

Concise Tax Update (Nepal Budget)

Highlights from Tax Perspective


Financial Year: 2080 - 2081 [BS]
2023 - 2024 [AD]

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Contents

Includes all the amendments:

- Finance Bill, 2080
- Income Tax Act & Rules
- VAT Act & Schedule
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Foreword



Foreword (1/3)

Dear Readers,

I am pleased to present this comprehensive report on the changes in taxation proposed by the finance bill 2080 (2023). I am honored to share our insights and analysis on the outlook of the economy. The economic landscape of our nation has experienced both challenges and opportunities in recent times. The first half of FY23 has witnessed a negative fiscal balance, with declining revenues and stable expenditures. This has been attributed to lower imports and sluggish economic activity. However, amidst these challenges, the government has introduced significant changes in taxation through this finance bill in order to make the economy resilient, self-reliant, prosperous, inclusive, and integrated.

In this report, we delve deep into the implications and impact of the proposed tax reforms. We analyze the expected outcomes and assess the potential risks and opportunities associated with these changes. We believe that understanding the dynamics of the proposed taxation measures is crucial for businesses, investors, and individuals alike. By providing detailed insights and analysis, we aim to equip our readers with the knowledge and understanding necessary to navigate the evolving tax landscape.

As always, our organization remains committed to providing exceptional services and supporting our clients in achieving their goals. Thank you for your continued trust and support.



Warm Regards,
B.K. Agrawal, FCA
Managing Partner

Foreword (2/3)

➤ Address of the FM:

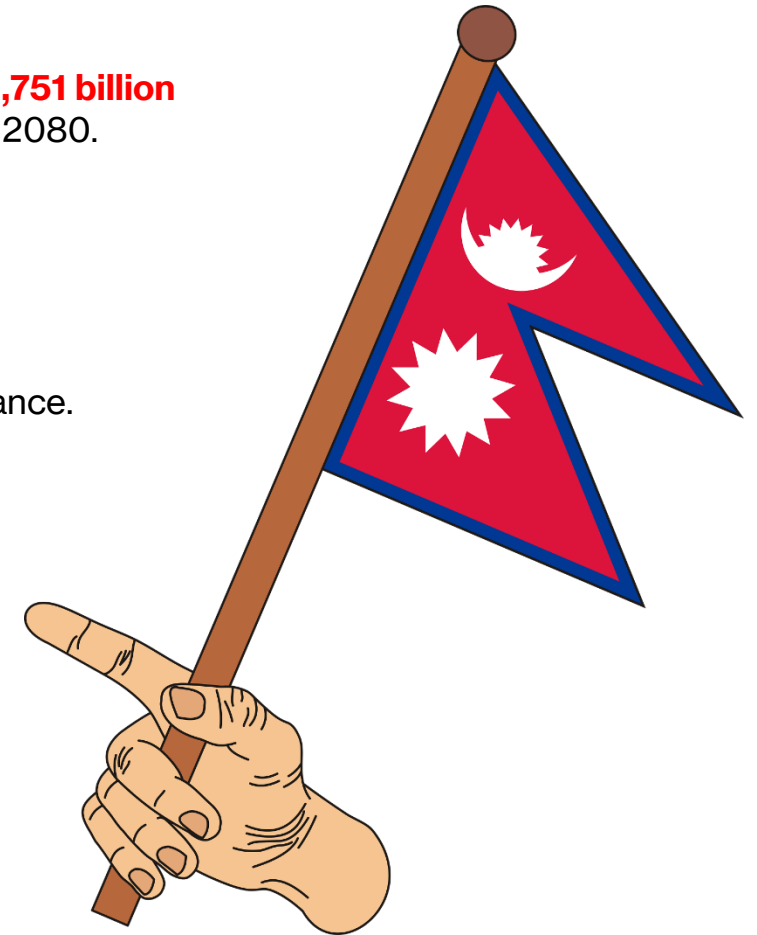
- ❑ The Honorable Finance Minister, Dr. Prakash Sharan Mahat presented annual budget of **NPR 1,751 billion** [PY NPR 1,793 billion] on May 29th, 2023, for the FY 2080-81 (2023-24) through Finance Bill, 2080.

➤ Objectives of this budget:

- ❑ To make the economy resilient, self-reliant, prosperous, inclusive, and integrated.
- ❑ To promote economic empowerment, social justice, and equality at the grassroots level.
- ❑ To ensure sustainable environmental conservation and create employment opportunities.
- ❑ To establish national economic sovereignty, strengthen federalism and establish good governance.
- ❑ To ensure effectiveness in budgetary systems to ensure judicious public spending.

➤ Priorities of this budget:

- ❑ Development of Agricultural, Energy, and Tourism Sector
- ❑ Industrial Development & Investment Promotion
- ❑ Social Sector Development and Social Security
- ❑ National Infrastructure Development
- ❑ Promotion of Digital & Green Economy
- ❑ Environmental Conservation, Climate Change adaptation, and Disaster Management
- ❑ Human Resource Development & Job-Creation
- ❑ Financial Sector Reforms
- ❑ Strengthening federalism and improving service delivery.
- ❑ Effective implementation of the fiscal system.



Foreword (3/3)

*Source: World Bank Report

➤ Current Scenario of the Economy:

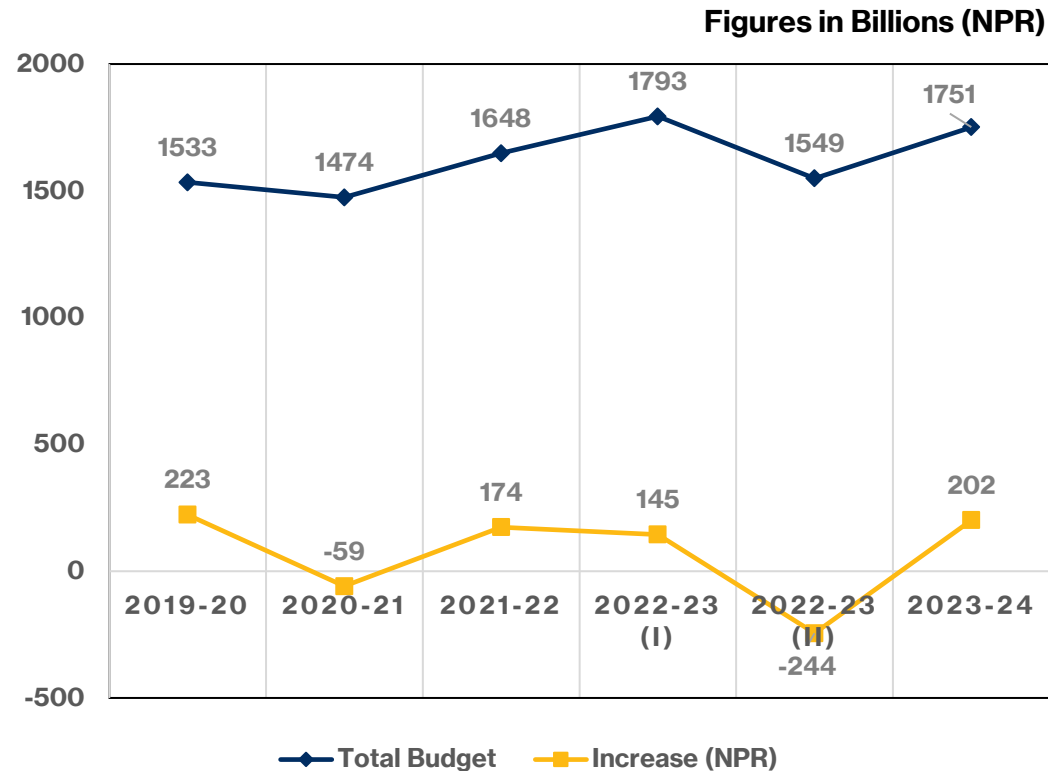
- After experiencing a strong rebound in the fiscal year 2021-2022 (FY22), the economic growth of the country slowed down in the first half of the fiscal year 2022-2023 (H1FY23). This deceleration was primarily due to tighter monetary policies, increased international prices, and the continuation of import restriction measures. While the services and agricultural sectors showed positive growth, the industrial sector contracted, leading to a slowdown in real GDP growth during Q1FY23.
- Several factors contributed to inflationary pressures during H1FY23. Food prices increased by 7.5 percent year-on-year, and non-food prices rose by 8.7 percent year-on-year. Higher vegetable prices, supply shocks in India impacting cereal grain prices, increased transportation costs due to rising global energy prices, & housing and utility prices played a role in the inflationary trend.
- The current account deficit, which had widened to 7.8 percent of GDP in FY21, reached a historic high of 12.8 percent of GDP in FY22. This was mainly due to a decline in remittances and a larger trade deficit.
- The reduction in the current account deficit allowed for the accumulation of foreign exchange reserves during H1FY23. By mid-January 2023, foreign exchange reserves had increased to USD 10.5 billion from USD 9.5 billion in mid-July 2022. This amount covers 9.4 months of concurrent imports, exceeding the policy floor of 7 months.
- Managing import demand through interest rate policies and attracting external financing sources is crucial to prevent import surges, avoid damaging restrictions, and maintain economic stability while mitigating risks in the balance of payments.
- Nepal heavily relies on imports for tax revenues, accounting for half of the total tax revenue through VAT, excise, and import duties. However, in the first half of FY23, Nepal experienced a negative fiscal balance, with decreased revenues and stable expenditures. The decline in revenue growth was a result of lower imports and sluggish economic activity.
- As a consequence, the public debt to GDP ratio increased from 35.6 percent to an estimated 38.3 percent between H1FY22 and H1FY23.
- The government had initially set an ambitious tax revenue target for FY23, but it was later adjusted downwards in a mid-term review. The review also reduced the budgeted revenue and expenditures, narrowing the budget deficit for the year.

Economic Indicators



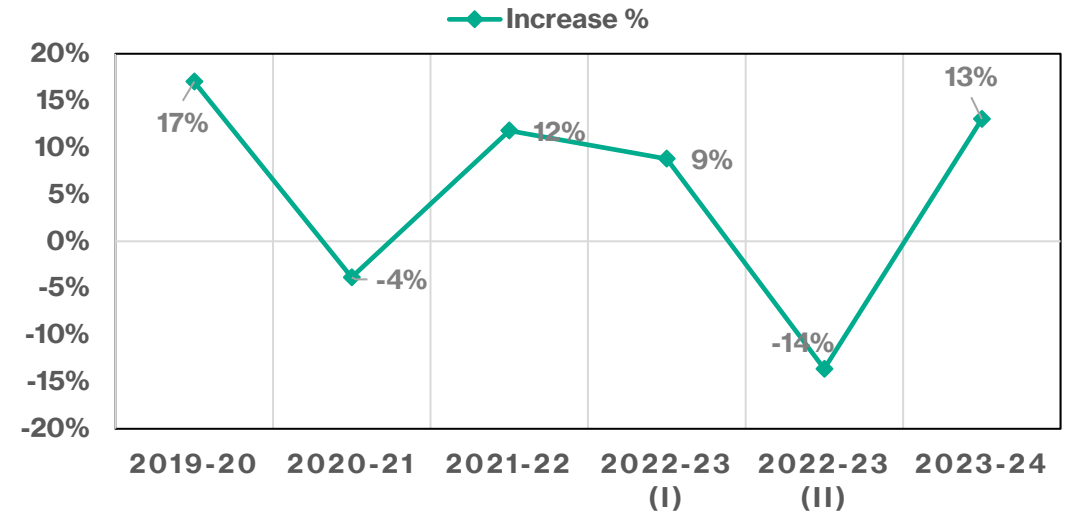
Economic Indicators (1/5)

Size of the Budget [2019 to 2024]:



*Source: Ministry of Finance, Nepal

- The government has announced the budget size of **NPR 1,751 billion** for FY 2080-81 (2023-24).
- There is an increase of **NPR 202 billion** from the mid-year revised budget size of FY 79-80. In terms of percentage, we can see **13 %** growth in the size of the budget.



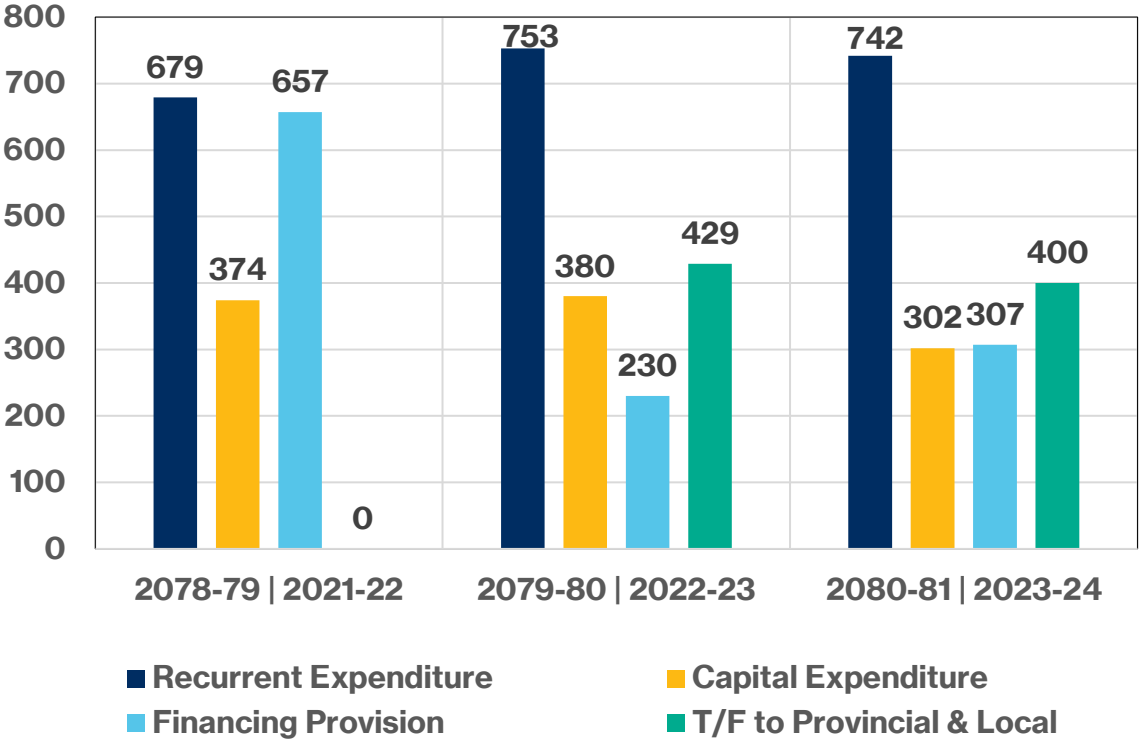
*Source: Ministry of Finance, Nepal

Economic Indicators (2/5)



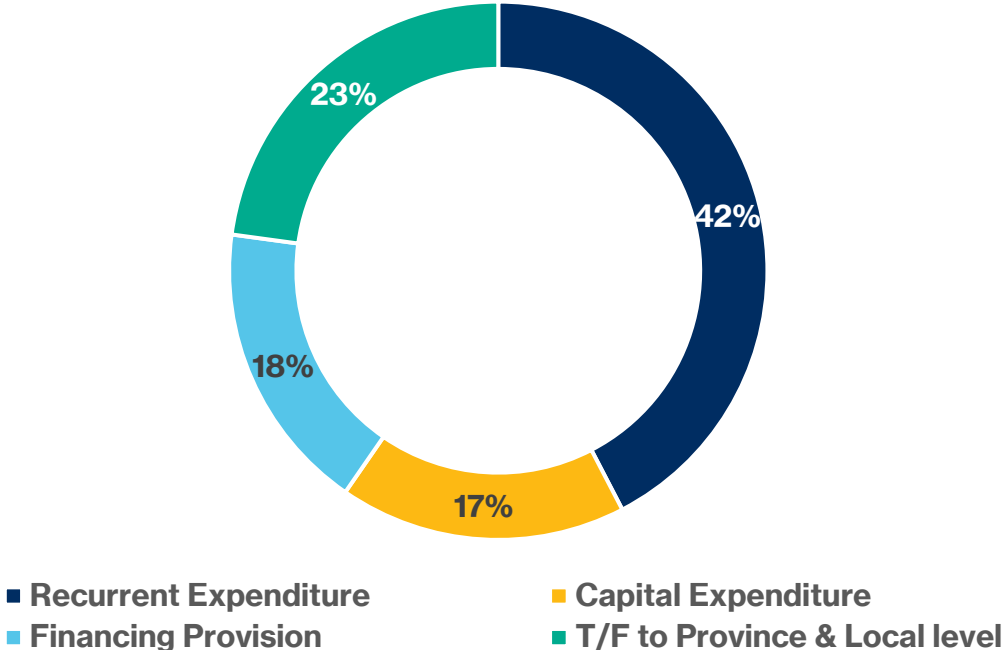
Application of Budget:

Figures in Billions (NPR)



*Source: Ministry of Finance, Nepal

Application of Budget in % for FY 2079-80 (2022-23)

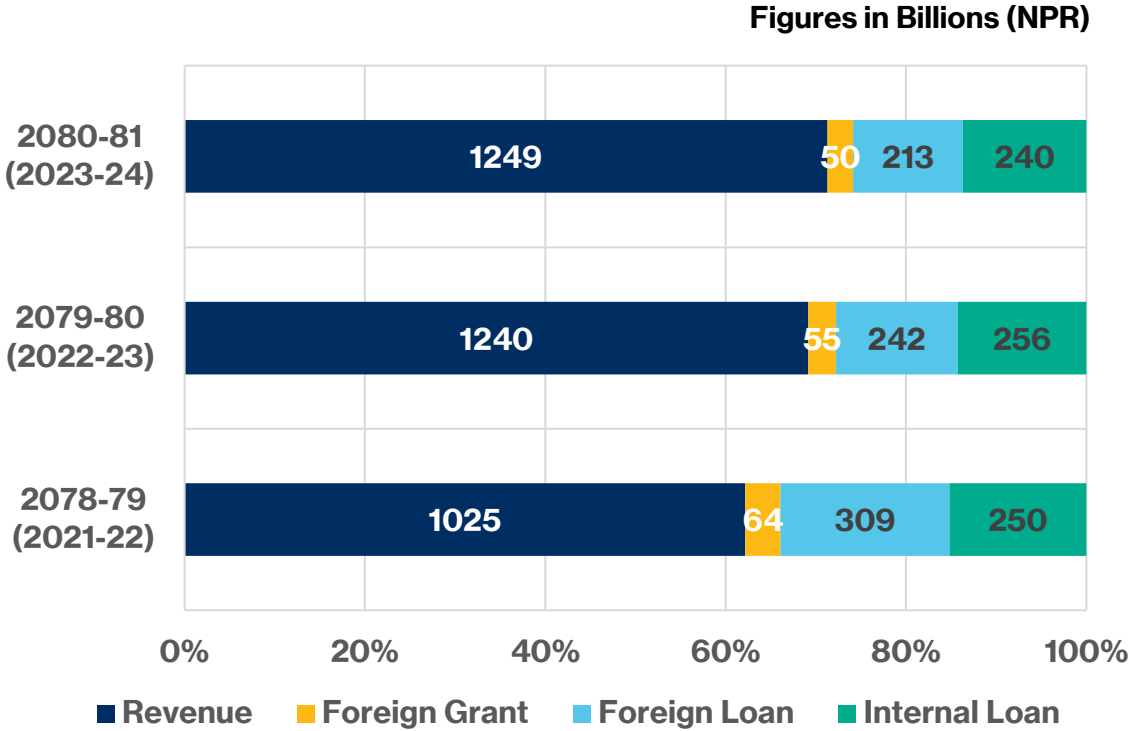


*Source: Ministry of Finance, Nepal



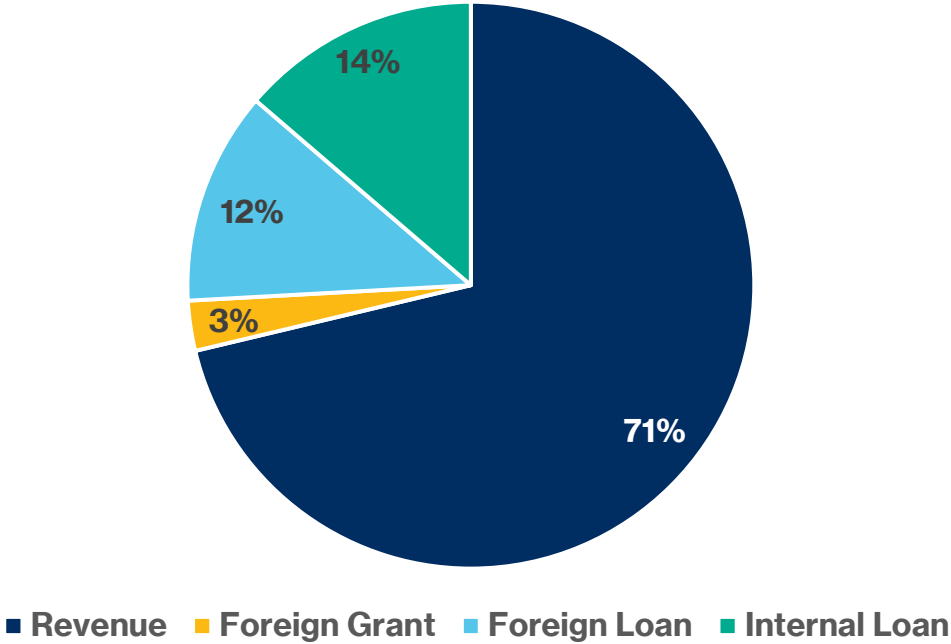
Economic Indicators (3/5)

Sources of Budget:



*Source: Ministry of Finance, Nepal

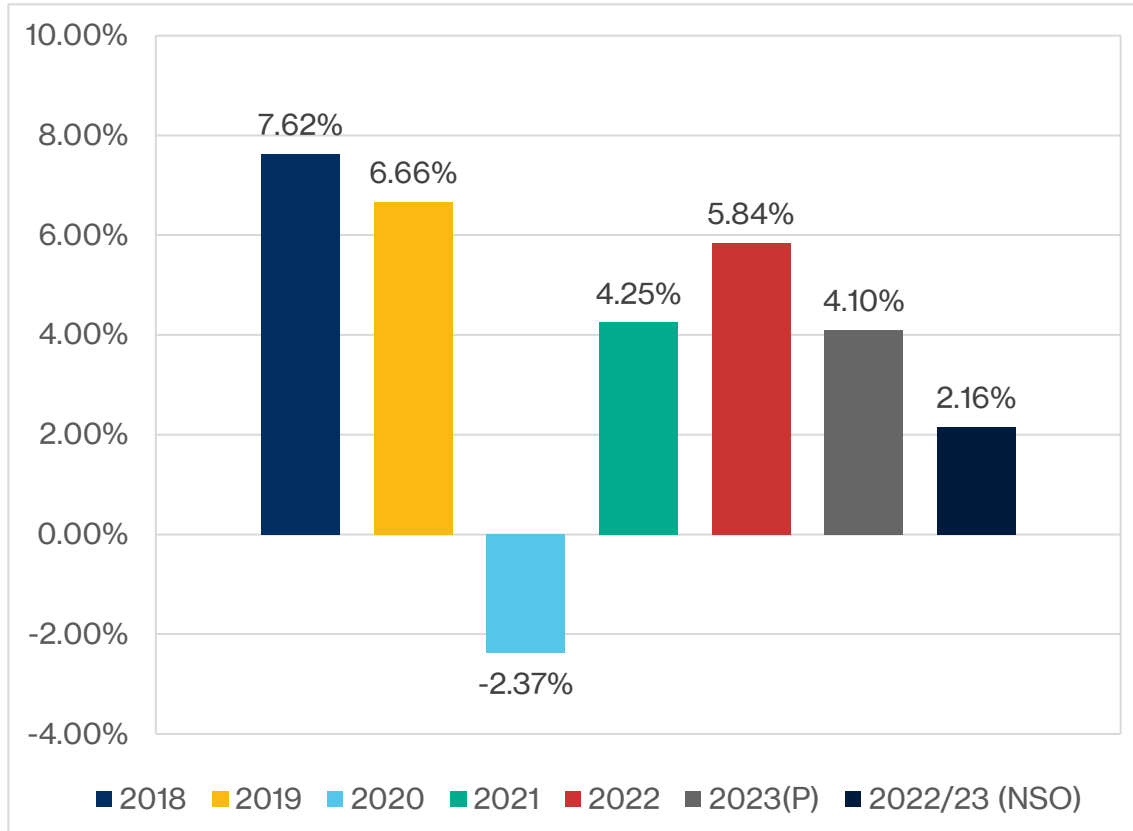
Sources of Budget in % for FY 2079-80 (2022-23)



*Source: Ministry of Finance, Nepal

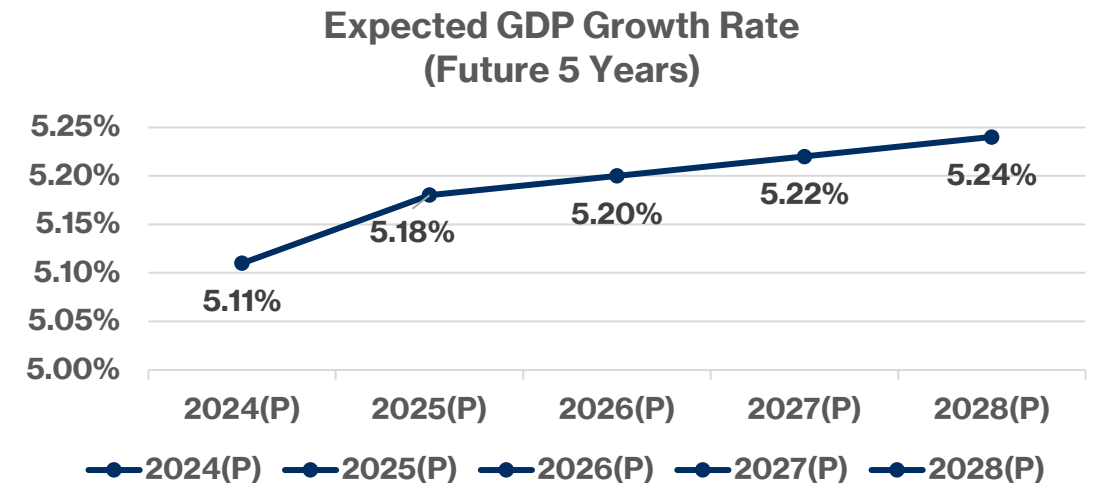
Economic Indicators (4/5)

GDP Growth Analysis [2018 to 2023*]:



*Source: IMF & NSO (For FY 22/23)

- NSO's GDP growth projection is much lower than what the Asian Development Bank (ADB) had forecasted. ADB has projected that Nepal's economic growth would grow at 4.1 percent in FY 2023.
- However, as per NSO, the growth rate for FY 2022/23 would be 2.16% only. The government in the budget had however targeted a growth rate of 8% which seems unrealistic in today's scenario.

