



Calculation of duty payable is as follows -				
		Duty %	Amount	Total Duty
(A)	Assessable Value Rs 10,000		921,968.00	
(B)	Basic Customs Duty	10	92,196.80	92,196.80
(C)	Sub-Total for calculating CVD '(A+B)'		1,014,164.80	
(D)	CVD 'C' x excise duty rate	16	162,266.37	162,266.37
(E)	Education cess of excise - 2% of 'D'	2	3,245.33	3,245.33
(F)	SAH Education cess of excise - 1% of 'D'	1	1,622.66	1,622.66
(G)	Sub-total for edu cess on customs 'B+D+E+F'		259,331.16	
(H)	Edu Cess of Customs - 2% of 'G'	2	5,186.62	5,186.62
(I)	SAH Education Cess of Customs - 1% of 'G'	1	2,593.31	2,593.31
(J)	Sub-total for Spl CVD 'C+D+E+F+H+I'		1,189,079.09	
(K)	Special CVD u/s 3(5) - 4% of 'J'	4	47,563.16	47,563.16
(L)	Total Duty			314,674.25
(M)	Total duty rounded to	Rs		314,674

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.

Note : (1) Design and development work done in India and transport costs within India are not to be considered for purposes of 'Customs Value'. (2) Excise duty rate has to be considered after considering excise exemption notification. (3) Assessable Value and Final duty payable should be rounded off to nearest Rupee.

Duty payable is same whether the importer is manufacturer or a trader.

Mrs. & Mr. Kapoor visited Germany and brought following goods while returning to India on 8th February, 2008. (i) Their personal effects like clothes, etc., valued at Rs. 35,000. (ii) A personal computer bought for Rs. 36,000. (iii) A laptop computer bought for Rs. 95,000. (iv) Two litres of liquor bought for Rs. 1,600. (v) A new camera bought for Rs. 37,400. What is the amount of customs duty payable?

Personal effects and one laptop are exempt from customs duty. Two liters of liquor can be accommodated in General free Allowance. Hence, Mr. Kapoor can bring one personal computer and two litres of liquor on his account. Total value is Rs 37,600 (PC Rs 36,000 plus liquor Rs 1,600). He will get General Free Allowance of Rs 25,000 and duty payable will be on Rs 12,600. Customs Duty @ 35% of Rs 12,600 will be Rs 4,410 plus education cess of Rs 88.20 @ 2% of customs duty and SAH education cess of Rs 44.10 @ 1% of customs duty.

Mrs. Kapoor can bring one camera on her account. Total value is Rs 37,400. She will get General Free Allowance of Rs 25,000 and duty payable will be on Rs 17,400. Customs Duty @ 35% of Rs