

NEPAL BUDGET 2078-79 (2021-22)

HIGHLIGHTS FROM TAX PERSPECTIVE





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GOVERNMENT'S LONG TERM OBJECTIVE

PROSPEROUS NEPAL, HAPPY NEPALESE

सम्बृद्ध नेपाल, सुखी नेपाली



OBJECTIVES OF BUDGET

1

Protecting the Life of Citizens from the COVID – 19 Pandemic

2

Optimum utilization of resources, opportunity and capacity for the rapid Economic development and upliftment.

3

Strengthen the Public Welfare Role of Government, providing Social Security and achieving the prosperity with Social Justice.

4

Development of Production oriented Economy by mobilizing the resources and means of Public, Private and Cooperative Sector.

PRIORITIES OF BUDGET 2078/79

1

Extension of testing, provision for treatment, supply of health equipment and materials, assurance of free vaccination, development of health infrastructure and effective mobilization of health workers to prevent, control and cure of COVID-19

3

Assurance of job and employment to the entrants in labor market and laborer's who lost the Jobs

5

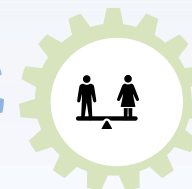
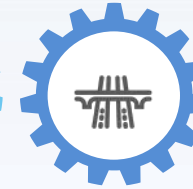
Agricultural Production and Productivity enhancement and Assurance of Food Security

7

Construction of infrastructure having strategic importance which helps in rapid industrialization and provides earlier returns

9

Ending all types of discrimination and inequality, equitable development and justified access on the returns of development



2

Uplifting the economic activities through relief packages to affected families from COVID-19 and providing incentive, subsidies and reviving packages to private sectors

4

Social security and protection based on life cycle to all Nepalese Citizens

6

Investment in Infrastructure or the Skillful and Practical Education

8

Balanced development through coordination and cooperation between Federal, Provincial and Local level structure

10

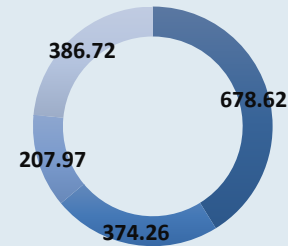
Provision of responsible governance, assurance of peace and security, corruption control, effectiveness on governance and services

SUMMARY OF BUDGET

Allocation of Budget

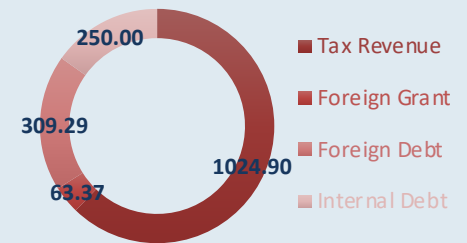
	# Amount in Billions	
Current Expenditure	678.62	41.2%
Capital Expenditure	374.26	22.7%
Financial Management	207.97	12.6%
Transfer to Province & Local Level	386.72	23.5%
Total Budget Allocated	1647.57	

- Current Expenditure
- Capital Expenditure
- Financial Management
- Transfer to Province and Local Level

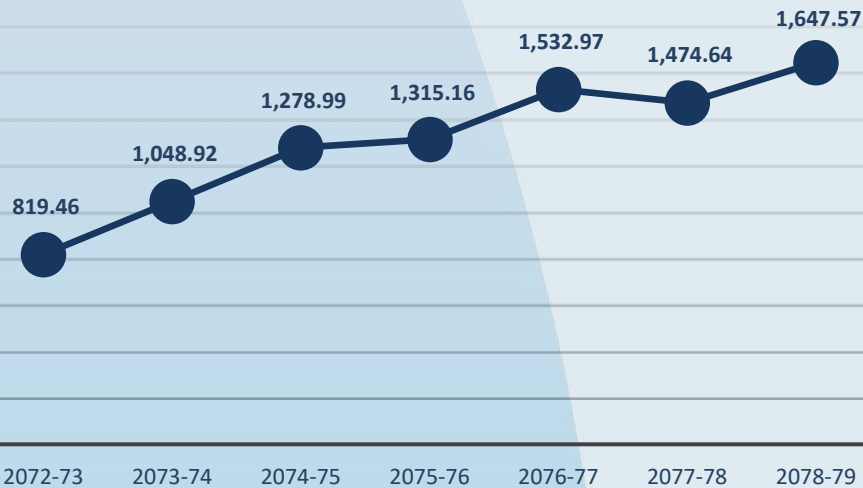


Source of Revenue

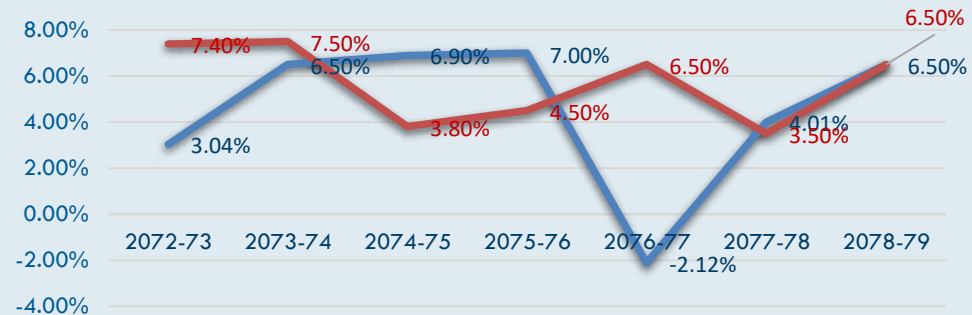
Tax Revenue	1024.90
Foreign Grant	63.37
Foreign Debt	309.29
Internal Debt	250.00



Total Budget (in Billions NPR)



Economic Growth & Inflation



■ Growth Rate ■ Inflation Rate *2077-78 Estimate **2078-79 Projection

● Per capita Income: US \$1,191. It was \$1,126 for 2067/77

BUDGET SUMMARY

- Budget has prioritized Education Sector in a big way. Highest Amount of Budget NPR 180.04 billion has been allocated to Education Sector.
- Health Sector has received the highest so far amount of Budget. NPR 122.77 billion has been allocated for Health Sector.
- Allocated the budget of NPR 12.46 Billion for health infrastructure development and NPR 14.27 Billion to build new hospitals. Ministry of Health & Population budget increased to NPR 90.69 Billion.
- Government has increased social security allowance by 33 per cent and raised the monthly old-age allowance for senior citizens by Rs 1,000 to Rs 4,000.
- The government has announced 100 per cent waiver for consumers consuming only 20 units of electricity per month during the lockdown/prohibitory period and 100 per cent waiver on the drinking water bill for consumers consuming only 20,000 liters per month during the same period.
- License and renewal fee waiver for sectors such as films, handicraft, aviation, media, advertising, health clubs, among others.

Major Highlights of Budget 2078/79

- NPR 10.03 billions has been allocated for Railways.
- The government will contribute the amount to be paid by organizations and workers to the Social Security Fund for the months of mid- May to mid-June (Jestha) and mid- June to mid-July (Ashad).
- To encourage entrepreneurship, the government has announced a 100 per cent rebate on income tax for start-ups for up to five years from the date of commencement of operation, a one-stop system to facilitate the establishment and operation of such start-ups, among other provisions. NPR 2.5 million loan without collateral to start ups with only 1 percent interest rate. NPR 2.5 million loan keeping Certificate as the collateral.
- Government to initiate Made in Nepal and Make in Nepal Program/Movement.
- To encourage the use of electric vehicles, the government has decided to waive the renewal fee and road tax on EVs for the next five years, while also setting the target to replace light vehicles running on fossil fuel by EVs by 2088.. Excise Duty removed on purchase of EVs and Customs reduced.
- Government Employee's Salary increased by NPR 2,000, 10 days paid holidays given to Govt. Employees.

TAXES - GENERAL

Health Risk Tax

Bidi	25 Paisa per Stick
Cigarette & Cigar	50 Paisa per Stick
Khaini, Surti, Pan Masala, Gutkha	40 Rupee Per KG

*Same as Previous Year

Education Service Fees

While exchanging foreign currency by the students going abroad for studies.

2%

Infrastructure Development Tax

Import of Petrol and Diesel at customs point	NPR 10 Per Liter
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Casino Royalty

To General Casino	40 Million Per annum
To Casino using Modern Machine Equipment	10 Million Per annum

50% of the Additional fee and annual additional fee of the FY 2076/77 shall be waived to a person or organization licensed to operate a casino, if it pays the remaining 100% royalty and 50% additional fee as well as annual additional fee for the FY 2076/77 and 100% royalty, additional fee and annual additional fee for the year 2076/77 within the end of Chatira, 2078.

- **Road Maintenance and Improvement Fee** shall be levied at the customs point for road maintenance and improvement at the rate of NPR 4 per Litre for Petrol and NPR 2 per Litre for diesel imported respectively.
- **Pollution Control Fee** will be levied at the rate of NPR 1.50 per Liter for the purchase and distribution of petrol and diesel in Nepal.
- **Cinema Development Fee shall be charged to cinema houses and halls as follows:**
 - 15% on entry fee for all categories of foreign films
 - 20% on entry fee for all categories of foreign films shown from cabins.
 - The cinema house and halls have to issue tickets through electronic system (e-ticket system) and connect with the Central Cinema Management System by the end of Poush, 2077.
- **Telecommunication Service Charge** to be levied at 13% which will be imposed by telecom industries on the telecommunication charges made to the customer.
- **Telephone Ownership Fee** of NPR 500 will be charged from every customer for every telephone connection. In case of change of ownership of telephone, the same fee will be charged from the person claiming ownership of telephone. However, in the case of mobile telephones, Telephone Ownership Fee will be charged at the rate of 2% of each SIM card and recharge fee.
- The government has abolished the **15% Forest Production Fee** levied on sale of Sal and Khayar Timber to person other than to Timber Consumer Groups from the date of budget. In order to protect the Domestic Furniture Industry, excise duty has been imposed on the import of all types of furniture.