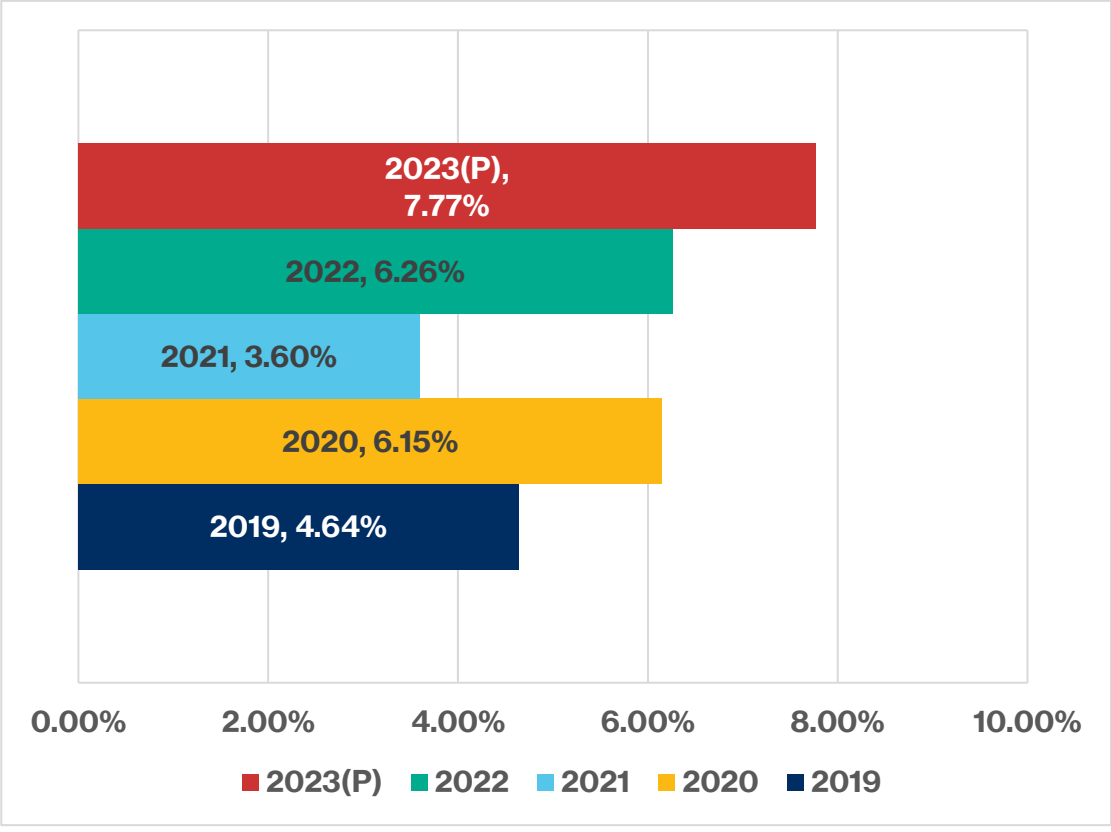


*Source: IMF

Economic Indicators (5/5)

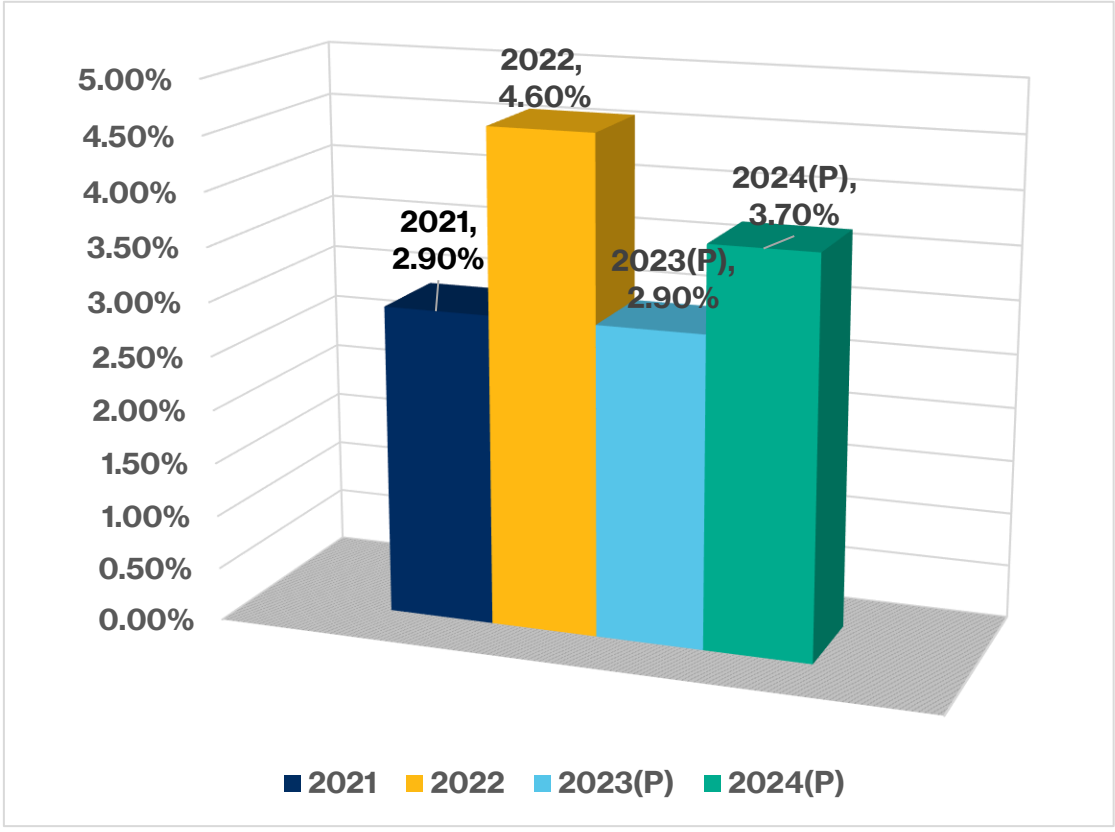


Inflation Analysis:



*Source: IMF

Per Capita GDP Growth Rate:



*Source: ADB



Tax Waivers



Tax Waivers (1/6)

Finance Act	Applicable:	Pre-Condition	Compliances to be met			Waiver	
			Particulars	Year	Due Date	Particulars	Year
Section 25 Exemption of Tax Arrears	Nature: Income Tax Waiver Whom: Natural & Artificial Person	- Income Tax Assessment has been conducted by Tax Authorities for FY 63/64 and earlier. - The assessment has been concluded before Asadh End, 2065. - The value of each assessed order is below the threshold of NPR 50,000.	-No compliances required to be met-			- Tax: 100% - Interest: 100%	FY 63/64 & Earlier
Section 26 Distribution of Bonus Shares	Nature: Income Tax Waiver Whom: Publically Listed Entities	- The entity has issued shares at a premium from a Further Public Offering upto FY 78/79. - The entity has distributed such surplus amount as dividends in the form of Bonus Shares. - The entity has failed to include such amount in their assessable income as per Sub-Section (3) of Section 56.	- Deposit Income Tax (100%)	Upto 78/79	Mangsir, 2080	- Interest: 100% - Fee: 100%	FY 78/79 & Earlier
Section 27 Bargain Purchase Gain	Nature: Income Tax Waiver Whom: Entities involved in M&A	- The entity is involved in a merger or acquisition and has made profit from such transaction (Bargain Purchase Gain) - The entity has failed to include such amount in their assessable income	- Deposit Income Tax (100%)	Upto 78/79	Mangsir, 2080	- Interest: 100% - Fee: 100%	FY 78/79 & Earlier

Tax Waivers (2/6)

Finance Act	Applicable:	Pre-Condition	Compliances to be met			Waiver	
			Particulars	Year	Due Date	Particulars	Year
Section 29 Securities, Land or Real Estate Business:	Nature: Income Tax Waiver	The person engaged in regular business of dealing in securities, land or real estate and has not filed the Income Tax Return for the FY 76-77 up to FY 78-79.	- Submit IT Return	FY 76-77 up to FY 78-79	Chaitra, 2080	- Tax: 50% - Interest: 100% - Fee: 100%	FY 76-77 to 78-79
	Whom: Natural Person	The person has not deposited Income Tax for the FY 76-77 up to FY 78-79.	- Deposit Income Tax (50%)			- Tax: 100% - Interest: 100% - Fee: 100%	Pre - FY 76-77
Section 30 Foreign Employment or Educational Consulting Service	Nature: Income Tax Waiver Whom: Natural & Artificial Person	The person has generated income from domestic or overseas channels and has not disclosed such sources in their assessable income or pay applicable tax on such income.	- Deposit Income Tax (100%)	---	Chaitra, 2080	- Interest: 100% - Fee: 100%	---
Section 31 Eye Hospitals	Nature: Value Added Tax Waiver	The hospital, whether registered in VAT or not, has not collected & deposited VAT in the past by carrying out transactions subject to VAT or	- 5% of Transaction Amount as VAT	FY 76-77 to Jestha 14, 2080	Ashoj, 2080	- Balance Tax - Interest: 100% - Additional Fee: 100% - Penalty: 100%	FY 76-77 to Jestha 14, 2080
	Whom: Eye Hospitals	The VAT has been assessed and the payment is outstanding or the case is pending under the administrative review or any other judicial body regarding such assessment.	- Withdraw case from respective legal authority (if filed)			- Tax: 100% - Interest: 100% - Additional Fee: 100% - Penalty: 100%	Pre - FY 76-77

Tax Waivers (3/6)

Finance Act	Applicable:	Pre-Condition	Compliances to be met			Waiver	
			Particulars	Year	Due Date	Particulars	Year
Section 32 Suji (Semolina) Business	Nature: Value Added Tax Waiver Whom: Natural & Artificial Person	The person has not collected and deposited VAT or The VAT has been assessed and the liability is outstanding or the case is pending under the administrative review or any other judicial body regarding such assessment.	- 5% of Transaction Amount as VAT - Withdraw case from respective legal authority (if filed)	FY 71-72 to Jestha 14, 2076	Ashoj, 2080	- Balance Tax - Interest: 100% - Additional Fee: 100% - Penalty: 100%	FY 71-72 to Jestha 14, 2076
Section 33 Non-Residents	Nature: Value Added Tax Waiver (DST) Whom: Non-Resident Person (Digital Service Providers)	Non-Residents who have or have not obtained PAN and are in the business of providing digital services worth more than NPR 20 Lacs annually.	- Obtain PAN (if not obtained) - Deposit VAT (100%)	Upto Jestha 2080	Ashad 25, 2080	- Interest: 100% - Fees: 100% - Additional Fee: 100%	Upto Jestha End 2080
Section 34 Hire Purchase Business	Nature: Value Added Tax Waiver Whom: Natural & Artificial Person	The person has not collected and deposited VAT or The VAT has been assessed and the liability is outstanding or the case is pending under the administrative review or any other judicial body regarding such assessment.	- 2% of Transaction Amount as VAT - Withdraw case from respective legal authority (if filed)	FY 74-75 to FY 77-78	Mangsir, 2080	- Balance Tax - Interest: 100% - Additional Fee: 100% - Penalty: 100%	Upto FY 77-78

Tax Waivers (4/6)

Finance Act	Applicable:	Pre-Condition	Compliances to be met			Waiver	
			Particulars	Year	Due Date	Particulars	Year
Section 35 NGO's	Nature: Value Added Tax Waiver Whom: NGO's	NGO's who have received grants from donor agencies or INGO's and such grants have been subject to VAT assessment where the VAT payment is outstanding or The case is pending under the administrative review or any other judicial body regarding such assessment.	- File a request with IRO - Withdraw case from respective legal authority (if filed)	---	Mangsir, 2080	- Tax: 100% - Interest: 100% - Additional Fee: 100% - Penalty: 100%	---
Section 36 Construction Business	Nature: Value Added Tax Waiver Whom: Natural & Artificial Person	Case 1: The person has not deposited VAT nor filed VAT Return upto Chaitra 2079. or Case 2: The person has filed the VAT Return but not deposited VAT upto Chaitra 2079.	- File VAT Return (if not filed) - Deposit VAT (100%) - Deposit Interest (50%)	Upto Chaitra 2079	Poush, 2080	- Balance Interest - Additional Fee: 100% - Penalty: 100% Note: Penalty will be waived for Case 1 only.	Upto Chaitra 2079
Section 37 Goods Carriage Service Provider	Nature: Value Added Tax Waiver Whom: Natural & Artificial Person	The person was required to be registered under VAT but due to non-registration, the person has VAT arrears for such period. or The VAT has been assessed and the payment is outstanding or the case is pending under the administrative review or any other judicial body regarding such assessment.	- Register in VAT (if not registered) - 5% of Transaction Amount as VAT - Withdraw case from respective legal authority (if filed)	For the period when the assessee was liable to pay VAT	Poush, 2080	- Balance Tax - Interest: 100% - Additional Fee: 100% - Penalty: 100%	For the period when the assessee was liable to pay VAT

Tax Waivers (5/6)

Finance Act	Applicable:	Pre-Condition	Compliances to be met			Waiver	
			Particulars	Year	Due Date	Particulars	Year
Section 38 Herbal Industries	Nature: Value Added Tax Waiver Whom: Herbal Industry	The industry is registered or unregistered in VAT, and has not collected & deposited VAT on the VAT applicable products. or The VAT has been assessed and the liability is outstanding or the case is pending under the administrative review or any other judicial body regarding such assessment.	- Register in VAT (if not registered) - 5% of Transaction Amount as VAT - Withdraw case from respective legal authority (if filed)	FY 71-72 to Jestha 14, 2080	Poush, 2080	- Balance Tax - Interest: 100% - Additional Fee: 100% - Penalty: 100%	FY 71-72 to Jestha 14, 2080
Section 39 Milk Based Beverage Industries	Nature: Excise Duty Waiver Whom: Milk Based Beverage Industry (Producing flavored milk product)	The industry has obtained or not obtained the Excise License, and has not filed Excise Return or paid Excise Duty. or The Excise has been assessed and the payment is outstanding or the case is pending under the administrative review or any other judicial body regarding such assessment.	- Obtain Excise License (if not obtained) - File Excise Return (if not filed) - Deposit Excise Duty (100%) - Withdraw case from respective legal authority (if filed)	Upto Chaitra, 2079	Ashoj, 2080	- Late Fee: 100% - Penalty: 100%	Upto Chaitra, 2079

Our Comments on the Tax Imposed through Waiver Schemes

Section 26 – Distribution of Bonus Shares from the funds raised through Further Public Offering (FPO)

- ❑ In the context of 'Capital Receipt', there has been no change in the Income Tax Act, 2058 since its enactment on Chaitra 19, 2058. From this current enactment imposing taxability of share premium amount distributed as bonus shares, the government has imposed Income Tax on the Capital Receipts of a Listed Public Company. The Share Premium on FPO is a capital contribution from shareholders which is categorized as "Other Equity" and in our view this should not be taxable being a capital receipt.

Section 27 – Bargain Gain on Mergers & Acquisitions

- ❑ The general definition of Bargain Purchase Gain is "Bargain purchases involve buying assets for less than fair market value". In our view, the taxability on the gain arises only when the merger or acquisition has been conducted at a rate lower than the valuation determined by the Independent Consultant/Valuator.

Section 29 – Persons involved in Securities, Land & Real Estate Business

- ❑ The gain arising on disposal of Non-Business Chargeable Assets (NBCA) including shares, land and building etc. is subject to advance tax as per Section 95A, which is not a final tax under Section 92. However, the rate of tax on such income under Schedule 1 of Income Tax Act, is same as the rate mentioned in Section 95A. Thus, the gain accrued from these transactions will not attract any additional tax liability. Additionally, the IRD has issued a circular dated 30.05.2023 clarifying in this regard.

Direct Tax Proposal



Tax Rates: Natural Person (1/2)

Individual/ Natural Person	Tax Rate	
	FY 2080-81 (2023-2024)	FY 2079-80 (2022-2023)
Resident		
<ul style="list-style-type: none"> ➤ Couple Status - • Up to NPR 6 Lacs (Includes Widow & Widower) 	1%	1%
<ul style="list-style-type: none"> ➤ Single Status- • Up to NPR 5 Lacs 		
• Next - NPR 2 Lacs	10%	10%
• Next - NPR 3 Lacs	20%	20%
• Upto - NPR 20 Lacs	30%	30%
• NPR 20 Lacs to NPR 50 Lacs	36%	36%
• Above NPR 50 Lacs	39%	36%
Non-Resident		
• Any amount earned	25%	25%

Particulars	Tax Rate	
	FY 2023-24	FY 2022-23
• Sale of Land & Building		
➤ Held for More than 5 Years	5%	5%
➤ Held for Less than 5 Years	7.5%	7.5%
• Sale of Unlisted Entity Shares		
➤ Held for any amount of Days	10%	10%
• Sale of Listed Entity Shares		
➤ Held for More than 365 Days	5%	5%
➤ Held for Less than 365 Days	7.5%	7.5%
• Natural persons not involved in business & providing below services		
• Export of Software, Other Digital Services, Consultancy Services, Uploading audio-visual content in Social Media by a natural person & receiving payment in foreign currency	5%	1%
• Natural persons involved in Industry [Assuming ATR is 30%]		
Individual in Special Industry	20%	20%
Individual & Export Business	15%	15%
Individual in Manufacturing Industry & Export	15%	7.5%

Tax Rates: Natural Person (2/2)

Notes to the taxation of Natural Person:

- 1% tax mentioned above (**Social Security Tax** | SST) is not applicable for:
 - (i) Proprietorship Firms;
 - (ii) Pension Income and ;
 - (iii) Natural person participating to Contributory Pension Fund Scheme & Contributory Social Security Fund (SSF).
- Deduction for **retirement fund contribution** is available @ 1/3rd of assessable income or NPR 300,000 whichever is lower. However, if the same is deposited with SSF then deduction shall be lower of 1/3rd or NPR 500,000.
- 10% tax rebate to **resident woman** earning remuneration income only.
- Deduction of **health insurance premium** paid to resident insurer up to Rs. 20,000 is allowed.
- Deduction of **life insurance premium** paid to resident or non-resident companies up to Rs. 40,000 is allowed.

Notes (Continued)

- Deduction of '**Personal Building**' insurance premium paid to resident or non-resident companies up to Rs. 5,000 or the premium amount, whichever is lower shall be allowed.
- In case of **resident disabled natural person**, an additional 50% of exemption limit shall be allowed to be deducted.
- Deduction up to Rs. 50K as **Remote Area Allowance**.
- **Foreign Allowance** Income of an employee posted outside Nepal for Diplomatic Mission of Nepal will get 75% rebate of such allowance.
- Additional Deduction of '25% of Standard Threshold' available to the assessee having only **pension income**.
- **Husband and wife** having **separate income source** are given choice to adopt either to get assessed separately or jointly as married family.
- **Income Tax Return** filing is not required for Natural person who is engaged in only exporting software, other digital services, consultancy services, upload Audio/visual Content in Social Media.

Tax Rates: Small & Medium Scale Business



Presumptive Taxation (Small-Scale Businessperson)

The amount of presumptive tax for natural person having income up to NPR 3 Lacs or turnover up to NPR 30 Lacs shall be calculated based on rates mentioned below:

Presumptive Tax Rates (Normal):

Particulars	Tax Rate (FY 80-81)	Tax Rate (FY 79-80)
• Metropolitan & Sub-Metropolitan	7,500	7,500
• Municipalities	4,000	4,000
• Anywhere else in Nepal	2,500	2,500

Note: Any person who is registered or non-registered under VAT and has an annual turnover up to NPR 30 Lacs or income up to NPR 3 lacs may opt for Presumptive Tax Rates.

Turnover Taxation (Medium-Scale Businessperson)

While computing tax on turnover, tax up to NPR 30 Lacs shall be computed as per Section 4(4) of IT Act and on the excess turnover above NPR 30 lacs **and below up to** NPR 1 crore, tax shall be calculated as mentioned below:

Turnover Tax Rates (Normal):

Individuals	Tax Rate (FY 80-81)	
	30 to 50 lacs	50 lacs to 1 Cr
• Engaged in sales of cigarette, gas, etc. by adding commission or profit up to 3%	0.25%	0.30%
• Engaged in the transactions (Other than above)	1.00%	0.80%
• Engaged in Service Sector	2.00%	2.00%

Note: The assessee who is registered or non-registered under VAT and has an annual turnover up to NPR 1 Crore may opt for Turnover Tax Rates.



Tax Rates: Entities (1/2)

Entities	Tax Rate	
	FY 2080-81 (2023-2024)	FY 2079-80 (2022-2023)
Normal Tax Rates		
<input type="checkbox"/> General Tax Rate <ul style="list-style-type: none"> ➤ Private Limited ➤ Limited ➤ Partnership Firm (Not specifically mentioned below)	25%	25%
<input type="checkbox"/> Service Sector: <ul style="list-style-type: none"> • Banking & Finance Company • General Insurance Company • Engaged in Financial Transactions • Telecom & Internet • Money Transfer, Capital Market, Stock Exchange, Merchant Banking, Commodity Future Market, Stock-Brokers 	30%	30%
<input type="checkbox"/> Manufacturing Sector: <ul style="list-style-type: none"> • Petroleum Entities, Cigarette, Beer, Liquor, Khaini, Guthka, Pan Masala 		

Entities	Tax Rate	
	FY 2080-81 (2023-2024)	FY 2079-80 (2022-2023)
Normal Tax Rates		
<ul style="list-style-type: none"> • Co-operative Institutions registered under Co-operative Act, 2074 (Except Tax Exempt Transactions under Section 11 (2)) 		
A. Operating in Municipality Area	5%	7.5%
B. Operating in Sub-Metropolitan Area	7%	10%
C. Operating in Metropolitan Area	10%	15%
<ul style="list-style-type: none"> • Co-operative engaged in the business of accepting deposits and providing loans 		
A. Operating in Municipality Area	10%	7.5%
B. Operating in Sub-Metropolitan Area	15%	10%
C. Operating in Metropolitan Area	20%	15%

Entities	Tax Rate	
	FY 2080-81 (2023-2024)	FY 2079-80 (2022-2023)
Normal Tax Rates		
Life Insurance Company	25%	25%
Casual Income	25%	25%

Tax Rates: Entities (2/2)

Entities	Tax Rate	
	FY 2080-81 (2023-2024)	FY 2079-80 (2022-2023)
Rates after application of Section 11 (Business Rebates)		
<ul style="list-style-type: none"> Special Industries (Manufacturing, Forest, Agriculture and Mining Industries; except Liquor, Cigarette, Khaini, Guthka and Pan-Parag as defined in Section 11) (Tax rate after availing rebate u/s 11) 	20%	20%
Export income of		
<ul style="list-style-type: none"> Manufacturing Special Industries 	16%	8%
<ul style="list-style-type: none"> Non-Manufacturing Special Industries <ul style="list-style-type: none"> Mines Agro-Based Forestry 	16%	16%
<ul style="list-style-type: none"> Manufacturing Industries – (Non-Special Industries - AR/TR of 30%) 	24%	12%
<ul style="list-style-type: none"> Other Export Entities 	20%	20%
<ul style="list-style-type: none"> Resident person engaged in Business process outsourcing (BPO), Software programming, Cloud computing & providing services based on information technology & earning foreign currency 	12.5%	1%

Entities	Tax Rate	
	FY 2080-81 (2023-2024)	FY 2079-80 (2022-2023)
Rates after application of Section 11 (Business Rebates)		
Entities operating <ul style="list-style-type: none"> Tram, Trolley Bus 	15%	15%
Entities constructing & operating <ul style="list-style-type: none"> Ropeway, Cable Car & Over Bridge 	15%	15%
Entities constructing and operating <ul style="list-style-type: none"> Road & Bridge, Underpass, Tunnel Railways & Airport 	12.5%	12.5%
<ul style="list-style-type: none"> Entities wholly engaged in the projects conducted to build public infrastructure under Build, Operate and Transfer model (BOT) to GON & in Power Generation, Transmission or Distribution Sector. 	20%	20%

Entities	Tax Rate
	FY 2080-81 (2023-2024)
Rebate provided in Finance Bill, 2080 only for FY 2080-81	
Media House Company	18.75%

Tax Rates: Non-Resident

Particulars	Tax Rate	
	FY 2080-81 (2023-2024)	FY 2079-80 (2022-2023)
• Income earned from normal transactions.	25%	25%
• Income earned from providing shipping, air transport or telecommunication services, postage, satellite, optical fiber project.	5%	5%
• Income earned from providing shipping, air transport or telecommunication services through the territory of Nepal.	2%	2%
• Repatriation by Foreign Permanent Establishment	5%	5%
• Capital Gain tax on sale of shares (WHT 25% subject to tax treaties)	25%	25%
• Transaction from Digital Services Digital Service Tax (DST) (Transactions > NPR 2 Million)	2%	2%

Double Taxation Avoidance Agreements (DTAA):

To avoid double taxation, Government of Nepal has entered tax treaties with **11 countries** namely:

- India
- Sri Lanka
- Mauritius
- Thailand
- Qatar
- Pakistan
- Norway
- Korea
- Austria
- China
- Bangladesh



Note:

Taxpayer have right to opt the provisions contained in either Nepal Income Tax Act, 2002 or Treaty whichever is beneficial to them.

Tax Rates: Public Vehicle Owners

SN.	Type of Vehicle	Amended Tax Amount per vehicle	Existing Tax Amount per vehicle	Impact
1	Car, Jeep, Van & Micro-Bus			Increased
	Upto 1300 CC	5,500.00	4,000.00	
	1301 to 2000 CC	6,000.00	4,500.00	
	2001 to 2900 CC	6,500.00	5,000.00	
	2901 to 4000 CC	8,000.00	6,000.00	
	more than 4000 CC	9,000.00	7,000.00	
2	Minitruck, Minibus & Water Tanker	8,000.00	6,000.00	
3	Mini Tripper	9,000.00	7,000.00	
4	Truck & Bus	10,500.00	8,000.00	
5	Dozer, Excavator, Loader, Roller Crane and other such equipment	15,500.00	12,000.00	
6	Oil Tanker, Gas Bullet & Tripper	15,500.00	12,000.00	
7	Tractor	2,500.00	2,000.00	
8	Power Tiller	2,000.00	1,500.00	
9	Auto-Rickshaw, Three-Wheeler & Tempo	2,500.00	2,000.00	
10	Electric Public Vehicle			Newly Introduced
	Upto 50 KW	3,000.00	-	
	50 to 125 KW	4,000.00	-	
	125 to 200 KW	6,000.00	-	
	more than 200 KW	7,500.00	-	

Tax Rates: Withholding Tax (1/3)

*Only for Natural Person except Sole Proprietorship

Particulars	Rate of TDS		Final WHT u/s 92
	2023-24	2022-23	
Section 87			
• Remuneration	Slab Rate	Slab Rate	
Section 88			
Interest			
• Interest Income from deposit up to NPR 25,000 under 'Micro Finance Program', 'Rural Development Bank', 'Postal Saving Bank' & Co-Operative u/s 11(2) in Rural Areas	Exempt	Exempt	
• Interest on Deposits/Debentures from Resident Bank, Cooperative, Finance Companies or Listed Co's and on Govt. Bonds to Individuals not related to business.	6%	5%	Yes
• Interest payment by resident bank and financial institutions to the Investment Insurance companies [Life Insurance]	5%	15%	
• Interest paid by Resident BFI to Foreign Banks & Financial Institutions in Forex where purpose of the loan is to finance prescribed sectors approved by NRB	10%	10%	Yes
• Interest to Others - Not Stated Above	15%	15%	

Particulars	Rate of TDS		Final WHT u/s 92
	2023-24	2022-23	
Interest (Continued)			
• Interest paid by hydropower projects of > 200 MW capacity with reservoir & semi reservoir concluding financial closure by Chaitra, 2082 to Foreign Banks & Financial Institutions in Forex	5%	NIL	
Rent			
• Rent to Natural Person (Taxed by Local Government)	-	-	Yes
• Rent to Vehicle Rental Service Provider (VAT Regd.)	1.5%	1.5%	
• Transportation/ Freight or Hire of Means of Transportation (VAT)	1.5%	2.5%	
• Transportation/ Freight or Hire of Means of Transportation (Non- VAT)	2.5%	2.5%	Yes*
• Hire Charges	10%	10%	Yes
• Rent to Others	10%	10%	
• Lease Rental of Aircraft	10%	10%	Yes
• Payment against use of Satellite, Bandwidth, Optical Fiber, Telecom Related Equipment or Electric Transmission Line	10%	10%	

Tax Rates: Withholding Tax (2/3)

Particulars	Rate of TDS		Final WHT u/s 92
	2023-24	2022-23	
Service Fees			
• Service Fees paid to Service Oriented Resident person regd. under VAT or Entity dealing in Tax Exempt Transaction	1.5%	1.5%	
• Service Fees	15%	15%	
Commission			
• Commission paid by Resident Employment Companies to Non-Residents	5%	5%	Yes
• Commission	15%	15%	
• Bonus on Sales/ Target Bonus	15%	15%	
Dividend			
• Dividend distributed by Resident Companies to Residents	5%	5%	Yes
• Dividend distributed by Resident Companies to Non-Residents	5%	5%	Yes
• Dividend distributed by Partnership Firm	5%	5%	Yes
Gain from Investment Insurance			
• Gain from Investment Insurance - Claim in case of death	Exempt	Exempt	
• Gain from Investment Insurance - Claim in any other case	5%	5%	Yes

Particulars	Rate of TDS		Final WHT u/s 92
	2023-24	2022-23	
Mutual Fund			
• Income distributed by Mutual Fund to Natural Person	5%	5%	Yes
• Income distributed by Mutual Fund to Other Person (Entity)	15%	15%	
Retirement Benefits			
• Gain on Retirement Payment from Unapproved fund	15%	15%	Yes
• Lumpsum Retirement Payment from Approved Fund & GoN under Sec 65 (1b)	5%	5%	Yes
Royalty			
• Royalty Paid to Resident person for literary article or composition	1.5%	1.5%	
• Royalty	15%	15%	
Others			
• Registration Fee, Tuition Fee & Exam Fee paid to foreign college or university	5%	5%	Yes
• Verification of Answer Sheet and Preparation of Question Paper	15%	15%	Yes
• Teaching on Part time Basis	15%	15%	Yes
• Meeting Allowance (upto Rs. 20K per meeting)	15%	15%	Yes
• Natural Resource Payments	15%	15%	
• Casual Income	25%	25%	Yes

Tax Rates: Withholding Tax (3/3)

Particulars	Rate of TDS		Final WHT u/s 92
	2023-24	2022-23	
Section 89			
Contract Payments			
• Payment under Contract > NPR 50,000	1.5%	1.5%	
• Work done through Consumer Committee (Up-Bhokta Samiti) if Amount > NPR 50 Lacs	1.5%	1.5%	
Payment to Non-resident Person under a Contract			
• Premium paid to Non-resident Insurance Company & Commission Paid on Reinsurance Premium received from Non-resident Insurance Company	1.5%	1.5%	Yes
• Payment under Other Contracts/Agreements	5%	5%	Yes
• Payment under Service Contract to Non-resident	15%	15%	Yes
(Provided this will not be applicable in the payment for purchase of arms, ammunition, explosives and communication equipment purchased by Nepal Army, Nepal Police and Armed Police for their purpose)			

No TDS is required to be deducted on the following:

- Remuneration to the writer of articles published in Newspaper & Magazines.
- Inter-Regional interchange charges paid to a bank issuing Credit Cards.
- Payment of Interest to a Resident Bank or Other Resident Financial Institution.
- **Payment of interest to any foreign banks & other financial institutions against foreign currency loan by a Hydropower company having above 200 MW & financial closure of which had been closed by Chaitra 2082.**
- Payments that are exempt from tax.
- Interest paid or received between cooperative banks and cooperative societies.
- Payment made by natural person un-related to any business activities.
- Payment made to Natural Person for house rent.
- Incentive amount for consumer who have paid their bill through electronic payment instruments like payment card, e-money(wallet), mobile banking.

Tax Rates: Advance Tax (1/2)

Particulars	Rate of TDS		Final WHT u/s 92
	2023-24	2022-23	
□ Section 95 (A)			
Gain on Sale of Shares of Listed Entity to:			
• Natural Person (Held > 365 Days)	5%	5%	
• Natural Person (Held < 365 Days)	7.5%	7.5%	
• Resident Entity	10%	10%	
• Others	25%	25%	
Gain on Sale of Shares of Unlisted Entity to:			
• Natural Person	10%	10%	
• Resident Entity	15%	15%	
• Others	25%	25%	
Capital Gain on Sale of Land or Building to:			
• Natural Person (Held > 5 Years)	5%	5%	
• Natural Person (Held < 5 Years)	7.5%	7.5%	
• Others (Rate applied on Sale Value)	1.5%	1.5%	

Particulars	Rate of TDS		Final WHT u/s 92
	2023-24	2022-23	
Others			
• Resident electronic business operator (e-commerce operators) shall collect advance tax while paying the consideration received from end-consumer to the persons listed on its platform for sale of goods, services or goods & services.	1%	NIL	
• Natural Person involved in Export of Software, Other Digital Services, Consultancy Services, Uploading audio-visual content in Social Media (BFI to deduct TDS on receipt of FCY)	5%	1%	
• Gain From Commodities Future Market	10%	10%	
• Language Proficiency Examination Fees paid in Foreign Currency by BFIs on behalf of students going abroad for further education.	15%	15%	

Tax Rates: Advance Tax (2/2)

Particulars	Rate of TDS		Final WHT u/s 92
	2023-24	2022-23	
Section 95 (A)			
<ul style="list-style-type: none"> Tax shall be withheld at the customs point for import of ox, buffalo, goat, sheep, mountain goat under Chapter 1 of the Custom Classification, live, fresh and frozen fish under Chapter 3, fresh flowers under Chapter 6, fresh vegetables, potato, onion, dry vegetables, garlic, baby corn under Chapter 7 and fresh fruits under Chapter 8. (Business Purpose) 	5%	5%	
<ul style="list-style-type: none"> Tax shall be withheld at the customs point for import of meat under Chapter 2, milk products, eggs, honey under Chapter 4, such barley, millet, sorghum, rice, beaten rice under Chapter 10, refined wheat flour, wheat flour under Chapter 11, herbal medicines, sugarcane under Chapter 12 and vegetation products under Chapter 14. (Business Purpose) 	2.5%	2.5%	
Above items which attract VAT	1.5%	5% or 2.5%	

Installment Tax:

Particulars	Tax Rate	
	2023-24	2022-23
• Up to mid of January (Poush end)	40%	40%
• Up to mid of April (Chaitra end)	70%	70%
• Up to mid of July (Ashad end)	100%	100%

- “Income Tax on Current Year’s Income” shall be paid in 3 installments.
- Where an installment of tax paid by a person is less than 90% of tax payable, the person shall be liable to pay an interest @ 15% p.a. for each month & part of month from the date of first installment on the amount to the excess of 90% of the installment that would have been paid over the installment paid.
- The presumptive tax-payers need not pay any installment tax as above. If the tax amount is less than Rs 7,500 no installment is required to be paid.
- Penalty of Rs. 5,000 or 0.01% of the assessable income whichever is higher, shall be imposed for non submission of installment tax return.

