UNION BUDGET 2011-12

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State Bank of India

PRANAB MUKHERJEE.

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TUESDAY 1 MARCH 2011 ${
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namely:— "9619		CANUTADA TO THE C (DADO) AND TAMDONO NADZINO		
9619		SANITARY TOWELS (PADS) AND TAMPONS, NAPKINS		
		AND NAPKIN LINERS FOR BABIES AND SIMILAR		
		ARTICLES, OF ANY MATERIAL		
9619 00	-	Sanitary towels (pads) and tampons, napkins and napkin		
		liners for babies and similar articles, of any material:		
9619 00 10		Sanitary towels (pads) or sanitary napkins	kg.	10%
9619 00 20		Tampons	kg.	10%
9619 00 30		Napkins and napkin liners for babies	kg.	10%
9619 00 40		Clinical diapers	kg.	10%
9619 00 90		Other	kg.	10%

THE SIXTH SCHEDULE

For the Second Schedule to the Customs Tariff Act, the following Schedule shall be substituted, namely:-"THE SECOND SCHEDULE – EXPORT TARIFF

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THE SECOND SCHEDOLE - EAR OKT THAT T Notes: 1. In this Schedule, "Chapter", "heading", "sub-heading" and "tariff item" mean a Chapter, heading, sub-heading and tariff item respectively of the First Schedule to the Customs Tariff Act. 2. The rules for the interpretation of the First Schedule to the Customs Tariff Act, the Section and Chapter Notes and the General Rules for the interpretation of the First Schedule shall apply to the interpretation of this Schedule. 3. The abbreviation "%" in any column of this Schedule, in relation to the rate of duty, indicates that duty on the goods to which the entry relates shall be charged on the basis of the value of the goods as defined in section 14 of the Customs Act, 1962 (52 of 1962), the duty being equal to such percentage of the value as <u>is indicated in that column.</u>