TAX AMNESTY SCHEME



Special provision for Waiver of Dues

1. Waiver of Dues under old tax laws.

- If any tax dues under Excise Act, 2015, Income Tax Act, 2031 and taxes replaced by Value Added Tax Act, 2052 such as Hotel Tax, Entertainment Tax, Contract Tax, Sales Tax which is unpaid till the date
- and is discharged up to 75% of such tax or duty by Poush end, 2078.
- then balance 25% of such tax or duty, fees, penalty and interest shall be waived off.

2. Waiver of Dues under Assessment or Re-assessment.

- Where any tax dues in relation to Assessment or Re-assessment made upto Ashadh end, 2076 under the Income Tax Act, 2058, Value Added Tax Act, 2052 and Excise Act, 2058 is remain unpaid
- and an application is filled for opting this amnesty/relief by the Poush end, 2078 by fully discharging the 100% applicable tax dues and interest calculated up-to the date of such application
- then any fees, additional fee and penalty shall be waived off.
- However, cases relating to false and fake invoices are not allowed for such amnesty/relief.

3. Waiver of Dues to Non-Profit Community Hospital or Health Institutions and Passenger Transportation Service Providers providing services through Electronic Network.

- Where any tax dues in relation to Assessment or Re-assessment made up to Jetha 15, 2078 under the Income Tax Act, 2058, Value Added Tax Act, 2052 is unpaid and such Assessment or Re-assessment has not gone for appeal,
- and an application for waiver of such dues by the Poush end, 2078
- then all dues shall be waived off.

TAX AMNESTY SCHEME

Withdrawal of Cases

- **Withdrawal of cases pending under Administrative Review at Inland Revenue Department or appeal under consideration at Revenue Tribunal or Courts**
 - Where the assessment or re-assessment made upto Ashadh end, 2077 under the Income Tax Act, 2058, Value Added Tax Act, 2052 and Excise Act, 2058 is withdrawn
 - and an application is filed for opting such amnesty/relief by Mangsir end, 2078 by fully discharging the 100% applicable taxes, duties and 50% of interest calculated up-to the date of such application,
 - then any fees, additional fees, penalty and balance 50% interest shall be waived off.
 - However, cases relating to false and fake invoices are not allowed for such amnesty/relief.

Other Relief

- **Special provision of relief in case of issuance of certificate of origin**
 - Where the entity issuing certificate of origin for the purpose of export
 - has issued such certificates up to Jestha 14, 2078
 - then VAT dues on such issued certificates or VAT payable as assessed by IRO along with interest, penalty and additional fee shall be waived off.

Major Highlights of Budget 2078/79

- **Special relief in case of fees related Trekking and Tour Package**
 - Persons involved in the business of Travelling and Trekking Agency who have treated the sales as exempt sales and have not collected and deposited VAT amount or where IRD has assessed VAT payable on such sales or where appeal has been filed for review against the assessment order at revenue tribunal or revenue department
 - and such person self declares the transactions upto Jestha 14, 2078 and deposit VAT on such transactions or as per assessment within Poush end, 2078 and withdraws the appeal if filed as mentioned above,
 - then any interest, penalty and additional fee on such amount shall be waived off.
- **Special relief in case of Health Service Providers**
 - Where the Health Service Provider Organizations have balance input VAT after adjusting with output VAT,
 - and deposits the balance payable after debit adjustment of such Input VAT on account of the health service being VAT exempt within Ashad end, 2079.
 - then any additional fee and interest on such payables shall be waived.
- **Special provision in case of Transportation of Goods Service**
 - Transportation of Goods Service Providers, who has received the rental income from the natural persons not registered under PAN in the FY 2076/77,
 - withholds and pays the TDS as per proviso 8 of Section 88(1) of Income Tax Act, 2058
 - then such expenses shall be deductible while computing taxable income of FY 2076-77, even when no invoice of such transaction is available.

TAX AMNESTY SCHEME & BENEFITS TO TAX PAYERS

- **Special provision related to Renewal of Excise License**
 - Where the license holder under Excise Act, 2058 who has failed to renew its license for one or more financial year under the prescribed period
 - and pays the due license fee of respective financial year for the swift continuation of its business by the end of Sharwan end, 2078
 - then the penalty on late renewal on the license fee shall be waived.
 - However, if the renewal of the excise license is not done within the above mentioned time frame then the registration will be automatically cancelled.
- **Special provision related to Renewal of GSM Mobile Service**
 - Where Nepal Telecommunication Company Limited pays the Second Renewal of GSM Mobile Service from FY 2070/71 to FY 2075/76 in five installments starting from FY 2075-76,
 - such payments made on installments shall be allowed to be claimed as expenses while computing the total taxable income in the year of payment i.e. on cash basis.
 - Payment of Second Renewal of GSM Mobile Service from FY 2070/71 to FY 2075/76 in five installments starting from FY 2075-76, mentioned above, shall be included in the taxable income of Nepal Telecommunication Authority.

Major Highlights of Budget 2078/79

- **Special rebate on rate of taxes for FY 2077/78 to tax payer affected by COVID-19**

Tax Payer	Annual Transaction Volume (in Rs.)	Tax Rebate
1. Person paying tax u/s 4(4)	Up to 20 Lakhs or Income up to Rs 2 Lakhs	90%
2. Person paying tax u/s 4(4ka)	More than 20 Lakhs, up to 50Lakhs	75%
3. Any Person	Up to 1 Crore	50%
4. Hotel, Trekking, Travels, Cinema Industry, Party palace, Media House, Transportation and Air Transport Service having transaction More than 1 Crore	Tax Rate Applicable	1%

- Further loss of FY 2076-77 and FY 2077-78 can be carried forward for 3 additional years for the business mentioned in point 4 above
- **Donation Expenses allowed as deduction:**
 - Donation to Corona Infection Relief, Control and Treatment Fund in FY 2077/78 established by Central, State or Local Government of Nepal will be allowed for deduction for the computation of total taxable income.

- **CSR Expenses used in Medical Sector allowed as deduction:**
 - CSR Expenses allocated for the construction of special Covid-19 hospital as prescribed by Ministry of Health and Population, Nepal Government and expenses incurred on purchase of health equipment and materials related to treatment of Covid-19 will be allowed as deduction in the FY 2077/78.
- **Special provision related to transfer of contribution to the Social Security Fund (SSF):**
 - If any participants or interested participants of the Social Security Fund (SSF) under contribution based Social Security Act, 2074 transfer their fund deposited under any approved retirement fund to the SSF within Chaitra end, 2078
 - then the TDS applicable on such transfer as per Section 88 of the Income Tax Act, 2058 shall not be collected.
- **Special Reliefs on renewal of Private firms and Companies:**
 - If the Private Firms established under Private Firm Registration Act, 2014 or Company registered under Companies Act, 2063
 - that have not submitted the annual returns and/or not renewed its registration up to FY 2076-77
 - submits up to date annual returns and fees & penalty of 10%
 - then the remaining penalty shall be waived.



INCOME TAX



General Tax Relief

CORONA RELIEF



90% Tax Relief to the Taxpayer falling u/s 4(4)
75% Tax Relief for the Taxpayer Falling u/s 4(4ka) Presumptive Taxation

50% Tax exemption in income tax to any Person having transaction up to NPR 1 Crore

50% Tax exemption in income tax to any Person having transaction up to NPR 1 Crore

1% Income Tax Rate to Hotel, Travel, Trekking, Film Business (Production, Distribution & Show), Media House,

Transportation or Airlines having transaction more than 10 Million & Carry Forward loss further 3 Years.

SLAB RATE



NO CHANGE



GENERAL TAX RATE - ENTITY

25%



Amendment in Some Definition & it's Impact

Definition of Non-Business Chargeable Assets:

Non-Business Chargeable Assets means land, building, interest in any entity, or securities other than the following Assets:

2. **Private Building** of a natural person in the following conditions:
 - a) Continuous Ownership for 10 years or more; and
 - b) Resided therein for 10 years or more continuously or intermittently by the person.

Clarification: For the purpose of this clause, 'private building' means house and the land occupied by the house or 1 Ropani (5476 sq. ft) land whichever is lower.

Existing Provision:

Definition of Non-Business Chargeable Assets:

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 - b) Resided therein for 10 years or more continuously or intermittently by the person.

Clarification: For the purpose of this clause, 'private building' means house and the land occupied by the house **and extra land equivalent to the land occupied by such house** or 1 Ropani (5476 sq. ft) land whichever is lower.

New Provision:

Impact:

Some relief on taxpayer against paying the Capital Gain tax on the resident building along with the land attached thereto.



Amendment in Some Definition & it's Impact

Existing Provision:

Definition of Service Fee

“Service Fee” means any fee paid to a person according to market value for the services provided by him; the term includes commissions, meeting allowances, management fee or technical service fee.

New Provision:

Definition of Service Fee

“Service Fee” means any fee paid to a person according to market value for the services provided by him; the term includes **commissions**, meeting allowances, management fee or technical service fee.