Tax Exemptions & Donations

Exempt Income (Section 10)

Particulars of Income
• Bilateral/Multilateral agreements with GoN
• Employee of foreign government
• Received from foreign state fund by the relative of the employee mentioned above
• Service under GoN by a Non-Nepali Citizen under condition of tax exemption
• Social Security Allowances provided by GoN
• Gifts, Inheritance or Scholarship
• Donations, Gifts or Contribution obtained by Tax-Exempt Entity
• Pension received by Nepali citizen from foreign government
• Income of Central, State or Local government
• Income earned by Nepal Rastra Bank
• Drinking Water or Sanitation Consumer Organization
• Income of Mutual Fund (Approved by SEBON)
• Income of Educational Institution (Agreement with GoN & Non-Profit)

Deductible Donations under Income Tax Act (Section 12):

Section	Description
Donation to Tax Exempt Entities (Section 12)	<ul style="list-style-type: none"> Donation paid to any tax-exempt entity shall be deductible as expenses equivalent to - Lower of Rs 1 Lac or 5% of Adjusted Taxable Income (ATI)
Preservation of National Heritage/Sports Infrastructure (Section 12A)	<ul style="list-style-type: none"> Rs 1 Million or 10 % of Assessable Income shall be allowed as expenses if incurred for preservation of national, religious and cultural heritage sites in Nepal and development of sports infrastructure, with prior approval from the Inland Revenue Department.
Contribution to PM Relief Fund & National Relief Fund (Section 12B)	<ul style="list-style-type: none"> Any contribution made to the said fund shall be allowed as deduction from the taxable income of the person.
Donation to Startup Business (Section 12C)	<ul style="list-style-type: none"> Any person donating seed capital to unassociated persons for Startup Business shall be eligible to claim such deductible expenses up to 5 lakh rupees. (1 Lakh per Startup Business)

Note for Tax Exempt Organizations:

- The time limit for renewal of Tax-Exempt Certificate is 1 year from the end of the FY. (Rule 5A of IT Rules)

Tax Concessions and Rebates (1/6)

AR = Applicable Rate / TR = Taxable Rate

Sec.	Type of Industry	Rebate & Concession	
		FY 2023-24	FY 2022-23
11 (1)	<ul style="list-style-type: none"> Earnings from the agriculture by any registered firm, company, partnership or corporate body 	50% of the AR/TR	100% of the AR/TR
11 (3) (A)	<ul style="list-style-type: none"> Special industry (Manufacturing) and IT Industry providing direct employment to: <ul style="list-style-type: none"> >100 Nepalese citizen during the entire year >300 Nepalese citizen during the entire year >500 Nepalese citizen during the entire year >1000 Nepalese citizen during the entire year <p>(Additional 10% concession shall be provided if direct employment is provided to 100 or more Nepali Citizens including at least 33% of Women, Dalits or Disabled Persons.)</p>	10% of the AR/TR	10% of the AR/TR
		20% of the AR/TR	20% of the AR/TR
		25% of the AR/TR	25% of the AR/TR
		30% of the AR/TR	30% of the AR/TR
11 (3) (B)	<ul style="list-style-type: none"> Special Industry operating in following regions have following tax rates: <ul style="list-style-type: none"> Underdeveloped Regions – For the first 10 years Undeveloped Regions – For the first 10 years Partly developed Regions – For the first 10 years Special Industry established in Karnali Province & Far Western hilly districts providing employment to >100 Nepali <ul style="list-style-type: none"> For the first 15 years 	90% of AR/TR	90% of AR/TR
		80% of AR/TR	80% of AR/TR
		70% of AR/TR	70% of AR/TR
		100% of AR/TR	100% of AR/TR
11 (3) (C)	<ul style="list-style-type: none"> Special Industry & Tourism Industry (except Casino) with: <ul style="list-style-type: none"> ✓ Capital Investment of Rs. 1 billion ✓ Direct Employment of 500 persons during the whole year. <ul style="list-style-type: none"> For the first 5 years For the subsequent 3 years Further, if existing special industry & Tourism Industry (except Casino) increases its installed capacity by 25% or more to reach the capital of Rs. 2 billion and 300 persons during the whole year. <ul style="list-style-type: none"> For the first 5 years – Profit earned on the Increased Capacity For the subsequent 3 years – Profit earned on the Increased Capacity 	100% - Tax Exempt	100% - Tax Exempt
		50% of the AR/TR	50% of the AR/TR
		100% - Tax Exempt	100% - Tax Exempt
		50% of the AR/TR	50% of the AR/TR

Tax Concessions and Rebates (2/6)

Sec.	Type of Industry	Rebate & Concession	
		FY 2023-24	FY 2022-23
11 (3A) (A)	<ul style="list-style-type: none"> ▪ Industries established in Special Economic Zone ▪ Situated in Mountainous Districts and Hilly Districts prescribed by GoN. 		
	<ul style="list-style-type: none"> ➤ For the first 10 years ➤ After such period 	100% - Tax Exempt	100% - Tax Exempt
11 (3A) (B)	<ul style="list-style-type: none"> ▪ Industries established in Special Economic Zone ▪ Situated in Other Regions 		
	<ul style="list-style-type: none"> ➤ For the first 5 years ➤ After such period 	100% - Tax Exempt	100% - Tax Exempt
11 (3A) (C)	<ul style="list-style-type: none"> ▪ Dividend distributed by industries in Special Economic Zone 		
	<ul style="list-style-type: none"> ➤ For the first 5 years ➤ For the subsequent 3 years 	100% - Tax Exempt	100% - Tax Exempt
11 (3A) (D)	<ul style="list-style-type: none"> ▪ Income from Foreign Technology, Management Service Fee & Royalty of Foreign Investor in Special Economic Zone 	50% of the AR/TR	50% of the AR/TR
11 (3B)	<ul style="list-style-type: none"> ▪ Persons involved in Exploration & Extraction of Petroleum, Natural Gases, Fuel & Mining - Will start its operation within Chaitra end 2080 BS (2023 AD) 		
	<ul style="list-style-type: none"> ➤ For the first 7 years ➤ For the subsequent 3 years 	100% - Tax Exempt	100% - Tax Exempt
11 (3C)	<ul style="list-style-type: none"> ▪ IT industry established within IT Park, Biotech Park, Zoological Park, Geological Park and Technology Park as specified in the Gazette 	50% of the AR/TR	50% of the AR/TR

Tax Concessions and Rebates (3/6)

AR = Applicable Rate / TR = Taxable Rate

Sec.	Type of Industry	Rebate & Concession	
		FY 2023-24	FY 2022-23
11 (3D)	<ul style="list-style-type: none"> Hydropower Projects, Solar Energy Projects, Waste-To-Energy and Wind Turbine Projects that have commercially started generation of electricity by Chaitra, 2084 (Previously up to Chaitra, 2083) <ul style="list-style-type: none"> For the first 10 years For the subsequent 5 years 	100% - Tax Exempt	100% - Tax Exempt
		50% of the AR/TR	50% of the AR/TR
11 (3D)	<ul style="list-style-type: none"> Hydroelectricity project having reservoir or semi-reservoir of more than 40MW (PY 200 MW) which has completed its financial closure by 2085 Chaitra End and operating a lower coastal hydropower project in tandem with the above project, shall be provided with tax exemption as below; <ul style="list-style-type: none"> For the first 15 years For the subsequent 6 years 	100% - Tax Exempt	100% - Tax Exempt
		50% of the AR/TR	50% of the AR/TR
11 (3E)	<ul style="list-style-type: none"> Tax exemption on income earned from export in any income year from a source in Nepal shall be as follows: <ul style="list-style-type: none"> (a) Natural Person whose Tax is chargeable @ 20% (a) Natural Person whose Tax is chargeable @ 30% (b) Entity (c) Resident person engaged in Business process outsourcing (BPO), Software programming, Cloud computing & providing services based on information technology & earning foreign currency up to FY 84-85 	25% of the AR/TR	25% of the AR/TR
		50% of the AR/TR	50% of the AR/TR
		20% of the AR/TR	20% of the AR/TR
		50% of the AR/TR	96% of the AR/TR
11 (3F)	<ul style="list-style-type: none"> Entities in the following sectors: <ul style="list-style-type: none"> Operating - Tram/Trolley Bus Constructing and Operating - Ropeway/Cable Car/Over Bridge Constructing and Operating - Road/Bridge/Underpass/Tunnel/Railways/Tunnel/Railways/Airport 	40% of the AR/TR	40% of the AR/TR
		40% of the AR/TR	40% of the AR/TR
		50% of the AR/TR	50% of the AR/TR
11 (3G)	<ul style="list-style-type: none"> Following Entities listed in Stock Exchange <ul style="list-style-type: none"> Manufacturing/Tourism/Production, Distribution & Transmission of Hydropower/Entities in 11 (3C) 	15% of the AR/TR	15% of the AR/TR

Tax Concessions and Rebates (4/6)

AR = Applicable Rate / TR = Taxable Rate

Sec.	Type of Industry	Rebate & Concession	
		FY 2023-24	FY 2022-23
11 (3H)	<ul style="list-style-type: none"> ▪ Manufacturers of - Brandy based on Fruits, Cider & Wine in: <ul style="list-style-type: none"> ✓ Remote Area ✓ Undeveloped Area 		
	<ul style="list-style-type: none"> ➤ For the first 10 years – Remote Area 	40% of the AR/TR	40% of the AR/TR
	<ul style="list-style-type: none"> ➤ For the first 10 years – Undeveloped Area 	25% of the AR/TR	25% of the AR/TR
11 (3I)	<ul style="list-style-type: none"> ▪ Royalty Income earned from Export of Intellectual Assets 	25% of the AR/TR	25% of the AR/TR
11 (3J)	<ul style="list-style-type: none"> ▪ Income earned from the Disposal of Intellectual Assets 	50% of the AR/TR	50% of the AR/TR
11 (3K)	<ul style="list-style-type: none"> ▪ Tourism Industry or Aviation Industry operating International Flights with: <ul style="list-style-type: none"> ✓ Capital Investment of Rs. 2 billion 		
	<ul style="list-style-type: none"> ➤ For the first 5 years – From the Date of Commencement 	100% - Tax Exempt	100% - Tax Exempt
	<ul style="list-style-type: none"> ➤ For the subsequent 3 years 	50% of the AR/TR	50% of the AR/TR
11 (3L)	<ul style="list-style-type: none"> ▪ Special Industry, Industry based in Agriculture & Tourism Sector which capitalizes its profit (i.e., Issues Bonus Shares) for the purpose of capacity enhancement 	100% - Tax Exempt	100% - Tax Exempt
11 (3M)	<ul style="list-style-type: none"> ▪ Conversion of Private to Public Company (Paid up capital > Rs. 500 Million) ✓ This rebate shall not be applicable for companies mandated to be registered as public under Section 12 of the Companies Act 		
	<ul style="list-style-type: none"> ➤ For the first 3 years – From the Date of Conversion 	10% of the AR/TR	10% of the AR/TR
11 (3N)	<ul style="list-style-type: none"> ▪ Tea Production and Processing, Dairy Industry & Textile Industry 	50% of the AR/TR	50% of the AR/TR
11 (3O)	<ul style="list-style-type: none"> ▪ Community Hospital 	20% of the AR/TR	20% of the AR/TR

Tax Concessions and Rebates (5/6)

AR = Applicable Rate / TR = Taxable Rate

Sec.	Type of Industry	Rebate & Concession	
		FY 2023-24	FY 2022-23
11 (3P)	<ul style="list-style-type: none"> ▪ Small Scale Industry (Laghu Udhya) having: <ul style="list-style-type: none"> ✓ Fixed capital up to Rs. 5 lacs (except land and building) ✓ Total Annual Turnover below Rs. 50 Lacs ✓ Employing up to 9 employees (including proprietor) 		
	➤ For the first 7 years – From Date of Commencement – Male	100% - Tax Exempt	100% - Tax Exempt
	➤ For the first 10 years – From Date of Commencement – Female	100% - Tax Exempt	100% - Tax Exempt
11 (3Q)	<ul style="list-style-type: none"> ▪ Entities engaged in Public Infrastructure Development operating under Build/Operate/Transfer model & Development of Power Houses engaging in Generation & Transmission. 	20% of the AR/TR	20% of the AR/TR
11 (3R)	<ul style="list-style-type: none"> ▪ Special Industry established or relocated to Industrial Zone/Industrial Village 		
	➤ For the first 3 years	50% of the AR/TR	50% of the AR/TR
	➤ For the subsequent 5 years	25% of the AR/TR	25% of the AR/TR
11 (3S)	<ul style="list-style-type: none"> ▪ Industry manufacturing raw materials or subsidiary raw materials locally and sells such materials to special industries 	20% of the AR/TR	20% of the AR/TR
11 (3T)	<ul style="list-style-type: none"> ▪ Startups using revolutionary knowledge, thought, skill, technology, behavior and technique which have been prescribed by the IRD and have turnover up to one crore rupees: 		
	➤ For the first 5 Years from the date of commencement	100% - Tax Exempt	100% - Tax Exempt
11 (3U)	<ul style="list-style-type: none"> ▪ Relocation of Special Industry operating in Kathmandu Valley to outside the valley 		-
	➤ For the first 3 years from the date of commencement	100% - Tax Exempt	100% - Tax Exempt
	➤ For the subsequent 2 years	50% of the AR/TR	50% of the AR/TR
11 (3V)	<ul style="list-style-type: none"> ▪ Industry producing goods using only 'Used Materials' as raw materials that has direct impact on the environment 		
	➤ For the first 3 years from the date of commencement	50% of the AR/TR	50% of the AR/TR
	➤ For the subsequent 2 years	25% of the AR/TR	25% of the AR/TR

Tax Concessions and Rebates (6/6)

AR = Applicable Rate / TR = Taxable Rate

Sec.	Type of Industry	Rebate & Concession	
		FY 2023-24	FY 2022-23
11 (3W)	Industries producing immunization vaccine, oxygen gas & sanitary pads		
	➤ For First 5 Years	100% - Tax Exempt	100% - Tax Exempt
	➤ For Subsequent 2 Years	50% of the AR/TR	50% of the AR/TR
11 (3X)	Industry Established till Ashad 2082 for manufacturing & assembling of Electric Vehicles		
	For 5 Years from the date of operation.	40% of the AR/TR	40% of the AR/TR
11 (3Y)	Industry Established till Ashad 2082 for manufacturing of agriculture tools & equipment		
	For 5 Years from the date of operation.	100% - Tax Exempt	100% - Tax Exempt

Other Clarifications:

Definition of 'Special Industry':

- Special Industries means "Manufacturing, Agricultural, Forestry and Mining Industries as defined u/s 3 of Industrial Enterprises Act, 2076 except Cigarette, Bidi, Cigar, Tobacco, Gutkha, Pan-Masala and other similar nature products consuming tobacco as main raw material, Alcohol, Beer and other identical products."

Additional Note to Section 11:

- If any entity is entitled to more than one benefit under Section 11 of the Income Tax Act, 2058 only one benefit shall be availed. However, in case of special industries, they can avail the concession of 20% provided in the Section 11 (2Kha) as well as any one of the other benefits available u/s 11.

Income Tax Act – Amendments (1/2)

Section	Sub-Heading	Amended Provision	Existing Provision	Impact
2 (aad1)	Adjusted Taxable Income	"Adjusted taxable income" means the taxable income of any person for any income year calculated without reducing any amount under Section 12, 12A, 12B and 12C or without any deduction under sub-section (2) of Section 14, Section 17 or 18.	"Adjusted taxable income" means the taxable income of any person for any income year calculated without reducing any amount under Section 12 or without any deduction under sub-section (2) of Section 14, Section 17 or 18.	Correction made in law
10 (m)	Exempt Income	Amounts earned by educational institute having memorandum of understanding with the Government of Nepal or the concerned body of the Government of Nepal for not making profit or not distributing profit in accordance with its objective.	(m) Amounts earned by educational institute having memorandum of understanding with the Government of Nepal or the concerned body of the Government of Nepal for not making profit or not distributing profit in accordance with its objective.	The MOU must be directly with the GoN
22 (2) Proviso	Method of Tax Accounting	However, if a natural person receives a lumpsum payment of wages for past years due to determination of a past legal case on wages in the current year, the accounting shall be done on an accrual basis in respective income years for tax purposes.	---	Removal of undue burden of tax on the employee due to lumpsum receipt of salary on cash basis
47A (6)	Special provision on disposal as a result of merger of business	The entity of same category willing to be amalgamated pursuant to sub-section (1) shall provide the letter of intent for amalgamation to the Inland Revenue Department not later than the end of Ashad 2079 (14 July 2022).	The entity of same category willing to be amalgamated pursuant to sub-section (1) shall provide the letter of intent for amalgamation to the Inland Revenue Department not later than the end of Ashad 2079 (14 July 2022).	Correction made in law

Income Tax Act – Amendments (2/2)

Section	Sub-Heading	Amended Provision	Existing Provision	Impact
57 (2)(d)	Change in Control (Activities that cannot be done post change)	To make adjustment pursuant to sub-section (4) of Section 24, if it has been calculated for any amount or expenses pursuant to clause (a) of sub-section (4) of Section 24 prior to the change in ownership, and correction has been made on that amount or expenses pursuant to sub-section (4) of Section 24 after the change in ownership.	To make adjustment pursuant to sub-section (4) of Section 24, if it has been calculated for any amount or expenses pursuant to clause (a) of sub-section (4) of Section 24 prior to the change in ownership, and correction has been made on that amount or expenses pursuant to sub-section (4) of Section 24 after the change in ownership.	Correction in Law
97 (5)	Submission of ITR	(5) The format of the income returns to be submitted pursuant to sub-section (2) shall be as specified by the Inland Revenue Department.	(5) The format of the income returns to be submitted pursuant to sub-section (2) shall be as specified by the Inland Revenue Department.	Correction in Law

Other Amendments in the Act:

The below clause has been shifted from Section 11 (1)(2b)(c) to Section 11 (1)(5):

“A person who is in a position to have more than one exemption in respect of the same income pursuant to Section 11 shall enjoy only one exemption chosen by him or her except for the rebate provide in sub-section (2b).”

The words “**Any company being**” has been substituted with the words “**Any company**” in Section 11 (1) 3(m).

Amendment in the IT Rules:

The words "Permanent" has been replaced with "Permanent Account" in IT Rule 23(2).

Indirect Tax Proposal





Value Added Tax

VAT – Significant Provisions (1/3)

Significant Provisions of Value Added Tax:

❑ **VAT Rate & Payment:**

- The rate under VAT Act remain unchanged at 13%.
- VAT payment above Rs. 10 lacs should be made compulsorily through cheque, draft or electronically.

❑ **VAT Registration:**

➤ **Turnover Threshold:**

- For Goods : NPR 50 Lacs
- For Services : NPR 20 Lacs
- For Both : NPR 20 Lacs
- For Digital Service Provider : NPR 20 Lacs

➤ **Import Threshold:**

- Imports above NPR 10K (Except self-consumption)

❑ **Jurisdiction:**

- Any supply of goods or services within the territory of Nepal:

Particulars	Collection By:
• Supply of goods/services within Nepal	IRD
• Export Supply of goods/services	Custom Office
• Import Supply of goods/services	Custom Office

❑ **Place of Supply**

Particulars	Place of Supply
• Movable Goods	Where such goods are SOLD
• Immovable Goods	Where such goods are LOCATED
• Imported or Exported Goods	CUSTOM POINT
• Self-consumption	Where the producer/vendor RESIDES
• Service	Where the benefit is RECEIVED

❑ **Time of Supply:**

Goods – Earliest of	Services – Earliest of
• Date of Invoice	• Date of Invoice
• Date of Possession/Removal	• Date of Rendering of Services
• Date of Payment (Except Advances)	• Date of Payment (Except Advances)

❑ **Reverse Charge:**

Section	Prevailing Provision
• Section 8 (2)	• Import of Service
• Section 8 (2a)	• Goods Carriage Service
• Section 8 (3)	• Commercial Construction > NPR 50 Lacs (Transactions with an Unregistered Person)

VAT – Significant Provisions (2/3)

Significant Provisions of Value Added Tax:

❑ Accounts & Records:

- Any registered or unregistered person with transaction of taxable goods or services shall keep purchase book and sales book for every financial year verified by himself/herself. Tax Officer may inspect such book at any time.
- Such records shall be kept for at least **6 Years**.

❑ Due Date for submission of VAT Return & Amount:

- A registered person is required to submit the return along with the amount within 25th of the subsequent month after the completion of tax period.

❑ Penalties:

Offence	Amount
• VAT Return (Defaulted)	Penalty: Higher of – <ul style="list-style-type: none"> ▪ 0.05% per day of applicable VAT or ▪ NPR 1,000
• VAT Amount (Defaulted)	Penalty: <ul style="list-style-type: none"> ▪ 10% per annum
	Interest: <ul style="list-style-type: none"> ▪ 15% per annum

❑ Schedule 1 of VAT Act [Exempt-VAT]

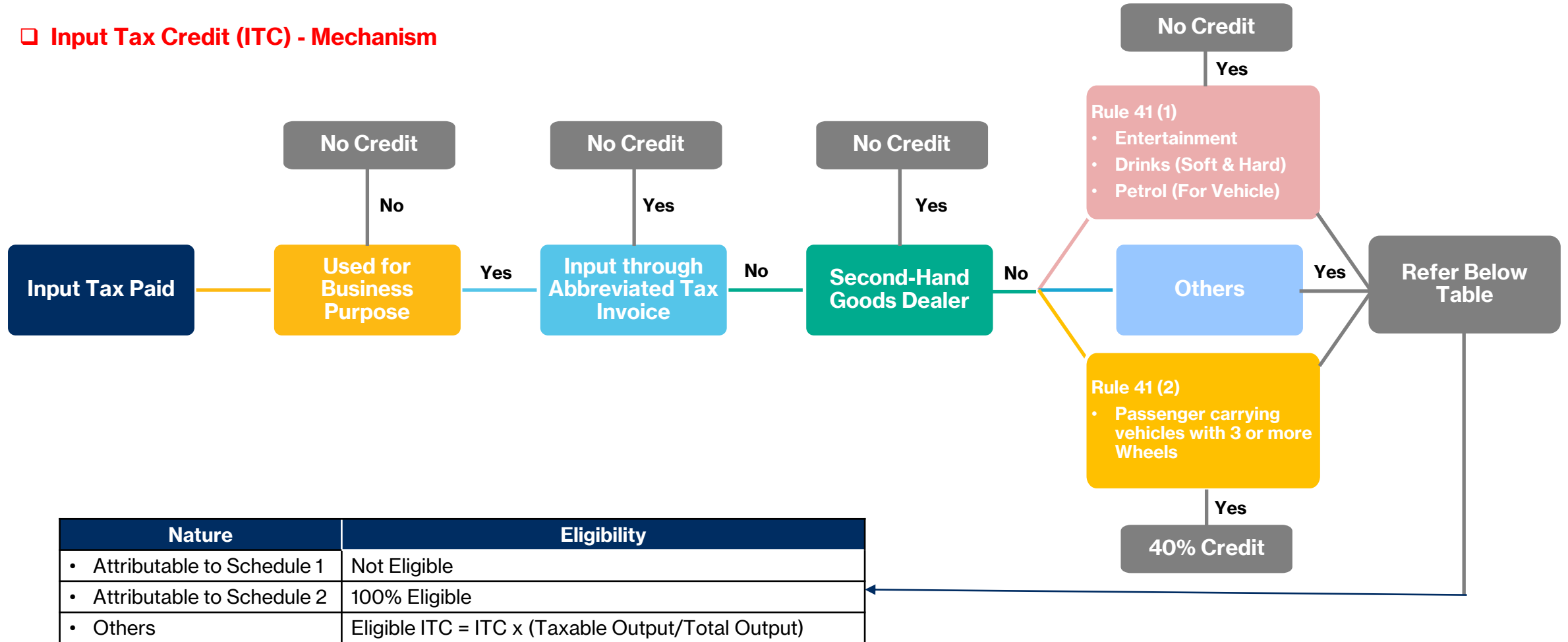
Group	Items
• Group 1	Basic Agricultural Products
• Group 2	Basic Need Items
• Group 3	Living Animals & Remains
• Group 4	Agricultural Inputs
• Group 5	Medical Items, Health & Similar Services
• Group 6	Basic Educational Needs
• Group 7	Books, Magazines & Printing Materials
• Group 8	Artistic & Sculpturing Devices
• Group 9	Passenger Transport & Services
• Group 10	Artists/Sportsman/Writer/Designer/Translator/Manpower
• Group 11	Others
• Group 12	Sale of Land & Building / Rent from Building
• Group 13	Betting, Casino & Lottery

❑ Schedule 2 of VAT Act [Zero Rated-VAT]

- Various Provisions as prescribed in the Act.

VAT – Significant Provisions (3/3)

❑ Input Tax Credit (ITC) - Mechanism



VAT Act – Amendments (1/2)

Section	Sub-Heading	Amended Provision	Existing Provision	Impact
8 (2A)	Reverse Charge	A registered or unregistered person who hires a goods transport vehicle or obtains goods transportation services from an unregistered person in accordance with this act and the rules made thereunder, shall collect and make the payment of VAT on the taxable value at the time of payment or at the time of receipt of service whichever is earlier.	---	VAT will be applicable on all freight expenses incurred by any person irrespective of their VAT registration either through transporter or through reverse charge.
17 (5b)	Tax Deduction	The concerned taxpayer shall be allowed to avail tax credit paid pursuant to sub-section (2) & (2A) of Section 8, Section 12A and sub-section (3) of Section 15.	(5b) The concerned taxpayer shall be allowed avail tax credit paid pursuant to sub-section (2) of Section 8, Section 12A and sub-section (3) of Section 15.	Reverse VAT on freight charges shall be claimable by the registered person.
25 (1b)	Tax Refund	If the price of any consumable goods or service determined by the department by publishing a notice is purchased and paid through electronic mode of payment pursuant to the prevailing laws, ten percent of such payment shall be refunded to his or her bank account under the procedure prescribed by the Department as a cash incentive.	If the price of any consumable goods or service purchased is paid through electronic mode of payment pursuant to the prevailing laws, ten percent of such payment shall be refunded to his or her bank account under the procedure prescribed by the Department as a cash incentive.	List of goods & services on which the cash incentive applies shall be determined by the Department.
29 (1E)	Penalty	In accordance with clause (1) sub-clause (a), (a1) & (a2) of Section 25 of the act, if it is found that the tax being claimed as refund through electronic means is not genuine then the tax officer may levy a penalty of 25% of such claim.	---	Penalty added for wrongful claim of VAT refund

VAT Act – Amendments (2/2)

Section	Sub-Heading	Amended Provision	Existing Provision	Impact
19 (4)	Payment of Tax	If a taxpayer submits an application for the remission of the additional charge charges imposed under sub-section (2) stating the reason that the failure to make timely payment was caused by a situation beyond the taxpayer's control (force majeure), the Director General may, if he/she finds the reason reasonable, remit such charges.	If a taxpayer submits an application for the remission of the additional charges imposed under sub-section (2) stating the reason that the failure to make timely payment was caused by a situation beyond the taxpayer's control (force majeure), the Director General may, if he/she finds the reason reasonable, remit such charges.	Correction in Law
19 (5)	Payment of Tax	The liability of tax amount to be paid on calculation of the additional charge charges referred to in sub-section (2) and the interest referred to in Section 26 shall be charged calculating the period from the date of expiration for submission of the tax of the transaction of the month by which the duty is created within that tax period.	The liability of tax amount to be paid on calculation of the additional charges referred to in sub-section (2) and the interest referred to in Section 26 shall be charged calculating the period from the date of expiration for submission of the tax of the transaction of the month by which the duty is created within that tax period.	Correction in Law
19 (7b)	Payment of Tax	Notwithstanding anything contained in this section, the tax payment method of a registered person under Section (10B1) shall be as prescribed by the department.	Notwithstanding anything contained in this section, the tax payment method of a registered person under (10B1) shall be as prescribed by the department.	Correction in Law
28 (1a)	Provision relating to Imports	(1a) The concerned customs office shall provide details of the amount so deposited as security and returned to the Inland Revenue Department.	(1a) The concerned customs office shall provide details of the amount so deposited as security and returned to the Inland Revenue Department.	Correction in Law

VAT Rules – Amendments (1/2)

Rule	Amended Provision
Threshold for VAT Registration	
(6)(1)	The minimum transaction limit for registration in VAT for the persons dealing with "Goods, Goods Carriage Service & Rental of Goods Carriage " shall be NPR 50 Lacs.
(7)(1)	The persons dealing with "Goods, Goods Carriage Service & Rental of Goods Carriage " who expect that their transactions shall cross the limit of NPR 50 Lacs are required to fill the details in Schedule 1 and request the tax officer to register the business in VAT.
(7)(2)	The persons dealing with "Goods, Goods Carriage Service & Rental of Goods Carriage " who did not expect that their transactions shall cross the limit of NPR 50 Lacs are required to fill the details in Schedule 1 Format within 30 days from the date when the transactions exceeded the limit and request the tax officer to register the business in VAT.
Temporary Registration in VAT for participating in Exhibitions, Fair and Programs	
(7A)(5) - Added	The tax officer is required to assess the documents submitted by the assessee vide sub-clause (4) and cancel the registration and inform the assessee of such cancellation within 15 days.
(7A)(6) - Added	The deposit kept by the assessee as per sub-clause (2) can be adjusted with the VAT liability arising in sub-clause (4).
(7A)(7) - Added	While doing the VAT assessment under sub-clause (5), if the VAT liability exceeds the VAT deposited by the assessee, then a 3 day notice for depositing such excess liability shall be given. In case if the assessee does not make the deposit, then the recovery shall be made from the deposit made under sub-clause (2). If such deposit is also insufficient to fulfill the liability then such balance shall be recovered from the organizer of the event.