51. ío.	Chapter/heading/ sub-heading/	Description of goods	Rate of duty
1)	Tariff Item (2)	(3)	(4)
-/	0901	Coffee	Rs. 2.200 per quintal
	0902	Tea	Rs. 5 per kilogram
	0904 11	Black pepper	Rs. 5 per kilogram
	0908 30	Cardamom	Rs 50 per kilogram
	0910 30	Turmeric, in powder form	Rs. 1,500 per tonne Rs. 2,000 per tonne Rs. 12,000 per tonne
	0910 30 1006 30 20	Turmeric, in other than powder form Basmati rice	Rs. 2,000 per tonne
	1202 10	Groundnut in shell	Rs. 1,125 per tonne
	1202 10	Ground nut kernel	Rs. 1,500 per tonne
	2305	De-oiled ground nut oil cakes	Rs. 125 per tonne
	2305	De-oiled ground nut meal (solvent extracted variety)	Rs. 125 per tonne Rs. 125 per tonne
	2306	De-oiled rice bran oil cake	15%
	2309	Animal feed	Rs.125 per tonne
	2401	Tobacco unmanufactured	75 paise per kilogram
	2508 50	Sillimanite	20% whichever is low 20%
	2508 50	Kyanite	Rs. 40 per tonne
	2511 10	Barytes	Rs. 50 per tonne
	2516	Granite (including black granite) porphyry and basalt, all sorts	15%
	2525, 6814	Mica including fabricated mica	40%
	2526 20 00	Steatite (Talc)	20%
	2601 11	Iron ore and concentrates, Non-agglomerated	30 %
	2601 12	Iron ore and concentrates, Agglomerated	30%
	2602	Manganese ore	Rs. 20 per tonne
	2610	Chromium ores and concentrates, all sorts	Rs. 3,000 per tonne
	2820 10 00 41, 43	Manganese dioxide Hides, skins and leathers, tanned and untanned,	20 % 60 %
	41, 45	all sorts but not including manufactures of leather	00 %
	5101	Raw wool	25%
	5201	Raw cotton	Rs.10,000 per tonne
	5202	Cotton waste, all sorts	40%
	5308	Coir yarn	15%
	Any chapter	Jute manufactures (including manufactures of Bimplipatam	Rs. 150 per tonne
		jute or of mesta fibre) when not in actual use as covering,	
		receptacles or binding for other goods not elsewhere specified	
	5310, 6305	Hessian cloth and bags— (<i>i</i>) Carpet backing;	B . 500
		(i) Carpet backing; (ii) Other hessian cloth (including narrow backing cloth)	Rs. 700 per tonne Rs. 1,000 per tonne
		and bags,	KS. 1,000 per tonne
		when not in actual use as covering, receptacles or binding	
		for other goods	
	5310	Jute canvas, jute webbings, jute tarpaulin cloth and	Rs. 200 per tonne
		manufactures thereof when not in actual use as covering,	
		manufactures thereof when not in actual use as covering, receptacles or binding for other goods	
	5310	Sacking (cloth, bags, twist, yarn, rope and twine) when not in actual use as covering, receptacles or binding for other goods	Rs. 150 per tonne
		actual use as covering, receptacles or binding for other goods	
	7201	Pig iron and spiegeleisen in pigs, blocks or other primary forms	20%
	5000		22.27
	7203	Ferrous products obtained by direct reduction of iron ore and other spongy ferrous products, in lumps, pellets or similar forms; iron having minimum purity by weight of 99.94% in lumps, pellets	20%
		iron having minimum purity by weight of 99 94% in lumps pellets	
	7204	or smirta forms Ferrous waste and scrap, remelting scrap ingots of iron or steel Granules and powders, of pig iron, spiegeleisen, iron or steel Iron and non-alloy steel in ingots or other primary forms Semi-finished products of iron or non-alloy steel Flat rolled products of iron or non-alloy steel, hot rolled,	20%
	7205	Granules and powders, of pig iron, spiegeleisen, iron or steel	20%
	7206 7207	from and non-alloy steel in ingots or other primary forms	20 % 20 %
	7208	Flat rolled products of iron or non-alloy steel, hot rolled	20%
		not clad, plated or coated	
	7209	not clad, plated or coated Flat rolled products of iron or non-alloy steel, cold rolled (cold-reduced), not clad, plated or coated	20%
	7010	(cold-reduced), not clad, plated or coated	20.1/
	7210	Flat rolled products of iron or non-alloy steel, plated or coated with zinc	20 %
	7213	Bars and rods, hot-rolled, in irregularly wound coils, of iron or	20%
		non-allov steel	
	7214	Other bars and rods of iron or non-alloy steel, not further worked than forged, hot rolled, hot-drawn or hot-extruded, but including those twisted after rolling	20%
	5015	those twisted after rolling	22.27
	7215 7216	Other bars and rods of iron or non-alloy steel Angles, shapes and sections of iron or non-alloy steel	20%
	7216 7217	Wire of iron or non-alloy steel	20 % 20 %
	7303, 7304,	Tubes and pipes, of iron or steel	20%
	7305. 7306	· · · · · · · · · · · · · · · · · · ·	
		THE SEVENTH SCHEDULE	
		[<i>See</i> section 58(<i>1</i>)]	
	Decemintion of ite	m and imposition of safeguard duty thereon Pe	eriod of effect

th December, 2009 to 3rd March, 2010 (both days On the basis of the final findings of the Director General (Safeguard), the safeguard duty on Caustic Soda lye, falling under tariff item 2815 12 00 of the First Schedule to t Customs Tariff Act, 1975 (57 of 1975), when imported into India, at the rate of fifteen p cent. ad valor

	THE EIGHTH SCHEDULE	
	[See section 68(1)]	
Provisions of CENVAT Credit Rules, 2004 to be amended	Amendment	Date of effect of amendment
(1)	(2)	(3)
Rule 3 of the CENVAT Credit Rules, 2004 as published <i>vide</i> notification number G.S.R. 600(E), dated the 10th September, 2004 [23/2004-CENTRAL EXCISE (N.T.), dated the 10th September, 2004]	In the CENVAT Credit Rules, 2004, in rule 3, in sub-rule (1),— (a) in clause (<i>ix</i>), the word "and" occurring at the end shall be omitted; (b) after clause (<i>ix</i>), the following clause shall be inserted, namely:— "(<i>ixa</i>) the service tax leviable under section 66A of the Finance Act; and".	18th April, 2006.

