

Ref. No.: Plexh/Cir/553 29.09.2025

To,

All Members of Plexconcil/ COA Members

Dear Sir/Madam,

<u>Subject: Regarding input for Budget Proposals for the year 2026-2027 in respect of Petrochemical Sector.</u>

The Department of Chemicals and Petrochemicals is initiating the process for formulation of proposals for the **Union Budget 2026-27**, which involves a **review of the Basic Custom Duties (BCD)** structure in the petrochemicals sector.

In this context, members are requested to share inputs with regard to Basic Custom Duties (BCD) for specific products in the petrochemicals sector, providing the impact of inverted duty structure affecting the petrochemical sector.

The following guidelines must be kept in mind while submitting inputs:

- Import Price & Domestic Price
- Installed capacity and corresponding volume of indigenous production
- Data on imports/exports for the past 3 years
- Domestic requirements & Demand Supply situation.

The **extent of revenue implication** resulting from changes in duty rates, using the **prescribed proforma**.(https://membership.plasticsepc.org/mails\_images/20250929055801.xlsx\_)

Additionally, please identify cases of inverted duty structure that are hindering the growth of petrochemical sector value chains and require correction.

Please submit your response on or before **01.10.2025** on <a href="mailto:nilotpal@plexconcil.org">nilotpal@plexconcil.org</a>; <a href="mailto:bharti@plexconcil.org">bharti@plexconcil.org</a>.

Best regards

Bharti Parave

Dy. Director (Trade & Policy)

Plexconcil