
8703.80.21	Unassembled units	-	5
8703.80.29	Other	-	5
	Other, with motor exceeding 50 kilowatts but not exceeding 100 kilowatts:		
8703.80.51	Unassembled units	-	15
8703.80.59	Other	-	15
	Other, with motor exceeding 100 kilowatts but not exceeding 200 kilowatts:		
8703.80.61	Unassembled units	-	20
	Other, with motor exceeding 200 kilowatts but not exceeding 300 kilowatts:		
8703.80.71	Unassembled units	-	35
	Other, with motor not exceeding 300 kilowatts:		
8703.80.81	Unassembled units	-	50
87.04	Motor vehicles for the transport of goods		
	Others, equipped with an electric propulsion motor		
	Pick-up trucks for transporting basic goods		
8704.60.31	single-cab pickup vehicle designed for transporting goods and carrying only two persons including the driver	-	5
8704.60.32	double-cab pickup vehicle designed for transporting goods and carrying more than two persons including the driver	-	10
	vehicles used for the transportation of goods		
870.60.41	Lorries, trucks, tankers, dumpers, and other similar means of transport	-	5
870.60.41	Container-attached truck	-	5
870.60.49	Other	-	5
870.60.50	Garbage collection and transport vehicles equipped with compactors (compressing cylinders)	-	5
	Tankers:		
8704.60.61	Tankers specially designed for the transportation of milk	-	5
8704.60.62	Bulk tanker trucks specially designed for the transportation of liquified petroleum gas (LPG)	-	5
8704.60.69	Other	-	5
8704.60.70	Delivery van	-	5
8704.60.90	Other	-	5
87.11	Motorcycles (including mopeds) and cycles fitted with an auxiliary motor with or without side-cars; side-cars		
	With reciprocating internal combustion piston engine of a cylinder capacity exceeding 250 cc but not exceeding 400 cc:		
8711.30.11	Unassembled units	-	60
8711.30.19	Other	-	60
	With reciprocating internal combustion piston engine of a cylinder capacity exceeding 400 cc but not exceeding 500 cc:		
8711.30.91	Unassembled units	-	60
8711.30.99	Other	-	80

94.04	Beds and cots; bedding articles and similar furnishing items (such as mattresses, quilts, hammocks, cushions, upholstered steel and platforms), whether or not fitted with springs, clearly defined, or stripped, with or without cellular rubber or plastics covering.		
	Mattresses:		
9404.21.00	Covered or uncovered, made of cellular rubber or plastic	-	10
9404.29.00	Of other materials	-	10
9404.90.00	Other	-	10
96.14	Smoking pipes (including pipe bowls) and cigarette and cigar holders, and surface cartridges.	-	15
9614.00.00			
96.16	Perfume sprays (scent sprays) and similar cleaning sprays (toilet sprays) and surface mounts and handles; powder puffs and pads used for cosmetic or cleaning purposes		
9616.10.00	Perfume sprays and similar cleaning sprays (toilet sprays), along with surface mounts and heads.	-	10
9616.20.00	Powder puffs and pads used for cosmetic and cleaning purposes.	-	10
96.17	Prepared vacuum flasks and other vacuum vessels; their internal parts excluding glass.		
9617.00.10	Prepared vacuum flasks	-	5
9617.00.20	Other prepared vacuum vessels	-	5
96.18	Human mannequins (dummies) and other human figures for shop displays; automatic devices with movable models of humans or animals used for decorating shop windows, and other animated displays.	-	15
9618.00.00			

Decrease in Excise Rates

Heading/Sub heading	Description of Product/Goods or Service	Existing Rate of Excise Duty	Revised Rate of Excise Duty
1404.90.60	Argelli's Bark	10	Removed
72.07	Semi-finished products of iron or non-alloy steel		
	Containing by weight less than 0.25% of carbon		
	Of rectangular (including square) cross Section, the width measuring less than twice the thickness	Rs. 2500 per MT	Removed
7207.11.00			
7207.12.00	Other, of rectangular (other than square) cross-Section	Rs. 2500 per MT	Removed
7207.19.00	Other	Rs. 2500 per MT	Removed
7207.20.00	Containing by weight 0.25% or more of carbon	Rs. 2500 per MT	Removed
85.43	Electrical machines and apparatus, having individual functions, not specified or included elsewhere in this Chapter.		
8543.70.00	Other devices and equipment	30	5
87.03	Motor cars and other motor vehicles principally designed for the transports of persons (other than those of Heading 87.02), including station wagons and racing cars.		
	Other, with motor exceeding 100 kilowatts but not exceeding 200 kilowatts:		