8804 00 10, 8804 00 20, 8805 10 10, 8805 10 20, 8805 10 30, 8805 21 00 and 8805 29 00, the entry "5%" shall be substituted; (xxvii) in Chapter 89, for the entry in column (4) occurring against tariff items 800 10, 8901 10 00, 8901 20 00, 8905 30 00, 8904 90 00, 8904 00 00, 8905 10 00, 8905 20 00, 8905 8905 90 90 and 8906 50 00, the entry "5%" shall be substituted; (xxvii) in Chapter 90, for the entry in column (4) occurring against tariff items 9017 20 10, 9017 20 20, 9017 20 30 and 9017 20 90, the entry "5%" shall be substituted; (xxvi) in Chapter 93, for the entry in column (4) occurring against tariff items 9011 10 0, 9301 20 00 and 9301 90 00, the entry "5%" shall be substituted; (xxxi) in Chapter 94, for the entry in column (4) occurring against tariff items 9015 10, the entry "5%" shall be substituted; (xxxi) in Chapter 94, for the entry in column (4) occurring against tariff items 9005 10, 9606 29 10, 9606 29 10, 9606 20 0, 9609 20 00, 9609 90 10, 9609 90 20, 9609 90 30 and 9609 90 90, the entry "5%" shall be substituted;

THE TWELFTH SCHEDULE

[See section 70(b)]

In the Third Schedule to the Central Excise Tariff Act,— (a) for S. No.100 and the entries relating thereto, the following shall be substituted and shall be deemed to have been substituted with effect from the 27th of February, 2010, namely:—

S.No.	Chapter Heading, Sub-heading	Description of goods or tariff item
(1)	(2)	(3)
"100	Any Chapter	Parts, components and assemblies of vehicles (including chassis fitted with engines) falling under Chapter 87 excluding vehicles falling under headings 8712, 8713, 8715 and 8716";

(b) after S. No.100 and the entries relating thereto, the following S.No. and entries shall be added and shall be deemed to have been added with effect from the 29th day of April, 2010, namely:— (1) (2) (3)

. ,		~~/
"100A	Any Chapter	Parts, components and assemblies of goods falling under tariff item 8426 41 00, headings 8427, 8429 and sub-heading 8430 10".

THE THIRTEENTH SCHEDULE

In the First Schedule to the Additional Duties of Excise (Goods of Special Importance) Act, 1957, — (a) heading 1701 and all sub-headings and tariff items thereof and the entries relating thereto shall be omitted; (b) tariff item 1702 901 0 and the entries relating thereto shall be omitted; headings 5007, 5111, 5112, 5208, 5209, 5210, 5211, 5212, 5407, 5408, 5512, 5513, 5514, 5515, 5516, 5801, 5802, 5803, 5804, 5806, 5810, 5901, 5902, 5903, 5907, 6001, 6002, 6003 , 6004, 6005 and 6006 (c) headi and all sub-headings and tariff items thereof and the entries relating thereto shall be omitted

STATEMENT OF OBJECTS AND REASONS

The object of the Bill is to give effect to the financial proposals of the Central Government for the financial year 2011-2012. The notes on clauses explain the various provisions contained in the Bill

NEW DELHI; The 28th February, 2011.

PRESIDENT'S RECOMMENDATION UNDER ARTICLES 117 AND 274 OF THE CONSTITUTION OF INDIA

[Copy of letter No. 2(10)-B(D)/2011, d Shri Pranab Mukherjee, Minister of Finance, to the Secretary-General, Lok Sabha.] February, 2011 dated the 28th from

The President, having been informed of the subject matter of the proposed Bill, recommends, under clauses (1) and (3) of article 117, read with clause (1) of article 274, of the Constitution of India, the introduction of the Finance Bill, 2011 to the Lok Sabha and also recommends to the Lok Sabha the consideration of the Bill

The Bill will be introduced presentation of the Budget on the 28th February, 2011. 2. in the Lok Sabha immediately after

Notes on clauses

Income-tax

Clause 2, read with the First Schedule to the Bill, specifies the rates at which income-tax is to be levied on income chargeable to tax for the assessment year 2011-2012. Further, it lays down the rates at which tax is to be deducted at source during the financial year 2011-2012 from income other than "Salaries" subject to such deductions under the Income-tax Act; and the rates at which "advance tax" is to be paid, tax is to be deducted at source from, or paid on, income chargeable under the head "Salaries" and tax is to be calculated and charged in special cases for the financial year 2011-2012.

Rates of income-tax for the assessment year 2011-2012

Part I of the First Schedule to the Bill specifies the rates at which income is liable to tax for the assessment year 2011-2012. These rates are the same as those specified in Part III of the First Schedule to the Finance Act, 2010, for the purposes of deduction of tax at source from "Salaries", computation of "advance tax" and charging of income-tax in special cases during the financial year 2010-2011.