Impact:

Service Fee & Commission Distinguished.
TDS on Service is 1.5% if VAT registered otherwise 15%.
In Commission it is 15%.

Relief of Tax Payers on Litigation in Revenue Tribunal:

A person who makes an appeal pursuant to sub-section (1) of section 116, total amount of undisputed tax and 50 percent of disputed tax amount, fee and penalty, out of the assessed tax amount to be paid as a deposit **or bank guarantee**.

In calculating deposit or bank guarantee pursuant to subsection (5) of section 116, twenty five percent tax amount filed with the Inland Revenue Department for administrative review shall also be included.

Transfer of fund to Social Security Fund:

If any contributor transfer his contribution from approved retirement fund to social security fund established under Contribution Based Social Security Fund Act, 2074 within Chaitra End, 2078 then no TDS shall be applicable under section 88 on such amount. (Section 32 of Finance Ordinance 2078).

Reduction of Tax Rates to Institutional Agricultural Firms/Companies:

The Tax Rate for Institutional Agricultural Farm will be 50% of the Applicable Tax Rate.


No Income Tax for Mutual Fund

Section 10 has been amended and made Exemption from Income tax of the Earning of the Mutual Fund Licensed from SEBON.


Significant Tax Rebate on rate of taxes for FY 2077/78 to tax payer affected by COVID-19

- Small Businesses
- Any Business having turnover upto 10 Million NPR
- Travel
- Party Palace
- Media House
- Hotel
- Transportation
- Film Industry
- Airlines

INCOME TAX
SLAB RATE
For Resident Person

Particulars	FY 2078/79		FY 2077/78		
	Rs.	Tax Rate	Rs.	Tax Rate	
 First Tax slab	4,00,000	1%	First Tax Slab	4,00,000	1%
Next	1,00,000	10%	Next	1,00,000	10%
Next	2,00,000	20%	Next	2,00,000	20%
Next	13,00,000	30%	Next	13,00,000	30%
Balance Exceeding	20,00,000	36%	Balance Exceeding	20,00,000	36%

Assessed as Individual

Particulars	FY 2078/79		FY 2077/78		
	Rs.	Tax Rate	Rs.	Tax Rate	
 First Tax Slab	4,50,000	1%	First Tax Slab	4,50,000	1%
Next	1,00,000	10%	Next	1,00,000	10%
Next	2,00,000	20%	Next	2,00,000	20%
Next	12,50,000	30%	Next	12,50,000	30%
Balance Exceeding	20,00,000	36%	Balance Exceeding	20,00,000	36%

Assessed as Couple
For Non-Resident Person

S. N.	Nature of transaction	FY 2077/78	FY 2076/77
1.	Income earned from normal transactions.	25% flat rate	25% flat rate
a.	Income earned from providing shipping, air transport or telecommunication services, postage, satellite, optical fiber project.	5%	5%
b.	Income earned providing shipping, air transport of telecommunication services through the territory of Nepal.	2%	2%
c.	Repatriation by Foreign Permanent Establishment.	5%	5%

1. Natural person working at remote areas are entitled to get deduction from taxable income to a maximum of Rs. 50000.
2. Social Security Tax shall not be applicable for natural person having pension income.
3. Incapacitated natural person shall be entitled to get deduction from taxable income an additional 50% of amount prescribed under first tax slab.
4. A Resident natural person who has procured life insurance and paid premium amount thereon shall be entitled to a deduction of actual annual insurance premium or Rs. 25000 whichever is less from gross taxable income.
5. A Resident natural person who has procured Health Insurance and paid premium amount thereon shall be entitled to a deduction of actual annual insurance premium or Rs. 20000 whichever is less from gross taxable income.
6. **A Resident natural person who has procured Insurance Policy for his house and premium thereon shall be entitle to a deduction of actual annual insurance premium of NPR 5000 whichever is lower from his gross taxable income.**
7. In case of the employee employed at the foreign diplomatic mission of Nepal only 25% of the foreign allowances are to be included in the income from salary.
8. In case of the employee posted outside Nepal is getting foreign allowance will get 75% rebate of such allowance.
9. In case of the female employee whose taxable income is only from employment than 10% rebate is allowed on tax liability.
10. *Any resident natural person having pension income will get additional deduction from taxable income of the amount equivalent to 25% of the amount of first slab from the taxable income.*
(Reintroduced from Finance Ordinance, 2078)
11. *In case of gain on disposal of listed securities owned by resident natural person, the concerned stock exchange at the time of settlement of transaction shall levy tax at the rate of:*
 - 5% of profit if held for more than 365 days and
 - 7.5% of profit if held for a period of 365 days*(Till Last FY, it was 5% for irrespective of holding period of securities)*

INCOME TAX
The major changes brought forward by finance bill 2078/79 relating to Income Tax

Section	Amended Provision	Existing Provision
10(Tha)	Income Earned By Mutual Fund (Licensed from Securities Board of Nepal) as per it's objective will be exempt from the Income Tax	New Provision introduced by finance Ordinance 2078.
10(Da)	Income Earned by the Education Institute operated as Not for Profit Earning or Distribution as per the MOU with the Governement will be exempt from the Income Tax. Such Profit should be as per it's objective.	New Provision introduced by finance Ordinance 2078.
11(1)	Agriculture Income by Individual not having any registered firm shall be exempt from Income Tax. However, Agriculature Income Earned by any Registered Firm, Company, Partnership or Body Corporates (Sangathit Sanstha) shall be 50% exempt from the Income Tax. <i>#Registered Firm # Agriculture Business</i>	Agriculture Income by Individual not having any registered firm shall be exempt from Income Tax.
11(3Na)	Income from Export having source in Nepal in any Financial Year shall be exempt as follows: a) In case of Resident Individual whose income is taxed at the rate of 20%; 25% rebate is available. In case of Resident Individual whose income is taxed at the rate of 30%; 50% rebate is available b) In case of Entity, 20% rebate c) Income from Export of the goods manufactured by the Manufacturing Industries shall be exempt by extra 35% rebate on tax after making rebate under clause (a) or (b) as applicable <i>#Export # Manufacturing Industires</i>	Income from Export having source in Nepal in any Financial Year shall be exempt as follows: a) In case of Resident Individual whose income is taxed at the rate of 20%; 25% rebate is available. In case of Resident Individual whose income is taxed at the rate of 30%; 50% rebate is available b) In case of Entity, 20% rebate c) Income from Export of the goods manufactured by the Manufacturing Industries shall be exempt by extra 25% rebate on tax after making rebate under clause (a) or (b) as applicable

INCOME TAX
The major changes brought forward by finance ordinance 2078/79 relating to Income Tax

Section	Amended Provision	Existing Provision
11(3Da)	<p>Tax concession of 50% shall be provided for first 3 years from start of operation and 25% Tax Concession shall be provided for Subsequent 5 years from start of operation to Special industry established in industrial area or industrial village.</p> <p>#Special Industry # Industrial Villiage/Are #Tax Rebate</p>	<p>Tax concession of 25% shall be provided for first 5 years from start of operation to Special industry established in industrial area or industrial village.</p> <p>Added by finance Act 2077</p>
11(3Dha)	<p>Tax Concession of 20% will be available on Income earned by Domestic Manufacturer of Raw Material and Auxiliary Raw Material who sell their product to the Special Industry.</p> <p>#Domestic Manufacturer # Selling to Special Industries</p>	<p>Added by Finance Ordinance, 2078 (New Provision)</p>
11(3Na)	<p>100% Tax Exemption will be available to Start up having turnover upto 1 Crore and Using New Technology, Skill, Idea, Knowledge etc for the Period of 5 Years from the Date of Starting Business</p> <p>#Start up #New Tech/Skill #5 Years</p>	<p>Added by Finance Ordinance, 2078 (New Provision)</p>
11(3pa)	<p>Special Industry operating in Kathmandu Valley and Shifting outside Kathmandu Valley will get Tax Concession of 100% for the period of 3 Years from the date of Operation to New Place and 50% Tax Concession for the Next 2 Years</p> <p>#Special Industry #Shifting outside Ktm Valley</p>	<p>Added by Finance Ordinance, 2078 (New Provision)</p>

INCOME TAX
The major changes brought forward by finance ordinance 2078/79 relating to Income Tax

Section	Amended Provision	Existing Provision
11(pha)	<p>Tax Concession of 50% for the first 3 years and 25% for the subsequent 2 Years from the date of Operation to the Industries producing New Goods from the Used goods that make direct effect to Environment</p> <p>#Tax Concession #Manufacturer #From used Goods</p>	Added by Finance Ordinance, 2078 (New Provision)
12 (Ga)	<p>Seed Capital given to New Start Up: Seed Capital Given to New Start up being Unrelated Party shall be given as deduction from the Income.</p> <p>The maximum limit is NPR 100,000 per start up and upto Maximum 5 Start up.</p> <p>#Deduction # Seed Capital # Max 100,000 for 5 Start Ups</p>	Added by finance bill 2077
29 of FO, 2078	<p>Any Person making Contribution in Covid Related Fund Established by Federal Government, Provincial Govt or Local Government in FY 2077-78 will be allowed to deduct such Fund</p>	Finance Ordinance, 2078, Continued the Previous Year Provision