Excise Duty

Excise Duty Act – Significant Provisions

Significant Provisions of Excise Duty:

❑ **Applicability:**

- The excise duty is applicable on excisable items under Excise Tariff.
 - On Removal after manufacturing
 - On Import or

❑ **Responsibility of Collection of Excise Duty:**

Particulars	Collection By:
• On removal of excisable goods/services	Producer
• On import	Custom Office

❑ **Non-Applicability of Excise Duty:**

- No excise duty shall be collected on the excisable items if:
 - Items Exported
 - Items sold to Duty Free Shops (Except Cigarette/Alcohol)
 - Sale of Cigarette/Alcohol by Bonded W/H to diplomats/duty facility.

❑ **Excise Duty Return:**

- Submission of Excise return should be within 25 days from respective month end for both Physical Control/Self Control.

❑ **Time of Collection**

Particulars	Time of Collection
• Physical Control Removal System	On Removal
• Self-Removal System (With Control)	On Removal
• Self-Removal System (Without Control)	25 th of next month
• Import	On Import

❑ **Input Credit of Excise:**

- Excise Duty paid at custom point on auxiliary raw materials, packing materials, spare parts and duty-free raw materials are not eligible for claim as input credit.
- However, excise duty paid on raw materials are eligible as input excise and can be adjusted with excise payable on sale of excisable goods.

❑ **Refund of Excise Duty:**

- If any Industry exports excisable goods, they shall get refund of excise duty paid on RM consumed for production of such exported quantity.
- The claim for refund should be lodged within 1 year from the due date of filing. At least 15% value addition should be made in case of export of tobacco, liquors & Pan Masala.

Excise Act – Amendments (1/2)

Section	Sub-Heading	Amended Provision	Existing Provision	Impact
2 (n)	Definition	"Department" means the Department specified by the Government of Nepal for purposes of this Act; "Inland Revenue Department"	"Department" means the Department specified by the Government of Nepal for purposes of this Act;	Clarification in Law
3 (B) (1)(a)(2)	Excise Duty not to be levied	When importing goods or procuring goods produced in Nepal subject to excise duty by a bonded warehouse, amount equal to the excise duty leviable on such goods shall be furnished in the form of cash deposit or bank guarantee.	When importing goods subject to excise duty by a bonded warehouse, amount equal to the excise duty leviable on such goods shall be furnished in the form of cash deposit or bank guarantee.	Scope for obtaining BG for excisable items by Bonded W/H has increased
8 (1)	License to be obtained	No one shall manufacture, export , import, sell or store goods subject to excise duty or provide services subject to excise duty to any other person, without obtaining a license in accordance with this Act.	No one shall manufacture, import, sell or store goods subject to excise duty or provide services subject to excise duty to any other person, without obtaining a license in accordance with this Act.	The words export have been added for clarification in Law
9	Provisions relating to license	No one shall produce, export , import, sell or store goods subject to excise duty or provide services subject to excise duty without obtaining a license in accordance with this Act.	No one shall produce, import, sell or store goods subject to excise duty or provide services subject to excise duty without obtaining a license in accordance with this Act.	The words export have been added for clarification in Law
19	Provisions on Administrative Review and Appeal	In calculation of the deposit or bank guarantee pursuant to sub-section (6a), it shall be calculated including also the twenty five percent of excise amount submitted to the Inland Revenue Department for Administrative Review.	In calculation of the deposit or bank guarantee pursuant to sub-section (6a), it shall be calculated including also the twenty five percent of excise amount submitted to the Inland Revenue Department for Administrative Review.	Correction in Law

Excise Rules – Amendments (2/2)

Rule	Amended Provision
Miscellaneous	
10 (2)	The words " Local Authority " has been replaced with " Local Level ".
13E (1)	The words " Inland Revenue " has been deleted.
Usage of Shrink Cap to protect Excise Ticket	
29C (1)	The words " Liquor imported by Licensed Importer " has been added. The importers are required to ensure usage of Shrink Cap for the liquor imported by them (except beer, wine and cider).
29C (2) – Added	The rule for "Liquor imported by Licensed Importer" will be effective from Ashoj 1, 2080.
Usage of Biodegradable Packaging	
29D - Added	(1) The producers of Tobacco, Khaini, Guthka, Pan Masala, Sweet Supari and similar products are required to replace the plastic packaging with biodegradable packaging from Baisakh 1, 2081. (2) The licensed importers of above products are also required to ensure the biodegradable packaging in the imported materials.
Redistillation of ENA	
34 (3A) - Added	The Licensed Spirit Producers shall be permitted to perform Redistillation of Extra Neutral Alcohol (E.N.A) after taking due permission from the department. On such redistillation, the minimum output should be 98 ltr.s for every 100 ltr.s.
Amendments in the Annexures	
Sch 2	Refer Schedule 2 of Excise Rules for the exhaustive list of new rates for Excise License Registration.
Sch 4A & 4B	The words "Dastur" has been replaced with "Shulka".



Customs Duty

Customs Duty – Significant Provisions

Significant Provisions of Custom Duty:

❑ **Applicability:**

- The rate of Customs Duty on import prevailing as per Schedule-1 of Finance Ordinance 2079 shall be applicable with immediate effect (Jestha 15,2080).

❑ **Custom Deposit Facility:**

- Industries export its goods through letter of credit or banking channel in convertible foreign currency but not having Bonded House Facility, can import its raw materials, auxiliary raw materials & packing materials (if packing material is not manufactured in Nepal) under Custom Deposit Facility.

❑ **Diplomatic Facility / Duty Facility:**

Particulars	Diplomatic	Duty
• Maintaining Records	Yes	Yes
• Examination	No	Yes/No
• Collecting Custom Duty	No	No

❑ **Customs Service Fees**

Particulars	Fee
• On Import of Goods	NPR 500
• On Export of Goods	NPR 100

❑ **Exceptions to applicability of Customs Duty:**

- Custom Duty shall be applicable on exports & imports/re-imports except in the following cases:
 - Having been exported through parcel by post but could not be delivered to the concerned person and thus returned.
 - Having been returned because the concerned person has refused to take delivery after clearance made by the customs office or after having arrived abroad.
 - Having been returned because of being unable to meet standard quality due to an accident or natural calamity.

❑ **Penalty:**

- The custom officer can recheck the custom cleared goods whether at custom premise or outside custom premise and if found that the declared name, specifications, character, physical description, qualitative description, size, weight & qualities are different, 300% penalty in addition to applicable custom duty or confiscation of goods along with 200% penalty in addition to the applicable custom duty shall be attracted.
- Undeclared imported goods shall attract fine of 5% of custom duty. The fine may be waived off if such goods are undeclared due to unavoidable reason.

Customs Act – Amendments (1/2)

Section	Sub-Heading	Amended Provision	Existing Provision	Impact
13 (15)(a)	Basis for determination of customs value of goods to be imported	Clearing goods subject to customs duty by collecting fifty percent additional customs duty on such difference value, and in case of goods subject to agricultural improvement fee or excise duty by collecting fifty percent of agricultural improvement fee or excise duty on such difference value before inspection and passing of goods.	Clearing such goods by collecting fifty percent additional customs duty on such difference value before inspection and passing of goods.	Scope of the customs valuation has increased.
18	Declaration form to be filled up and submitted	Any person who exports or imports any goods shall fill up the declaration form, accompanied by the documents as prescribed, and submit it to the Customs Officer of the concerned area. Provided that, it shall not be necessary to fill up the declaration form in the case of those goods which have been exempted from customs duty by the Government of Nepal by notification in the Nepal Gazette which includes travelers bringing in or taking out personal use belongings to or from Nepal.	Any person who exports or imports any goods shall fill up the declaration form, accompanied by the documents as prescribed, and submit it to the Customs Officer of the concerned area. Provided that, it shall not be necessary to fill up the declaration form in the case of those goods which have been exempted from customs duty by the Government of Nepal by notification in the Nepal Gazette, which includes goods contained in the luggage and baggage of passengers going out from Nepal and coming into from foreign countries.	Clarification introduced in law

Customs Act – Amendments (2/2)

Section	Sub-Heading	Amended Provision	Existing Provision	Impact
51 (1)	Provisions relating to license of customs agent	A person who wishes to act as the customs agent or representative of any importer or exporter to clear goods to be imported or exported from the Customs Office or to do any act related with the Customs Office shall obtain the license of customs agent from the Department or Customs Office .	A person who wishes to act as the customs agent or representative of any importer or exporter to clear goods to be imported or exported from the Customs Office or to do any act related with the Customs Office shall obtain the license of customs agent from the Department or Customs Office.	Only customs agent are made authorized to clear goods from custom point
60B	Investigation of the Scope of Legal Case	The investigation officer shall complete the investigation within 25 days of the commencement of the investigation from the date of the arrest of the person related to the case and file the case punishable under sub-section (1c) and (1d) of Section 57 with the concerned officer after taking the opinion of the public prosecutor.	The investigation officer shall complete the investigation within 25 days of the commencement of the investigation and file the case punishable under sub-section (1c) and (1d) of Section 57 with the concerned officer after taking the opinion of the public prosecutor.	Date of counting the of days has been revised

General Tax Updates



General Tax Updates (1/8)

Section	FY 80-81 (Amended Provision)	FY 79-80 (Prevailing Provision)
Section 7 Health Hazard Tax	<p>On import or domestic production of the following items, Health Hazard Tax will be levied as follows:</p> <ol style="list-style-type: none"> 1) Beedi (Per Piece) – Rs. 0.30 Paisa /- 2) Cigarette/Cigar (Per Piece) – Rs. 0.60 Paisa /- 3) Surti/Khaini/Gutkha/Pan Masala (Per Kg) – Rs. 60 /- 	<p>On import or domestic production of the following items, Health Hazard Tax will be levied as follows:</p> <ol style="list-style-type: none"> 1) Beedi (Per Piece) – Rs. 0.30 Paisa /- 2) Cigarette/Cigar (Per Piece) – Rs. 0.60 Paisa /- 3) Surti/Khaini/Gutkha/Pan Masala (Per Kg) – Rs. 60 /-
Section 8 Education Service Fee	<p>3% Education Service Fee to be deducted by BFIs on tuition fees paid in Foreign Currency on behalf of the students going abroad for further education.</p> <p>Interest shall be charged to the BFI at the rate of 15% per annum for non-deposit of ESF by the due date.</p> <p>In case the student does not go abroad for his/her studies due to any circumstances and the amount is refunded by the foreign educational institution, then ESF collected on such amount shall be refunded.</p>	<p>2% Education Service Fee to be deducted by BFIs on tuition fees paid in Foreign Currency on behalf of the students going abroad for further education.</p> <p>Interest shall be charged to the BFI at the rate of 15% per annum for non-deposit of ESF by the due date.</p> <p>In case the student does not go abroad for his/her studies due to any circumstances and the amount is refunded by the foreign educational institution, then ESF collected on such amount shall be refunded.</p>
Section 9 Infrastructure Development Tax	<p>On import of Petrol and Diesel, Infrastructure Development Tax will be levied at the custom point as follows:</p> <ol style="list-style-type: none"> 1) Petrol (Per Litre): Rs. 10 /- 2) Diesel (Per Litre): Rs. 10 /- 	<p>On import of Petrol and Diesel, Infrastructure Development Tax will be levied at the custom point as follows:</p> <ol style="list-style-type: none"> 1) Petrol (Per Litre): Rs. 10 /- 2) Diesel (Per Litre): Rs. 10 /-

General Tax Updates (2/8)

Section	FY 80-81 (Amended Provision)	FY 79-80 (Prevailing Provision)
<p align="center">Section 10 Road Development Fee</p>	<p>On local manufacturing of vehicles, the department of transport management collects road development fee at the time of registration on each vehicle produced whereas on import of vehicles, the custom office collects the road development fee on each vehicle as per the rates specified in the next page.</p>	<p>On local manufacturing of vehicles, the department of transport management collects road development fee at the time of registration on each vehicle produced whereas on import of vehicles, the custom office collects the road development fee on each vehicle as per the rates specified in the table below.</p>
<p align="center">Section 11 Road - Repair & Improvement Fee</p>	<p>On import of Petrol and Diesel, Road Repair & Improvement Fee will be levied at the custom point as follows:</p> <p>1) Petrol (Per Litre): Rs. 4 /- 2) Diesel (Per Litre): Rs. 2 /-</p>	<p>On import of Petrol and Diesel, Road Repair & Improvement Fee will be levied at the custom point as follows:</p> <p>1) Petrol (Per Litre): Rs. 4 /- 2) Diesel (Per Litre): Rs. 2 /-</p>
<p align="center">Section 13 Pollution Control Fee</p>	<p>On local sales of Petrol and Diesel, Pollution Control Fee will be levied as follows:</p> <p>1) Petrol (Per Litre): Rs. 1.50 /- 2) Diesel (Per Litre): Rs. 1.50 /-</p>	<p>On local sales of Petrol and Diesel, Pollution Control Fee will be levied as follows:</p> <p>1) Petrol (Per Litre): Rs. 1.50 /- 2) Diesel (Per Litre): Rs. 1.50 /-</p>

General Tax Updates (3/8)

Section 10 [Road Development Fee]

Harmonic Code	Products	Rate FY 2080-81	Rate FY 2079-80	Status
87.02	Minibus, Microbus & Bus	7% of Value	7% of Value	No Change
87.04	Truck, Tripper, Dumper, Lorry, Mini Truck & Tripper, Gas Bullet, Tanker, Garbage Compactor & Cement Bunker	7% of Value	7% of Value	No Change
87.02 & 87.03	Car, Jeep, Van (Up to 2000 CC)	8% of Value	8% of Value	No Change
87.04	Single & Double Cab Pickup Vehicle & Delivery Van (Up to 2000 CC)	8% of Value	8% of Value	No Change
87.02 & 87.03	Car, Jeep, Van (Above 2000 CC)	10% of Value	10% of Value	No Change
87.04	Single & Double Cab Pickup Vehicle & Delivery Van (Above 2000 CC)	10% of Value	10% of Value	No Change
-----	Electric - Car, Van, Jeep (Excluding 3 Wheelers)	5% of Value	5% of Value	No Change
-----	Electric - Bus, Microbus, Minibus & Delivery Van (Excluding 3 Wheelers)	2.5% of Value	2.5% of Value	No Change
Motorcycle & Scooter	Up to 125 CC	15,000 per piece	15,000 per piece	No Change
	125 CC to 250 CC	18,000 per piece	18,000 per piece	No Change
	250 CC to 400 CC	20,000 per piece	50,000 per piece	Decrease
	Above 400 CC	10% of Value	100,000 per piece	Increase
	Electric Motorcycle & Scooter	10,000 per piece	10,000 per piece	No Change
87.03 & 87.04	Electric 3-Wheeler (Goods & Passenger Transport)	10,000 per piece	10,000 per piece	No Change
87.03 & 87.04	Three Wheelers (Others)	15,000 per piece	15,000 per piece	No Change
87.02, 87.03, 87.04	Vehicles other than above	10% of Value	10% of Value	No Change
87.06	Chassis	9% of Value	9% of Value	No Change

General Tax Updates (4/8)

Section	FY 80-81 (Amended Provision)	FY 79-80 (Prevailing Provision)
<p align="center">Section 14 Telephone Ownership Fee</p>	<ul style="list-style-type: none"> A sum of Rs. 500 shall be collected as Telephone Ownership Fee for installing new Fixed land line or on transfer of ownership of such land line. In case of cell phone (Prepaid & Postpaid) a sum equivalent to 2% of the value of Sim Card and Recharge Card shall be collected as Telephone Ownership Fee. Telecom ownership Tax is required to be paid within 25th of next month otherwise interest @ 15% p.a. shall be levied. 	<ul style="list-style-type: none"> A sum of Rs. 500 shall be collected as Telephone Ownership Fee for installing new Fixed land line or on transfer of ownership of such land line. In case of cell phone (Prepaid & Postpaid) a sum equivalent to 2% of the value of Sim Card and Recharge Card shall be collected as Telephone Ownership Fee. Telecom ownership Tax is required to be paid within 25th of next month otherwise interest @ 15% p.a. shall be levied.
<p align="center">Section 15 Telecommunication Service Charges (TSC)</p>	<ul style="list-style-type: none"> Telecom Companies (Communication Service Providers, Internet Service Providers) need to collect a Telecom Service Charge @ 10% from its customers and deposit the same along with the monthly Value Added Tax i.e., on the 25th of the next month. In case of delay in the deposit of TSC, an additional fee of 5% on the outstanding amount shall be levied. The above charges shall not be levied on the following: <ul style="list-style-type: none"> ➤ Inter-connection charges (Paid by one Telecom Company to another for using their network) ➤ Repair & Maintenance charges up to 50% of the Fixed Broadband Service Fees. 	<ul style="list-style-type: none"> Telecom Companies (Communication Service Providers, Internet Service Providers) need to collect a Telecom Service Charge @ 10% from its customers and deposit the same along with the monthly Value Added Tax i.e., on the 25th of the next month. In case of delay in the deposit of TSC, an additional fee of 5% on the outstanding amount shall be levied. The above charges shall not be levied on the following: <ul style="list-style-type: none"> ➤ Inter-connection charges (Paid by one Telecom Company to another for using their network) ➤ Repair & Maintenance charges up to 50% of the Fixed Broadband Service Fees.

General Tax Updates (5/8)

Section	FY 80-81 (Amended Provision)
<p style="text-align: center;">Section 16 Casino Royalty</p>	<ul style="list-style-type: none"> • Annual Royalty of Rs. 5 Crores. In case if the casino operates gaming only by modern machinery & equipment, then Annual Royalty of Rs. 1 Crore. The amount of royalty has to be paid in three instalments as follows: <ul style="list-style-type: none"> - Within Poush – 40% - Within Chaitra – 70% - Within Ashad – 100% • Fine @ 15% p.a. shall be charged in case of non-deposit of royalty on time (within 3 months) and 30% p.a. shall be charged if unpaid for further period. • The administration of Royalty shall be done by Culture, Tourism & Civil Aviation Ministry.
<p style="text-align: center;">Section 24 Special Provisions for Cell Phone Registration</p>	<p>Users of cellular phones which are currently in use as of Jestha 15, 2080 and could not be registered with the Mobile Device Management System implemented by the Nepal Telecommunication Authority for various reasons, are required to mention their IMEI of the phone and pay a lumpsum fee as per the below table:</p> <ul style="list-style-type: none"> - iPhone & Cell Phones > NPR 100,000: NPR 10,000 per phone - Other Smart Phones: NPR 3,000 per phone - Other Phones which are not Smart Phones: NPR 200 per phone <p>The fee needs to be paid in the IRD account designated for this purpose and upon receipt of evidence of payment, NTA shall facilitate the registration of phones to the MDMS. However, if a Nepalese Citizen has gone abroad for more than six months after obtaining a work permit and has sufficient evidence to prove the foreign employment, then in such a case, NTA is required to register one cellular phone of such person free of charge.</p>

General Tax Updates (6/8)



Section	FY 80-81 (Amended Provision)	FY 79-80 (Prevailing Provision)
<p>Section 20 Digital Service Tax</p>	<ul style="list-style-type: none"> • Non-resident person providing digital services to Nepalese Consumers shall be charged Digital Service Tax at 2% of the total transaction value. However, such service tax shall not be charged if the transaction value is below NPR 20 Lacs. • Person providing such digital services are required to submit return and pay taxes on the transaction value. • Non-submission of return within the due date shall attract fee amounting to 0.1% of the transaction value. Similarly, on late payment of tax, interest shall be charged at 15% per annum. On under payment or evasion of tax, penalty at the rate of 50% of Digital Service Tax shall be levied. • No Income Tax shall be levied if the assessee has paid Digital Service Tax under this section. • Digital Service Tax shall be administered by Inland Revenue Department. 	<ul style="list-style-type: none"> • Non-resident person providing digital services to Nepalese Consumers shall be charged Digital Service Tax at 2% of the total transaction value. However, such service tax shall not be charged if the transaction value is below NPR 20 Lacs. • Person providing such digital services are required to submit return and pay taxes on the transaction value. • Non-submission of return within the due date shall attract fee amounting to 0.1% of the transaction value. Similarly, on late payment of tax, interest shall be charged at 15% per annum. On under payment or evasion of tax, penalty at the rate of 50% of Digital Service Tax shall be levied. • No Income Tax shall be levied if the assessee has paid Digital Service Tax under this section. • Digital Service Tax shall be administered by Inland Revenue Department.



General Tax Updates (7/8)

Introduced in Finance Bill 2080	Luxury Fee (Section 21)	Foreign Tourism Fee (Section 22)	Foreign Employment Service Fee (Section 23)
Rate of Fee	2%	5%	1%
Effective From:	Shrawan 1, 2080	Shrawan 1, 2080	Shrawan 1, 2080
Good/Services on which fee shall levy	<ul style="list-style-type: none"> a) Services provided by five stars and above graded hotels and luxury resorts b) Imported Liquor c) Diamonds, Pearls, Gold Studded Stones or Other Precious Metals worth more than NPR 10 Lacs 	<ul style="list-style-type: none"> a) Foreign Tourism b) Foreign Visit for Business Promotion 	- Foreign Employment
Persons who shall levy	<ul style="list-style-type: none"> a) Five stars and above graded hotels and luxury resorts at the time of provision of service b) Imported Liquor at the customs point c) Jeweler selling Diamonds, Pearls, Gold Studded Stones or Precious Metals worth more than NPR 10 Lacs at the time of sale 	<ul style="list-style-type: none"> a) 'Foreign Tour Package Seller at the time of sale of package b) Firm or Company at the time of accounting the incurred expenses of the concerned natural person who on their behalf went on a foreign visit for business promotion purposes 	- Person licensed to conduct foreign employment business
Time of Deposit & Time of Filing Return	25th of Subsequent Month	25th of Subsequent Month	25th of Subsequent Month
Default in Payment within Due-Date	15% interest p.a.	15% interest p.a.	15% interest p.a.
Default in Filing Return within Due-Date	2.5% fee per annum shall be levied (From: Due date till the date of submission)	2.5% fee per annum shall be levied (From: Due date till the date of submission)	2.5% fee per annum shall be levied (From: Due date till the date of submission)
Default in Collection of the Fee	25% fee of the luxury fee	25% fee of the foreign tourism fee	---
Administration of the Fee	IRD	IRD	IRD

General Tax Updates (8/8)

Section	FY 80-81 (Amended Provision)												
Section 41 Liquor Act, 2031:	The word "Export" has been added to Section 5, Section 6 and Section 12(1) in the Liquor Act, 2031.												
Rule 6 (3) Liquor Rules	<p>Liquor License Holders (Except Producers & Importers)</p> <table border="1" data-bbox="631 558 1465 825"> <thead> <tr> <th colspan="2">Fee for Default in Renewal of License</th> </tr> <tr> <th>Particulars</th> <th>% of Fees</th> </tr> </thead> <tbody> <tr> <td>1st 3 Months</td> <td>25%</td> </tr> <tr> <td>Next 3 Months</td> <td>50%</td> </tr> <tr> <td>Next 3 Months</td> <td>75%</td> </tr> <tr> <td>Last 3 Months</td> <td>100%</td> </tr> </tbody> </table>	Fee for Default in Renewal of License		Particulars	% of Fees	1st 3 Months	25%	Next 3 Months	50%	Next 3 Months	75%	Last 3 Months	100%
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Particulars	% of Fees												
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Rule 6 (4) Liquor Rules - Added	<p>Liquor License Holders (For Producers & Importers)</p> <table border="1" data-bbox="631 929 1465 1110"> <thead> <tr> <th colspan="2">Fee for Default in Renewal of License</th> </tr> <tr> <th>Particulars</th> <th>% of Fees</th> </tr> </thead> <tbody> <tr> <td>1st 3 Months</td> <td>50%</td> </tr> <tr> <td>Next 3 Months</td> <td>100%</td> </tr> </tbody> </table>	Fee for Default in Renewal of License		Particulars	% of Fees	1st 3 Months	50%	Next 3 Months	100%				
Fee for Default in Renewal of License													
Particulars	% of Fees												
1st 3 Months	50%												
Next 3 Months	100%												
Rule 6 (4A) Liquor Rules - Added	If not renewed within 6 months from the due date, then the license will be cancelled.												

Significant Points of Budget Speech

Budget Speech presented by Honorable Dr. Prakash Sharan Mahat

Company Related & FDI Updates

- Provisions made to facilitate the registration of a new company & capital increase without incurring any charges.
- A private limited company can be incorporated with a nominal amount of NPR 100.
- Minimum threshold for foreign investment in the Information Technology (IT) sector to be removed.

Restructuring of Government Owned Enterprises

- 20 public enterprises & committees to be scrapped as per the recommendation made by Public Expenditure Review Committee, 2075.
- Government-owned banks and financial institutions to be restructured.
- CAAN to be split into two autonomous entities- regulatory body and the body responsible for developing civil aviation infrastructure.
- Postal Saving Bank to be abolished.

VAT Related Points

- Firms carrying out annual transactions of more than Rs 250 million will be incorporated in the central billing system.
- Registered Taxpayers with annual turnover upto NPR 1 Crore shall have an option to submit the VAT Returns once in 4 months instead of monthly.

Steps to strengthen Nepalese Economy

- National portal to be launched to provide integrated information about the possible investment areas and sources of fund for start ups.
- Feasibility study to be conducted for marijuana cultivation and its impact on Nepali economy.

Strengthening Imports & Exports in Nepal

- Labeling of both importers and distributors to be made mandatory while selling imported goods in the domestic market.
- Online assessment system to be promoted to implement transaction-based customs clearance system.

Industry Impact



Industry Impact (1/17)

All Sectors:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment	
All Sectors	Shrawan 1, 2080	Finance Bill, 2080	Fee	Section 22 (2)(b)	Foreign Tourism Fee will be levied at the rate of 5% on the amount paid by Firm or Company at the time of accounting the incurred expenses of the concerned natural person who on their behalf went on a foreign visit for business promotion purposes.	
			Waiver	Section 25	Waiver of Income Tax Arrears amounting to NPR 50,000 or lower per order, up to FY 2063/64.	
	Jestha 15, 2080	Finance Bill, 2080	Waiver	Section 26	Waiver of Fee and Interest of the entities that have not included the amount of bonus shares distributed as dividends as their assessable income from the proceeds of Further Public Offering	
			Waiver	Section 27	Waiver of Fee and Interest of the entities on the tax applicable on Bargain Purchase Gain which are generated during M&A Deals.	
All Sectors	Jestha 15, 2080	VAT Act	Electronic Refund	Section 29(1E)	In accordance with clause (1) sub-clause (a), (a1) & (a2) of Section 25 of the act, if it is found that the tax being claimed as refund through electronic means is not genuine then the tax officer may levy a penalty of 25% of such claim.	
		VAT Act - Schedule 1	Deleted	Group 2: Basic Needs	Kerosene	
		VAT Rules	VAT Purchase & Sales Register	Annexure 8 & 9	Group 11: Others	Weighing Machines
			Electronic Refund	Rule 45(4)		Material Description & Material Quantity is no longer required to be filled in the VAT Purchase & Sales Registers As per clause (a), (a1) & (a2) of sub-section 1 of Section 25, the tax refund shall be made electronically. The related procedures for shall be as prescribed by the department.

Industry Impact (2/17)

All Sectors (Continued):

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
All Sectors	Jestha 15, 2080	Excise Act	Bonded W/H	Section 3 (B)(1)(a)(2)	On procurement of goods in Nepal which are subject to Excise Duty by a bonded warehouse, the excise duty payable can be furnished in the form of Cash Deposit or Bank Guarantee.
			Excise License	Section 8 (1) & 9	Exporter dealing in excisable item is required to obtain the license in accordance with the Excise Act.
All Sectors	Jestha 15, 2080	Customs Act	Customs Valuation	Section 13(15)(A)	Clearing goods subject to customs duty by collecting fifty percent additional customs duty on such difference value, and in case of goods subject to agricultural improvement fee or excise duty by collecting fifty percent of agricultural improvement fee or excise duty on such difference value before inspection and passing of goods.
			Customs agent	Section 51 (1)	Only customs agent are made authorized to clear goods from custom point

Aviation:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Aviation	Jestha 15, 2080	VAT Act - Schedule 1	Deleted	Group 9: Passenger & Transport Service	Air Travel
				Group 11: Others	Aircraft Engine & Other Parts
				Group 11: Others	Helicopters
Aviation	Jestha 15, 2080	Customs Act	Increased Customs Duty	Customs Tariff	Unmanned Aircraft

Industry Impact (3/17)

Agriculture:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Agriculture	Jestha 15, 2080	Finance Bill, 2080	Waiver	Section 32	Person engaged in the production or sale of Suji (Semolina) and have not collected and deposited VAT, have an option to pay 5% of the total transaction amount from FY 71-72 to Jestha 14, 2076 by Ashoj end, 2080.
Agriculture	Shrawan 1, 2080	Income Tax Act	Business Rebates	Section 11 (1)	Fifty percent tax shall be exempted in earnings from the agriculture by any registered firm, company, partnership or corporate body.
			Advance Tax	Section 95 (A)	Specified items like live animals, agricultural products when imported shall attract advance tax of 5% & 2.5% which is deducted at customs point. However, if any of the specified items attracts VAT, then only 1.5% advance tax shall be collected.
Agriculture	Jestha 15, 2080	VAT Act - Schedule 1	Deleted	Group 1: Agricultural Products	Flowers for Decorations - Orchids, Carnations, Roses etc.
				Group 1: Agricultural Products	Vegetables - Potatoes, Spinach, Beans, Avocados, Soyabeans etc.
				Group 1: Agricultural Products	Fruits - Apples, Apricots, Cherries, Strawberries, Kiwifruit etc.
				Group 3: Animal Products	Meat - Swine, Sheeps, Goats etc.
				Group 3: Animal Products	Meat - Duck, Geese, Turkey etc.
				Group 3: Animal Products	Meat - Fish, Smoked Fish, Molluscs etc.
				Group 4: Agricultural Materials	Tractors
Agriculture	Jestha 15, 2080	Excise Act	Removed Excise Duty	Excise Tariff	Meat - Swine, Sheeps, Goats etc. Meat - Duck, Geese, Turkey etc. Meat - Fish, Smoked Fish, Molluscs etc. Edible Fruit and Nuts - Kola Nuts & Pine Nuts

Industry Impact (4/17)

Banking, Financial Services & Co-operatives:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Financial Services & Co-operatives	Jestha 15, 2080	Finance Bill, 2080	Waiver	Section 34	Person engaged in the Hire Purchase Business who have not collected & deposited VAT, have an option to pay 2% of the total transaction amount from FY 74-75 to FY 77-78 by Mangsir end, 2080.
Financial Services & Co-operatives	Shrawan 1, 2080	Income Tax Act	Withholding Tax	Section 88 (3)	In making payment to any individual of interest or of an amount in the form of interest in consideration for deposits, bonds, debentures and government bonds by a resident bank, financial institution, cooperative organization or any other body issuing bonds or company enlisted under the prevailing law shall withhold tax at the rate of six percent of the total amount of payment
			Tax Rate for Entities	Schedule 1	Co-operatives shall attract a tax rate of 5%/7%/10% based on the area of presence. However, co-operatives engaged in the business of accepting deposits and providing loans shall attract a tax rate of 10%/15%/20% based on the area of presence. Entities engaged in financial transactions will be taxed at 30%.