8703.80.69	Other	30	20
	Other, with motor exceeding 200 kilowatts but not exceeding 300 kilowatts:		
8703.80.79	Other	45	35
	Other, with motor not exceeding 300 kilowatts:		
8703.80.89	Other	60	50
87.11	Bulk tanker trucks specially designed for the transportation of liquefied petroleum gas (LPG)"		
	With reciprocating internal combustion piston engine of a cylinder capacity exceeding 50 cc but not exceeding 250 cc:		
	Of unassembled condition		
8711.20.19	Exceeding 200 cc but not 250 cc	80	60
	Other		
8711.20.99	Exceeding 200 cc but not 250 cc	80	60
	With reciprocating internal combustion piston engine of a cylinder capacity exceeding 250 cc but not exceeding 500 cc:		
8711.30.10	Of unassembled condition	40	Removed
8711.30.90	Other	90	Removed

Addition in Notes to the Schedule

1. When calculating excise duty on alcohol, it will be calculated and collected at the rate per LP liter or per liter, whichever is higher.
2. If any liquor is used to make a cocktail, the tariff rate as per subheading 2206.00.40 shall be applied.
3. Ambulances, hearses, scooters up to 155 cc designed to be used by persons with disabilities and battery-operated tempo chassis shall not be subject to excise duty. The excise duty levied on the import of scooters used by persons with disabilities shall be waived at the relevant customs office on the recommendation of the Government of Nepal, the Ministry of Women, Children and Senior Citizens or the concerned District Administration Office. In addition, the excise duty paid on local purchase shall be refunded by the Department on the recommendation of the Government of Nepal, the Ministry of Women, Children and Senior Citizens or the concerned District Administration Office after such scooters are registered in the name of the person concerned at the Transport Management Office.
4. Excise duty will not be levied on cooked noodles (not ready to eat) produced using home-made technology.
5. No excise duty shall be levied on goods for personal use imported with exemption from customs duty under the facility provided in accordance with the notification regarding goods for personal use that passengers are allowed to bring and take away.
6. At least five buses with a seating capacity of forty or more. The buses and their chassis of the above capacity imported by cooperatives or associations and companies registered to operate in public transport for the above-mentioned purposes will be exempt from excise duty. The vehicles so imported will not be allowed to be sold, distributed, transferred or transferred in any way before the completion of ten years from the date of import. If the transfer, sale, distribution or transfer of rights before the completion of ten years, the full excise duty as per the prevailing law will be levied.