Section	Amended Provision	Existing Provision
Sec 4(4) & Sec 1(7) of Sch 1 For the FY 2077-78	<p>Applicability Tax in case of resident natural person fulfilling the following conditions:</p> <ol style="list-style-type: none"> The person has income from source in Nepal only The person has not opt for tax credit u/s 51 and 93 The person has profit upto Rs 300 thousands and turnover upto 3 Million The Person has opted to tax under presumptive Basis The Person is not registered in VAT <p>Tax Rate Business Operating at:</p> <ol style="list-style-type: none"> Metropolitan or Sub Metropolitan- Rs 7500 NPR 750 (90% Rebate) Municipality- Rs 4,000 NPR 400 (90% Rebate) Other than a and b- Rs 2,500 NPR 250 (90% Rebate) 	<p>Applicability: Tax in case of resident natural person fulfilling the following conditions:</p> <ol style="list-style-type: none"> The person has income from source in Nepal only The person has not opt for tax credit u/s 51 and 93 The person has profit upto Rs 200 thousands and turnover upto 2 Million The Person has opted to tax under presumptive Basis The Person is not registered in VAT <p>Tax Rate Business Operating at:</p> <ol style="list-style-type: none"> Metropolitan or Sub Metropolitan- Rs 7500 Municipality- Rs 4,000 Other than a and b- Rs 2,500
Sec 4(4) & Sec 1(7) of Sch 1 For the FY 2078-79	<p>Applicability Tax in case of resident natural person fulfilling the following conditions:</p> <ol style="list-style-type: none"> The person has income from source in Nepal only The person has not opt for tax credit u/s 51 and 93 The person has profit upto Rs 300 thousands and turnover upto 3 Million The Person has opted to tax under presumptive Basis The Person is not registered in VAT <p>Tax Rate Business Operating at:</p> <ol style="list-style-type: none"> Metropolitan or Sub Metropolitan- Rs 7500 Municipality- Rs 4,000 Other than a and b- Rs 2,500 	<p>Applicability: Tax in case of resident natural person fulfilling the following conditions:</p> <ol style="list-style-type: none"> The person has income from source in Nepal only The person has not opt for tax credit u/s 51 and 93 The person has profit upto Rs 2 Lacs and turnover upto 20Lacs The Person has opted to tax under presumptive Basis The Person is not registered in VAT <p>Tax Rate Business Operating at:</p> <ol style="list-style-type: none"> Metropolitan or Sub Metropolitan- Rs 7500 NPR 750 (90% Rebate) Municipality- Rs 4,000 NPR 400 (90% Rebate) Other than a and b- Rs 2,500 NPR 250 (90% Rebate)

Section	Amended Provision	Existing Provision
Sec 4(4ka) & Sec 1(17) of Sch 1 For the FY 2077-78	<p>Applicability: Tax in case of resident natural person fulfilling the following conditions:</p> <ol style="list-style-type: none"> The person has income from source in Nepal only The person has turnover more that Rs 20 Lacs but less than Rs 50Lacs The Person is not registered in VAT The person doesn't provide consultancy services & Expert services <p>Tax Rate (75% Rebate Provided)</p> <ul style="list-style-type: none"> Person conducting transaction with up to 3% value addition or commission including gas, cigratte---- 0.25% of the turnover 0.0625% Person other than specified above----- 0.75% of the turnover 0.1875% Service Provider-----2% 0.5% 	<p>Applicability: Tax in case of resident natural person fulfilling the following conditions:</p> <ol style="list-style-type: none"> The person has income from source in Nepal only The person has turnover more that Rs 20 Lacs but less than Rs 50Lacs The Person is not registered in VAT The person doesn't provide consultancy services & Expert services <p>Tax Rate</p> <ul style="list-style-type: none"> Person conducting transaction with up to 3% value addition or commission including gas, cigratte---- 0.25% of the turnover Person other than specified above----- 0.75% of the turnover Service Provider-----2%
Sec 4(4) & Sec 1(7) of Sch 1 For the FY 2078-79	<p>Applicability: Tax in case of resident natural person fulfilling the following conditions:</p> <ol style="list-style-type: none"> The person has income from source in Nepal only The person has turnover more that Rs 3 Million but less than Rs 10 Millions and Profit is upto 1 Milion The Person is not registered in VAT The person doesn't provide consultancy services & Expert services <p>Tax Rate</p> <ul style="list-style-type: none"> Person conducting transaction with up to 3% value addition or commission including gas, cigratte---- 3 Million-----0.25% of Turnover 5 Million-----0.30% of Turnover Person other than specified above 3 Million to 5 Million-----1% of Turnover 5 Million to 10 Million-----0.80% of Turnover Service Provider (3 Million to 10 Million)----- 2% 	<p>Applicability: Tax in case of resident natural person fulfilling the following conditions:</p> <ol style="list-style-type: none"> The person has income from source in Nepal only The person has turnover more that Rs 20 Lacs but less than Rs 50Lacs The Person is not registered in VAT The person doesn't provide consultancy services & Expert services <p>Tax Rate (75% Rebate Provided)</p> <ul style="list-style-type: none"> Person conducting transaction with up to 3% value addition or commission including gas, cigratte---- 0.25% of the turnover 0.0625% Person other than specified above----- 0.75% of the turnover 0.1875% Service Provider-----2% 0.5%

INCOME TAX
The major changes brought forward by finance ordinance 2078/79 relating to Income Tax

Applicable For	Amended Provision
Any person having turnover upto 10 Million NPR	<ul style="list-style-type: none"> • 50% Tax Rebate on Applicable Tax
Rebate for the FY 2077-78	
Hotel, Travel, Trekking, Film Business (Production, Distribution & Show), Media House, Transportation or Airlines having transaction more than 10 Million	<ul style="list-style-type: none"> • Income Tax Rate will be 1% • Applicable for FY 2077-78 • Loss for the FY 2076-77 & 2077-78 Shall be carried forward for 3 more years if unadjusted

INCOME TAX
Time Extension to take Merger Benefits for Bank/FI & Insurance Industries

Section	Amended Provision	Existing Provision
47 Ka (6)	Entity under Same Categories intending to be disposed by merger/acquisition pursuant to 47ka(1) need to give LOI to Inland Revenue Department within Ashad End 2079 .	An Entity intending to be disposed by merger/acquisition pursuant to 47ka(1) need to give LOI to Inland Revenue Department within Ashad End 2078.
47 Ka (7)	Entity Intending to be disposed by Merger/Acquisition pursuant to 47ka(1) shall complete merger/acquisition not later than Ashad End 2080.	Entity Intending to be disposed by Merger/Acquisition pursuant to 47ka(1) shall complete merger/acquisition not later than Ashad End 2079.

INCOME TAX
Existing provisions of Income Tax relevant to business entity not amended by finance ordinance 2078/79

Section	Nature of entity	Applicable for both FY 2078/79 and 2077/78
	<u>Domestic income</u>	
	Normal Rate (NR)	25%
	<u>Other</u>	
	Providing direct employment to Nepalese citizens by special industries and information technology industries for whole year:	
	For 100 or more Nepali National	90% of Normal Rate
	For 300 or more Nepali National	80% of Normal Rate
11(3) (Ka)	For 500 or more Nepali National	75% of Normal Rate
	For 1000 or more Nepali National	70% of Normal Rate
	For 100 Nepalese including 33% women, dalit & disabled by Special industries.	Additional 10% rebate
11(3)(Kha)	Special industries operating in highly undeveloped(remote), undeveloped, less developed area starting from the date of commercial production or operation. #date of commercial production	shall be eligible for reduced tax rate of 10%, 20% and 30% of applicable tax rate respectively for ten income years including first income year

Section	Nature of entity	Applicable for both FY 2078/79 and 2077/78
11(3)(Ga)	Special industry and tourism industry (excluding casino) established with capital investment exceeding Rs. 1 billion and providing direct employment to more than 500 individuals throughout the year shall be eligible for	100% income tax exemption for five years from the date of commencement of business and 50% exemption for three years thereafter.
Proviso to section 11(3)(Ga)	Provided that, special and tourism industry (excluding casino) currently in operation, where such industry increases its capital investment to at least Rs. 2 billion and provides direct employment to more than 300 individuals throughout the year along with enhancement in capacity by at least 25%, there shall be full tax exemption on income generated from enhanced capacity	100% exempt up to first five years and 50% rebate in subsequent years
11 (3Ka)	Industry established in 'Special Economic Zone' recognized in mountain areas or hill areas by the GON	Up to 10 years 100% exempt and 50% rebate in subsequent years
11 (3Ka)	Industry established in 'Special Economic Zone' other than above locations	100% exempt up to first five years and 50% rebate in subsequent years
11 (3Ka)	Dividend distributed by the industry established in the special economic zone	Dividend Tax is 100% exempt up to first five years and 50% rebate in subsequent 3 years
11 (3Ka)	Income derived by the foreign investors from investment in 'Special Economic Zone'(source of income use of foreign technology, management service fee and royalty)	50% of applicable tax rate

INCOME TAX
Existing provisions of Income Tax relevant to business entity not amended by finance ordinance 2078/79