Business Process Outsourcing:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Business Process Outsourcing	Shrawan 1, 2080	Income Tax Act	Business Rebates	Section 11 (3E)(c)	Person engaged in export of services related to Business Process Outsourcing (BPO), Software Programming, Cloud Computing & Providing services based on Information Technology & earning in foreign currency shall be eligible for 50% tax rebate on the income to the extent of receipt of forex upto FY 84/85.

Industry Impact (5/17)

Cigarette/Cigar & Tobacco:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Cigarette/Cigar & Tobacco	Jestha 15, 2080	Excise Act	Increased Excise Duty	Excise Tariff	Jarda, Khaini, Snuff, Ghutka, Cigarettes etc.
Cigarette/Cigar & Tobacco	Jestha 15, 2080	Excise Rules	Excise License Fee & Renewal Fee	Schedule 2	Rates have been revised for the persons dealing with liquor and tobacco for obtaining excise license fee and renewal fee.
			Usage of Biodegradable Packaging	Section 29D	The producers of Tobacco, Khaini, Guthka, Pan Masala, Sweet Supari and similar products are required to replace the plastic packaging with biodegradable packaging from Baisakh 1, 2081.
Cigarette/Cigar & Tobacco	Jestha 15, 2080	Customs Act	Increased Customs Duty	Customs Tariff	Unmanufactured Tobacco Smoking Pipes

Construction & Real Estate:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Construction/Real Estate	Jestha 15, 2080	Finance Bill, 2080	Waiver	Section 36	Person engaged in the Construction Business and has not collected or deposited VAT or not filed VAT Return upto Chaitra end 2079, have an option to pay the applicable VAT and submit VAT Returns on such transactions along with 50% of the interest on such VAT by Poush end, 2080. Upon such payment, the balance interest, additional fee and penalty shall be waived off.
Construction/Real Estate	Jestha 15, 2080	Excise Act	Increased Excise Duty	Excise Tariff	Mineral Products - Gravels, Pebbles, Building Stone etc. Tiles, Cubes, Marble, Travertine and Alabaster etc.
Construction/Real Estate	Jestha 15, 2080	Customs Act	Increased Customs Duty	Customs Tariff	Granite

Industry Impact (6/17)

Consumer Goods:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Consumer Goods	Jestha 15, 2080	Excise Act	Increased Excise Duty	Excise Tariff	Miscellaneous - Toilet Sprays, Powder Puffs & Pads etc.
Consumer Goods	Jestha 15, 2080	Customs Act	Increased Customs Duty	Customs Tariff	Parts of Footwear
			Decreased Customs Duty	Customs Tariff	Photo Frames Combs & Hair Slides Sanitary Towel

Dairy, Foods & Beverages:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Dairy, Foods & Beverages	Jestha 15, 2080	Finance Bill, 2080	Waiver	Section 39	Milk Based Beverage Industry (on self control system) which is required to be registered under Excise Act, 2058 and have obtained or not obtained Excise License have an option to obtain the license and pay the excise amount along with the excise return upto Chaitra, 2079 by Ashoj, 2080. Upon such payment, the penalty & late fee shall be waived off.
Dairy, Foods & Beverages	Jestha 15, 2080	VAT Act - Schedule 1	Deleted	Group 1: Agricultural Products	Coffee
Dairy, Foods & Beverages	Jestha 15, 2080	Excise Act	Increased Excise Duty	Excise Tariff	Sugars and Sugar Confectionery Preparations of Cereals, Flour, Starch or Milk (For Snacks: Pasta, Kurkure, Lays, Cheeseballs etc.) Preparations of Vegetables, Fruit, Nuts or Others (For Juices) Pan Masala & Scented Areca Nuts (Without Tobacco)
Dairy, Foods & Beverages	Jestha 15, 2080	Customs Act	Increased Customs Duty	Customs Tariff	Cardamom, Poppy Seeds, Tapioca, Protein Concentrates
			Decreased Customs Duty	Customs Tariff	Sugars and Sugar Confectionery

Industry Impact (7/17)

Defense:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Defense	Shrawan 1, 2080	Income Tax Act	Withholding Tax on Deeds/ Contracts	Section 89 (3)	WHT on deeds/contracts shall be applicable in the payment for purchase of arms, ammunition, explosives and communication equipment purchased by Nepal Army, Nepal Police and Armed Police for their purpose.

Digital Services:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Digital Services	Jestha 15, 2080	Finance Bill, 2080	Waiver	Section 33	Non-Residents who have not obtained PAN and are in the business of providing electronic services worth more than NPR 20 Lacs annually have an option to deposit the VAT due upto Jestha end 2080 by Asadh 25, 2080. Upon such payment, the fees, interest and additional fee shall be waived off.

E-Commerce:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
E-Commerce	Shrawan 1, 2080	Income Tax Act	Advance Tax	Section 95 (A)	The resident electronic business operator (e-commerce operators) shall collect advance tax at the rate of one percent when paying the consideration received from end consumer to the persons listed on its platform for sale of goods, services or goods & services.

Industry Impact (8/17)

E-Commerce:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
E-Commerce	Shrawan 1, 2080	Income Tax Act	Advance Tax	Section 95 (A)	The resident electronic business operator (e-commerce operators) shall collect advance tax at the rate of one percent when paying the consideration received from end consumer to the persons listed on its platform for sale of goods, services or goods & services.

Electronics & Technology:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Electronics & Technology	Shrawan 1, 2080	Income Tax Act	Business Rebates	Section 11 (3E)(c)	Person engaged in export of services related to Business Process Outsourcing (BPO), Software Programming, Cloud Computing & Providing services based on Information Technology & earning in foreign currency shall be eligible for 50% tax rebate on the income to the extent of receipt of foreign currency upto FY 84/85.
Electronics & Technology	Jestha 15, 2080	Excise Act	Increased Excise Duty	Excise Tariff	Mechanical Appliances - Computer Server, Network Server, Hard Drive etc. Equipment - Telephone & Microphone Sim Card & Memory Card E-Cigarettes Optical Fiber
Electronics & Technology	Jestha 15, 2080	Customs Act	Decreased Customs Duty	Customs Tariff	Monitors & Projectors

Industry Impact (9/17)

Healthcare & Education:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Healthcare & Education	Jestha 15, 2080	Finance Bill, 2080	Waiver	Section 8	Increase in the Education Service Fee to 3% from 2% by the Finance Bill 2080. This fee has to be deducted by BFIs on tuition fees paid in foreign currency on behalf of the students going abroad for further education.
				Section 30	Person involved in Foreign Employment or Educational Consulting Service business who have not disclosed their assessable income or pay tax on such income, have an option to deposit the tax within Chaitra End, 2080 and on making such deposit, the fee and interest applicable on such tax shall be waived off.
				Section 31	Any Eye Hospital whether registered in VAT or not and has not collected & deposited VAT in the past by carrying out transactions subject to VAT, have an option to pay 5% of the total transaction amount from FY 76-77 to Jestha 14, 2080 by Ashoj end, 2080.
				Section 38	Herbal industry which is registered or unregistered in VAT and has not collected & deposited VAT on the VAT applicable products, have an option to pay 5% of the total transaction amount from FY 71-72 to Jestha 14, 2080 by Poush end, 2080.
Healthcare & Education	Shrawan 1, 2080	Income Tax Act	Exempt Income	Section 10	Amounts earned by educational institute having memorandum of understanding with the Government of Nepal for not making profit or not distributing profit in accordance with its objective.

Industry Impact (10/17)

Hotel, Tourism, Leisure & Casinos:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Hotel, Tourism, Leisure & Casinos	Shrawan 1, 2080	Finance Bill, 2080	Fee	Section 21 (1)(a)	Luxury Fee will be levied at the rate of 2% on the purchase amount of the services provided by five stars and above graded hotels and luxury resorts.
				Section 22 (2)(a)	Foreign Tourism Fee will be levied at the rate of 5% on the amount paid by Nepalese Tourists for foreign tourism by Foreign Tour Package Seller at the time of sale of package.
Hotel, Tourism, Leisure & Casinos	Jestha 15, 2080	VAT Act - Schedule 1	Deleted	Group 11: Others	Trekking & Tours Package
		VAT Rules	VAT Return - 4 Monthly	Rule 26(3B)	Hotels, Tourism & Cinema Houses have no longer an option to file the VAT return every 4 months.

Industrial Metals & Mining:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Industrial Metals & Mining	Jestha 15, 2080	Excise Act	Increased Excise Duty	Excise Tariff	Articles of Iron and Steel - Screws, Hooks, Bolts, Nuts, Washers, Rivets etc. Articles of Aluminum - Doors, Windows & Frames Articles of Base Metal - Razors, Paper Cutters, Manicure/Pedicure Instruments etc. Other Articles of Base Metal - Locks, Keys, Clasps, Hinges, Castors, Door Closers etc.
			Decreased Excise Duty	Excise Tariff	Iron & Steel - HSN Code 7207
Industrial Metals & Mining	Jestha 15, 2080	Customs Act	Increased Customs Duty	Customs Tariff	Iron & Steel: Sheet Piling Hand Tools: Spades, Mattocks, Axes, Pruners & Shears

Industry Impact (11/17)

Infrastructure & Hydropower Projects:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Infrastructure & Hydropower	Shrawan 1, 2080	Income Tax Act	Business Rebates	Section 11 (3D)(a)	The licensed person or entity commencing commercial production, transmission or distribution of hydropower, electricity produced from solar, wind and biological substance till Chaitra of 2084 (mid-March of 2028) shall be provided full income tax exemption for the first ten years and fifty percent exemption for another five years afterwards.
Infrastructure & Hydropower	Shrawan 1, 2080	Income Tax Act	Business Rebates	Section 11 (3D)(a) (Proviso)	In the case of the hydropower projects of more than 40 MW capacity with reservoir and semi reservoir concluding financial closure till the month of Chaitra of 2085 (2028) and operating a lower coastal hydropower project in tandem with the above project, a full tax exemption shall be provided for first fifteen years and fifty percent tax exemption for further six years.
Infrastructure & Hydropower	Shrawan 1, 2080	Income Tax Act	Withholding Tax	Section 88 (1) (9A) (Proviso)	Repayment of interest to Foreign Banks or Foreign Financial Institutions on the loan obtained by them in foreign currency by the hydropower projects of more than 200 MW capacity with reservoir and semi reservoir concluding financial closure by Chaitra of 2082 shall attract withholding tax at the rate of 5%.
Infrastructure & Hydropower	Jestha 15, 2080	VAT Rules	VAT Return 4 Monthly	Rule 26(3B)	Brick Industry have no longer an option to file the VAT return every 4 months.

Lighting and Fixtures:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Lighting and Fixtures	Jestha 15, 2080	Customs Act	Increased Customs Duty	Customs Tariff	Lights & Lamps

Industry Impact (12/17)

Liquor:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Liquor	Shrawan 1, 2080	Finance Bill, 2080	Fee	Section 21 (1)(b)	Luxury Fee will be levied at the rate of 2% on the purchase amount of the Imported Liquor.
Liquor	Jestha 15, 2080	Excise Act	Increased Excise Duty	Excise Tariff	Non-Alcoholic Beer, Beer, ENA, Wine, Brandy, Whisky, Gin, Rum, Vodka & Prepared Liquor
			Excise License Fee & Renewal Fee	Schedule 2	Rates have been revised for the persons dealing with liquor and tobacco for obtaining excise license fee and renewal fee.
		Excise Rules	Usage of Shrink Cap	Section 29C (1)	"Liquor imported by Licensed Importer" are required to ensure usage of Shrink Cap for the liquor imported by them (except beer, wine and cider).
			Redistillation of ENA	Section 34 (3A)	The Licensed Spirit Producers shall be permitted to perform Redistillation of Extra Neutral Alcohol (E.N.A) after taking due permission from the department. On such redistillation, the minimum output should be 98 ltr.s for every 100 ltr.s.

LP Gas & Oil:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
LP Gas & Oil	Jestha 15, 2080	Customs Act	Increased Customs Duty	Customs Tariff	White Oil
			Decreased Customs Duty	Customs Tariff	LPG Gas Cylinder (Container)

Industry Impact (13/17)

Manpower:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Manpower	Jestha 15, 2080	Finance Bill, 2080	Waiver	Section 30	Person involved in Foreign Employment or Educational Consulting Service business who have not disclosed their assessable income or pay tax on such income, have an option to deposit the tax within Chaitra End, 2080 and on making such deposit, the fee and interest applicable on such tax shall be waived off.
	Shrawan 1, 2080		Fee	Section 23	A person licensed to conduct foreign employment business shall pay a foreign employment service fee at the rate of 1% collected from the person who is going abroad for foreign employment.

Natural Persons:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Natural Persons	Jestha 15, 2080	Finance Bill, 2080	Fee	Section 24	Users of cellular mobile phones which are currently in use as of Jestha 15, 2080 and could not be registered with the MDMS are required to pay a lumpsum fee for registration of their phone.
			Waiver	Section 29	Natural person in the business of securities, land or real estate business who have not filed the Income Tax Return or not deposited the Income Tax for the FY 76-77 up to FY 78-79, have an option to declare the transactions and pay only 50% of the income tax for such years.

Industry Impact (14/17)

Natural Persons (Continued):

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Natural Persons	Shrawan 1, 2080	Income Tax Act	Method of Tax Accounting	Section 22 (2) (Proviso)	In the event that a natural person receives a lumpsum payment of wages for past years due to determination of a past legal case on wages in the current year, the accounting shall be done on an accrual basis in respective income years for tax purposes.
			Advance Tax	Section 95 (A)	Natural Person involved in Export of Software, Other Digital Services, Consultancy Services, Uploading audio-visual content in Social Media shall attract advance tax at 5% to be deducted by BFI.
			Tax Rate for Natural Persons	Schedule 1	Taxable Income of a natural person greater than 50 Lacs shall attract tax at the rate of 39%.
Natural Persons	Jestha 15, 2080	VAT Rules	Temporary Registration	Rule 7(A)	Temporary Registration in VAT for participating in Exhibitions, Fair and Programs: - VAT Registration to be cancelled within 15 days from the date of submission.. - Any shortfall shall be recovered from deposits made by the assessee or the organizer of exhibition etc.

Not for Profits:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Not for Profits	Jestha 15, 2080	Finance Bill, 2080	Waiver	Section 35	NGO's who have received grants from donor agencies or INGO's and such grants have been subject to VAT assessment, then in such a case the assessee has an option to file a request with the respective IRO by Mangsir end, 2080 for the waiver of assessed VAT, additional fee, interest and penalty.

Industry Impact (15/17)

Plastic Pipes & Fittings:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Plastic Pipes & Fittings	Jestha 15, 2080	Excise Act	Increased Excise Duty	Excise Tariff	Plastics and Articles - Polymers of Ethylene & Vinyl Chloride

Precious Metals:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Precious Metals	Shrawan 1, 2080	Finance Bill, 2080	Fee	Section 21 (1)(c)	Luxury Fee will be levied at the rate of 2% on the purchase amount of the Diamonds, Pearls, Gold Studded Stones or Other Precious Metals worth more than NPR 10 Lacs.
Precious Metals	Jestha 15, 2080	Customs Act	Increased Customs Duty	Customs Tariff	Gold & Silver in Semi-Finished Form

Print and Electronic Media:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Print and Electronic Media	Jestha 15, 2080	Finance Bill, 2080	Rebate	Section 28	Media house obtaining profits from the business which is in line with their objective shall be eligible for a 25% Tax Rebate on the applicable tax rate.

Pulp & Paper:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Pulp & Paper	Jestha 15, 2080	Customs Act	Increased Customs Duty	Customs Tariff	Marbled Paper Note-Books

Industry Impact (16/17)

Shipping, Transport & Logistics:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Shipping/Transport/Logistics	Jestha 15, 2080	Finance Bill, 2080	Waiver	Section 37	Person engaged in Goods Transportation Service who was required to be registered under VAT but due to non-registration under VAT, has VAT arrears for such period, has an option to pay 5% of the transactions during such period by Poush end 2080. Upon such payment, the balance VAT, interest, additional fee and penalty shall be waived off.
Shipping/Transport/Logistics	Shrawan 1, 2080	Income Tax Act	Withholding Tax	Section 88 (1) (8) (Proviso)	A rate of one and a half percent shall be deducted from the amount paid to a person registered in VAT, who provides carriage service or rental of carriage service.
			Tax Rate- Public Vehicle Owners	Schedule 1	Increase in the tax rate for the public vehicle owners. For Details refer Schedule 1 of IT Act.
Shipping/Transport/Logistics	Jestha 15, 2080	VAT Act	Reverse VAT	Section 17(5b)	Reverse VAT on freight charges shall be claimable by the registered person.
				Section 8(2A)	A registered or unregistered person who hires a goods transport vehicle or obtains goods transportation services from an unregistered person in accordance with this act and the rules made thereunder, shall collect and make the payment of VAT on the taxable value at the time of payment or at the time of receipt of service whichever is earlier.
		VAT Act - Schedule 1	Deleted	Group 9: Passenger & Transport Service	Goods Carriage Service, Rental of Goods Carriage
		VAT Rules	Threshold – VAT Registration	Rule 6 & 7	The minimum transaction limit for registration in VAT for the persons dealing with "Goods, Goods Carriage Service & Rental of Goods Carriage" shall be NPR 50 Lacs.

Industry Impact (17/17)

Small & Mid-Scale Businesses:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Small & Mid-Scale Businesses	Shrawan 1, 2080	Income Tax Act	Taxation for Medium Scale Businessperson	Section 4 (4a)	While computing tax on turnover, tax up to NPR 30 Lacs shall be computed as per Section 4(4) of IT Act and on the excess turnover above NPR 30 lacs up to NPR 1 crore.
Small & Mid-Scale Businesses	Jestha 15, 2080	VAT Rules	VAT Return- 4 Monthly	Rule 26(3B)	Persons having turnover upto NPR 1 Crore, now have an option to file the VAT return every 4 months.

Textiles:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Textiles	Jestha 15, 2080	VAT Act - Schedule 1	Deleted	Group 1: Agricultural Products	Cotton
				Group 11: Others	Cotton Yarn
					Wool

Timber & Boards:

Impacted Sector	Effective Date	Act	Nature	Section	Amendment
Timber & Boards	Jestha 15, 2080	Excise Act	Decreased Excise Duty	Excise Tariff	Wood And Articles Of Wood

Annexures





Amendments in VAT- Schedule 1

VAT Schedule 1 – Deleted Items (1/8)

Heading & Sub-Heading	Description of Goods or Services
Group 1 - Basic Agricultural Products	
06.03	Cut Flowers And Flower Buds Of A Kind Suitable For Bouquets Or For Ornamental Purposes, Fresh, Dried, Dyed, Bleached, Impregnated Or Otherwise Prepared. Fresh:
0603.11.00	Roses
0603.12.00	Carnations
0603.13.00	Orchids
0603.14.00	Chrysanthemums
0603.15.00	Lilies (Lilium Spp.)
0603.19.00	Other
0603.90.00	Other
06.04	Foliage, Branches And Other Parts Of Plants, without Flowers or Flower Buds, And Grasses, Mosses and Lichens, Being Goods Of A Kind Suitable For Bouquets Or Ornamental Purposes, Fresh, Dried, Dyed, Bleached, Impregnated Or Otherwise Prepared.
0604.20.00	Fresh
0604.90.00	Other
07.01	Potatoes; Fresh Or Chilled
0701.90.00	Others
07.03	Onions, Shallots, Garlic, Leeks And Other Alliaceous Vegetables; Fresh Or Chilled
0703.10.00	Onions And Shallots
07.08	Leguminous Vegetables; Shelled or Unshelled; Fresh or Chilled
0708.10.00	Peas (Pisum Sativum)

Heading & Sub-Heading	Description of Goods or Services
07.10	Vegetables (Uncooked or cooked by Steaming or Boiling In Water), Frozen
0710.10.00	Potatoes
---	Leguminous Vegetables Shelled or Unshelled:
0710.21.00	Peas (Pisum Sativum)
0710.22.00	Beans (Vigna Spp., Phaseolus Spp.)
0710.29.00	Other
0710.30.00	Spinach, New Zealand Spinach And Orache Spinach (Garden Spinach)
0710.40.00	Sweet Corn
0710.80.00	Other Vegetables
0710.90.00	Mixture Vegetables
07.12	Dried Vegetables, Whole, Cut, Sliced, Broken or in Powder, but not further prepared
0712.20.00	Onions
08.04	Dates, figs, pineapples, avocados, guavas, mangos and mangosteens; fresh or dried
0804.40.00	Avocado
08.08	Apples, Pears and Quinces, Fresh
0808.10.00	Apple
0808.40.00	Quinces
08.09	Apricots, Cherries, Peaches (Including Nectarines), Plums and Sloes, Fresh
0809.10.00	Apricots
---	Cherries:
0809.21.00	Sour Cherries
0809.29.00	Others

VAT Schedule 1 – Deleted Items (2/8)

Heading & Sub-Heading	Description of Goods or Services
08.10	Other Fruits; Fresh
0810.10.00	Strawberries (Ground Raspberries, Red Berries)
0810.20.00	Raspberries, Blackberries, Mulberries And Loganberries
0810.30.00	Black, White Or Red Currants And Gooseberries
0810.40.00	Cranberries, Bilberries And Other Fruits Of The Genus Vaccinium
0810.50.00	Kiwifruit
0810.60.00	Durians
0810.70.00	Persimmons
09.01	Coffee, whether or not Roasted or Decaffeinated; Coffee Husks and Skins; Coffee Substitutes containing Coffee in any proportion.
---	Coffee, Not Roasted:
0901.11.00	Coffee; Decaffeinated
11.02	Cereal Flours other than of Wheat or Meslin.
1102.20.00	Maize (Corn) Flour
1102.90.00	Other
12.11	Plants and parts of plants (including seeds and fruits), of a kind used primarily in perfumery, in pharmacy or for insecticidal, fungicidal or similar purposes, fresh, chilled, frozen or dried, whether or not cut, crushed or powdered
1211.20.00	Ginseng Roots
1211.30.00	Coca Leaf
1211.40.00	Poppy Straw
1211.50.00	Ephedra
1211.60.00	Bark of African Cherry (Pranus Africana)
1211.90.90	Others
2106.90.94	Soyabean Nuggets
5201.00.00	Cotton, Not Carded Or Combed
5203.00.00	Cotton, Carded Or Combed.

Heading & Sub-Heading	Description of Goods or Services
Group 2 - Goods of Basic Needs	
27.10	Petroleum Oils And Oils Obtained From Bituminous Minerals, Other Than Crude; Preparations Not Elsewhere Specified Or Included, Containing By Weight 70% Or More Of Petroleum Oils Or Of Oils Obtained From Bituminous Minerals, These Oils Being The Basic Constituents Of The Preparation; Waste Oils.
27.10	Petroleum Oils And Oils Obtained From Bituminous Minerals (Other Than Crude) And Preparations Not Elsewhere Specified Or Included, Containing By Weight 70 % Or More Of Petroleum Oils Or Of Oils Obtained From Bituminous Minerals, These Oils Being The Basic Constituents Of The Preparations, Other Than Those Containing Biodiesel And Other Than Waste Oils:
---	Others
2710.19.10	Kerosene (Superior Kerosene Oil)
Group 3 - Live Animals and Animal Products	
02.02	Meat of Bovine Animals - Frozen
0202.10.00	Carcasses and Half-Carcasses
0202.20.00	Other Cuts with Bone In
0202.30.00	Boneless
02.03	Meat of Swine - Frozen
0203.21.00	Carcasses And Half-Carcasses
0203.22.00	Back Shoulders And Other Cuts Thereof, With Bone In
0203.29.00	Others

VAT Schedule 1 – Deleted Items (3/8)

Heading & Sub-Heading	Description of Goods or Services
02.04	Other Meat of Sheep - Frozen
0204.41.00	Carcasses and Half-Carcasses
0204.42.00	Other Cuts with Bone In
0204.43.00	Boneless
0204.50.00	Meat of Goats
02.06	Edible Offal of Bovine Animals, Swine, Sheep, Goats, Horses, Asses, Mules or Hinnies; Fresh, Chilled or Frozen
---	Bovine Animals - Frozen
0206.21.00	Tongue
0206.22.00	Liver
0206.29.00	Others
---	Swine - Frozen
0206.41.00	Liver
0206.49.00	Others
0206.90.00	Others - Frozen
02.07	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
---	Of Fowls Of The Species Gallus Domesticus:
0207.12.00	Not Cut In Pieces, Frozen
0207.14.00	Cuts And Offal, Frozen
---	Of Turkeys:
0207.25.00	Not Cut In Pieces, Frozen
0207.27.00	Cuts And Offal, Frozen
---	Of Ducks:
0207.42.00	Not Cut In Pieces, Frozen
0207.45.00	Others; Frozen

Heading & Sub-Heading	Description of Goods or Services
---	Of Geese:
0207.52.00	Not Cut In Pieces, Frozen
0207.55.00	Others; Frozen
03.03	Fish, Frozen, excluding Fish Fillets & Other Fish Meat of Heading 03.04
---	Salmonidae, excluding Fillets, Fish Meat and Edible Fish Offal of Subheadings 0303.91 to 0303.99
0303.11.00	Sockeye Salmon (Red Salmon) (Oncorhynchus Nerka)
0303.12.00	Pacific Salmon (Oncorhynchus Gorbusha/Keta/Tschawytscha/ Kisutch/Masou/Rhodurus) Other Than Sockeye Salmon (Oncorhynchus Nerka)
0303.13.00	Atlantic Salmon (Salmo Salar) And Danube Salmon (Hucho Hucho)
0303.14.00	Trout (Salmo Trutta, Oncorhynchus Mykiss, Oncorhynchus Clarki, Oncorhynchus Aguabonita, Oncorhynchus Gilae, Oncorhynchus Apache And Oncorhynchus Chrysogaster)
0303.19.00	Others
---	Tilapias (Oreochromis Spp.), Catfish (Pangasius Spp., Silurus Spp., Clarias Spp., Ictalurus Spp.), Carp (Cyprinus Spp., Carassius Spp., Ctenopharyngodon Idellus, Hypophthalmichthys Spp., Cirrhinus Spp., Mylopharyngodon Piceus, Catla Catla, Labeo Spp., Osteochilus Hasselti, Leptobarbus Hoeveni, Megalobrama Spp.), Eels (Anguilla Spp.), Nile Perch (Lates Niloticus) And Snakeheads (Channa Spp.), Excluding Edible Fish Offal Of Subheadings 0303.91 To 0303.99
0303.23.00	Tilapias (Oreochromis Spp.)
0303.24.00	Catfish (Pangasius, Silurus, Clarias & Ictalurus Spp.)

