

COMPUTATION OF EXCISE **DUTY**

SPECIFIC DUTY

Duty linked to the unit of measurement of goods

E.G.:

- i) **Tea** : Rs 1 per Kg.
- ii) **Sugar** (other than Khandsari Sugar) : Rs 34 per quintal

+ve : No need of determination of Assessable Value (& hence, no Valuation Disputes)

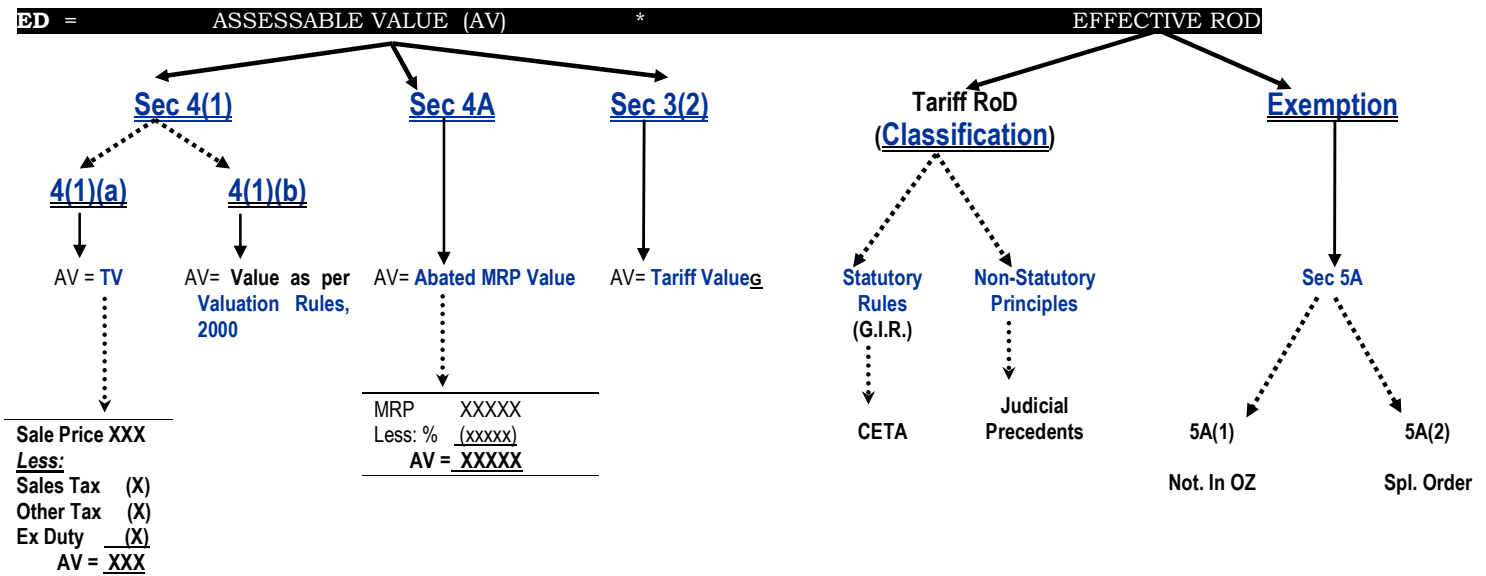
-ve : Static (& hence, demands continuous monitoring)

AD-VALOREM DUTY

Duty linked to some Value

+ve : Not Static (& hence, no need of continuous monitoring) **-ve** : Necessitates determination of Assessable Value (& hence, leads to Valuation Disputes)

COMPUTATION FORMULAE



Notes:

1. AV shall remain same for BED (First Sch Duty) & SED (Second Sch Duty).