Rates for deduction of tax at source during the financial year 2011-2012 from income other than "Salaries"

Part II of the First Schedule to the Bill specifies the rates at which income-tax is to be deducted at source during the financial year 2011-2012 from income other than "Salaries". The rates are the same, as those specified in Part II of the First Schedule to the Financia Act, 2010 for the purposes of deduction of income-tax at source during the financial year 2010-2011. However, in view of the proposed insertion of new section 194LB, a special rate of tax deduction at five per cent will apply in case of certain interact neuroparts to a new resident. interest payments to a non-resident.

The amount of tax so deducted shall be increased by a surcharge in the case of every company other than a domestic company at the rate of two per cent. No sur-

The amount of tax so deducted shall be increased by a surcharge in the case of every company other than a domestic company at the rate of two per cent. No sur-charge will be levied in any other case. *Rates for deduction of tax at source from "Salaries", computation of "advance tax" and charging of income tax in special cases during the financial year 2011-2012* Part III of the First Schedule to the Bill specifies the rates at which income-tax is to be deducted at source from, or paid on, income under the head "Salaries" and also the rates at which "advance tax" is to be paid and income-tax is to be calculated or charged in special cases for the financial year 2011-2012. Paragraph A of this Part specifies the rates of income-tax is under:— (i) in the case of every individual [other than those specifically mentioned in sub-paragraphs (ii), (iii) and (iv)] or Hindu undivided family or every association of per-sons or body of individuals, whether incorporated or not, or every artificial juridical person referred to in sub-clause (vii) of clause (31) of section 2 of the Income-tax Act, not being a case to which any other Paragraph of Part III applies:—

Up to Rs.1,80,000	
Rs.1,80,001 to Rs. 5,00,000	
Rs.5,00,001 to Rs.8,00,000	
Above Rs.8,00,000	