VAT Schedule 1 – Deleted Items (4/8)

Heading & Sub-Heading	Description of Goods or Services
0303.25.00	Carp (Cyprinus Spp., Carassius Spp., Ctenopharyngodon Idellus, Hypophthalmichthys Spp., Cirrhinus Spp., Mylopharyngodon Piceus, Catla Catla, Labeo Spp., Osteochilus Hasselti, Leptobarbus Hoeveni, Megalobrama Spp.)
0303.26.00	Eels (Anguilla Spp.)
0303.29.00	Other
---	Nile Perch (Lates Niloticus) And Snakeheads (Channa Spp.), Halibut (Reinhardtius Hippoglossoides, Plaice (Pleuronectes Platessa), Sole (Solea Spp.), Excluding Fillets, And Edible Fish Offal Of Subheadings 0303.91 To 0303.99
0303.31.00	Halibut
0303.32.00	Plaice
0303.33.00	Sole
0303.34.00	Turbots (Psetta Maxima)
0303.39.00	Other
---	Tunas (Thunnus Alalunga), Skipjack Or Stripe-Bellied Bonito, Bigeye Tunas (Thunnus Obesus), Excluding Fillets And Edible Fish Offal Of Subheadings 0303.91 To 0303.99
0303.41.00	Albacore Or Longfinned Tunas
0303.42.00	Yellowfin Tuna
0303.43.00	Skipjack Or Stripe-Bellied Bonito
0303.44.00	Bigeye Tunas (Thunnus Obesus)
0303.45.00	Atlantic And Pacific Bluefin Tunas (Thunnus Thynnus, Thunnus Orientalis)
0303.46.00	Southern Bluefin Tunas (Thunnus Maccoyii)
0303.49.00	Other

Heading & Sub-Heading	Description of Goods or Services
---	Herrings, Anchovies, Sardines, Sardinella, Brisling Or Sprats, Mackerel, Indian Mackerels, Seerfishes, Jack And Horse Mackerel, Jacks, Crevalles, Cobia, Silver Pomfrets, Pacific Saury, Scads, Capelin, Swordfish, Kawakawa, Bonitos, Marlins, Sailfishes, Spearfish, Excluding Edible Fish Offal Of Subheadings 0303.91 To 0303.99
0303.51.00	Herrings (Clupea Harengus, Clupea Pallasii)
0303.53.00	Sardines (Sardina Pilchardus, Sardinops Spp.), Sardinella (Sardinella Spp.), Brisling Or Sprats (Sprattus Sprattus)
0303.54.00	Mackerel (Scomber Scombrus, Scomber Australasicus, Scomber Japonicus)
0303.55.00	Jack And Horse Mackerel (Trachurus Spp.)
0303.56.00	Cobia (Rachycentron Canadum)
0303.57.00	Swordfish (Xiphias Gladius)
0303.59.00	Other
---	Fish Of The Families Bregmacerotidae, Euclichthyidae, Gadidae, Macrouridae, Melanonidae, Merlucciidae, Moridae And Muraenolepididae, Excluding Edible Fish Offal Of Subheadings 0303.91 To 0303.99:
0303.63.00	Cod (Gadus Morhua, Gadus Ogac, Gadus Macrocephalus)
0303.64.00	Haddock (Melanogrammus Aeglefinus)
0303.65.00	Coalfish (Pollachius Virens)
0303.66.00	Hake (Merluccius Spp., Urophycis Spp.)
0303.67.00	Alaska Pollack (Theragra Chalcogramma)
0303.68.00	Blue Whittings (Micromesistius Poutassou, Micromesistius Australis)
0303.69.00	Other

VAT Schedule 1 – Deleted Items (5/8)

Heading & Sub-Heading	Description of Goods or Services
---	Other Fish, Excluding Edible Fish Of Subheadings 0303.91 To 0303.99:
0303.81.00	Dogfish And Other Sharks
0303.82.00	Rays And Skates (Rajidae)
0303.83.00	Toothfish (Dissostichus Spp.)
0303.84.00	Seabass (Dicentrarchus Spp.)
0303.89.00	Other
03.07	Molluscs; Whether In Shell Or Not, Live, Fresh, Chilled, Frozen, Dried, Salted Or In Brine; Smoked Molluscs, Whether In Shell Or Not, Cooked Or Not Before Or During The Smoking Process; Flours, Meals And Pellets Of Molluscs, Fit For Human Consumption
---	Cuttle Fish and Squid
0307.42.00	Live, Fresh or Chilled
0307.49.00	Others
Group 4 - Agricultural Inputs	
87.01	Tractors (Other than tractors of heading no. 8709)
8701.10.90	Others:
---	Road Tractors For Semi-Trailers:
8701.21.10	Compression Ignition Internal Combustion Piston single Engine (Diesel Or Semi-Diesel) Only Upto 18 Kw
8701.22.10	Compression Ignition Internal Combustion Piston Engine (Diesel Or Semi-Diesel) And Electric Motors For Pushing Upto 18 Kw
8701.23.10	Having Both Spark Ignition Internal Combustion Piston Engine And Pushable Electric Motor Upto 18 Kw
8701.24.10	Pushable Electric Motors Upto 18 Kw

Heading & Sub-Heading	Description of Goods or Services
---	Other
8701.29.10	Upto 18 Kw
8701.30.00	Track-Laying Tractors
---	Other, Of An Engine Power:
8701.91.00	Not Exceeding 18 Kw
8701.92.00	Exceeding 18 Kw But Not Exceeding 37 Kw
8701.93.00	Exceeding 37 Kw But Not Exceeding 75 Kw
8701.94.00	Exceeding 75 Kw But Not Exceeding 130 Kw
8701.95.00	Exceeding 130 Kw
Group 5 - Medical and similar health services	
30.04	Medicaments; (not goods of heading no. 3002, 3005 or 3006) consisting of mixed or unmixed products for therapeutic or prophylactic use, put up in measured doses (incl. those in the form of transdermal admin. systems) or packed for retail sale
3004.50.00	Other Medicine Containing Vitamins Or Other Medicine Produced Under Heading 29.36
87.11	Motorcycles (Including Mopeds) And Cycles; Fitted With An Auxiliary Motor, With Or Without Side-Cars; Side-Cars
8711.10.00	With Reciprocating Internal Combustion Piston Engine Of Cylinder Capacity Exceeding 50Cc But Not Exceeding 250 Cc
8711.20.91	Scooter Made For Use Of Disabled Persons Of Cylinder Capacity Exceeding 50Cc But Not Exceeding 150 Cc
8711.20.99	Scooters Made For Use Of Disabled Persons Of Cylinder Capacity Exceeding 50Cc But Not Exceeding 250 Cc
94.01	Seats (other than heading 94.02) and parts thereof, adjustable or nonadjustable - Other seats:
9401.80.10	Commode chair used by disabled people

VAT Schedule 1 – Deleted Items (6/8)

Heading & Sub-Heading	Description of Goods or Services
Group 9 – Public and Goods Transportation	
---	Air travel, Rent of carrier & Carriage service
Group 11- Other Goods and Services	
51.01	Wool, Not Carded Or Combed.
---	Greasy, Including Fleece-Washed Wool:
5101.11.00	Shorn Wool
5101.19.00	Other
---	Degraded, not Carbonised:
5101.21.00	Shorn Wool
5101.29.00	Other
5101.30.00	Carbonized
52.05	Cotton Yarn (Other Than Sewing Thread), Containing 85% Or More By Weight Of Cotton, Not Put Up For Retail Sale
---	Single Yarn, Of Uncombed Fibres:
5205.11.00	Measuring 71.29 Decitex Or More (Not Exceeding 14 Metric)
5205.12.00	Measuring Less Than 71.29 Decitex But Not Less Than 232.56 Decitex (Exceeding 14 Metric But Not Exceeding 43 Metric)
5205.13.00	Measuring Less Than 232.56 Decitex But Not Less Than 192.31 Decitex (Exceeding 43 Metric But Not Exceeding 52 Metric)
5205.14.00	Measuring Less Than 192.31 Decitex But Not Less Than 125 Decitex (Exceeding 52 Metric But Not Exceeding 80 Metric)
5205.15.00	Measuring Less Than 125 Decitex (Exceeding 80 Metric)

Heading & Sub-Heading	Description of Goods or Services
---	Single Yarn, Of Combed Fibres:
5205.21.00	Measuring 71.29 Decitex Or More (Not Exceeding 14 Metric)
5205.22.00	Measuring Less Than 71.29 Decitex But Not Less Than 232.56 Decitex (Exceeding 14 Metric But Not Exceeding 43 Metric)
5205.23.00	Measuring Less Than 232.56 Decitex But Not Less Than 192.31 Decitex (Exceeding 43 Metric But Not Exceeding 52 Metric)
5205.24.00	Measuring Less Than 192.31 Decitex But Not Less Than 125 Decitex (Exceeding 52 Metric But Not Exceeding 80 Metric)
5205.26.00	Measuring Less Than 125 Decitex But Not Less Than 106.3 Decitex (Exceeding 80 Metric But Not Exceeding 94 Metric)
5205.27.00	Measuring Less Than 106.38 Decitex But Not Less Than 3.33 Decitex (Exceeding 94 Metric But Not Exceeding 120 Metric)
5205.28.00	Measuring Less Than 3.33 Decitex (Exceeding 120 Metric)
---	Multiple (Folded) Or Cabled Yarn, Of Uncombed Fibres:
5205.31.00	Measuring Per Single Yarn 71.29 Decitex Or More (Not Exceeding 14 Metric Per Single Yarn)
5205.32.00	Measuring Per Single Yarn Less Than 71.29 Decitex But Not Less Than 232.56 Decitex (Exceeding 14 Metric But Not Exceeding 43 Metric Per Single Yarn)
5205.33.00	Measuring Per Single Yarn Less Than 232.56 Decitex But Not Less Than 192.31 Decitex (Exceeding 43 Metric But Not Exceeding 52 Metric Per Single Yarn)
5205.34.00	Measuring Per Single Yarn Less Than 192.31 Decitex But Not Less Than 125 Decitex (Exceeding 52 Metric But Not Exceeding 80 Metric Per Single Yarn)
5205.35.00	Measuring Per Single Yarn Less Than 125 Decitex (Exceeding 80 Metric Per Single Yarn)

VAT Schedule 1 – Deleted Items (7/8)

Heading & Sub-Heading	Description of Goods or Services
---	Multiple (Folded) or Cabled Yarn, of Combed Fibres:
5205.41.00	Measuring Per Single Yarn 714.29 Decitex Or More (Not Exceeding 14 Metric Per Single Yarn)
5205.42.00	Measuring Per Single Yarn Less Than 714.29 Decitex But Not Less Than 232.56 Decitex (Exceeding 14 Metric But Not Exceeding 43 Metric Per Single Yarn)
5205.43.00	Measuring Per Single Yarn Less Than 232.56 Decitex But Not Less Than 192.31 Decitex (Exceeding 43 Metric But Not Exceeding 52 Metric Per Single Yarn)
5205.44.00	Measuring Per Single Yarn Less Than 192.31 Decitex But Not Less Than 125 Decitex (Exceeding 52 Metric But Not Exceeding 80 Metric Per Single Yarn)
5205.46.00	Measuring Per Single Yarn Less Than 125 Decitex But Not Less Than 106.3 Decitex (Exceeding 80 Metric But Not Exceeding 94 Metric Per Single Yarn)
5205.47.00	Measuring Per Single Yarn Less Than 106.3 Decitex But Not Less Than 3.33 Decitex (Exceeding 94 Metric But Not Exceeding 120 Metric Per Single Yarn)
5205.48.00	Measuring Per Single Yarn Less Than 3.33 Decitex (Exceeding 120 Metric Per Single Yarn)
52.07	Cotton Yarn (Other Than Sewing Thread) Put Up For Retail Sale
5207.10.00	Containing 85% Or More By Weight Of Cotton
5207.90.00	Other
84.07	Spark-Ignition Reciprocating Or Rotary Internal Combustion Piston Engines.
8407.10.00	Aircraft Engines

Heading & Sub-Heading	Description of Goods or Services
84.09	Parts Suitable For Use Solely Or Principally With The Engines Of Heading 84.07 Or 84.08.
8409.10.00	For Aircraft Engines
84.21	Centrifuges, including centrifugal dryers; filtering or purifying machinery and apparatus for liquids or gases
8421.12.00	Clothes Dryers
84.23	Weighing Machinery (Excluding Balances Of A Sensitivity Of 5 Cg Or Better), Including Weight Operated Counting Or Checking Machines; Weighing Machine Of All Kinds.
---	Other Weighing Machinery:
8423.89.00	Other
88.02	Other Aircraft (For Example, Helicopters, Aeroplanes); Spacecraft (Including Satellites) and Suborbital And Spacecraft Launch Vehicles.
---	Helicopters:
8802.11.00	Of An Unladen Weight Not Exceeding 2,000 Kg
8802.12.00	Of An Unladen Weight Exceeding 2,000 Kg
8802.20.00	Aeroplanes And Other Aircraft, Of An Unladen Weight Not Exceeding 2,000 Kg.
8802.30.00	Aeroplanes And Other Aircraft, Of An Unladen Weight Exceeding 2,000Kg. But Not Exceeding 15,000 Kg
8802.40.00	Aeroplanes And Other Aircraft, Of An Unladen Weight Exceeding 15,000 Kg.
88.05	Aircraft Launching Gear; Deck-Arrestor Or Similar Gear; Ground Flying Trainers; Parts Of The Foregoing Articles.
8805.10.00	Aircraft Launching Gear And Parts Thereof; Deckarrestor Or Similar Gear And Parts Thereof

VAT Schedule 1 – Deleted Items (8/8)

Heading & Sub-Heading	Description of Goods or Services
B(9)	Carpets: Spinning, Quilting, Washing & Weaving Of Woolen Carpets and carpets
B(20)	<p>The Following Goods To Be Imported In The Name Of Head Office Of Nepal Army, Armed Police Force And Nepal Police Shall Be Exempted From Value Added Tax On The Recommendation Of Concerned Ministry:</p> <p>(A) Ammunitions, Arms, Gunpowder, Explosives And Their Spare Parts, Special Kind Of Oil, Accessories, Explosives To Be Used By Nepal Army, Armed Police Force And Nepal Police; Raw Materials Required To Produce Army Materials And Machineries, Tools And Spare Parts Use For Security; And Armored Personal Carrier, Motor Vehicles, Arms Ammunitions And All Other Kinds Of Goods Taken By Mentioning In The Record For Use By The Battalions Of Nepal Army, Armed Police Force And Nepal Police Deployed As Peace Keepers On The Request Of United Nations.</p> <p>(B) Machineries And Equipment Required For Maintaining Peace And Security, Crowd Control Materials, Equipment And Other Goods Required For Investigation Of Crimes, And Communication Materials To Be Used By Personnel Of Nepal Army, Armed Police Force And Nepal Police, On The Recommendation Of Ministry Of Communication</p> <p>(C) Such Equipment, Materials, Drugs And Related Goods As Required For The Treatment Of Personnel Of Nepal Army, Armed Police Force And Nepal Police And Of Horses.</p> <p>(D) Goods Used In The Exercise And Training Of Personnel Of Nepal Army, Armed Police Force And Nepal Police.</p> <p>(E) Heavy Earth Moving Plant, Tool And Parts Related Thereto Used In Engineering Survey And Construction Works Carried Out By Nepal Army, Optical Equipment And Such Defense Store Goods As Specified By The Ministry Of Defense.</p> <p>(F) Camping Equipment Used By Nepal Army And Various Goods Required For Special Force And Paratroopers</p> <p>(G) Aircrafts, Helicopters And Their Spare Parts, Parachute (Including Bags), Tools, Lubricants And Ground Equipment Imported In The Name Of Nepal Army.</p> <p>(H) Equipment And Tools Required For The Operation Of Hospitals.</p> <p>(I) Goods Required For Scientific Laboratories.</p> <p>(J) Goods Used In Natural Calamity Relief Works.</p>
B(23)	Trekking And Tour Packaging Related Services



Amendments in Excise Tariff

Excise Tariff – Amendments (1/20)

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
02.01	Meat of bovine animals; fresh or chilled		
0201.10.00	Carcasses & Half carcasses	5%	-
0201.20.00	Other cuts with bone in	5%	-
0201.30.00	Boneless	5%	-
02.02	Meat of bovine animals: frozen		
0201.10.00	Carcasses & Half carcasses	5%	-
0201.20.00	Other cuts with bone in	5%	-
0201.30.00	Boneless	5%	-
02.03	Meat of swine; fresh, chilled or frozen		
---	Fresh or chilled		
0203.11.00	carcasses and half-carcasses	5%	-
0203.12.00	Back shoulders and other cuts thereof, with bone in	5%	-
0203.19.00	Others	5%	-
---	Frozen		
0203.21.00	carcasses and half-carcasses	5%	-
0203.22.00	Back shoulders and other cuts thereof, with bone in	5%	-
0203.29.00	Others	5%	-
02.04	Meat of sheep or goats; fresh, chilled or frozen		
0204.10.00	Meat of sheep; fresh or chilled, carcasses and half-carcasses	5%	-
---	Other meat of sheep; fresh or chilled		
0204.21.00	carcasses and half-carcasses	5%	-
0204.22.00	other cuts thereof, with bone in	5%	-
0204.23.00	Boneless	5%	-
0204.30.00	Meat of sheep; frozen, carcasses and half-carcasses	5%	-

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
---	Other meat of sheep; frozen		
0204.41.00	carcasses and half-carcasses	5%	-
0204.42.00	other cuts thereof, with bone in	5%	-
0204.43.00	Boneless	5%	-
0204.50.00	Meat of goats	5%	-
0205.00.00	Meat of horses, asses, mules or hinnies, fresh, chilled or frozen	5%	-
02.06	Edible offal of bovine animals, swine, sheep, goats, horses, asses, mules or hinnies; fresh, chilled or frozen		
0206.10.00	Bovine animals; fresh and chilled	5%	-
---	Bovine animals; frozen		
0206.21.00	Tongue	5%	-
0206.22.00	Liver	5%	-
0206.29.00	Others	5%	-
0206.30.00	Swine; fresh or chilled	5%	-
---	Swine; frozen		
0206.41.00	Liver	5%	-
0206.49.00	Others	5%	-
0206.80.00	Others; fresh or chilled	5%	-
0206.90.00	Others; frozen	5%	-
02.07	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		
0207.11.00	not cut in pieces, fresh or chilled	5%	-
0207.12.00	not cut in pieces, frozen	5%	-
0207.13.00	Cuts and offal, fresh or chilled	5%	-
0207.14.00	Cuts and offal, frozen	5%	-

Excise Tariff – Amendments (2/20)

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
---	Turkeys		
0207.24.00	not cut in pieces, fresh or chilled	5%	-
0207.25.00	not cut in pieces, frozen	5%	-
0207.26.00	Cuts and offal, fresh or chilled	5%	-
0207.27.00	Cuts and offal, frozen	5%	-
---	Ducks:		
0207.41.00	not cut in pieces, fresh or chilled	5%	-
0207.42.00	not cut in pieces, frozen	5%	-
0207.43.00	fatty livers (foie gras), fresh or chilled	5%	-
0207.44.00	cuts and offal, excluding fatty livers, fresh or chilled	5%	-
0207.45.00	Others; frozen	5%	-
---	Geese:		
0207.51.00	not cut in pieces, fresh or chilled	5%	-
0207.52.00	not cut in pieces, frozen	5%	-
0207.53.00	fatty livers (foie gras), fresh or chilled	5%	-
0207.54.00	cuts and offal, excluding fatty livers,	5%	-
0207.55.00	Others; frozen	5%	-
0207.60.00	of guinea fowls	5%	-
02.08	Other meat and edible meat offal, fresh, chilled or frozen.		
0208.10.00	of rabbits or hares	5%	-
0208.30.00	of primates	5%	-
0208.40.00	of whales, dolphins and porpoises; of manatees and dugongs; of seals, sea lions and walruses	5%	-
0208.50.00	Of reptiles (including snakes and turtles)	5%	-
0208.60.00	Of camels and other camelids (Camelidae)	5%	-

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
0208.90.00	Other	5%	-
02.09	Pig fat, free of lean meat, and poultry fat, not rendered or otherwise extracted, fresh, chilled, frozen, salted, in brine, dried or smoked.		
0209.10.00	of pigs	5%	-
0209.90.00	Others	5%	-
02.10	Meat and edible meat offal, salted, in brine, dried or smoked; edible flours and meals of meat or meat offal.		
---	Meat of swine:		
0210.11.00	Hams, shoulders and cuts thereof, with bone in	5%	-
0210.12.00	Bellies (streaky) and cuts thereof	5%	-
0210.19.00	Other	5%	-
0210.20.00	Meat of bovine animals	5%	-
---	Other, including edible flours and meals of meat or meat offal		
0210.91.00	of primates	5%	-
0210.92.00	Of whales, dolphins and porpoises (mammals of the order Cetacea); of manatees and dugongs (mammals of the order Sirenia); of seals, sea lions and walruses (mammals of the suborder Pinnipedia)	5%	-
0210.93.00	of reptiles (including snakes and turtles)	5%	-
0210.99.00	Other	5%	-
03.01	Live Fish		
---	Figurative Fish		
0301.11.00	Fresh Water	10%	-
0301.19.00	Other	10%	-

Excise Tariff – Amendments (3/20)

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
---	Other Live Fish		
0301.91.00	Trout	10%	-
0301.92.00	eel fish	10%	-
0301.93.00	Carp	10%	-
0301.94.00	Atlantis and pacific blue fin tuna	10%	-
0301.95.00	Southern bluefin tunas	10%	-
0301.99.00	Other	10%	-
03.02	Frozen and chilled fish, excluding fillets and other meat of fish of heading 03.04		
---	Fish excluding edible fish meat of subheadings 0302.11.00 to 0302.99.00		
0302.11.00	Trout	10%	-
0302.13.00	Pacific salmon	10%	-
0302.14.00	Atlantic salmon	10%	-
0302.19.00	Other	10%	-
---	Flat Fish		
0302.21.00	Halibut	10%	-
0302.22.00	Peles	10%	-
0302.23.00	Shole	10%	-
0302.24.00	Turbos	10%	-
0302.29.00	Others	10%	-
---	Tunas other than edible meat - 0302.91.00 to 19		
0302.31.00	Albacore	10%	-
0302.32.00	Yellowfin Tuna	10%	-
0302.33.00	Skipjack tuna	10%	-
0302.34.00	Bigeye tuna	10%	-
0302.35.00	Atlantic and pacific bluefin Tuna	10%	-
0302.36.00	Southern bluefin tunas	10%	-
0302.39.00	Others	10%	-

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
---	Sardines other than edible fish meat of subheadings 0302.11.00 to 0302.19.00		
0302.41.00	Herringus	10%	-
0302.42.00	Adrovies	10%	-
0302.43.00	Sardines, Sardinella, Brislin or spats	10%	-
0302.44.00	Mackerel	10%	-
0302.45.00	Jack and Harsh mackerel	10%	-
0302.46.00	Cobia	10%	-
0302.47.00	Sodphis	10%	-
0302.49.00	Other	10%	-
0302.51.00	Bregmacirotidae excluding edible fish meat of sub heading 0302.91.00 to 0302.99.00	10%	-
0302.52.00	Cad	10%	-
0302.53.00	Hydak	10%	-
0302.54.00	Colphis	10%	-
0302.55.00	Hake	10%	-
0302.56.00	Alaska Pike	10%	-
0302.59.00	Blue whittings	10%	-
---	Tilapia		
0302.71.00	Tilapia	10%	-
0302.72.00	Catfish	10%	-
0302.73.00	Carp	10%	-
0302.74.00	Eel	10%	-
0302.79.00	Others	10%	-
---	Other Fish except edible fish - 0302.91.00 to 99		
0302.81.00	Dogfish and other sharks	10%	-
0302.82.00	Ray & skates	10%	-
0302.83.00	Toothfish	10%	-
0302.84.00	Sibas	10%	-

Excise Tariff – Amendments (4/20)

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
0302.85.00	Cibim	10%	-
0302.89.00	Others	10%	-
---	Liver, reproductive gland, wings , head and other edible fish meat		
0302.91.00	gall and reproductive glands	10%	-
0302.92.00	Shark's fin	10%	-
0302.99.00	Others	10%	-
03.03	Frozen fish other than fillets and other meat of heading 03.04	10%	-
---	Salmonidae, excluding edible meat under 0303.91.00 to 0303.99.00		
0303.11.00	Shock eye Salmon	10%	-
0303.12.00	Other pacific salmon	10%	-
0303.13.00	Atlantic salmon	10%	-
0303.14.00	Trout salmon tuta	10%	-
0303.19.00	Others	10%	-
---	Tilapias other than edible fish meat under sub-headings 0303.91.00 to 0303.99.00		
0303.23.00	Tipalias	10%	-
0303.24.00	Catfish	10%	-
0303.25.00	Carps	10%	-
0303.26.00	Eel	10%	-
0303.29.00	Others	10%	-
---	Flat Fish other than edible fish meat under 0303.91.00 to 0303.99.00		
0303.31.00	Halibut	10%	-
0303.32.00	Pleis	10%	-
0303.33.00	Shole	10%	-

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
0303.34.00	Turbots	10%	-
0303.39.00	Others	10%	-
---	Tunas other than edible fish meat of sub heading 0303.91.00 to 0303.99.00		
0303.41.00	Albacore	10%	-
0303.42.00	Yellowfin tuna	10%	-
0303.43.00	skipjack tuna	10%	-
0303.44.00	Bigeye tuna	10%	-
0303.45.00	Atlantic and pacific bluefin tuna	10%	-
0303.46.00	Southern bluefin tuna	10%	-
0303.49.00	Others	10%	-
---	Herrings other than edible fish meat of 0303.91.00 to 0303.99.00		
0303.51.00	Herings	10%	-
0303.53.00	Saardins	10%	-
0303.54.00	Mackrel	10%	-
0303.55.00	Jack & Hasrh Mackrel	10%	-
0303.56.00	Cobiya	10%	-
0303.57.00	Swordfish	10%	-
0303.59.00	Others	10%	-
---	Bregmacirotidae excluding edible fish meat of sub heading 0303.91.00 to 0303.99.00		
0303.63.00	Cad	10%	-
0303.64.00	Hyang	10%	-
0303.65.00	Colfish	10%	-
0303.66.00	Hek	10%	-
0303.67.00	Alaskan Plik	10%	-
0303.68.00	Blue whittings	10%	-
0303.69.00	Others	10%	-

Excise Tariff – Amendments (5/20)

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
---	Other Fish except edible fish under sub-headings 0303.91.00 to 0303.99.00		
0303.81.00	Dogfish and other sharks	10%	-
0303.82.00	Ray & skates	10%	-
0303.83.00	Toothfish	10%	-
0303.84.00	cibas	10%	-
0303.89.00	Others	10%	-
---	Liver, reproductive gland, wings , head and other edible fish meat		
0303.91.00	gall and reproductive glands	10%	-
0303.92.00	Shark's fin	10%	-
0303.99.00	Others	10%	-
03.04	Fish fillets and other fish meat, fresh, chilled or frozen. Fresh or chilled fillets of tilapias, catfish, carp, eels, Nile perch and snakeheads		
0304.31.00	Tilapias (Oreochromis spp.)	10%	-
0304.32.00	Catfish (Pangasius spp., Silurus spp., Clarias spp., Ictalurus spp.)	10%	-
0304.33.00	Nile Perch (Lates niloticus)	10%	-
0304.39.00	Other	10%	-
---	Fresh or chilled fillets of other fish		
0304.41.00	Pacific salmon, Atlantic salmon and Danube salmon	10%	-
0304.42.00	Rout	10%	-
0304.43.00	Flat fish	10%	-
0304.44.00	Fish of the families Bregmacerotidae, Euclichthyidae, Gadidae, Macrouridae, Melanonidae, Merlucciidae, Moridae and Muraenolepididae	10%	-

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
0304.45.00	swordfish (Xiphias gladius)	10%	-
0304.46.00	toothfish (Dissostichus spp.)	10%	-
0304.47.00	dogfish and other sharks	10%	-
0304.48.00	Rays and skates (Rajidae)	10%	-
0304.49.00	Other	10%	-
---	Other, fresh or chilled		
0304.51.00	Tilapias, Catfish, Carp, Eels, Nile perch and snakeheads	10%	-
0304.52.00	Salmonidae	10%	-
0304.53.00	Fish of the families Bregmacerotidae, Euclichthyidae, Gadidae, Macrouridae, Melanonidae, Merlucciidae, Moridae and Muraenolepididae	10%	-
0304.54.00	Swordfish (Xiphias gladius)	10%	-
0304.55.00	toothfish (Dissostichus spp.)	10%	-
0304.56.00	dogfish and other sharks	10%	-
0304.57.00	Rays and skates (Rajidae)	10%	-
0304.59.00	Other	10%	-
---	Frozen fillets of tilapias, Catfish, Carp, Eels, Nile perch and snakeheads:		
0304.61.00	tilapias (Oreochromis spp.)	10%	-
0304.62.00	Catfish (Pangasius spp., Silurus spp., Clarias spp., Ictalurus spp.)	10%	-
0304.63.00	Nile Perch (Lates niloticus)	10%	-
0304.69.00	Other	10%	-

Excise Tariff – Amendments (6/20)

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
---	Frozen fillets of fish of the families Bregmacerotidae, Euclichthyidae, Gadidae, Macrouridae, Melanonidae, Merlucciidae, Moridae and Muraenolepididae :		
0304.71.00	Cod (Gadus morhua, Gadus ogac, Gadus macrocephalus)	10%	-
0304.72.00	Haddock (Melanogrammus aeglefinus)	10%	-
0304.73.00	Coalfish (Pollachius virens)	10%	-
0304.74.00	ake (Merluccius spp., Urophycis spp.)	10%	-
0304.75.00	Alaska Pollack (Theragra chalcogramma)	10%	-
0304.79.00	Other	10%	-
---	Frozen fillets of other fish:		
0304.81.00	Pacific salmon, Atlantic salmon and Danube salmon	10%	-
0304.82.00	Trout	10%	-
0304.83.00	Flat Fish	10%	-
0304.84.00	Swordfish (Xiphias gladius)	10%	-
0304.85.00	Toothfish (Dissostichus spp.)	10%	-
0304.86.00	Herrings (Clupea harengus, Clupea pallasii)	10%	-
0304.87.00	Tunas, skipjack or stripe- bellied bonito	10%	-
0304.88.00	Dogfish, other sharks, rays and skates (Rajidae)	10%	-
0304.89.00	Other	10%	-
---	Other frozen:		
0304.91.00	Swordfish (Xiphias gladius)	10%	-
0304.92.00	toothfish (Dissostichus spp.)	10%	-
0304.93.00	Tilapias, catfish, Carp, Eels, Nile perch and snakeheads	10%	-
0304.94.00	Alaska Pollack (Theragra chalcogramma)	10%	-

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
0304.95.00	Fish of the families Bregmacerotidae, Euclichthyidae, Gadidae, Macrouridae, Melanonidae, Merlucciidae, Moridae and Muraenolepididae, other than Alaska Pollack	10%	-
0304.96.00	Dogfish and other sharks	10%	-
0304.97.00	Rays and skates (Rajidae)	10%	-
0304.99.00	Other	10%	-
03.05	Fish, dried, salted or in brine: smoked fish, whether or not cooked before or during the smoking process; flours, meals and pellets of fish, fit for human consumption		
0305.20.00	Flours, meals and pellets of fish, fit for human consumption Livers, roes and milt of fish, dried, smoked, salted or in brine	10%	-
---	Fish fillets, dried, salted or in brine, but not Smoked		
0305.31.00	Tilapias, Catfish, Carp, Eels, Nile perch and snakeheads	10%	-
0305.32.00	Fish of the families Bregmacerotidae, Euclichthyidae, Gadidae, Macrouridae, Melanonidae, Merlucciida, Moridae and Muraenolepididae	10%	-
0305.39.00	Other	10%	-
---	Smoked fish, including fillets, other than edible fish offal:		
0305.41.00	Pacific salmon, Atlantic salmon and Danube salmon	10%	-
0305.42.00	Herrings (Clupea harengus, Clupea pallasii)	10%	-

Excise Tariff – Amendments (7/20)

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
0305.43.00	Trout	10%	-
0305.44.00	Tilapias (Oreochromis spp.), catfish	10%	-
---	Catfish, Carp, Eels, Nile perch and snakeheads		
0305.49.00	Other	10%	-
---	Dried fish, other than edible fish offal, whether or not salted but not smoked:		
0305.51.00	Cod	10%	-
0305.52.00	Tilapias, catfish, carp, Eels, Nile perch and snakeheads	10%	-
0305.53.00	Fish of the families Bregmacerotidae, Euclichthyidae, Gadidae, Macrouridae, Melanonidae, Merlucciidae, Moridae and Muraenolepididae, other than cod	10%	-
0305.54.00	Herrings, anchovies, sardines, sardinella, brisling or sprats, mackerel, Indian mackerels, seer fishes, jack and horse mackerel, jacks, crevalle's, cobia, silver pomfrets, Pacific saury, scads, capelin, swordfish, Kawakawa, bonitos, marlins, sailfishes, spearfish	10%	-
0305.59.00	Other	10%	-
---	Fish, salted but not dried or smoked and fish in brine, other than edible fish offal:		
0305.61.00	Herrings (clupea harengue, Clupea pallasii)	10%	-
0305.62.00	Cod	10%	-
0305.63.00	Anchovies	10%	-
0305.64.00	Tilapias, catfish, Xarp, Eels, Nile perch and snakeheads	10%	-
0305.69.00	Other	10%	-

