

## 1. FEDERAL EXCISE ACT, 2005

SECTION	PRESENT POSITION AS ON 30 <sup>TH</sup> JUNE, 2010	PROPOSED AMENDMENT THROUGH FINANCE BILL, 2010
	2, 9, 14, 19 21, 23, 24, 27, 33, 34, 35, 36, 37, 38, 43, 44, 45, 46	The various amendments have been made with reference to inland revenue reform through Finance (Amendment) Ordinance, 2009, the same have been made part of Finance Bill 2010 to give legal cover.
17	The time limit for maintaining and keeping the record is <b>five years</b> .	The time limit for maintaining and keeping the record has been extended upto <b>six years</b> or till such further period the final disposal of matter if pending in any court or Alternate Dispute Resolution Committee.
29		The Section has been restructured inline of Inland Revenue.
31	Non-existence	<b>Powers of adjudication-</b>  The Section has been already deleted by the Finance (Amendment) Ordinance, 2009, however, same has been validated through this Act.

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34A	<i>Non-existence</i>	Firstly it was given in Section 34, however, now by insertion of this new Section the procedure for filing reference before the High Court has been prescribed.
42A	<i>Non-existence</i>	<p><b>Reference to authorities-</b></p> <p>The Section has been already inserted by the Finance (Amendment) Ordinance, 2009, however, same has been validated through this Act.</p>
42B	<i>Non-existence</i>	<p><b>Selection for audit by the Board-</b></p> <p>The mechanism for conducting the audit by the board has been prescribed.</p>
47	Service of order, decisions, etc.	<p>Service of notices and other documents-</p> <p>This Section has been re-embodied regarding serving the notices in documents</p>

**FIRST SCHEDULE****Various amendments have been made as under:****TABLE-1**

8.	Cigars, cheroots, cigarillos and cigarettes of tobacco or of tobacco substitutes.  Duty: 64% of retail price.	Cigars, cheroots, cigarillos and cigarettes of tobacco or of tobacco substitutes.  Duty: Now the rate of duty has been enhanced to 65% of retail price.
9.	Locally produced cigarettes if their retail price exceeds sixteen rupees per ten cigarettes.  Duty: 64% of retail price.	Locally produced cigarettes if their retail price exceeds nineteen rupees and fifty paise per ten cigarettes.  Duty: Now the rate of duty has been enhanced to 65% of retail price.
10.	Locally produced cigarettes if their retail price exceeds seven rupees and ten rupees per ten cigarettes but does not exceed nineteen rupees and fifty paise per ten cigarettes.  Duty: Rs. 4.75 plus 70% per incremental rupee or part thereof.	Locally produced cigarettes if their retail price exceeds seven rupees and ten rupees per ten cigarettes but does not exceed nineteen rupees and fifty paise per ten cigarettes.  Duty: Now the rate of duty has been enhanced Rs. 5.25 per ten cigarettes plus 70% per incremental rupee or part thereof.
11.	Locally produced cigarettes if their retail price does not exceed ten rupees per ten cigarettes.  Duty: Four and seventy-five paise per ten cigarettes.	Locally produced cigarettes if their retail price does not exceed ten rupees per ten cigarettes.  Duty: Now the rate of duty has been enhanced to rupees five and twenty -five paise per ten cigarettes.

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12.	Cigarettes manufactured by a manufacturer who remains engaged on and after the 10 <sup>th</sup> June, 1994, either directly or through any other arrangement, if the manufacture of any brand of cigarette in non-tariff area.  Duty: The rate of duty is 64% of retail price.	Cigarettes manufactured by a manufacturer who remains engaged on and after the 10 <sup>th</sup> June, 1994, either directly or through any other arrangement, if the manufacture of any brand of cigarette in non-tariff area.  Duty: Now the rate of duty has been enhanced to 65% of retail price.
36.	Natural gas in gaseous state  Duty: The rate of duty is Rs. 5.09	Duty: Now the rate of duty has been enhanced to Rs. 10.00
37.	Other petroleum gases in gaseous state  Duty: The rate of duty is Rs. 5.09	Duty: Now the rate of duty has been enhanced to Rs. 10.00
50.	<i>Non-existence</i>	Filter rods for cigarettes Re. 1 per filter rod
51.	<i>Non-existence</i>	Air conditioners 10% ad val
52.	<i>Non-existence</i>	Deep freezer 10% ad val

**LIST OF SROs (EXCISE)**

The following SROs have been notified dated: June 5, 2010.

<b>SRO NO.</b>	<b>BRIEF</b>
<b>399(i)/2010</b>	Withdrawal of earlier SRO 650(I)/2005, dated: 01.07.2005.  Through this amendment the restriction on adjustment of Federal Excise Duty paid on beverages concentrate has been done away, which would be effective from July 1, 2010.