Section	Nature of entity	Applicable for both FY 2078/79 and 2077/78
11 (3Yna)	Income from sale by intellectual asset by a person through transfer	50% of applicable tax rate
11 (3Ta)	Tourism Industry or International Airlines established with more than NPR 2 Billion	100% Tax Exemption for first 5 Years and 50% Tax Exemption for next 3 years
11 (3Tha)	Dividend Distribution Tax in case Special Industry, Industry based in Agriculture and Tourism sector capitalizing its profit for the purpose of expansion of capacity of industry.	100% exempt of Dividend Tax
11 (3Da)	Private Company having Paid up Capital NPR 500 Million or More converted into Public Company	10% Rebate in Income Tax for 3 Years
11 (3Dha)	Domestic Tea Production & Processing Industries, Dairy Industries & Textile Industries	50% of applicable tax rate
11 (3Ana)	Health Services Provided by the Community	20% Reduction of Income Tax Act
11(3ta)	Income generated by micro industries for Seven years from the date of commencement of business or transaction. Where such industry is owned by woman, there shall be tax exemption for another three years thereafter.	100% exemption of income tax
	#seven years, three years	
11 (3Tha)	Dividend Distribution Tax in case Special Industry, Industry based in Agriculture and Tourism sector capitalizing its profit for the purpose of expansion of capacity of industry.	100% exempt

INCOME TAX
Existing provisions of Income Tax relevant to business entity not amended by finance ordinance 2078/79

Section	Nature of entity	Applicable for both FY 2078/79 and 2077/78
11(3Gha)	Person or entity who has obtained license for commercial production, transmission, and distribution of electricity by Chaitra end 2080 shall be eligible for concession of Such facility shall also be provided to electricity produced from solar, bio or wind energy.	-100% of applicable tax for the first 10 years from the date of commercial production of electricity -50% of the applicable tax for the next 5 years.
11(3Cha)	Entities carrying out the following transactions shall be provided following concession for 10 years from the date of commencement of commercial transactions/operations on the income tax levied:	ka. Operation of Trolley or Tram - 40 % concession kha. Construction and operation of Ropeway, Cable Car, Sky Bridge – 40% Concession Ga. Construction & Operation of Roads, Bridge, Tunnel Way, Tunnel, Railway, Airport - 50 %concession
11(3Chha)	Income manufacturing industry, tourism service industry hydropower generation, distribution and transmission industry listed in the security exchange (i.e. capital market)	85% of applicable tax rate
11(3Ja)	There shall be tax concession of 40 % and 25 % for ten years from the date of Operation, if an industry produces brandy, cider or wine based on fruits in highly undeveloped area and undeveloped area respectively.	There shall be tax concession of 40 % for ten years from the date of Operation, if an industry produces brandy, cider or wine based on fruits in highly undeveloped area.
11 (3Jha)	Royalty from export of Intellectual Asset by a person	75% of applicable tax rate

Section	Nature of entity	Applicable for both FY 2078/79 and 2077/78	
Sch 1(13)	Presumptive tax in case a Resident Natural Person is engaged in business of Public Vehicles	<u>Rate as per nature of vehicles</u>	
		1. Car, Jeep, Van and Micro Bus Up to 1300CC	Rs. 4,000
		From 1301 CC to 2000 CC	Rs. 4,500
		From 2001 CC to 2900 CC	Rs. 5,000
		From 2901 CC to 4000 CC	Rs. 6,000
		Above 4001 CC	Rs. 7,000
		2. Mini Truck, Mini Bus & Water tanker	Rs. 6,000
		3. Mini Tripper	Rs. 7,000
		4. Truck & Bus	Rs. 8,000
		5. Dozers, Excavator, Loader, Roller, Crane and like such machinery equipment Rs.12,000	
6. Oil tanker, Gas Bullet and tripper Rs.12,000			
7. Tractor	Rs. 2,000		
8. Power tiller	Rs. 1,500		
9. Auto Rickshaw, Three wheeler, Tempo	Rs. 2,000		
11 (3Dha)	Domestic Tea Production & Processing Industries, Dairy Industries & Textile Industries	50% of applicable tax rate	
11 (3Ana)	Health Services Provided by the Community	20% Reduction of Income Tax Act	

INCOME TAX
Existing provisions of Income Tax relevant to business entity not amended by finance ordinance 2078/79

Section	Nature of entity	Applicable for both FY 2078/79 and 2077/78
Sch 1 Sec 2(2)	Bank and Financial Institution	
	Commercial banks, Development Banks and Finance companies	30%
	Insurance business	
	General insurance business	30%
	Petroleum Industries	
	Entity engaged in Petroleum business under Nepal Petroleum Act , 2010	30%
	Merchant Banks, Telecommunication and Internet Services Industry, Money Transfer Capital Market, Commodity Future Market, Securities Brokers and Companies involved in securities business	30%
Sch 2 Sec 6	Non resident carrying on air and water transport and Telecommunication services in Nepal :	
	a. If the goods and Passengers embarking from Nepal	5%
	b. If a person books ticket from Nepal but the departure is from any foreign country	2%

INCOME TAX
Withholding Taxes

S. N.	Nature of transaction	FY 2078/79	FY 2077/78
A.	Interest income from deposit up to Rs 10000 under 'Micro Finance Program', 'Rural Development Bank', 'Postal Saving Bank' & Co-Operative (u/s-11(2ka) in Village Municipality areas	Exempt from tax	Exempt from tax
B.	Wind fall gains Wind fall gains from Literature, Arts, Culture, Sports, Journalism, Science & Technology and Public Administration amount received up to 5 lacs	25% Nil	25% Nil
C.	Payment of rent by resident person having source in Nepal However no TDS on payment of rent to natural person.	10%	10%
D.	Profit and Gain from Transaction of commodity future market	10%	10%
	Profit and Gain from Disposal of Shares:		
	<u>In case of Natural Resident Person</u>		
	– Listed Shares held for more than 365 days	5%	5%
	– Listed Shares held for 365 days or less	7.5%	5%
	– Non Listed Shares	10%	10%
E.	<u>Resident Entity</u>		
	– Listed Shares	10%	10%
	– Non Listed Shares	15%	15%
	<u>Others</u>		
	– Listed Shares	25%	25%
	– Non Listed Share	25%	25%
	On dividend paid by the resident entity.		
F.	– To Resident Person	5% for both	5% for both
	– To Non Resident Person		
G.	On payment of gain in investment insurance	5%	5%
H.	On payment of gain from unapproved retirement fund	5%	5%
I.	On payment of interest or similar type having source in Nepal to natural person [not involved in any business activity by Resident Bank, financial institutions or debenture issuing entity, or listed company	5%	5%
J.	Payment for articles published in newspaper	No TDS	No TDS

INCOME TAX
Withholding Taxes

S. N.	Nature of transaction	FY 2078/79	FY 2077/78
K.	Interest payment to Resident bank, other financial institutions	No TDS	No TDS
L.	Interregional interchange fee paid to credit card issuing bank	No TDS	No TDS
M.	Interest or fees paid by Government of Nepal under bilateral agreement	No TDS	No TDS
N.	On payment of general insurance premium to resident insurance company	No TDS	No TDS
O.	On payment of premium to non-resident insurance company	1.5%	1.5%
P.	Contract payment exceeding Rs 50000 for a single contract within 10 days.	1.5%	1.5%
Q.	Interest & Dividend paid to Mutual Fund	No TDS	No TDS
	Payment of consultancy fee:		
R.	– to resident person against VAT invoice	1.5%	1.5%
	– to resident person against non VAT invoice	15%	15%
	Payment on contract to Non Resident Person		
S.	– On repair of aircraft & other contract	5%	5%
	– Other than above	5%	15%
T.	TDS deducted on payment of dividend made by Mutual fund to natural Person is final withholding Tax.	5%	5%
U.	TDS on Payment by Resident Person for utilizing services related with Satellite, Bandwidth, Optical Fiber, equipment relating to telecommunications or electric transmission	10%	10%
V.	Dividend Paid by Partnership Firm to its Partners	5%	5%
W.	Payment for the freight to transportation service or Renting of Transportation vehicle	2.5%	2.5% 1.5% (VAT Registered)

INCOME TAX
Withholding Taxes

S. N.	Nature of transaction	FY 2078/79	FY 2077/78
8X.	Renting of Vehicle	1.5%	1.5%
	-VAT Registered -No VAT Registered	10%	10%
Y.	Payment made against question setting, answer evaluation	15%	15%
Z.	Payment to Non Resident Company against Commission paid for Reinsurance	1.5%	1.5%
AA.	Payment made to Consumer Committee	1.5%	1.5%
AB	Commercial Import of Buffalo, Goat, Sheep, Fresh & Frozen Fish, Fruits,	5% of Custom Value	5% of custom value
AC	On Import of Meat, Milk Product, Egg, Honey, Millet, Buckwheat, Junelo, Rice, Wheat Flour, Meslin Flour, Other Flours, Herbs, Sugarcane, Herbal products	2.5%	2.5%
AD	Foreign Currency Exchange service by resident bank for students going abroad for study making payment for language exam and standardized test	15% (TCS)	15% (TCS)
AE	Interest paid by resident bank and financial institution to foreign bank or financial institution	10%	15%
AF	In case of the encouragement amount received by consumer of good and services for the payment made through payment cards, E-Money (Wallet), Mobile Banking and electronic payment during purchases as per the prevailing laws, no tax shall be deducted.	No TDS	No TDS
AG	<i>Payment received by a person in foreign currency for providing software or other electronic services of similar nature outside Nepal.</i>	1% (TCS) To be Collected by Bank/FI/Money T/F	No TCS
AH	Interest on Deposit of Life Insurance Companies	5%	15%

