



Answer :-

		Duty %	Amount	Total Duty
(A)	Assessable Value Rs 10,000		200,000.00	
(B)	Basic Customs Duty	10	20,000.00	20,000.00
(C)	Sub-Total for calculating CVD '(A+B)'		220,000.00	
(D)	CVD 'C' x excise duty rate	16	35,200.00	35,200.00
(E)	Education cess of excise - 2% of 'D'	2	704.00	704.00
(F)	SAH Education cess of excise - 1% of 'D'	1	352.00	352.00
(G)	Sub-total for edu cess on customs 'B+D+E+F'		56,256.00	
(H)	Edu Cess of Customs - 2% of 'G'	2	1,125.12	1,125.12
(I)	SAH Education Cess of Customs - 1% of 'G'	1	562.56	562.56
(J)	Sub-total for Spl CVD 'C+D+E+F+H+I'		257,943.68	
(K)	Special CVD u/s 3(5) - 4% of 'J'	4	10,317.75	10,317.75
(L)	Total Duty			68,261.43
(M)	Total duty rounded to			68,261

Notes – Buyer who is manufacturer, is eligible to avail Cenvat Credit of D, E, F and K above. A buyer, who is service provider, is eligible to avail Cenvat Credit of D, E and F above. A trader who sells imported goods in India after charging Vat/sales tax can get refund of Special CVD of 4% i.e. 'K' above

An importer imported some goods for subsequent sale in India at \$ 12,000 on CIF basis. Relevant exchange rate as notified by the Central Government and RBI was Rs. 45 and Rs. 45.50 respectively. The item imported attracts basic duty at 10% and education cess as applicable. If similar goods were manufactured in India, Excise Duty payable as per Tariff is 16% plus education cess of 2%. Spl CVD is payable at applicable rates. Arrive at the Assessable value and the total duty payable thereon. What are the duty refunds/benefits available if the importer is (a) manufacturer (b) service provider (c) Trader?

CIF Value	=	12,000 US \$
Total CIF in Rs. @ 45.00 per US \$	=	Rs. 5,40,000
Add : Landing Charges @ 1% of CIF	=	Rs. 5,400
(A) Assessable Value	=	Rs. 5,45,400