		THE NINTH SCHEDULE	
SI. Io.	Notification number and date	Amendment	Period of effect
1)	(2)	(3)	(4)
(G.S.R. 679(<i>E</i>), dated the 25thAugust, 2003 [69/2003-CentralExcise, dated 25th August, 2003]	In the notification referred to in column (2), in conditions (C) and (D), for the words "six months", at both places where they occur, the words "two years" shall be substituted.	2006 (both daysinclusive), in so far as it relates to period of investment referred to in conditions (C) and (D) referred to in column
	G.S.R. 60(<i>E</i>), dated the 21st January, 2004 [8/2004-Central Excise, dated 21st January, 2004]	In the notification referred to in column (2), in conditions (<i>C</i>) and (<i>D</i>), for the words "six months", at both places where they occur, the words "two years" shall be substituted.	 (3). 21st January, 2004 to 30th September, 2006 (both days inclusive), in so far as it relates to period of investmentreferred to in conditions (C)
	G.S.R. 60(<i>E</i>), dated the 21st January, 2004 as amended by G.S.R. 419(<i>E</i>), dated the 9th July, 2004 [28/2004- Central Excise, dated 9th July, 2004]	In the notification referred to in column (2) , in conditions (C) and (D) relating to period of investment from escrow account, for the words "two years", at both places where they occur, the words "four years" shall be substituted.	9th July, 2004 to 31st May,
		THE TENTH SCHEDULE [See section 70(a)(i)]	
(i)	First Schedule to the Central Excise Tariff Act,— in Chapter 14, for the entry in column (4) occurrin	ng against tariff item 1404 90 50, the entry "5%" shall be substituted;	
(11	(a) in Note 5, for the portion beginning with	the word and figures "heading 1507" and ending with the word an	d figures "or 1517 10 29", the following shall be
	itom 1510 10 00 on 1517 10 10 on 1517 10 01 on 1517	506 or 1507 or 1508 or 1509 or 1510 or 1511 or 1512 or 1513 or 1514 or 1515	or 1518; or sub-heading 1516 20 or 1517 90; or tariff
15	(b) for the entry in column (4) $(220 - 150) = 1503 = 00 = 000$	1029 ;	
602 503	$\begin{array}{cccccccccccccccccccccccccccccccccccc$	$\begin{array}{cccccccccccccccccccccccccccccccccccc$	00 00, 1602 10 00, 1602 20 00, 50 00, 1602 90 00, 1603 00 10, 13 20, 1604 14 10, 1604 14 90,
604 605 9 (i	15 00, 1604 16 00, 1604 19 00, 0 10, 1605 90 20, 1605 90 30 and 1605 90 90, the entry	1604 20 00, 1604 30 00, 1605 10 00, 1605 '5%' shall be substituted; in column (4) occurring against tariff items 190	20 00, 1605 30 00, 1605 40 00,
902 1	9 00, 1902 20 10, 1902 20 90, 1902 30 10, 1902 30 90 and) in Chapter 21, for the entry in column (4) occurr	1903 00 00, the entry "5%" shall be substituted; ing against tariff items 2105 00 00 and 2106 90 92, the entry "5%" shall b	01 10 10, 1901 10 90, 1902 11 00, e substituted:
902 1 (v (v	i) in Chapter 22 —	in column (4) occurring against tariff items 19(1903 00 00, the entry "5%" shall be substituted; ing against tariff items 2105 00 00 and 2106 90 92, the entry "5%" shall b ted, namely.— beline or relabeling of containers or packing or repacking from bulk	
(0	 in Chapter 22,— (a) after Note 6, the following Note shall be inser 7. In relation to products of this Chapter, lal treatment to render the product marketable to the (b) for the entry in column (4) occurring agains; 	ted, namely:— belling or relabelling of containers or packing or repacking from bulk te consumer, shall amount to "manufacture"; t tariff item 2202 9010, the entry "50" shall be substituted;	
(v.	 in Chapter 22,— (a) after Note 6, the following Note shall be inser	ted, namely:— belling or relabelling of containers or packing or repacking from bulk te consumer, shall amount to "manufacture".; t tariff item 2202 90 10, the entry "5%" shall be substituted; hall be inserted, namely:—	packs to retail packs or the adoption of any other
(v.	 in Chapter 22,— (a) after Note 6, the following Note shall be inser	ted, namely:— belling or relabelling of containers or packing or repacking from bulk te consumer, shall amount to "manufacture".; t tariff item 2202 90 10, the entry "5%" shall be substituted; hall be inserted, namely:—	packs to retail packs or the adoption of any other
(v.	 in Chapter 22,— (a) after Note 6, the following Note shall be inser	ted, namely:— belling or relabelling of containers or packing or repacking from bulk te consumer, shall amount to "manufacture".; t tariff item 2202 90 10, the entry "5%" shall be substituted; hall be inserted, namely:—	packs to retail packs or the adoption of any other