INCOME TAX
Withholding Taxes

Section	Amended Provision	Existing Provision
88(1)(11)	Registration Fee, Education Fee or Exam Fee paid to Foreign Education Institute or University 5% withholding tax will be applicable	Earlier Generally covered as Service Fee/Royalty and 15% withholding taxes is applicable
88(4)(Na)	The Provision has been withdrawn. However, the same is governed by 88(4)(ga) and hence still No Withholding.	No Withholding on payment of dividend and interest to Mutual Fund.
95Ka(6kha)	In case a person receives payment in foreign currency for providing software or other electronic services of similar nature outside Nepal, the concerned bank, financial institution and money transfer institution shall collect advance tax at the rate of one percent of the payment received.	New Provision introduced by Finance Ordinance 2078.
95Ka(4)	Removed by Finance Ordinance 2078	No advance tax shall be collected in the case of gain acquired from disposal of securities of an entity owned by mutual fund.
95Ka(2)(Ka)	In case of gain on disposal of securities of an entity enlisted in the Securities Board of Nepal, the entity working for stock exchange shall collect advance tax at the rate of 5% of profit if held for a period of more than 365 days and 7.5 percent of profit if held for a period of 365 days or less for a resident individual , 10% of the profit for a resident entity and 25% percent of the profit for others.	In case of gain on disposal of securities of an entity listed in the Securities Board of Nepal, the entity working for stock exchange shall collect advance tax at the rate of five percent of profit for a resident individual, ten percent of the profit for a resident entity and twenty five percent of the profit for others.
92(1)(ta)	Payment for vehicle hire or hire of transport vehicle or transportation services of an individual except a private firm (Final Withholding Payment, More Coverage)	Payment for motor vehicle rent or transportation services of an individual except private firm

VALUE ADDED TAX

VAT Rate

No
Change in
Value
Added
Tax Rate

13%

VAT Threshold

5 Million NPR



Person dealing in
goods

2 Million NPR



Person dealing in
Services

2 Million NPR



Person dealing in
Goods & Services both

Waiver of interest, Fees, Fines and Penalties

Where an appeal filed in Administrative Review, Revenue Tribunal or in the court relating to Tax finalized up to Ashad end 2077 under VAT Act 2052 or amended tax amount thereon except in relation to false or duplicate bills is withdrawn and the VAT amount including 50 % Interest up to the date of application of utilizing the benefits provided is paid by the end of Mangsir 2078.

VALUE ADDED TAX

- Existing Value Added Tax rate of 13 percent for the fiscal year 2078/79 remains unchanged except stated in Schedule 1 and Schedule 2.
- List of specific businesses specified under section 10(2) that require mandatory registration has been deleted.
- VAT credit on Diesel, Petrol (Other than used in Vehicle) and LP gas consumed for production of taxable goods can now be availed.
- Mandatory Electronic Billing for all VAT Registered Tax Payer gradually.
- Instant Refund of 10% of VAT paid through Debit Card, Credit Card, QR code, Scan to Pay or other electronic medium on purchase of goods or services.
- While Making Payment to concerned contractor or supplier in respect of supply of goods services or both under any agreement or contract, the Government entity, institution or Organization, Govt Authorities shall directly withhold and deposit 30% of the VAT amount (Previously it was 50%).

Summary of Changes in Value Added Tax

- VAT Exemption – Addition to Schedule 1
- Service charge of E-Library
 - Silo and service related to stock of farm produce in Silo Group 11 8479.89.60
 - Money Exchange, Swift Service, Hire purchase transaction, Deposit and Credit Guarantee Service
 - Service relating to issuing Certificate of origin for export
 - Service relating to Trekking and Tour Packages
 - Rent on transportation of goods, transportation services (other than related to supply) and cargo service.
 - VAT Exemption on import of Medical Equipment's, Oxygen cylinders up to 2078 Poush End
 - New Format of Purchase Register & Sales Register has been Prescribed. (Quantity, Name of Goods/ Service). In case of Export 'Country of Export'

VALUE ADDED TAX



Summary of Amendments in Value Added Tax

- Provision for attestation of Sales and Purchase register for each financial year by tax officer has been withdrawn. Now, assessee can maintain the record of purchase and sales on self verified register. Such register may be demanded and checked by Tax officer at any time.
- VAT Exemption on import of Medical Grade Oxygen, Liquid Oxygen, Oxygen cylinder, Oxygen plants and other life saving medical equipment's and medicines up to 2078 Poush End.
- Provision related mandatory registration of specified business has been withdrawn. Now, those business can operate in municipality without VAT registration if the sales is below 20 lacs in case of service and 50 lacs in case of goods.
- Services like e-library service, cargo service, trekking and tour packages, rental charges on transportation has been included in Schedule 1 of the Act.

Section	Amended Provision	Existing Provision
10 (2)	<p>Where the goods or services transacted by a person becomes taxable, such person shall submit an application for registration in prescribed form within 30 days of date of operation of such transaction or date on which such tax is attracted.</p> <p>Removed: List of specified business that requires mandatory registration in VAT has been deleted.</p>	<p>Where the transaction of goods or services of a person becomes taxable or the person conducts following transactions, the person shall make an application in the prescribed format for the purpose of registration in front of tax officer within 30 days of transaction being taxable or operation of transaction:</p> <p>a. Operation of business related to brick production, alcohol, wine, health club, discotheque, massage therapy, motor parts, electronic software, customs agent, toys business, trekking, rafting, ultra light flight, paragliding, tourist vehicle, crusher, sand mine, slate or stone.</p> <p>b. Where a person conducts business of hardware, sanitary, furniture, fixture, furnishing, automobiles, electronics, marble, Educational consultancy, Account and Audit related services, catering service, party palace, parking service, dry cleaners using machinery, restaurant with bar, ice cream industry, colour lab, boutique, uniform supplier for educational, health or other entities inside Metropolitan City, Sub Metropolitan City, or areas as prescribed by department.</p>
10 (ga)	<p>Registered person requires to update the information relating to registration in the biometric of record department within the time limit prescribed.</p>	<p>Registered person requires to update the information relating to registration in the biometric of record department within the time limit prescribed.</p>
16 (3)	<p>Any person whether registered or not involving in transaction in relation to goods or service which is subject to tax shall prepare and maintain the self attested sales and purchase register. Such register may be demanded and checked by Tax officer at any time.</p>	<p>A registered person shall use the purchase and sales registered duly attested from tax officer for the purpose of accounts.</p>

VALUE ADDED TAX
The major changes brought forward by finance ordinance 2078/79 relating to VAT

Section	Amended Provision	Existing Provision
16 (3ka)	Section 16 (3ka) has been deleted.	Every unregistered person dealing in transaction of taxable goods and services shall use purchase book and sales book duly attested by themselves. Such accounts may be examined by the tax officer as and when the tax officer desires so.
16 (kha)	Tax paid on goods damaged as a result of fire, theft, accident, breakage or terrorist activities or on expired goods shall be allowed as credit as prescribed.	Tax paid on goods damaged as a result of fire, theft, accident, breakage or terrorist activities shall be allowed as credit as prescribed.
Sec 20(4Kha)	Notwithstanding anything contained in Subsection 4, If the vat liability is amended or reduced by Revenue Tribunal or other court having authority, the tax officer cannot make the amended assessment. However, if the court orders for the amendment assessment, s/he can make amended assessment.	New Provision added by Finance Bill 2078
Section 21 (1)(jha)	Collection of VAT: by publication or transmission or enlisting on the website of department the name of taxpayer who has not submitted tax within the limit prescribed.	New Provision added by Finance Bill 2078
Section 29(1) (cha 1)	Any person involved in following offences will be penalized by the tax officer as prescribed: Rs. 1000/- for per violation of Section 16(3ka). This provision has been deleted by Finance Bill 2078	Any person involved in following offences will be penalized by the tax officer as prescribed: Rs. 1000/- for per violation of Section 16(3ka).

Section	Amended Provision	Existing Provision
Section 32kha (2)	<p>Public Circular: The department shall make available the circulars issued pursuant to section 32 kha(1) for the public information through publishing at its own website or at national level newspaper or through other electronic medium.</p>	The department shall make available the circulars issued pursuant to section 32 kha(1) for the public information through publishing at its own website or at national level newspaper.
Section 33	<p>Deposits to be kept:</p> <ol style="list-style-type: none"> 1. While filing an appeal in the revenue tribunal under this Act, the undisputed amount out of the assessed tax shall be paid and a deposit equal to fifty percent of the disputed amount of assessed tax and penalties thereto shall be made in cash or by producing a bank guarantee. 2. While calculating the deposit or bank guarantee pursuant to subsection 1, amount equal deposited (25 % of Tax) in the IRD for the administrative review shall also be taken in account. 	While filing an appeal in the revenue tribunal under this Act, the undisputed amount out of the assessed tax shall be paid and a deposit equal to fifty percent of the disputed amount of assessed tax and penalties thereto shall be made in cash or by producing a bank guarantee.

VALUE ADDED TAX
Benefits provided by finance ordinance 2078/79 in relation to VAT

Section	Tax Benefits	Conditions
20	Waiver of 50 % interest, Fees, Fines and Penalties	Where an appeal filed in Administrative Review, Revenue Tribunal or in the court relating to Tax finalized up to Ashad end 2077 under VAT Act 2052 or amended tax amount thereon except in relation to false or duplicate bills is withdrawn and the VAT amount including 50 % Interest up to the date of application of utilizing the benefits provided is paid by the end of Mangsir 2078.
21(1)	Waiver of Fees, Penalties and Interest	If 75 % of Tax Outstanding under different Tax Act like Hotel Tax, Entertainment Tax, Contract Tax and Sales Tax Act established under VAT 2052 is paid by the end of Poush 2078
21(2)	Waiver of Fees and Penalties	If the assessed/reassessed tax amount under VAT act 2052 up to Ashad End 2076 except in relation to falsified or duplicate bills, is paid along with the interest up to the date of application of availing the benefit provided by the end of Poush 2078
21(3)	Waiver of Total Outstanding Amount	If the Non-Profitable Community Hospital or Health Institution and transportation service provided through electronic medium submits an application for the waiver of Outstanding VAT amount assessed/reassessed up to Jestha 15 2078 by the end of Poush 2078 provided the assessee is not in legal process.