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
---	Fish fins, heads, tails, maws & other edible offal		
0305.71.00	Shark fins	10%	-
0305.72.00	Fish heads, tails and maws	10%	-
0305.79.00	Other	10%	-
03.06	Crustaceans, whether in shell or not, live, fresh, chilled, frozen, dried, salted or in brine; smoked crustaceans, whether in shell or not, whether or not cooked before or during the smoking process; crustaceans, in shell, cooked by steaming or by boiling in water, whether or not chilled, frozen, dried, salted or in brine; flours, meals and pellets		
---	Frozen:		
0306.11.00	Rock lobster and other sea crawfish	10%	-
0306.12.00	Lobsters	10%	-
0306.14.00	Crabs	10%	-
0306.15.00	Norway lobsters (Nephrops norvegicus)	10%	-
0306.16.00	Cold-water shrimps and prawns (Pandalus spp., Crangon crangon)	10%	-
0306.17.00	Other shrimps and prawns	10%	-
0306.19.00	Other, including flours, meals and pellets of crustaceans, fit for human consumption	10%	-
---	Live, fresh or chilled:		
0306.31.00	Rock lobster and other sea crawfish (Palinurus spp., Panulirus spp., Jasus spp.)	10%	-
0306.32.00	Lobsters (Homarus spp.)	10%	-
0306.33.00	Crabs	10%	-
0306.34.00	Norway lobsters (Nephrops norvegicus)	10%	-

Excise Tariff – Amendments (8/20)

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
0306.35.00	Cold-water shrimps and prawns (Pandalus spp., Crangon crangon)	10%	-
0306.36.00	Other shrimps and prawns	10%	-
0306.39.00	Other, including flours, meals and pellets of crustaceans, fit for human consumption	10%	-
---	Other:		
0306.91.00	Rock lobster and other sea crawfish (Palinurus spp., Panulirus spp., Jasus spp.)	10%	-
0306.92.00	Lobsters (Homarus spp.)	10%	-
0306.93.00	Crabs	10%	-
0306.94.00	Norway lobsters (Nephrops norvegicus)	10%	-
0306.95.00	Shrimps and prawns	10%	-
0306.99.00	Other	10%	-
03.07	Molluscs, whether in shell or not, live, fresh, chilled, frozen, dried, salted or in brine; smoked molluscs, whether in shell or not, whether or not cooked before or during the smoking process; flours, meals and pellets of molluscs, fit for human consumption		
---	Oysters:		
0307.11.00	Live, fresh or chilled	10%	-
0307.12.00	Frozen	10%	-
0307.19.00	Other	10%	-
---	Scallops, including queen scallops, of the genera pecten Chlamys or Placopecten		
0307.21.00	Live, fresh or chilled	10%	-
0307.22.00	Frozen	10%	-
0307.29.00	Other	10%	-

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
---	Mussels:		
0307.31.00	Live, fresh or chilled	10%	-
0307.32.00	Frozen	10%	-
0307.39.00	Other	10%	-
---	Cuttle fish and squid:		
0307.42.00	Live, fresh or chilled	10%	-
0307.43.00	Frozen	10%	-
0307.49.00	Other	10%	-
---	Octopus (Octopus spp.):		
0307.51.00	Live, fresh or chilled	10%	-
0307.52.00	Frozen	10%	-
0307.59.00	Other	10%	-
0307.60.00	Snails, other than sea snails	10%	-
---	Clams, cockles and ark shells :		
0307.71.00	Live, fresh chilled	10%	-
0307.72.00	Frozen	10%	-
0307.79.00	Other	10%	-
---	Abalone (Haliotis spp.) and stromboid conchs (Strombus spp.):		
0307.81.00	Live, fresh or chilled abalone (Haliotis spp.)	10%	-
0307.82.00	Live, fresh or chilled stromboid conchs (Strombus spp.)	10%	-
0307.83.00	Frozen abalone (Haliotis spp.)	10%	-
0307.84.00	Frozen stromboid conchs (Strombus spp.)	10%	-
0307.87.00	Other abalone (Haliotis spp.)	10%	-
0307.88.00	Other stromboid conchs (Strombus spp.)	10%	-

Excise Tariff – Amendments (9/20)

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
---	Other:		
0307.91.00	Live, fresh or chilled	10%	-
0307.92.00	Frozen	10%	-
0307.99.00	Other	10%	-
03.08	Aquatic invertebrates other than crustaceans and molluscs, live, fresh, chilled, frozen, dried, salted or in brine; smoked aquatic invertebrates other than crustaceans and molluscs, whether or not cooked before or during the smoking process; flours, meals and pellets of aquatic invertebrates other than crustaceans and molluscs, fit for human consumption.		
---	Sea cucumbers :		
0308.11.00	Live, fresh or chilled	10%	-
0308.12.00	Frozen	10%	-
0308.19.00	Other	10%	-
---	Sea urchins:		
0308.21.00	Live, fresh or chilled	10%	-
0308.22.00	Frozen	10%	-
0308.29.00	Other	10%	-
0308.30.00	Jellyfish (Rhopilema spp.)	10%	-
0308.90.00	Other	10%	-
08.01	Coconuts, Brazil nuts and cashewnuts, fresh or dried, whether or not shelled or peeled.		
0801.31.00	Cashew Nuts - with the peel	15%	10%
08.02	Pine Nuts		
0802.91.00	Pine Nuts, Shelled	15%	-
0802.92.00	Pine Nuts, Cracked	15%	-
1404.90.60	Argyll Plant Bark	10%	-

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
16.02	Other prepared/preserved meat/meat offal/ blood.		
1602.10.00	Homogenized preparations	15%	-
1602.20.00	Of liver of any animal	15%	-
1602.42.00	Shoulders and cuts thereof	15%	-
1602.50.00	Of bovine animals	15%	-
1602.90.00	Other, including preparations of blood of any animal	15%	-
16.04	Prepared or preserved fish; caviar and caviar substitutes prepared from fish eggs.		
1604.18.00	Shark fins	15%	-
1604.31.00	Caviar	15%	-
16.05	Crustaceans, molluscs and other aquatic invertebrates, prepared or preserved.		
1605.40.00	Other crustaceans	15%	-
1605.51.00	Oysters	15%	-
1605.56.00	Clams, cockles and arkshells	15%	-
1605.57.00	Abalone	15%	-
1605.58.00	Snails, other than sea snails	15%	-
---	Other aquatic invertebrates:		
1605.61.00	Sea cucumbers	15%	-
1605.62.00	Sea urchins	15%	-
1605.63.00	Jellyfish	15%	-
17.03	Molasses - Extraction/Refining of sugar.		
1703.10.00	Cane molasses	NPR 96 per Quintal	NPR 105 per Quintal
1703.90.00	Other	NPR 96 per Quintal	NPR 105 per Quintal

Excise Tariff – Amendments (10/20)

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
19.02	Uncooked pasta, not stuffed or otherwise prepared:		
1902.11.00	Containing eggs	NPR 17 per KG	NPR 20 per KG
1902.19.00	Other	NPR 17 per KG	NPR 20 per KG
1902.20.00	Stuffed pasta, whether or not cooked or otherwise prepared	NPR 17 per KG	NPR 20 per KG
1902.30.00	Other pasta	NPR 17 per KG	NPR 20 per KG
1902.40.00	Couscous	NPR 17 per KG	NPR 20 per KG
19.05	Bread, pastry, cakes, biscuits and other bakers' wares, whether or not containing cocoa; communion wafers, empty cachets of a kind suitable for pharmaceutical use, sealing wafers, rice paper and similar products		
1905.90.20	Kurkure, Kurmure, Lays, Cheeseball	NPR 17 per KG	NPR 20 per KG
---	Kurmure, species types others crisp savory food products		
1905.90.81	Unfried	NPR 17 per KG	NPR 20 per KG
1905.90.89	Others	NPR 17 per KG	NPR 20 per KG
20.05	Other vegetables prepared or preserved otherwise than by vinegar or acetic acid, not frozen, other than products of 20.06.		
2005.20.10	Potato Chips	NPR 17 per KG	NPR 18 per KG
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	NPR 11 per KG	NPR 13 per KG

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
2009.12.00	Not frozen, of a Brix value not exceeding 20	NPR 11 per KG	NPR 13 per KG
2009.19.00	Other	NPR 11 per KG	NPR 13 per KG
---	Grapefruit (including pomelo) juice:		
2009.21.00	Of a Brix value not exceeding 20	NPR 11 per KG	NPR 13 per KG
2009.29.00	Other	NPR 11 per KG	NPR 13 per KG
---	Juice of any other single citrus fruit:		
2009.31.00	Of a Brix value not exceeding 20	NPR 11 per KG	NPR 13 per KG
2009.39.00	Other	NPR 11 per KG	NPR 13 per KG
---	Pineapple juice:		
2009.41.00	Of a Brix value not exceeding 20	NPR 11 per KG	NPR 13 per KG
2009.49.00	Other	NPR 11 per KG	NPR 13 per KG
2009.50.00	Tomato juice	NPR 11 per KG	NPR 13 per KG
---	Grape juice (including grape must):		
2009.61.00	Of a Brix value not exceeding 30	NPR 11 per KG	NPR 13 per KG
2009.69.00	Other	NPR 11 per KG	NPR 13 per KG
---	Apple juice:		
2009.71.00	Of a Brix value not exceeding 20	NPR 11 per KG	NPR 13 per KG
2009.79.00	Other	NPR 11 per KG	NPR 13 per KG
---	Juice of any other single fruit or vegetable:		
2009.81.00	Cranberry (Vaccinium macrocarpon, Vaccinium oxycoccos, Vaccinium vitis-idaea) juice	NPR 11 per KG	NPR 13 per KG
---	Other:		
2009.89.10	Mango juice	NPR 11 per KG	NPR 13 per KG
2009.89.90	Other:	NPR 11 per KG	NPR 13 per KG
2009.90.00	Mixture of Juice	NPR 11 per KG	NPR 13 per KG

Excise Tariff – Amendments (11/20)

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
21.06	Food preparations not elsewhere specified or included:		
---	Other:		
2106.90.20	Pan Masala without Tobacco	NPR 821 per KG	NPR 850 per KG
2106.90.60	Scented areca nuts without Tobacco	NPR 350 per KG	NPR 365 per KG
22.02	Waters, including mineral waters and aerated waters, containing added sugar or other sweetening matter or flavoured, and other nonalcoholic beverages, not including fruit or vegetable juices of Heading 20.09		
---	Other:		
2202.91.00	Non-alcoholic beer	NPR 30 per ltr.	NPR 35 per ltr.
2202.99.20	Soft Beverages	-	NPR 25 per ltr.
2202.99.30	Fragrance Milk	-	NPR 25 per ltr.
2203.00.00	Beer made from malt.	NPR 228 per ltr.	NPR 235 per ltr.
22.07	Un-denatured ethyl alcohol of an alcoholic strength by volume of 80% vol. or higher; ethyl alcohol and other spirits, denatured, of any strength.		
2207.10.30	E.N.A. (Extra Neutral Alcohol)	NPR 86 per ltr.	NPR 90 per ltr.
2207.10.90	Others	NPR 86 per ltr.	NPR 90 per ltr.
---	Denature Ethyl Alcohol and Other Sprite (any alcohol percentages)		
2207.20.10	Denatured spirit (80 – 99 % alcohol)	NPR 30 per ltr.	NPR 35 per ltr.
2207.20.90	Others	NPR 86 per ltr.	NPR 90 per ltr.

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
22.08	Undenatured ethyl alcohol of an alcoholic strength by volume of less than 80% vol; spirits, liqueurs & other spirituous beverage		
---	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	NPR 228 per ltr.	NPR 235 per ltr.
2208.20.91	Prepared alcohol of strength 15 U.P. (having alcoholic content of 48.5%)	NPR 1750 per ltr. NPR 2059 per LP ltr.	NPR 1800 per ltr. NPR 2120 per LP ltr.
2208.20.92	Prepared alcohol of strength 25 U.P. (having alcoholic content of 42.8%)	NPR 1306 per ltr. NPR 1741 per LP ltr.	NPR 1345 per ltr. NPR 1790 per LP ltr.
2208.20.93	Prepared alcohol of strength 30 U.P. (having alcoholic content of 39.94%)	NPR 1215 per ltr. NPR 1735 per LP ltr.	NPR 1250 per ltr. NPR 1790 per LP ltr.
2208.20.99	Other	NPR 1750 per ltr. NPR 2059 per LP ltr.	NPR 1800 per ltr. NPR 2120 per LP ltr.
---	Whiskies:		
2208.30.10	Alcoholic fluids including spirits used as raw materials of whisky	NPR 228 per ltr.	NPR 235 per ltr.
---	Other:		
2208.30.91	Prepared whisky of 15U.P. strength (alcoholic strength by volume of 48.5% vol)	NPR 1750 per ltr. NPR 2059 per LP ltr.	NPR 1800 per ltr. NPR 2120 per LP ltr.
2208.30.92	Prepared whisky of 25 U.P. strength (alcoholic strength by volume of 42.8% vol)	NPR 1306 per ltr. NPR 1741 per LP ltr.	NPR 1345 per ltr. NPR 1790 per LP ltr.

Excise Tariff – Amendments (12/20)

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
2208.30.93	Prepared whisky of 30 U.P. strength (alcoholic strength by volume of 39.94 vol)	NPR 1215 per ltr. NPR 1735 per LP ltr.	NPR 1250 per ltr. NPR 1790 per LP ltr.
2208.30.99	Other	NPR 1750 per ltr. NPR 2059 per LP ltr.	NPR 1800 per ltr. NPR 2120 per LP ltr.
---	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 sugar-cane products	NPR 228 per ltr.	NPR per 235 per ltr.
---	Other:		
2208.40.91	Prepared alcohol of strength 15 U.P. (having alcoholic content of 48.5%)	NPR 1750 per ltr. NPR 2059 per LP ltr.	NPR 1800 per ltr. NPR 2120 per LP ltr.
2208.40.92	Prepared alcohol of strength 25 U.P. (having alcoholic content of 42.8%)	NPR 1306 per ltr. NPR 1741 per LP ltr.	NPR 1345 per ltr. NPR 1790 per LP ltr.
2208.40.93	Prepared alcohol of strength 30 U.P. (having alcoholic content of 39.94%)	NPR 1215 per ltr. NPR 1735 per LP ltr.	NPR 1250 per ltr. NPR 1790 per LP ltr.
2208.40.99	Others	NPR 1750 per ltr. NPR 2059 per LP ltr.	NPR 1800 per ltr. NPR 2120 per LP ltr.
---	Gin and Geneva:		
2208.50.10	Alcoholic fluids including spirits used as raw materials of Gin and Geneva	NPR 228 per ltr.	NPR 235 per ltr.

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
---	Other:		
2208.50.91	Prepared Gin and Geneva of strength 15 U.P. (having alcoholic content of 48.5%)	NPR 1750 per ltr. NPR 2059 per LP ltr.	NPR 1800 per ltr. NPR 2120 per LP ltr.
2208.50.92	Prepared Gin and Geneva of strength 25 U.P. (having alcoholic content of 42.8%)	NPR 1306 per ltr. NPR 1741 per LP ltr.	NPR 1345 per ltr. NPR 1790 per LP ltr.
2208.50.93	Prepared Gin and Geneva of strength 30 U.P. (having alcoholic content of 39.94%)	NPR 1215 per ltr. NPR 1735 per LP ltr.	NPR 1250 per ltr. NPR 1790 per LP ltr.
2208.50.99	Others	NPR 1750 per ltr. NPR 2059 per LP ltr.	NPR 1800 per ltr. NPR 2120 per LP ltr.
---	Vodka:		
2208.60.10	Alcoholic fluids including spirits used as raw materials of Vodka	NPR 228 per ltr.	NPR 235 per ltr.
---	Other:		
2208.60.91	Prepared Vodka of strength 15 U.P. (having alcoholic content of 48.5%)	NPR 1750 per ltr. NPR 2059 per LP ltr.	NPR 1800 per ltr. NPR 2120 per LP ltr.
2208.60.92	Prepared Vodka of strength 25 U.P. (having alcoholic content of 42.8%)	NPR 1306 per ltr. NPR 1741 per LP ltr.	NPR 1345 per ltr. NPR 1790 per LP ltr.
2208.60.93	Prepared Vodka of strength 30 U.P. (having alcoholic content of 39.94%)	NPR 1215 per ltr. NPR 1735 per LP ltr.	NPR 1250 per ltr. NPR 1790 per LP ltr.
2208.60.99	Other	NPR 1750 per ltr. NPR 2059 per LP ltr.	NPR 1800 per ltr. NPR 2120 per LP ltr.

Excise Tariff – Amendments (13/20)

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
---	Liqueurs and cordials:		
2208.70.10	Alcoholic fluids including spirits used as raw materials of Liqueurs and cordials	NPR 228 per ltr.	NPR 235 per ltr.
---	Other:		
2208.70.91	Prepared Liqueurs and cordials of strength 15 U.P. (having alcoholic content of 48.5%)	NPR 1750 per ltr. NPR 2059 per LP ltr.	NPR 1800 per ltr. NPR 2120 per LP ltr.
2208.70.92	Prepared Liqueurs and cordials of strength 25 U.P. (having alcoholic content of 42.8%)	NPR 1306 per ltr. NPR 1741 per LP ltr.	NPR 1345 per ltr. NPR 1790 per LP ltr.
2208.70.93	Prepared Liqueurs and cordials of strength 30 U.P. (having alcoholic content of 39.94%)	NPR 1215 per ltr. NPR 1735 per LP ltr.	NPR 1250 per ltr. NPR 1790 per LP ltr.
2208.70.99	Other	NPR 1750 per ltr. NPR 2059 per LP ltr.	NPR 1800 per ltr. NPR 2120 per LP ltr.
---	Other:		
2208.90.10	Alcoholic fluids including spirits used as raw materials of Other liquor	NPR 228 per ltr.	NPR 235 per ltr.
---	Other:		
2208.90.91	Prepared Liquor of strength 15 U.P. (having alcoholic content of 48.5%)	NPR 1750 per ltr. NPR 2059 per LP ltr.	NPR 1800 per ltr. NPR 2120 per LP ltr.
2208.90.92	Prepared Liquor of strength 25 U.P. (having alcoholic content of 42.8%)	NPR 1306 per ltr. NPR 1741 per LP ltr.	NPR 1345 per ltr. NPR 1790 per LP ltr.

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
2208.90.93	Prepared Liquor of strength 30 U.P. (having alcoholic content of 39.94%)	NPR 1215 per ltr. NPR 1735 per LP ltr.	NPR 1250 per ltr. NPR 1790 per LP ltr.
2208.90.94	Prepared Liquor of strength 40 U.P. (having alcoholic content of 34.23%)	NPR 610 per ltr. NPR 1017 per LP ltr.	NPR 630 per ltr. NPR 1050 per LP ltr.
2208.90.95	Prepared Liquor of strength 50 U.P. (having alcoholic content of 28.53%)	NPR 472 per ltr. NPR 944 per LP ltr.	NPR 485 per ltr. NPR 970 per LP ltr.
2208.90.96	Prepared Liquor of strength 70 U.P. (having alcoholic content of 17.12%)	NPR 42 per ltr. NPR 138 per LP ltr.	NPR 50 per ltr. NPR 165 per LP ltr.
2208.90.99	Others	NPR 1750 per ltr. NPR 2059 per LP ltr.	NPR 1800 per ltr. NPR 2120 per LP ltr.
24.02	Cigars, cheroots, cigarillos and cigarettes, of tobacco or of tobacco substitutes.		
---	Cigarettes containing tobacco:		
2402.20.10	Without filter	NPR 710 per M	NPR 730 per M
---	With Filter:		
2402.20.21	Up to 70 mm length	NPR 1635 per M	NPR 1690 per M
2402.20.22	above 70 mm and up to 75 mm length	NPR 2225 per M	NPR 2300 per M
2402.20.23	above 75 mm and up to 85 mm length	NPR 2880 per M	NPR 2970 per M
2402.20.24	above 85 mm length	NPR 3965 per M	NPR 4080 per M

Excise Tariff – Amendments (14/20)

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
24.03	Other manufactured tobacco and manufactured tobacco substitutes; "Homogenised" or "reconstituted" tobacco: tobacco extracts and essences		
---	Other:		
2403.19.20	Processed Tobacco for Cigarette and Beedies	NPR 343 per KG	NPR 350 per KG
2403.19.90	Other	NPR 343 per KG	NPR 350 per KG
---	Other:		
2403.91.00	"Homogenized" or "reconstituted" tobacco	NPR 460 per KG	NPR 475 per KG
---	Other:		
2403.99.10	Jarda, Khaini, Snuff, Gutka and similar preparations containing chewing tobacco	NPR 821 per KG	NPR 850 per KG
2403.99.20	Packed chewing tobacco, to be mixed in lime, put up for retail sale	NPR 460 per KG	NPR 495 per KG
2403.99.30	Cut tobacco, dust tobacco not for retail	NPR 460 per KG	NPR 475 per KG
2403.99.99	Other	NPR 460 per KG	NPR 475 per KG
24.04	Non-Combustible tobacco, refined tobacco and nicotinable products		
2404.11.00	Tobacco containing and reconstituted Tobacco	NPR 460 per KG	NPR 475 per KG
2404.12.00	Other, containing nicotine	NPR 460 per KG	NPR 475 per KG
2404.19.00	Other	NPR 460 per KG	NPR 475 per KG
---	Marble and travertine:		
2515.12.00	Merely cut, by sawing or otherwise, into blocks or slabs of a rectangular (including square) shape	5%	15%

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
2515.20.00	Ecaussine and other calcareous monumental or building stone; alabaster	5%	15%
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%
---	Sandstone		
2516.20.10	Bolder broken or non broken pebbles up to 2.5 inches	15%	25%
2516.20.20	Stone broken or non broken more than 2.5 inches	15%	25%
2516.20.30	Stone broken or non broken sand mixed gravel	15%	25%
2516.90.00	Other monumental or building stone	15%	25%
2516.90.00	Any rod, stick or profile shapes made of plastic with cross sectional dimension more than 1 mm whether monofilament surface work done or not done but any other work not done.		
39.16	Monofilament of which any cross-sectional dimension exceeds 1 mm, rods, sticks and profile shapes, whether or not surface-worked but not otherwise worked, of plastics.		
3916.10.00	Of Polymers of ethylene	-	5%
3916.20.00	Of polymer of Vinyl Chloride	-	5%
3916.90.00	Other Plastics	-	5%

Excise Tariff – Amendments (15/20)

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
44.02	Rounds of wood, whether or not aggregated, including shells or nuts		
4402.90.00	Other	5%	-
---	Wood charcoal (including shell or nut charcoal), whether or not agglomerated.		
4402.90.10	Charcoal used in hookah	-	15%
4402.90.90	Other	5%	15%
68.02	Worked monumental or building stone (except slate) and articles thereof, other than goods of Heading 68.01; mosaic cubes and the like, of natural stone (including slate), whether or not on a backing; artificially colored granules, chippings and powder, of natural stone (including slate).		
6802.10.00	Tiles, cubes and similar articles, whether or not rectangular (including square), the largest surface area of which is capable of being enclosed in a square the side of which is less than 7cm.; artificially colored granules, chippings and powder	-	15%
6802.21.00	Marble, travertine and alabaster	5%	15%
6802.23.00	Granite	5%	15%
6802.29.00	Other stone	5%	15%
6802.91.00	Marble, travertine and alabaster	5%	15%
6802.92.00	Other calcareous stone	5%	15%
6802.99.00	Other stone	5%	15%

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
72.07	Semi-finished products of iron or non-alloy steel.		
---	Containing by weight less than 0.25% of carbon:		
7207.11.00	Of rectangular (including square) cross-Section, the width measuring less than twice the thickness	NPR 3500 per MT	NPR 2500 per MT
7207.12.00	Other, of rectangular (other than square) cross-Section	NPR 3500 per MT	NPR 2500 per MT
7207.19.00	Other	NPR 3500 per MT	NPR 2500 per MT
7207.20.00	Containing by weight 0.25% > carbon	NPR 3500 per MT	NPR 2500 per MT
73.18	Screws, bolts, nuts, coach screws, screw hooks, rivets cotters, cotterpins, washers (including spring washers) and similar articles, of iron or steel		
---	Threaded articles:		
7318.11.00	Coach screw	-	NPR 2500 Per MT
7318.12.00	Other wood screws	-	NPR 2500 Per MT
7318.13.00	Screw hook and screw ring	-	NPR 2500 Per MT
7318.14.00	Self tapping screw	-	NPR 2500 Per MT
7318.15.00	Other screws and bolts ,whether or not with nuts or washer	-	NPR 2500 per MT
7318.16.00	Nuts	-	NPR 2500 Per MT
7318.19.00	Other	-	NPR 2500 Per MT
---	Non threaded articles:		
7318.21.00	Spring washers and other lock washer	-	NPR 2500 Per MT
7318.22.00	Other Washers	-	NPR 2500 Per MT
7318.23.00	Rivets	-	NPR 2500 Per MT

Excise Tariff – Amendments (16/20)

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
7318.24.00	Cotters and cotter pins	-	NPR 2500 Per MT
7318.29.00	Other	-	NPR 2500 Per MT
76.10	Aluminum Structures (Structures)(Other than pre- constructed building of heading 94.06) used in construction such as bridges and bridge sections, tower, lattice columns ,roofs, roof structures windows , doors and their frames,(structures) arches , balustrades pillars and columns); Sheets, rods, angles ,shapes , pieces , tubes or similar articles prepared for use in aluminum Such items		
7610.10	Doors, windows & their Frames & door frames	-	20%
7610.90	Other	-	20%
82.12	Beard cutting devices and its blades (safety razor blades), also blanks in the form of strips		
8212.10	Beard cutting devices (razor)	-	5%
8212.20	Beard cutting sanitary razors (safety razors blades) empty striped blades as well	-	5%
8212.90	Other parts	-	5%
82.14	Other articles of cutlery (for example, hair clippers, butchers' or kitchen cleavers, choppers and mincing knives, paper knives); manicure or pedicure sets and instruments (including nail files)		
8214.10.10	Paper cutter letter opener, Erasing (erasing knife),pencil sharpener and their blades	-	5%
8214.20.00	Hand and nail treatment or pedicure sets and tools (including nail sanders)	-	5%
8214.90.00	Other	-	5%

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
82.15	Spoons, forks, ladles, skimmers, cake-servers, fish-knives, butterknives, sugar tongs and similar kitchen or tableware.		
8215.10.00	Sets of assorted articles containing at least one article plated with precious metal	-	5%
8215.20.00	Other sets of assorted articles	-	5%
---	Other:		
8215.91.00	Plated with precious metal	-	5%
8215.99.00	Others	-	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	Locks (pad locks)	-	5%
8301.20.00	Locks used in Motor Vehicles	-	5%
8301.30.00	Locks used in furniture	-	5%
8301.40.00	Other locks	-	5%
8301.50.00	Clasps & frames with clasps, incorporating locks	-	5%
8301.60.00	Parts	-	5%
8301.70.00	Differently presented kinds of keys	-	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 hayracks, hat-pegs, brackets and similar fixtures; castors with mountings of base metal; automatic door closers of base metal.		
8302.10 00	Hinges	-	5%

Excise Tariff – Amendments (17/20)

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
8302.20.00	Castors	-	5%
8302.41.00	Suitable for building	-	5%
8302.42.00	Other suitable for furniture	-	5%
8302.49.00	Other	-	5%
8302.50.00	Hat rack, hat hanging sin garo (pegs) brackets and similar connections (fixtures)	-	5%
8302.60.00	Automatic door closer accessories	-	5%
84.71	Automatic data processing machines and units thereof; magnetic or optical readers, machines for transcribing data on to data media in coded form and machines for processing such data, not elsewhere specified or included		
8471.30.20	Tablet	-	5%
8471.41.10	Interacting Conference Terminal	-	20%
8471.41.90	Other Digital Automatic Data Proc	-	5%
---	Subtitle 8471.41 or 8471.49 except processing unit , whether or not one or two units of the following types within the same housing storage units (input units), production units (output unit)		
8471.50.10	Computer server and network server	-	5%
---	Accumulation unit (storage units):		
8471.70.10	Computer hard disc, internal	-	5%
85.17	Telephone sets, including telephones for 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		
8517.14.00	Telephone sets, including telephones used for cellular network or another wireless network	2.5%	5%

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
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		
8523.21.00	Card with magnetic strips	-	5%
8523.29.00	Other	5%	10%
---	Optical media:		
8523.41.00	Unrecorded	5%	10%
---	Other:		
8523.49.10	Having software	5%	10%
8523.49.90	Other	5%	10%
---	Semiconductor medium:		
8523.51.00	Non-volatile(solid state volatile)storage devise smart cards	5%	10%
---	Smart cards		
8523.52.10	SIM cards	5%	10%
8523.52.20	Memory cards	5%	10%
8523.52.90	Other	5%	10%

Excise Tariff – Amendments (18/20)

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
85.43	Electrical machines and apparatus, having individual functions		
8543.70.00	Other Machines & apparatus	30%	5%
8543.90.10	Electronic cigarettes and also this types of electronic evaporation (vaporizing)parts	-	30%
8543.90.90	Other	-	5%
85.44	Insulated (including enameled or anodized) wire, cable and other insulated electric conductors, whether fitted with connectors; optical fiber cables, made up of individually sheathed fibers, whether assembled with electric conductors or fitted with connectors.		
---	Other electric conductors, voltage < 1000 V:		
8544.70.00	Optical fiber cables	10%	15%
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.		
---	Vehicles specially designed for travelling on snow; golf cars and similar vehicles:		
8703.40.10	Unassembled	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 power:		
8703.50.10	Unassembled	45%	60%
8703.50.90	Other	45%	60%

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
---	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	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	45%	60%
8703.70.90	Other	45%	60%
---	Other vehicles, with only electric motor for propulsion:		
---	Car, Jeep, Van with pickup power 50KW - 100KW		
8703.80.59	Other	-	10%
---	Car, Jeep, Van with pickup power 100KW - 200KW		
8703.80.69	Other	30%	20%
---	Car, Jeep, Van with pickup power 200KW - 300KW		
8703.80.79	Other	45%	45%
---	Car, Jeep, Van with pickup power above 300KW		
8703.80.89	Other	-	60%

Excise Tariff – Amendments (19/20)

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
87.11	Motorcycles (including mopeds) and cycles fitted with an auxiliary motor with or without side-cars; side-cars		
8711.20	Cylinder Motorcycles (including mopeds) and cycles fitted with an auxiliary motor with or without side-cars; side-cars.		
8711.20.19	Of a cylinder capacity exceeding 200 cc but not exceeding 250 cc	80%	60%
8711.20.99	Unassembled- Exceeding 200cc but not exceeding 250 CC.	80%	60%
---	With reciprocating internal combustion piston engine of a cylinder capacity exceeding 250 cc but not exceeding 400 cc:		
8711.30.11	Unassembled condition	-	60%
8711.30.19	Other	-	60%
---	-With reciprocating internal combustion piston engine of a cylinder capacity exceeding 400cc but not exceeding 500cc:		
8711.30.91	Unassembled condition	-	60%
8711.30.99	Other	-	80%
95.08	Roundabouts, swings, shooting galleries and other fairground amusements; travelling circuses and travelling menageries; travelling theatres		
9508.21.00	Roller coasters	-	10%
9508.22.00	Carousels, swings and roundabouts	-	10%

HSN Code	Description of Goods or Services	Previous Rate	Current Rate
9508.23.00	Bumper dodgem cars	-	10%
9508.24.00	Motion simulators and moving theaters	-	10%
9508.25.00	Water rides	-	10%
9508.26.00	Water park amusements	-	10%
9508.29.00	Other	-	10%
9508.30.00	Fairground amusements	-	10%
9508.40.00	Traveling theaters	-	10%
9508.90.00	Others	10%	-
96.16	Scent sprays and similar toilet sprays, and mounts and heads therefor; powder-puffs and pads for the application of cosmetics or toilet preparations.		
9616.10.00	Perfumes bottles and so on decorative panels and their mounts and heads	-	5%
9616.20.00	Powder puffs ad pads for applying cosmetics or hygiene products	-	5%
96.17	Vacuum flasks and other vacuum vessels, complete with cases; parts thereof other than glass inners.		
9617.00.10	Prepared vacuum flux	-	5%
9617.00.20	Other preparation vessels with vacuum (vacuum vessels)	-	5%

Excise Tariff – Amendments (20/20)

Changes in the Notes to Excise Tariff:

Wine

- Domestic production of wine under headings 22.04 & 22.05 will attract 35% rebate & 22.06 will attract ~~40% rebate~~ 35% rebate.