(v (v 701 704 0 (iz 102 2 (x (x)	 in Chapter 22,— (a) after Note 6, the following Note shall be inser	ted, namely:— belling or relabelling of containers or packing or repacking from bulk te consumer, shall amount to "manufacture".; t tariff item 2202 90 10, the entry "5%" shall be substituted; hall be inserted, namely:—	packs to retail packs or the adoption of any other
(v (v 01 04 0 (i) 02 02 (x (x) (x) (x) (x) (x) (x) (x) (x) (x)	 in Chapter 22,— (a) after Note 6, the following Note shall be inser (a) after Note 6, the following Note shall be inser (b) for the entry in column (4) occurring agains (b) for the entry in column (4) occurring agains (c) after Note 3, the following Note s (d) after Note 3, the following Note s (e) for the entry in column (4) occurring agains (f) in Chapter 26, after Note 3, the following Note s (f) Capter 26, after Note 3, the following Note s (f) Capter 26, after Note 3, the following Note s (f) Capter 27, for the entry (f) Capter 20, for the entry (f) Capter 30, for the entry (f) Capter 38, for the entry in column (4) occurrit) (f) Chapter 38, for the entry in column (4) occurrit) (f) Chapter 38, for the entry in the ontry in 10, the other 38, for the entry in the entry in the other in the chapter 38, for the entry in the other in the intry in the other in the chapter 38, for the entry in the other inter in the chapter 38, for the entry in the other inter in the chapter 38, for the entry in the other inter in the chapter 38, for the entry in the other inter in the chapter 38, for the entry in the entry in the chapter 38, for the entry in the other inter in the chapter 38, for the entry in the entry in the chapter 38, for the entry in the entry in the chapter 38, for the	ted, namely:— belling or relabelling of containers or packing or repacking from bulk te consumer, shall amount to "manufacture". t tariff item 2202 90 10, the entry "5%" shall be substituted; hall be inserted, namely:— occess of converting ores into concentrates shall amount to "manufactu in column (4) occurring against tariff items 270 , 2701 20 90, 2702 10 00, 2702 20 00, 2703 2706 00 90, the entry "5%" shall be substituted; in column (4) occurring against tariff items 3002 , 3002 20 17, 3002 20 18, 3002 20 19, 3002 ring against tariff items 3215 90 10 and 3215 90 20, the entry "5%" shall be substituted ing against tariff item 324 50 10, the entry "5%" shall be substituted; n column (4) occurring against tariff items 3916 10 21 200 4670 11 4670 10 90 and 6710 190 00 he ontry "5%" shall be	packs to retail packs or the adoption of any other 1 11 00, 2701 12 00, 2701 19 10, 00 10, 2703 00 90, 2704 00 10, 2 20 11, 3002 20 12, 3002 20 13, 20 21, 3002 20 22, 3002 20 23, be substituted; 0 20, 3916 20 11, 3916 20 91 and 21 00 , 4601 22 00, 4601 29 00,
(v) (v) (v) (v) (v) (v) (v) (v) (v) (v)	 in Chapter 22,— (a) after Note 6, the following Note shall be inser (a) after Note 6, the following Note shall be inser (b) for the entry in column (4) occurring agains (b) for the entry in column (4) occurring agains (c) after Note 3, the following Note s (d) after Note 3, the following Note s (e) for the entry in column (4) occurring agains (f) in Chapter 26, after Note 3, the following Note s (f) Capter 26, after Note 3, the following Note s (f) Capter 26, after Note 3, the following Note s (f) Capter 27, for the entry (f) Capter 20, for the entry (f) Capter 30, for the entry (f) Capter 38, for the entry in column (4) occurrit) (f) Chapter 38, for the entry in column (4) occurrit) (f) Chapter 38, for the entry in the ontry in 10, the other 38, for the entry in the entry in the other in the chapter 38, for the entry in the other in the intry in the other in the chapter 38, for the entry in the other inter in the chapter 38, for the entry in the other inter in the chapter 38, for the entry in the other inter in the chapter 38, for the entry in the other inter in the chapter 38, for the entry in the entry in the chapter 38, for the entry in the other inter in the chapter 38, for the entry in the entry in the chapter 38, for the entry in the entry in the chapter 38, for the	ted, namely:— belling or relabelling of