

Excise Duty concession granted to capital goods and automotive sector has been further extended

26 June 2014

In brief

The Central Government has come out with central excise tariff Notification No. 6/2014 on 25 June 2014 to further extend the period of excise duty concession that was granted under central excise tariff Notification No. 12/2012 dated 17 March, 2012 to capital goods, consumer non-durable goods and motor vehicles, from 30 June 2014 to 31 December 2014.

In detail

The Central Government has come out with central excise tariff Notification No. 6/2014 on 25 June 2014 to further extend the period of excise duty concession that was granted under central excise tariff Notification No. 12/2012 dated 17 March 2012 to capital goods, consumer non-durable goods and motor vehicles, from 30 June 2014 to 31 December 2014.

The Notification No. 12/2012-CE as amended by Notification No. 4/2014-CE dated 17 February 2014 had reduced the rate of excise duty on the following goods:

Description of Products	Existing Rate	New Rate
All goods falling under Chapter 84 and 85 (Capital goods and consumer non-durable goods)	12%	10%
Small Cars, two and three wheelers	12%	8%
SUVs	30%	24%
Large and mid-segment Cars	27%/24%	24%/20%

Let's talk

For a deeper discussion of how this issue might affect your business, please contact:

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