VALUE ADDED TAX
Benefits provided by finance ordinance 2078/79 in relation to VAT

Section	Tax Benefits	Conditions
22	Waiver of VAT, Interest and Penalty	In case of issue of the certificate of origin for the purpose of export till Jestha 14, 2078
23(1)	Waiver of Additional Fees, Interest and Penalty	If the VAT on transaction entered by Travel and Trekking Agency is not collected or submitted in VAT Exempt section of VAT return and VAT on such transaction up to Jestha 14, 2078 is self declared and paid by the end of Poush 2078.
23(2)	Waiver of Additional Fees, Interest and Penalty	If the assessed VAT amount out of outstanding VAT amount pursuant to transaction submitted in VAT return as per subsection 1 is paid by the end of Poush 2078.
23(3)	Waiver of Additional Fees, Interest and Penalty	If the legal cases pending in the court or administrative review for the assessed VAT amount pursuant to subsection 2 is taken back and the assessed amount is paid by the end of Poush 2078.
24	Waiver of Additional Fees and Interest	If the Health Institution requiring to pay the VAT amount after set off of VAT paid on purchase of goods or service with the VAT collected on vatable sales is paid by the end of Ashad 2079.

EXCISE DUTY

Excise Waived



Electrical Cars, Jeep, Van

Major Highlights



25% of Excise amount deposited during administrative review shall be considered while computing deposit amount during application to Revenue Tribunal.



Excise duty rate in Alcoholic and Non Alcoholic Beverages under Heading 22.02, 22.03, 22.04, 22.05, 22.06, 22.07 and 22.08 has been increased.



Excise duty rate in Tobacco and Tobacco Products under the Heading 24.01, 24.02 and 24.03 has been increased.



Excise Duty Reduced from 60% to 40 % on Hybrid Vehicles.

EXCISE DUTY

- Excise Duty on removed on Electric Vehicles. Excise Duty has been reduced in case of Hybrid Vehicles.
- Section 4Gha (2) – A businessperson, other than hotel, restaurants and party palace, carrying on the transaction of liquor shall only transact liquor and tobacco.
- Section 16 (2) (Ga1) – In case licensee engages in production, removal, storage or sale distribution of beer, cigarette or tobacco products commits in others brand name or without any brand name to conceal, hide or evade excise duty, such a person shall be punished with a fine in a sum equivalent to two hundred percent of the claimed amount or One Lakh Rupees, whichever is higher or with imprisonment for a term not exceeding one year or with both punishments.
- Section 16 (3) – The claimed amount pursuant to Clause (e) of Sub-section (1) and Sub-section (2) shall be fixed by adding the value of the excisable goods determined based on the strength, quantity and shape of goods or in case of liquor without brand considering strength of 70 U.P. wherein the excise duty sticker has been used or may be used and the excise duty charged on such excisable goods. If the goods and services whose claimed amount is to be fixed has already been sold, their claimed amount shall be fixed based on the selling price of such goods and services.

Summary of Amendments in Excise Duty

- Section 19(6Ka) – The person applying to Revenue Tribunal according to Sub-section (6) shall pay the entire of the undisputed amount of excise duty out of the amount of excise duty assessed and deposit or provide a Bank Guarantee for 50% of the disputed amount of excise duty and fine.
- Section (6Kha) – For the computation of deposit or Bank Guarantee to be provided according to 6Ka, one-fourth of the excise amount deposited while making an application for administrative review should also be considered.
- (Except Bogus/False Bill/s) Assessed/Re-assessed till Ashad End 2077 under Excise Act, 2058 and pending in Revenue Tribunal/Court if withdrawn and paid Excise Duty & 50% of Interest, Fine, Penalties & 50% interest shall be waived. Due Date is 2078 Masisir End.
- Dues pending under Excise Act, 2015 shall be waived if taxpayer pays 75% of the Duty within Paush 2078. In that case 25% of the duty, interest, fine, penalties will be waived. Dues pending under Excise Act, 2058 and Assessment completed within Ashad 2076 and if the tax payer pays the duty and interest upto the date of application within Paush 2078, the fine & penalties will be waived.
- Taxpayers having expired Excise License willing to renew & continue Business can renew the license within Shrawan 2079 without paying penalty otherwise License will be Cancelled.

EXCISE DUTY
The major changes brought forward by finance ordinance 2078/79 relating to Excise

Heading	Sub-Heading	Particulars	Excise Duty (% except otherwise specified) for FY 2078-79	Excise Duty (% except otherwise specified) for FY 2077-78
08.02		Other nuts, fresh or dried, whether or not shelled or peeled		
		-Macadamia Nuts:		
	0802.80.00	--Areca Nuts	Per Kg NPR 25	5%
	0802.90.00	--Others	Per Kg NPR 25	5%
08.04		Dates, figs, pineapples, avocados, guavas, mangoes and mangosteens, fresh or dried		
		-Dates:		5%
	0804.10.10	---Fresh	5%	-
	0804.10.20	---Dried	5%	-
16.05		Crustaceans, molluscs and other aquatic invertebrates, prepared or preserved		
		-Molluscs:		
	1605.55.00	--Octopus	10%	-
17.01		Cane or beet sugar and chemically pure sucrose, in solid form.		
		-Raw sugar not containing added flavoring or coloring matter:		
		--Cane sugar specified in Subheading Note 2 to this Chapter:		
	1701.13.10	---Sakhhar (Gud)	Per quintal NPR 138	Per quintal NPR 125
		--Other cane sugar:		
	1701.14.10	---Sakhhar (Gud)	Per quintal NPR 138	Per quintal NPR 125
17.03		Molasses resulting from the extraction or refining of sugar.		
	1703.10.00	-Cane molasses	Per quintal NPR 96	Per quintal NPR 80
	1703.90.00	-Other	Per quintal NPR 96	Per quintal NPR 80
20.08		Fruit, nuts and other edible parts of plants, otherwise prepared or preserved, whether or not containing added sugar or other sweetening matter or spirit, not elsewhere specified or included.		
		-Others, including mixtures:		
	2008.20.00	---Pineapple	5%	-

EXCISE DUTY
The major changes brought forward by finance ordinance 2078/79 relating to Excise

Heading	Sub-Heading	Particulars	Excise Duty (% except otherwise specified) for FY 2078-79	Excise Duty (% except otherwise specified) for FY 2077-78
21.06		Food preparations not elsewhere specified or included		
		-Other:		
	2106.90.20	--Pan Masala without Tobacco	Per Kg NPR 812	Per Kg NPR 650
	2106.90.60	--Scented areca nuts without Tobacco	Per Kg NPR 281	Per Kg NPR 225
22.02		Waters, including mineral waters and aerated waters, containing added sugar or other sweetening matter or flavored, and other non-alcoholic beverages, not including fruit or vegetable juices of Heading 20.09		
		-Other:		
	2202.91.00	-- Non-alcoholic beer	Per litre NPR 20	Per litre NPR 17
		--Other:		
	2202.99.10	---Energy Drinks	Per litre NPR 36	Per litre NPR 30
	2202.99.90	---Other	Per litre NPR 14	Per litre NPR 11
22.03	2203.00.00	Beer made from malt.	Per litre NPR 198	Per litre NPR 165
22.04		Wine of fresh grapes, including fortified wines; grape must other than that of Heading 20.09		
		-Sparkling wine		
	2204.10.10	-- Alcohol up to 12%	Per litre NPR 444	Per litre NPR 370
	2204.10.20	-- Alcohol above 12% and below 17%	Per litre NPR 444	Per litre NPR 370
	2204.10.30	-- Alcohol above 17%	Per litre NPR 516	Per litre NPR 430
		-Other wine; grape must with fermentation prevented or arrested by the addition of alcohol:		
		--In containers holding 2 L or less		
	2204.21.10	--- Alcohol up to 12% (Only on import)	Per litre NPR 444	Per litre NPR 370
	2204.21.20	--- Alcohol above 12% and below 17%	Per litre NPR 444	Per litre NPR 370
	2204.21.30	--- Alcohol Above 17%	Per litre NPR 516	Per litre NPR 430

EXCISE DUTY
The major changes brought forward by finance ordinance 2078/79 relating to Excise