containers or packing or repacking from bulk te consumer, shall amount to "manufacture". t tariff item 2202 90 10, the entry "5%" shall be substituted; hall be inserted, namely:— occess of converting ores into concentrates shall amount to "manufactu in column (4) occurring against tariff items 270 , 2701 20 90, 2702 10 00, 2702 20 00, 2703 2706 00 90, the entry "5%" shall be substituted; in column (4) occurring against tariff items 3002 , 3002 20 17, 3002 20 18, 3002 20 19, 3002 ring against tariff items 3215 90 10 and 3215 90 20, the entry "5%" shall be substituted ing against tariff item 324 50 10, the entry "5%" shall be substituted; n column (4) occurring against tariff items 3916 10 21 200 4670 11 4670 10 90 and 6710 190 00 he ontry "5%" shall be	packs to retail packs or the adoption of any other 1 11 00, 2701 12 00, 2701 19 10, 00 10, 2703 00 90, 2704 00 10, 2 20 11, 3002 20 12, 3002 20 13, 20 21, 3002 20 22, 3002 20 23, be substituted; 0 20, 3916 20 11, 3916 20 91 and 21 00 , 4601 22 00, 4601 29 00,
(v. (v. 701 704 0 (i) 002 2 (x) (x) (x) 906 9 916 9 (x) 601 9 (x) 703 706 2 (x) (x)	1) in Chapter 22,— (a) after Note 6, the following Note shall be inser "7. In relation to products of this Chapter, lai treatment to render the product marketable to th (b) for the entry in column (4) occurring agains' i) in Chapter 26, after Note 3, the following Note s "4. In relation to products of this Chapter, the pri- 19 20, 2704 004, 2704 009, 27061 20 10 20, 2704 003, 2704 04 04, 2704 009, 27066 00 10 and (c) 20, 2704 003, 2704 04 04, 2704 009, 27066 00 10 and (c) 20, 2704 003, 2704 04 04, 2704 009, 27066 00 10 and (c) in Chapter 30, for the entry 20 14, 3002 20 15, 3002 20 16 024, 3002 20 29, 3002 30 00, the entry "5%" shall be (c) in Chapter 33, for the entry in column (4) occurr (c) in Chapter 33, for the entry in column (4) occurr (c) in Chapter 33, for the entry in column (4) occurr (c) in Chapter 33, for the entry in column (4) occurr (c) in Chapter 46, for the entry in 0 00, 4706 30 00, 4706 190 00, 4708 22 00 (c) 00, 47063 00, 4706 190 00, 4708 290 (c) 00, 4706 390 00, 4706 470 (c) 1) in Chapter 48, for the entry in (c) 10, Chapter 48, for the entry in column (4) occurr (c) in Chapter 48, for the entry in column (4) occurr (c) in Chapter 48, for the entry in column (4) occurr (c) in Chapter 48, for the entry in column (4) occurr (c) in Chapter 48, for the entry in column (4) occurr (c) in Chapter 48, for the entry in column (4) occurr (c) in Chapter 48, for the entry in column (4) occurr (c) in Chapter 48, for the entry in column (4) occurr (c) in Chapter 48, for the entry in column (4) occurr (c) in Chapter 48, for the entry in column (4) occurr (c) in Chapter 48, for the entry in column (4) occurr (c) in Chapter 48, for the entry in column (4) occurr (c) in Chapter 48, for the entry in column (4) occurr (c) in Chapter 48, for the entry in column (4) occurr (c) in Chapter 48, for the entry in column (4) occurr (c) in Chapter 48, for the entry in column (4) occurr (c) in Chapter 48, for the entry in column (4) occurr (c) in Chapter 48, for the entry in co	ted, namely:— belling or relabelling of containers or packing or repacking from bulk te consumer, shall amount to "manufacture". t tariff item 2202 90 10, the entry "5%" shall be substituted; hall be inserted, namely:— ocess of converting ores into concentrates shall amount to "manufactur in column (4) occurring against tariff items 270 , 2701 20 90, 2702 10 00, 2702 20 00, 2703 2706 00 90, the entry "5%" shall be substituted; in column (4) occurring against tariff items 3002 , 3002 20 17, 3002 20 18, 3002 20 19, 3002 vubstituted ing against tariff items 3215 90 10 and 3215 90 20, the entry "5%" shall be substituted; in column (4) occurring against tariff items 3916 10	packs to retail packs or the adoption of any other 1^{10} , 1 , 100 , 2701 , 12 , 00 , 2701 , 19 , 10 , 00, 10 , 2703 , 00 , 90 , 2704 , 00 , 10 , 2, 20 , 11 , 3002 , 20 , 12 , 3002 , 20 , 13 , 20, 21 , 3002 , 20 , 22 , 3002 , 20 , 23 , 20, 21 , 3002 , 20 , 23 , 3002 , 20 , 23 , 20, 3016 , 20 , 11 , 3916 , 20 , 91 , and 21, 00 , 4601 , 22 , 00 , 4601 , 29 , 00 , 100, 4705 , 00 , 00 , 4703 , 11 , 00 , 100, 400 , 4705 , 000 , 4703 , 110 , 00 , 100, 100 , 100 , 100 , 100 , 100 , 100, 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 , 100 ,

