



## **FIRST REACTION**

### **INDIRECT TAXES**

#### **EXCISE**

- Excise Duty Peak Rates Increased In General w.e.f. 17<sup>th</sup>. March 2012
  - 10% Increased to 12%
  - 5% Increased to 6%
  - 1% Increased to 2%

The above rates will apply to raw material, intermediary products, finished goods & scrap pertaining to our industry as well.

#### **SSI EXEMPTION LIMIT**

No Change for the industry.

The SSI Exemption Limit, under Notification No. 8/2003 C.E continues upto clearances of Rs. 1.5 Crores in a financial year; eligibility criterion of preceding year remains at Rs. 4.0 Crores.

#### **SERVICE TAX**

- Service Tax Rates Increased from 10 to 12% w.e.f. 1<sup>st</sup> April 2012
- All services other than in negative list to be taxed
- Harmonization of Excise & Service Tax – One Page Common Return Form EST 1 To Be Notified

#### **CUSTOMS DUTY**

No Change In Customs Peak Rates, remains at 10%

Customs Duty on import of waste paper exempted

#### **GOODS & SERVICE TAX**

- GST deferred
- I.T. Infrastructure in place
- Pan based registration for transparency & to check evasion

## **DIRECT TAXES**

### **DIRECT TAX CODE**

- To implement DTC at the earliest

### **INCOME TAX**

- Income Tax Exemption Slab raised from 1.80 Lakhs to 2.0 Lakhs
- Income Tax Slab of Rs. 5.0 Lakhs to Rs. 8.0 Lakhs changed to Rs. 5.0 Lakhs to Rs. 10.0 Lakhs – For Income Tax Rates 20%
- Income Tax Slab of more than Rs. 8.0 Lakhs changed to Rs. 10.0 Lakhs Tax Rates 30%
- Deduction of Bank Interest from savings a/c allowed upto Rs. 10,000/-
- Small business turnover limit increased from Rs. 60.0 Lakhs to Rs. 1.0 Crores for eligibility of non-audit under Income Tax

For Federation of Corrugated Box Manufacturers of India

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