Iron & Steel

- Domestic production of Iron & Steel under headings 72.24, ~~73.13, 73.14 & 73.15 will not attract~~ will attract excise duty.
- Domestic production of Iron & Steel under headings ~~73.13, 73.14 & 73.15 will attract 60% rebate of excise duty.~~

Sim Cards & Memory Cards

- Domestic production of Sim Cards / Memory Cards under headings 8523.52 will attract excise duty at the rate of 5%.

Sanitary Pads

- Manufacturers of sanitary pads while importing raw material under 3920.49.90 & 3921.19.90 shall not be required to pay excise duty while importing.

Beverages, Spirits & Vinegar

- Domestic production of flavored milk beverage under headings 2202.90.30 will attract excise rebate of 50%.



Amendments in Customs Tariff

Customs Tariff – Amendments (1/14)

HSN Code	Products	Existing Tariff	Revised Tariff
	Cheese and Curd		
0406.90.10	Chhurpi	-	15%
0406.90.90	Others	-	15%
	Cardamoms (Elaichi and Sukumel), Neither crushed nor ground:		
0908.31.20	Small Cardamom	10%	20%
	Cardamoms (Elaichi and Sukumel), crushed or ground:		
0908.32.20	Crushed Cardamom	10%	20%
	Mixtures referred to in Note 1(b)		
0910.91.00	Other Spices	15%	20%
	Other oil seeds and oleaginous fruits, whether or not broken		
1207.91.00	Poppy Seeds	10%	30%
	Cane or beet sugar and chemically pure sucrose, in solid form.		
1701.12.00	Beet Sugar	40%	30%
	Cane Sugar:		
1701.13.10	Sakhhar (Gud)	40%	30%
1701.13.20	Khanda Sugar	40%	30%
1701.13.90	Other	40%	30%
	Other Cane Sugar:		
1701.14.10	Sakhhar (Gud)	40%	30%
1701.14.20	Khandasari Sugar	40%	30%
1701.14.90	Others	40%	30%
1701.91.00	Containing Added Flavoring Or Coloring Matter	40%	30%
1701.99.10	Rock Sugar Or Rock Candy Or Sugar Candy (Mishri)	40%	30%

HSN Code	Products	Existing Tariff	Revised Tariff
1701.99.20	Sugar Cube	40%	30%
1701.99.90	Other	40%	30%
1903.00.00	Tapioca And Substitutes Therefor Prepared from Starch, In the Form Of Flakes, Grains, Pearls, Siftings Or In Similar Forms.	5%	10%
	Food preparations not elsewhere specified or included		
2106.10.00	Protein Concentrates and Textured Protein Substances	20%	30%
	Waters, including mineral waters and aerated waters, containing added sugar or other sweetening matter or flavored, and other nonalcoholic beverages, not including fruit or vegetable juices of Heading 20.09		
2202.99.20	Soft Drinks	-	Per Ltr. Rs.40
2202.99.30	Scented Flavored Milk	-	Per Ltr. Rs.40
	Bran, sharps and other residues, whether or not in the form of pellets, derived from the sifting, milling or other working of cereals or of leguminous plants.		
2302.40.10	Cashew Nuts and Husks	-	10%
2302.40.90	Other	-	10%
	Unmanufactured tobacco; tobacco refuse		
2401.10.00	Tobacco, Not Stemmed/Stripped	20%	30%
2401.20.00	Tobacco, Partly Or Wholly Stemmed/Stripped	20%	30%
2401.30.00	Tobacco Refuse	20%	30%

Customs Tariff – Amendments (2/14)

HSN Code	Products	Existing Tariff	Revised Tariff
	Petroleum oils and oils obtained from bituminous minerals, other than crude; preparations not elsewhere specified or included, containing by weight 70% or more of petroleum oils or of oils obtained from bituminous minerals, these oils being the basic constituents of the preparation; waste oils		
2710.19.95	White Oil	15%	20%
	Articles for the conveyance or packing of goods, of plastics; stoppers, lids, caps and other closures, of plastics.		
3923.90.10	Composite LPG Gas Cylinder	30%	5%
	Wood charcoal (including shell or nut charcoal), whether or not agglomerated.		
4402.90.10	Charcoal Used in Hookah	-	15%
4402.90.90	Other	-	15%
	Paper, paperboard, cellulose wadding and webs of cellulose fibers, coated, impregnated, covered, surface-colored, surface decorated or printed, in rolls or rectangular (including square) sheets, of any size other than goods of the kind described in Heading 48.03, 48.09 or 48.10		
4811.90.10	Marbled Paper	10%	20%

HSN Code	Products	Existing Tariff	Revised Tariff
	Registers, account books, Notebooks, order books, receipt books, letter pads, memorandum pads, diaries and similar articles, exercise books, blotting-pads, binders (loose-leaf or other), folders, file covers, manifold business forms, interleaved carbon sets and other articles of stationery, of paper or paperboard; albums for samples or for collections and book covers, of paper or paperboard		
4820.10.00	Registers, Account Books, Notebooks, Order Books, Receipt Books, Letter Pads, Memorandum Pads, Diaries and Similar Articles	20%	30%
4820.30.00	Binders (Other Than Book Covers), Folders and File Covers	15%	30%
4820.40.00	Manifold Business Forms and Interleaved Carbon Sets	15%	30%
4820.50.00	Albums for samples or for collections	30%	-
4820.90.00	Other- Registers, Notebook	20%	30%
	Parts of footwear (including uppers whether or not attached to soles other than outer soles); removable in-soles, heel cushions and similar articles; gaiters, leggings and similar articles, and parts thereof.		
6406.10.00	Uppers And Parts Thereof, Other Than Stiffeners	15%	20%

Customs Tariff – Amendments (3/14)

HSN Code	Products	Existing Tariff	Revised Tariff
6406.20.00	Outer Soles & Heels, of Rubber or Plastics	10%	20%
6406.90.00	Parts of Footwear – Others	15%	20%
	Worked monumental or building stone (except slate) and articles thereof, other than goods of Heading 68.01; mosaic cubes and the like, of natural stone (including slate), whether or not on a backing; artificially colored granules, chippings and powder, of natural stone (including slate):		
6802.23.00	Granite	20%	30%
6802.93.00	Others -Granite	20%	30%
	Silver (Including Silver Plated with Gold Or Platinum), Unwrought Or In Semi- Manufactured Forms, Or In Powder Form		
7106.10.00	Powder	NPR 85 Per 10 gms.	15%
7106.91.00	Unwrought	NPR 85 Per 10 gms.	15%
7106.92.00	Semi-Manufactured	NPR 85 Per 10 gms.	15%
	Gold (Including Gold Plated with Platinum) Unwrought Or In Semi-Mftred Forms, Or In Powder Form		
7108.11.00	Powder	NPR 8500 Per 10 gms.	15%
7108.12.00	Other Unwrought Forms	NPR 8500 Per 10 gms.	15%
7108.13.00	Other Semi-Manufactured Forms	NPR 8500 Per 10 gms.	15%
7108.20.00	Monetary	5%	15%

HSN Code	Products	Existing Tariff	Revised Tariff
	Sheet piling of iron steel, whether or not drilled, punched or made from assembled elements; welded angles, shapes and Sections, of iron or steel		
7301.10.00	Sheet Piling	10%	30%
	Hand tools, the following: spades, shovels, mattocks, picks, hoes, forks and rakes; axes, bill hooks and similar hewing tools; secateurs and pruners of any kind; scythes, sickles, hay knives, hedge shears, timber wedges and other tools of a kind used in agriculture, horticulture or forestry.		
8201.10.10	Spades	1%	5%
8201.10.90	Shovel	5%	10%
8201.30.00	Mattocks, Picks, Hoes and Rakes	5%	10%
8201.40.00	Axes, Bill Hooks & Similar Hewing Tools	5%	10%
8201.50.00	Secateurs and similar one-handed pruners and shears (Including poultry shears	1%	5%
8201.60.00	Hedge shears, two-handed pruning shears and similar two- handed shears	5%	10%
	Bells, gongs and the like, nonelectric, of base metal; statuettes and other ornaments, of base metal; photograph, picture or similar frames, of base metal; mirrors of base metal.		
8306.30.00	Photograph, Picture or Similar Frames; Mirrors	10%	20%
8471.41.90	Interacting Conference Terminal	-	Exempt
8516.79.20	Electronic Hot Bag	-	10%
8543.90.10	Electronic Cigarettes and other electronic vaporizing devices and its parts	-	Exempt

Customs Tariff – Amendments (4/14)

HSN Code	Products	Existing Tariff	Revised Tariff
	Railway or tramway track fixtures and fittings; mechanical (including electro-mechanical) signaling, safety or traffic control equipment for railways, tramways, roads, inland waterways, parking facilities, port installations or airfields; parts of the foregoing		
8702.40.30	Microbuses with electric propulsion motors (With Capacity of 11-14 Seats)	1%	10%
	Unassembled Reception Apparatus For Television, Whether Or Not Incorporating Radiobroadcast Receivers Or Sound Or Video Recording Or Reproducing Apparatus for television. Unassembled condition:		
8528.72.11	Up to 48 inches	20%	15%
8528.72.19	Other	30%	20%
	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.		
	Car, Jeep, Van with Motor's Peak Power of motor Exceeding 50 Kw but Not Exceeding 100Kw		
8703.80.51	Unassembled	80%	15%
8703.80.59	Other	80%	15%
	Car, Jeep, Van with Motor's Peak Power of motor Exceeding 100 Kw but Not Exceeding 200Kw		
	Unassembled:		
[A]	- 100 KW to 150 KW	80%	20%
[B]	- 150 KW to 200 KW	15%	20%

HSN Code	Products	Existing Tariff	Revised Tariff
	Other:		
[A]	- 100 KW to 150 KW	80%	20%
[B]	- 150 KW to 200 KW	30%	20%
	Car, Jeep, Van with Motor's Peak Power of motor Exceeding 200 Kw but not exceeding 300 KW		
8703.80.71	Unassembled	30%	40%
8703.80.79	Other	45%	40%
	Car, Jeep, Van with Peak Power of motor Exceeding 300 Kw		
8703.80.81	Unassembled	40%	60%
8703.80.89	Other	60%	60%
	Unmanned Aircraft		
8806.10.00	Made To Travel Passenger	10%	20%
	Remote Controlled Flights Only:		
8806.21.00	Maximum Takeoff Weight < 250 Gm	10%	20%
8806.22.00	Maximum Takeoff Weight - 250 Gm to 7 Kg	10%	20%
8806.23.00	Maximum Takeoff Weight - 7 Kg to 25 Kg	10%	20%
8806.24.00	Maximum Takeoff Weight - 25 Kg to 150 Kg	10%	20%
8806.29.00	Other	10%	20%
	Others:		
8806.91.00	Maximum Take Off Weight- < 250 Gm	10%	20%
8806.92.00	Maximum Takeoff Weight - 250 Gm to 7 Kg	10%	20%
8806.93.00	Maximum Takeoff Weight - 7 Kg to 25 Kg	10%	20%
8806.94.00	Maximum Takeoff Weight - 25 Kg to 150 Kg	10%	20%
8806.99.00	Other	10%	20%

Customs Tariff – Amendments (5/14)

HSN Code	Products	Existing Tariff	Revised Tariff
	Mattress supports; articles of bedding and similar furnishing (for example, mattresses, quilts, eiderdowns, cushions, pouffes and pillows) fitted with springs or stuffed or internally fitted with any material or of cellular rubber or plastics, whether or not covered.		
9404.40.00	Sirak, Full bed coverage materials (bedspreads), Sea duck feather or similar warm material used to make Sirak (Either down) and other threads or bird feathers used to make light Sirak Comforters).		20%
	Lamps And Lighting Fittings Including Searchlights and Spotlights and Parts Thereof, Not Elsewhere Specified Or Included; Illuminated Signs, Illuminated Name-Plates And The Like, Having A Permanently Fixed Light Source, And Parts Thereof Not Elsewhere Specified Or Included.		
9405.61.00	Completely Designed for Use with Light Emitting Diode (Led) Light Sources	15%	20%
9405.69.00	Others	15%	20%
	Parts of Glass:		
9405.91.10	Electric Lights Made Up of Lead	5%	10%
9405.91.90	Other Lights Made Up of Lead	5%	10%
	Parts of Plastics:		
9405.92.10	Electric Lights Made Up of Plastic	5%	10%
9405.92.90	Other Lights Made Up of Plastic	5%	10%
9405.99.00	Others	5%	10%

HSN Code	Products	Existing Tariff	Revised Tariff
	Brooms, brushes (including brushes constituting parts of machines, appliances or vehicles), hand operated mechanical floor sweepers, not motorized, mops and feather dusters; prepared knots and tufts for broom or brush making; paint pads and rollers; squeegees (other than roller squeegees).		
9603.10.00	Brooms and Brushes, Consisting of Twigs or Other Vegetable Materials, Bound Together, With or without Handles	5%	10%
9614.00.00	Smoking Pipes (Including Pipe Bowls) And Cigar or Cigarette Holders, And Parts Thereof.	20%	30%
	Combs, Hair-Slides and The Like; Hairpins, Curling Pins, Curling Grips, Hair-Curlers and The Like, Other Than Those Of Heading 85.16, And Parts Thereof.		
	Combs, Hair-Slides and the Like:		
9615.11.00	Of Hard Rubber or Plastics	15%	20%
9615.19.00	Other	15%	20%
9615.90.00	Other	15%	20%
	Sanitary towels (pads) and tampons, napkins and napkin liners for babies and similar articles, of any material.		
9619.00.10	Sanitary Towels (Pads)	15%	5%

Customs Tariff – Amendments (6/14)

Finance Bill 2080 | Section 2 (1) | Schedule 1 | Section 2 (1) | Baggage Rules:

Raw Gold: **[Revised]**

- Gold brought by Nepalese travelers from abroad will be subject to the following duty:
 - First 50 Grams – Prevailing Rate
 - Next 50 Grams – Prevailing Rate + 3%

Gold Ornaments: **[Revised]**

- Gold Ornaments brought by Nepalese travelers from abroad will be subject to the following duty:
 - First 25 Grams for Men & First 50 Grams for Women – Free of Charge
 - Next 100 Grams for Men & Women – Prevailing Rate
 - Next 100 Grams for Men & Women – Prevailing Rate + 3%

Valuation of Gold & Gold Ornaments: **[Added]**

- Custom Department shall make available the price list to all the custom office, from the International market, for valuation of Gold and Gold Jewelry, on the 1st and 15th day of every month.

Indian Tourists visiting for Marriages etc. **[Added]**

- Travelers arriving from India, with social status or for marriage purposes, are permitted to bring jewelry under the condition that it is declared at the customs office and returned upon departure.

Nepalese citizens on foreign employment returning to Nepal: **[Added]**

- One cell phone, apart from one cell phone used by himself, after having worked continuously for more than six months.
- Having worked for more than one year abroad and registered under Social Security Fund (SSF) shall be eligible to bring TV of any type/size. But if not registered under SSF, TV upto the size of 32” without payment of duty. This facility will be provided for one time only.

Customs Tariff – Amendments (7/14)

Finance Bill 2080 | Section 2 (1) | Schedule 1 | Section 12 (1) (E) | Electronic Vehicles:

- ❑ **[Added]** - Those engaged in the importation of electric passenger or transport vehicles, as well as the batteries employed in these vehicles, are required to present an annual plan to the customs office. This plan should encompass details regarding the batteries used in the imported vehicles, the handling of batteries returned by buyers, and the overall management of such batteries. Furthermore, it is obligatory for importers to make this plan publicly accessible on their official website. Failure to comply with this requirement will result in importers being prohibited from importing electric vehicles.

Finance Bill 2080 | Section 2 (1) | Schedule 1 | Section 12 (3) | Carnet Facility:

Particulars	New Rates	Old Rates
Tractors	NPR 500 per day	NPR 400 per day
Tractors (Fitted with Trailer)	NPR 800 per day	NPR 700 per day
Car, Jeep & Van	NPR 600 per day	NPR 500 per day
Tourist Vehicles	NPR 600 per day	NPR 500 per day
Motorcycles/Scooters	NPR 200 per day	NPR 150 per day

Finance Bill 2080 | Section 2 (1) | Schedule 1 | Section 13 (4) | Usage of Domestically Manufactured Products:

- ❑ **[Added]** - Under no circumstances shall any project agreements be established to grant exemptions from Customs duties for goods that are plentifully manufactured in Nepal, such as Cement, iron rod, iron pipe and steel pipe, zinc sheet, and electrical equipment falling under heading 85.44. However, it is within the authority of the Ministry of Finance, Government of Nepal, to consider exempting the Value Added Tax (VAT) and Excise duty applicable to these domestically manufactured goods when utilized in the projects.

Customs Tariff – Amendments (8/14)

Finance Bill 2080 | Section 2 (1) | Schedule 1 | Section 13 (5) | Permission from MoF:

- ❑ **[Added]** - Commencing from the 1st of Shrawan 2080 (Nepali calendar), no department is permitted to engage in project agreements that involve the exemption of duty without prior approval from the Ministry of Finance, Government of Nepal. The approval from the Ministry is essential for any provision allowing the exemption of duty. In the absence of such approval, duty exemption shall not be granted.

Finance Bill 2080 | Section 2 (1) | Schedule 1 | Section 14 (1) | 100% Exemption from Customs:

- ❑ **[Removed]** - Section 14(1)(E): 100% exemption was previously granted on specific items, such as crude petroleum oils and crude oils obtained from vitamin minerals (2709.00.00), which were produced in and imported from India. **[Shifted to Section 14(2)(w) – Taxable at 1% Import Duty]**
- ❑ **[Removed]** - Section 14(1)(H): Registered entrepreneurs who utilize chassis falling under (8706.00.40 and 8706.00.50), motors falling under various subheadings (8501.10.00, 8501.20.00, 8501.31.00, 8501.32.00, 8501.33.00, 8501.34.00, 8501.40.00, 8501.51.00, 8501.52.00, 8501.53.00, 8501.61.00, 8501.62.00, 8501.63.00, 8501.64.00), battery chargers (8504.40.10), steel metal (72.25), steel tubes (73.06), brass metal (7407.21.00), aluminum rods (7604.10.90), and aluminum sheet metal (7606.11.00) for manufacturing electric vehicles (powered by electricity, battery, or solar energy) including two-wheelers, three-wheelers, or four-wheelers. **[Shifted to Section 14(2)(x) – Taxable at 1% Import Duty]**

Finance Bill 2080 | Section 2 (1) | Schedule 1 | Section 14 (2) | 1% Import Duty:

- ❑ **[Removed]** - Section 14(2)(E): Tire Manufacturers importing raw materials and auxiliary raw materials for the production.
- ❑ **[Added]** - Section 14(2)(E): Tire Manufacturers importing **Resins** categorized under heading 39.09 and 39.11, **Primary Rubber** falling under heading 40.01, **Synthetic Rubber** under heading 40.02, **Restructured Rubber** under heading 40.02, **Rubber Processing Oil** under subheading 2710.19.94, **Carbon Black** under subheading 2803.00.00, **Zinc Oxide** under subheading 2817.00.00, **Calcium Carbonate** under subheading 2836.50.00, **Ready Rubber Accelerator** under subheading 3812.10.00, **Stearic Acid** under subheadings 2915.70.00 and 3823.11.00, **Bladders** under subheading 4016.95.00, **Tire Curd Fabrication** covered by 5902.10.00, and **Silico Manganese Ispat Wires** covered by 7229.20.00 shall attract import duty at 1%.

Finance Bill 2080 | Section 2 (1) | Schedule 1 | Section 14 (2) | 1% Import Duty:

- ❑ **[Removed]** - Section 14(2)(F): Importation of devices intended for the conversion of diesel or petrol-powered vehicles, registered at the Transport Regulatory Office, into electric motor-operated vehicles is permitted.
- ❑ **[Added]** - Section 14(2)(F): Micro, cottage, and small-scale industries are authorized to import plant and machinery exclusively for their production requirements, with the exception of machinery classified as household use under Section 84 of the Act.

Finance Bill 2080 | Section 2 (1) | Schedule 1 | Section 14 (3) | Partial Exemption of Customs Duty:

- ❑ **[Added]** – Section 14(3)(K): 10% customs duty shall be levied on import of liquid paraffin oil under subheading 2710.19.95.
- ❑ **[Removed]** - Section 14(3)(T): P.S.T.N. (Landline) devices utilized in the telephone network will be liable to a customs duty of fifteen percent, as specified under subheading 9403.20.90, which includes the cross-connection cabinet box.
- ❑ **[Added]** – Section 14(3)(T): 10% duty on the import of non-woven fabric falling under subheadings 5603.12.00, 5603.13.00, and 5603.14.00. The duty amount is determined based on the production capacity and annual consumption of the industry.
- ❑ **[Removed]** - Section 14(3)(AE): Sanitary towels (pad) falling under heading 9619.00.10 will be exempted from customs duty by 90% on import.
- ❑ **[Added]** – Section 14(3)(AF): 15% customs duty on the Plastic Cardiograph Paper and Ultrasonography Paper under head 39.20.
- ❑ **[Added]** – Section 14(3)(AG): 15% percent duty on the Mixed Fabrics with Plastic Base falling under heading 39.21.

Customs Tariff – Amendments (10/14)

Finance Bill 2080 | Section 2 (1) | Schedule 1 | Section 15 (2) | 1% Import Duty on Recommendation of Respective Department:

- ❑ **[Removed]** - Section 15(2)(G)(7): Goods falling under 8419.31.00 which operate solely on solar energy or used in the generation of solar thermal energy.
- ❑ **[Added]** – Section 15(2)(Z): The electric induction/infrared stove manufacturing industry as recommended by the Department of Industry, based on their production capacity and annual consumption can import items falling under heading 3506.10.00, glass tops classified under subheading 7008.00.00, fans under subheading 8414.59.00, motors under subheading 8501.10.00, and components like motherboard and operating board, heating coil, and sensor under subheading 8516.90.00, at the rate of 1% customs duty.
- ❑ **[Added]** – Section 15(2)(AA): The manufacturers of technical medical supplies, including plastic syringes, cannulas, oxygen masks, ventilator masks, oxygen connectors or tubing, blood collection containers/bags, urine bags, hemodialysis containers, and tubing, on the recommendation of the Department of Medicine based on the manufacturer's production capacity and annual consumption can import plastic grains falling under heading 39.02, plastic caps classified under subheading 3923.50.00, PET tubes falling under heading 3926.90.39, and rubber caps and syringe gaskets falling under heading 4016.93.90, at the rate of 1% customs duty.
- ❑ **[Added]** – Section 15(2)(AB): The industry engaged in the manufacturing of PET bottles (Polyethylene), HDPE (High-Density Polyethylene) bottles, caps, and measurement caps specifically used in the medicine industry, as recommended by the Department of Medicine can import Plastic Grains (dana) categorized under 3901.10.00 and 3901.20.00, at the rate of 1% customs duty.

Finance Bill 2080 | Section 2 (1) | Schedule 1 | Section 15 (3) | Partial Exemption on Recommendation of Respective Department:

- ❑ **[Amended]** - Section 15(3)(E) : Foreign films imported for screening in Nepal will attract **twenty thousand one percent** customs duty of the contract price of each film.

Customs Tariff – Amendments (11/14)

Finance Bill 2080 | Section 2 (1) | Schedule 1 | Section 15 (3) | Partial Exemption on Recommendation of Respective Department:

- ❑ **[Removed]** - Section 15(3)(I): Cameras imported under 9006.51.00 shall attract import duty at the rate of 2.5%.
- ❑ **[Removed]** - Section 15(3)(K): On the recommendation of the Government of Nepal and the Ministry of Development and Information Technology, telecommunication service providers serving rural areas, government or private sector entities that establish and operate telecommunication services, import cables under subheadings 8544.20.00 and batteries under subheading 8507.20.00 for network expansion shall be charged 7% custom duty.
- ❑ **[Added]** - Section 15(3)(K): Based on the industry's production and annual consumption, the import of PP granules under subheading 3902.10.00 by industries that manufacture synthetic yarn (synthetic) shall attract import duty at the rate of 2.5%.
- ❑ **[Added]** - Section 15(3)(M): Multiplex Real Time P.C.R. under subheading 9056.90.30 shall attract import duty rebate of 50%.
- ❑ **[Added]** - Section 15(3)(N): Machines falling under subheading **8543.70.10** **8543.70.00** imported by veterinary hospitals on the recommendation of the Animal Services Department shall attract import duty rebate of 50%.
- ❑ **[Removed]** - Section 15(3)(X): Biscuit and noodles industries on the recommendation of department of industries, can import palm oil, pamolian (head 15.11) and related raw material at the rate of 5% custom duty.
- ❑ **[Added]** - Section 15(3)(X): The soap and detergent manufacturing industries, based on their production capacity and annual consumption volume, as recommended by the Department of Industry can import titanium oxides under subheading 2823.00.00, sodium sulphate under subheading 2833.19.00, magnesium sulphate under subheading 2833.21.00, magnesium silicate under subheading 2839.90.90, and liquid sodium silicate under subheading 2839.19.00 which shall attract customs duty at the rate of 10%.

Customs Tariff – Amendments (12/14)

Finance Bill 2080 | Section 2 (1) | Schedule 1 | Section 15 (3) | Partial Exemption on Recommendation of Respective Department:

- ❑ **[Removed]** - Section 15(3)(Y): On the recommendation of the Department of Industry, there will be a fifty percent discount on the customs duty charged on the import of Black Pepper under heading 09.04 imported by the industry for its own purposes.
- ❑ **[Added]** - Section 15(3)(Y): The industry producing helmets, based on their production capacity and the annual consumption quantity, on the recommendation of the Department of Industry can import industrial raw materials; paints under subheading 3208.10.00 and plastic sheets under head 39.20, which shall attract customs duty at the rate of 10%.
- ❑ **[Added]** - Section 15(3)(Z): The industries manufacturing optical fiber, based on the industry's production capacity and annual consumption volume, on the recommendation of the industry department, can import spring steel wire under subheading 7217.12.10 and twisted steel wire under subheading 7312.10.00 as raw material, which shall attract customs duty at the rate of 10%.
- ❑ **[Added]** - Section 15(3)(AA): The industry manufacturing and printing smart cards and plastics sheets under head 39.20, based on their production capacity and the annual consumption quantity, on the recommendation of the Department of Industry, can import chips under head 85.23, which shall attract customs duty at the rate of 5%.
- ❑ **[Added]** - Section 15(3)(AB): The industries manufacturing shoes and slippers, based on their production capacity and the annual consumption quantity, on the recommendation of the Department of Industry, can import stiffener sheet under heading 39.20 and TPU synthetics sheet under Head 39.21, which shall attract customs duty at the rate of 15%.
- ❑ **[Added]** - Section 15(3)(AC): The industries manufacturing toughened (heated) safety glass, based on their production capacity and annual consumption, on recommendation of the Department of Industries, can import glass under subheadings 7005.21.00 and 7005.29.00, which shall attract customs duty at the rate of 25%.

Customs Tariff – Amendments (13/14)

Finance Bill 2080 | Section 2 (1) | Schedule 1 | Section 16 (2) | Agricultural Improvement Fee at 9%:

- ❑ **[Removed]** – Part 7: **0713.39.10, 0713.39.90, 0713.50.10 & 0713.50.90**
- ❑ **[Added]**: - Part 7: **0713.39.00 & 0713.50.00**

Finance Bill 2080 | Section 2 (1) | Schedule 1 | Section 22 (1) | Import of Used Items:

- ❑ **[Added]**: Section 22(1)(B) – Old Batteries under **8549.11.00 & 8549.12.00** is allowed.

Finance Bill 2080 | Section 2 (1) | Schedule 1 | Section 22 (8) | Documents evidencing Receipt of Forex on Exports:

- ❑ **[Added]**: Section 22(8) – Documents related to receipt of foreign currency are not required in case of export for the purpose of recycling, of battery used in electric passenger and transport vehicles or other goods, which cannot be recycled in Nepal.

Finance Bill 2080 | Section 2 (1) | Schedule 1 | Section 22 (21) | Usage of EV's as Taxi:

- ❑ **[Removed]**: Section 22(21) – Bonded warehouse licensed industries in the bank guarantee facility and bonded warehouse Unlicensed industries in pass-book facility who were unable to manufacture ready-made goods from raw materials imported due to the covid-19 epidemic, have an option to complete the manufacturing & export within Mangsir, 2079. After exporting, such industries can file an application to release the bank guarantee.
- ❑ **[Added]**: Section 22(21) – The 10-year-old taxi that runs on petroleum products operating in Kathmandu valley and is removed by the end of Chaitra year 2080 and replaced to a taxi that runs on electric motor, the owner of such a taxi will get a 50% rebate on the customs duty charged on electric vehicles of any capacity under subheading 8703.80.

Customs Tariff – Amendments (14/14)

Finance Bill 2080 | Section 2 (1) | Schedule 1 | Section 22 (22) | Waiver for Post Clearance Audit:

- **[Added]:** Section 22(22) – Fine and Interest shall be waived off if assessed Customs Duty, Excise Duty and VAT is paid within Mangsir end, 2080 in case the duty has been assessed till Asadh end 2078 for the post clearance audit carried out under the Customs Act, 2064 but the demand is not paid till date or if such cases are pending before the Revenue Tribunal or Court, and such case is withdrawn.



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