case of every na, a Nil. and belo the age of sixty years at any time during the previous year to Rs.1,90,000 1,90,001 to Rs. 5,00,000 10 per cent. 20 per cent. 30 per cent. 5,00,001 to Rs.8,00,000 ove Rs.8.00.000

i) In the case of every individual, being a resident in India, who is of the age of sixty years or more but less than eighty years at any time during the previous year:-

Up to RS.2,50,000	INU.
Rs.2,50,001 to Rs. 5,00,000	10 per cent.
Rs.5,00,001 to Rs.8,00,000	20 per cent.
Above Rs.8,00,000	30 per cent.
(iv) In the case of every individual, being a resident in India, who	is of the age of eighty years or more at any time during the previous year:—
Up to Rs.5,00,000	Nil.
Rs.5,00,001 to Rs.8,00,000	20 per cent.
Above Rs.8,00,000	30 per cent.

surcharge will be levied

ragraph B of this Part specifies the rates of income-tax in the case of every co-operative society. In such cases, the rates of tax will continue to be the same as those ied for assessment year 2011-2012. No surcharge will be levied. ragraph C of this Part specifies the rate of income-tax in the case of every firm. In such cases, the rate of tax will continue to be the same as that specified for matching will be devided.

In agraph C of this Part Specifies the rate of income-tax in the case of every firm. In such cases, the rate of tax will continue to be the same as that specified or assessment year 2011-2012. No surcharge will be levied. ragraph D of this Part specifies the rate of income-tax in the case of every local authority. In such cases, the rate of tax will continue to be the same as that specified a assessment year 2011-2012. No surcharge will be levied. ragraph E of this Part specifies the rates of income-tax in the case of companies. In both the cases of domestic companies and companies other than domestic com-s, the rate of tax will continue to be the same as that specified for assessment year 2011-2012.

the relate of the vinit contract to be the stand as mining predicted to the second relation to the second domestic companies having income above one correct rupees is proposed to be reduced to five per cent. from the existing rate of seven and one-

The case of companies of the case of companies having income above one crore rupees is proposed to be reduced to five per cent. from the existing rate of seven and one-marginal relief will be provided. all other cases (including sections 115JB, 115-0, 115R, etc.) the surcharge will now be applicable at the rate of five per cent. ducation cess" at the rate of two per cent. and "Secondary and Higher Education Cess" at the rate of none per cent. shall continue to be levied in all cases covered Part III of the First Schedule. In the cases covered under Part II of the First Schedule, there will be no levy of Education Cess and Secondary and Higher Education n tax deducted or collected at source in the case of domestic company and any other person who is resident in India. Both the cesses would continue to apply on tax ed at source in the case of salary payments. These would also continue to be levied in the cases of persons not resident in India and companies other than domestic

uny. ause 3 of the Bill seeks to amend section 2 of the Income-tax Act relating to definitions. le existing provisions contained in clause (15) of the aforesaid section defines "charitable purpose" to include relief of the poor, education, medical relief, preserva-environment (including watersheds, forests and wild life)and preservation of monuments or places or objects of artistic or historic interest, and the advancement other object of general public utility.

the first provises to the aforesaid clause (15) provides that the advancement of any other object of general public utility shall not be a charitable purpose if it involves rrying on of any activity in the nature of trade, commerce or business, or any activity of rendering any service in relation to any trade, commerce or business, or an refer or any other consideration, irrespective of the nature of use or application, or retention, of the income from such activity.

ten lakh rupees or less in the previous year. s proposed to amend the said second proviso to provide that the first proviso shall not apply if the aggregate value of the receipts from the activities referred to in

st provisor is twenty-five lakh rupees or less in the previous year: is amendment will take effect from 1st April, 2012 and will, accordingly, apply in relation to the assessment year 2012-2013 and subsequent years. *ause* 4 of the Bill seeks to amend section 10 of the Income-tax Act relating to incomes not included in total income. the *Explanation* to clause (34) of the aforesaid section was inserted by way of a modification *vide* section 27 of the Special Economic Zones Act, 2005 read with the Sec-baction affords and the aforesaid section was inserted by way of a modification *vide* section 27 of the Special Economic Zones Act, 2005 read with the Sechedule thereof.

existing provisions contained in the Explanation to clause (34) of the aforesaid section clarify that the dividend referred to in section 115-O shall not be included in

al income of the assessee, being a Developer or entrepreneur. b-clause (a) of this clause of the Bill seeks to omit the *Explanation* to clause (34) of the aforesaid section. is amendment will take effect from 1st June, 2011. Ider the existing provisions contained in the Income-tax Act, any perquisites or allowances received by an employee is taxable under the head "salary" unless it is icolly accompted under the Act. cally exempted under the Act.

because (b) seeks to insert a new clause (45) in the said section so as to provide exemption to any allowance or perquisite, as may be notified by the Central Govern-

on the Official Gazette in this behalf, paid to the Chairman or a retired Chairman or any other member or retired member of the Union Public Service Commission. is amendment will take effect retrospectively from 1st April, 2008 and will, accordingly, apply in relation to the assessment year 2008-2009 and subsequent years. e existing provisions contained in section 10 provide that income mentioned in any of the clauses of the said section shall not be included in the total income of the

The existing provisions contained in section 10 provide that income mentioned in any of the clauses of the said section shall not be included in the total income of the ous year of any person. Ib-clause (c) seeks to insert a new clause (46) in the said section so as to provide that any specified income arising to a body or authority or Board or Trust or Com-on (by whatever name called) which is constituted or established by or under a Central, State or Provincial Act or has been constituted by the Central Government or e Government with the object of regulating or administering an activity for the benefit of general public shall be exempt if it is not engaged in commercial activity is specified by the Central Government by notification in the Official Gazette in this behalf. The proposed *Explanation* enables the Central Government to notify the e and extent of the income of the body or authority or Board or Trust or Commission which shall constitute the specified income. the clause (c) also seeks to insert a new clause (47) in section 10 so as to enable the Central Government to notify any infrastructure debt fund which is set up in accor-with the guidelines as may be prescribed and the income of such notified fund will be exempt from income-tax. ness amendments will take effect from 1st June, 2011. *Tures* 5 of the Bill seeks to amend section 35 of the Income tax.

nuse 5 of the Bill seeks to amend section 35 of the Income-tax Act relating to expenditure on scientific research

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