7. On the recommendation of the Government of Nepal, Ministry of Education, Science and Technology, **the import of two buses with a capacity of 30 seats or more for the purpose of transporting students by community educational institutions** shall be **exempt** from excise duty. Vehicles imported under this facility shall not be sold, distributed, transferred or transferred in any way before the completion of ten years. In case of sale, distribution, transfer or transfer of title before the completion of ten years, full excise duty shall be levied as per the prevailing law.
8. **Eighty percent** exemption will be given on the excise duty levied as per this excise duty schedule on the **production of brandy, wine and cider produced by local fruit-based industries** established in the most underdeveloped areas mentioned in Schedule-10 of the Industrial Business Act 2008-2076.
9. There will be **a thirty-five percent** exemption on excise duty on **wine falling** under subheading 2206.00.90 **produced from domestically produced** wines falling under headings 22.04, 22.05 and fruits other than grapes (excluding raisins, dried fruits, grape juice concentrate, or fruit juice concentrate).
10. Excise duty levied on the import of vehicles falling under headings 87.02, 87.03 and 87.11 in unassembled condition by an industry that assembles and manufactures vehicles and, on the preparation, produced by such industry. There will be a **fifty percent discount** on excise duty levied on the sale of vehicles.
11. Excise duty shall not be levied on domestic production of goods classified under **headings** 04.02, 08.03, 08.04, 08.06, 08.09, 08.12, 08.13, 09.04, 09.06, 09.10, 11.06, 12.07, 14.01, 14.04, 16.01, 16.02, 16.03, 16.04, 16.05, 20.01, 20.02, 20.03, 20.04, 20.06, 20.07, 20.08, 21.05, 24.01, 25.15, 25.16, 39.17, 39.18, 44.01, 44.02, 44.03, 44.04, 44.05, 44.06, 44.07, 44.09, 44.10, 44.11, 44.12, 44.13, 44.14, 44.18, 44.19, 44.20, 44.21, 48.03, 48.14, 68.02, 68.08, 68.09, 68.10, 68.11, 68.13, 69.07, 70.10, 72.09, 72.10, 72.11, 72.16, 72.23, 72.25, 72.29, 73.07, 73.08, 73.09, 73.12, 73.13, 73.14, 73.15, 73.17, 76.04, 76.10, 84.19, 85.25, 94.01, 94.03, 94.04, and 94.06, as well as **subheadings** 0802.80.00, 1517.90.00, 1701.13.10, 1701.14.10, 1704.10.00, 1904.10.10, 1904.10.91, 1904.20.00, 1904.30.00, 1905.10.00, 1905.32.00, 1905.90.30, 1905.90.70, 2005.40.00, 2005.60.00, 2005.91.00, 2101.12.00, 2106.90.10, 3506.10.00, 3824.40.00, 3921.90.92, 1905.20.00, 1905.40.00, 1905.90.50, 2005.10.00, 2005.51.00, 2005.70.00, 2005.99.00, 2101.20.00, 2202.99.30, 3506.91.00, 3824.50.00, 3923.10.20, 1704.90.00, 1904.10.99, 1904.90.90, 1905.31.00, 1905.90.10, 1905.90.60, 2005.20.90, 2005.59.00, 2005.80.00, 2101.11.00, 2101.30.00, 3307.41.00, 3506.99.00, 3921.90.11, 3924.10.10, 4818.10.00, 4818.50.00, 4823.69.00, 6405.20.10, 7320.10.90, 8507.30.00, 4818.20.00, 4818.90.00, 4823.70.00, 7311.00.20, 8507.10.00, 8507.50.00, 4818.30.00, 4823.61.00, 6404.11.10, 7311.00.90, 8507.20.00, 8507.60.00, 8507.80.10, 8507.80.90, and 8544.70.00.
12. Excise duty will be levied on goods falling under subheadings 2106.90.20, 2106.90.60 of Heading 21.06 and subheadings 2403.99.10, 2403.99.20, 2403.99.30 of Customs Heading 24.03 and subheadings 2404.11.00, 2404.12.00 and 2404.19.00 of Customs Heading 24.04, per kilogram of gross weight.
13. Five percent will be levied on domestic products of all subheadings under headings 18.06, 33.03, 33.04, 33.05, 33.06 and subheadings 3307.10.00, 3307.20.00, 3307.30.00, 3307.49.00, 3307.90.00, 8523.52, 8536.50.00.
14. Producers, importers or sellers of alcohol, beer and cigarettes shall publish a public notice and inform the public of the retail selling price of such goods at the beginning of the fiscal year and, in the event of a price change, immediately upon change.

15. The Director General may add digits to the eight-digit customs subheading prescribed for excise duty assignment purposes for statistical purposes.
16. The Department may, as required, define the definition of goods subject to excise duty and assign harmonized codes in consultation with the Customs Department.
17. The industry producing sanitary pads is classified under subheading 3920.49.90. Raw material PE film for sanitary pads and raw material perforated PE film of 3921.19.90 will not be subject to excise duty.
18. There will be a **sixty percent exemption** on excise duty on domestic products under headings 72.13, 72.14 and 72.15 and a **fifty percent exemption** on excise duty on domestic products under heading 72.17.
19. Excise duty exemption shall be granted when construction equipment, machinery, high storage capacity batteries and related parts and raw materials (steel sheets) required for the production, distribution and transmission line projects of electricity from water, solar and wind, and raw materials (steel sheets) required for the manufacture of such equipment are imported and supplied to the project by the concerned project or its contractor or project promoter upon the recommendation of the Board in case of operations with the approval of the Investment Board, the Alternative Energy Promotion Center in case of operations with the approval of the Alternative Energy Promotion Center, and in case of other projects (including projects operated by the Nepal Electricity Authority).
20. Excise duty exemption shall be granted on importation of equipment, machinery, tools, spare parts and construction materials required for the construction or establishment of an industrial zone or industrial village by the person constructing or establishing such zone or village or its contractor on the recommendation of the Investment Board. However, while making a recommendation pursuant to this point, the recommendation shall be made in accordance with the quantity mentioned in the detailed engineering design report for the construction or establishment of the industrial zone or industrial village.”
21. Industries that **manufacture or assemble electric vehicle charging machines** will be granted **exemption** from excise duty when importing them on the recommendation of the Department of Industries.
22. Required for the **industry of seasoning wood and wood-based materials**, Excise duty exemption will be granted on importation on the recommendation of the Department of Mill Machinery Industries.
23. Excise duty exemption will be granted on the import of machinery, equipment and tools required for **the construction of infrastructure for football, cricket and multi-purpose stadiums**, upon the recommendation of the Ministry of Youth and Sports.
24. Excise duty exemption will be granted on the import of machinery, equipment and tools required for green hydrogen production, upon the recommendation of the Ministry of Energy and Water Resources.