



दि प्लास्टिक एक्स्पोर्ट प्रमोशन कौन्सिल
(भारत सरकार, वाणिज्य एवं उद्योग मंत्रालय, वाणिज्य विभाग द्वारा प्रायोजित)

THE PLASTICS EXPORT PROMOTION COUNCIL
(Sponsored By The Ministry Of Commerce & Industry, Deptt. Of Commerce, Government Of India)

Ref.:Plexh/Cir/421
01.02.2021

To

All Members of the Council

Dear Sir / Madam,

Subject : UNION BUDGET 2021-22 - Changes in BCD rate of Chapter 39

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As you are aware, Union Budget 2021-22 has been presented today by Hon'ble Minister of Finance Smt. Nirmala Sitharaman.

In this regard, please find below the Changes in BCD rate of Chapter 39 (Plastic products) of Union Budget 2021-22 :-

(1) BCD on all goods falling under tariff heading 3925 (Builder's ware of plastics, not elsewhere specified or included) is being increased from 10% to 15% by increasing the tariff rate [Clause 95 (i) of the Finance Bill, 2021 refers]. By virtue of declaration under

the Provisional Collection of Taxes Act, 1931, this increase will come into force with immediate effect.

(2) The entry at S. No. 257 of notification No. 50/2017-Customs dated 30th June, 2017 (import of certain items by a bonafide exporter) is being modified to increase the scope of this exemption. A new condition No. 108 is being prescribed for this entry. Simultaneously, notification No. 34/2017-Customs, being in overlap with said S. No. 257, is being rescinded. [S. No. 26 of notification No. 02/2021-Customs dated 1st February, 2021 and notification No. 07/2021-Customs dated 1st February, 2021 refer]

(3) S. No. 272 of notification No. 50/2017-Customs is being omitted. Consequently, Polycarbonates will now attract 7.5% BCD vide S. No. 262 of the said notification refers. [S.No. 27 of notification No. 02/2021-Customs dated 1st February, 2021 refers]

(4) BCD on Nylon chips is being reduced from 7.5% to 5% by amending the entry at S.No. 273 of notification No. 50/2017-Customs dated 30th June, 2017. [S. No. 28 of notification No. 02/2021-Customs dated 1st February, 2021 refers]

(5) S. No. 10 of notification No. 57/2017-Customs is being omitted. This entry provided effective BCD rate of 10% on items of plastics falling under tariff item 3920 99 99 except specified parts of cellular mobile phones like back cover, battery cover etc. The specified parts of mobile under the said tariff item were attracting 15% BCD by tariff. Consequently, with this omission, these goods will now attract 15% BCD. [S. No. (viii) of the notification No. 03/2021-Customs dated 1st February, 2021 refers].

For Custom notification, kindly refer the below link of CBIC

<https://www.cbic.gov.in/Customs-Notifications>

You are requested to take note of the above provisions.

For further details of various proposals, please use below links.

<https://www.indiabudget.gov.in/doc/bh1.pdf>

<https://www.indiabudget.gov.in/doc/cen/dojstru1.pdf>

Thanking you,

Yours faithfully,

Bharti Parave

Asst. Director – Trade & Policy

PLEXCONCIL