Heading	Sub-Heading	Particulars	Excise Duty (% except otherwise specified) for FY 2078-79	Excise Duty (% except otherwise specified) for FY 2077-78
	2206.00.40	--Liquor, cocktail (mixture of alcoholic/alcoholic/non-alcoholic) and other fermented liquors having mixture of herbs with alcoholic content more than 17%	Per litre NPR 516	Per litre NPR 430
	2206.00.90	---Others	Per litre NPR 516	Per litre NPR 430
22.07		Un-denatured ethyl alcohol of an alcoholic strength by volume of 80% volume or higher; ethyl alcohol and other spirits, denatured, of any strength.		
		-Un-denatured ethyl alcohol of an alcoholic strength by volume of 80% volume or higher:		
	2207.10.10	---Un-denatured ethyl alcohol	Per litre NPR 70	Per litre NPR 60
	2207.10.20	--- Rectified spirit used as raw material of liquor having 80% or more alcoholic content by volume	Per litre NPR 70	Per litre NPR 60
	2207.10.30	--- E.N.A. (Extra Neutral Alcohol)	Per litre NPR 76	Per litre NPR 65
	2207.10.40	--- Anhydrous Ethanol (having more than 99% alcohol)	Per litre NPR 9	Per litre NPR 7
	2207.10.90	---Others	Per litre NPR 76	Per litre NPR 65
		Denature Ethyl Alcohol and Other Sprite (any alcohol percentages)		
	2207.20.10	---Denature Sprite (80-99% alcohol)	Per litre NPR 20	Per litre NPR 17
	2207.20.20	---Others	Per litre NPR 76	Per litre NPR 65
22.08		Un-denatured ethyl alcohol of an alcoholic strength by volume of less than 80%, spirits, liquors and other spirituous beverages		
		-Spirits obtained by distilling grape wine or grape marc:		
	2208.20.10	--All kinds of alcoholic fluids including spirits used as raw material of wine or brandy	Per litre NPR 198	Per litre NPR 165
		---Others:		
	2208.20.91	--- Prepared alcohol of strength 15 U.P. (having alcoholic content of 48.5%)	Per litre NPR 1592 Per L.P. litre NPR 1872	Per litre NPR 1325 Per L.P. litre NPR 1560

EXCISE DUTY
The major changes brought forward by finance ordinance 2078/79 relating to Excise

Heading	Sub-Heading	Particulars	Excise Duty (% except otherwise specified) for FY 2078-79	Excise Duty (% except otherwise specified) for FY 2077-78
	2208.20.92	--- Prepared alcohol of strength 25 U.P. (having alcoholic content of 42.8%)	Per litre NPR 1188 Per L.P. litre NPR 1584	Per litre NPR 990 Per L.P. litre NPR 1320
	2208.20.93	--- Prepared alcohol of strength 30 U.P. (having alcoholic content of 39.94%)	Per litre NPR 1105 Per L.P. litre NPR 1578	Per litre NPR 920 Per L.P. litre NPR 1315
	2208.20.99	--- Others: -Whiskies	Per litre NPR 1592 Per L.P. litre NPR 1872	Per litre NPR 1325 Per L.P. litre NPR 1560
	2208.30.10	--Alcoholic fluids including spirits used as raw materials of whisky ---Others:	Per litre NPR 198	Per litre NPR 165
	2208.30.91	--- Prepared alcohol of strength 15 U.P. (having alcoholic content of 48.5%)	Per litre NPR 1592 Per L.P. litre NPR 1872	Per litre NPR 1325 Per L.P. litre NPR 1560
	2208.30.92	--- Prepared alcohol of strength 25 U.P. (having alcoholic content of 42.8%)	Per litre NPR 1188 Per L.P. litre NPR 1584	Per litre NPR 990 Per L.P. litre NPR 1320
	2208.30.93	--- Prepared alcohol of strength 30 U.P. (having alcoholic content of 39.94%)	Per litre NPR 1105 Per L.P. litre NPR 1578	Per litre NPR 920 Per L.P. litre NPR 1315
	2208.30.99	--- Others: Rum and other spirits obtained by distilling fermented sugar-cane products:	Per litre NPR 1592 Per L.P. litre NPR 1872	Per litre NPR 1325 Per L.P. litre NPR 1560
	2208.40.10	-- Alcoholic fluids including spirits used as raw materials of Rum and other spirits obtained by distilling fermented sugar-cane products --- Others:	Per litre NPR 198	Per litre NPR 165
	2208.40.91	--- Prepared alcohol of strength 15 U.P. (having alcoholic content of 48.5%)	Per litre NPR 1592 Per L.P. litre NPR 1872	Per litre NPR 1325 Per L.P. litre NPR 1560
	2208.40.92	--- Prepared alcohol of strength 25 U.P. (having alcoholic content of 42.8%)	Per litre NPR 1188 Per L.P. litre NPR 1584	Per litre NPR 990 Per L.P. litre NPR 1320

EXCISE DUTY
The major changes brought forward by finance ordinance 2078/79 relating to Excise

Heading	Sub-Heading	Particulars	Excise Duty (% except otherwise specified) for FY 2078-79	Excise Duty (% except otherwise specified) for FY 2077-78
	2208.40.93	--- Prepared alcohol of strength 30 U.P. (having alcoholic content of 39.94%)	Per litre NPR 1105 Per L.P. litre NPR 1578	Per litre NPR 920 Per L.P. litre NPR 1315
	2208.40.99	--- Others:	Per litre NPR 1592 Per L.P. litre NPR 1872	Per litre NPR 1325 Per L.P. litre NPR 1560
		-Gin and Geneva :		
	2208.50.10	--Alcoholic fluids including spirits used as raw materials of Gin and Geneva	Per litre NPR 198	Per litre NPR 165
		---Others:		
	2208.50.91	--- Prepared alcohol of strength 15 U.P. (having alcoholic content of 48.5%)	Per litre NPR 1592 Per L.P. litre NPR 1872	Per litre NPR 1325 Per L.P. litre NPR 1560
	2208.50.92	--- Prepared alcohol of strength 25 U.P. (having alcoholic content of 42.8%)	Per litre NPR 1188 Per L.P. litre NPR 1584	Per litre NPR 990 Per L.P. litre NPR 1320
	2208.50.93	--- Prepared alcohol of strength 30 U.P. (having alcoholic content of 39.94%)	Per litre NPR 1105 Per L.P. litre NPR 1578	Per litre NPR 920 Per L.P. litre NPR 1315
	2208.50.99	--- Others:	Per litre NPR 1592 Per L.P. litre NPR 1872	Per litre NPR 1325 Per L.P. litre NPR 1560
		-Vodka		
	2208.60.10	--Alcoholic fluids including spirits used as raw materials of Vodka	Per litre NPR 198	Per litre NPR 165
		---Others:		
	2208.60.91	--- Prepared alcohol of strength 15 U.P. (having alcoholic content of 48.5%)	Per litre NPR 1592 Per L.P. litre NPR 1872	Per litre NPR 1325 Per L.P. litre NPR 1560
	2208.60.92	--- Prepared alcohol of strength 25 U.P. (having alcoholic content of 42.8%)	Per litre NPR 1188 Per L.P. litre NPR 1584	Per litre NPR 990 Per L.P. litre NPR 1320
	2208.60.93	--- Prepared alcohol of strength 30 U.P. (having alcoholic content of 39.94%)	Per litre NPR 1105 Per L.P. litre NPR 1578	Per litre NPR 920 Per L.P. litre NPR 1315
	2208.60.99	--- Others:	Per litre NPR 1592 Per L.P. litre NPR 1872	Per litre NPR 1325 Per L.P. litre NPR 1560

EXCISE DUTY
The major changes brought forward by finance ordinance 2078/79 relating to Excise

Heading	Sub-Heading	Particulars	Excise Duty (% except otherwise specified) for FY 2078-79	Excise Duty (% except otherwise specified) for FY 2077-78
		-Liquor and Cordials		
	2208.70.10	--Alcoholic fluids including spirits used as raw materials of Liquor and Cordials	Per litre NPR 198	Per litre NPR 165
		---Others:		
	2208.70.91	--- Prepared alcohol of strength 15 U.P. (having alcoholic content of 48.5%)	Per litre NPR 1592 Per L.P. litre NPR 1872	Per litre NPR 1325 Per L.P. litre NPR 1560
	2208.70.92	--- Prepared alcohol of strength 25 U.P. (having alcoholic content of 42.8%)	Per litre NPR 1188 Per L.P. litre NPR 1584	Per litre NPR 990 Per L.P. litre NPR 1320
	2208.70.93	--- Prepared alcohol of strength 30 U.P. (having alcoholic content of 39.94%)	Per litre NPR 1105 Per L.P. litre NPR 1578	Per litre NPR 920 Per L.P. litre NPR 1315
	2208.70.99	--- Others	Per litre NPR 1592 Per L.P. litre NPR 1872	Per litre NPR 1325 Per L.P. litre NPR 1560
		-Others:		
	2208.90.10	--Alcoholic fluids including spirits used as raw materials of any other Liquor	Per litre NPR 198	Per litre NPR 165
		---Others:		
	2208.90.91	--- Prepared alcohol of strength 15 U.P. (having alcoholic content of 48.5%)	Per litre NPR 1592 Per L.P. litre NPR 1872	Per litre NPR 1325 Per L.P. litre NPR 1560
	2208.90.92	--- Prepared alcohol of strength 25 U.P. (having alcoholic content of 42.8%)	Per litre NPR 1188 Per L.P. litre NPR 1584	Per litre NPR 990 Per L.P. litre NPR 1320
	2208.90.93	--- Prepared alcohol of strength 30 U.P. (having alcoholic content of 39.94%)	Per litre NPR 1105 Per L.P. litre NPR 1578	Per litre NPR 920 Per L.P. litre NPR 1315
	2208.90.94	--- Prepared alcohol of strength 40 U.P. (having alcoholic content of 34.23%)	Per litre NPR 555 Per L.P. litre NPR 924	Per litre NPR 465 Per L.P. litre NPR 770
	2208.90.95	--- Prepared alcohol of strength 50 U.P. (having alcoholic content of 28.53%)	Per litre NPR 450 Per L.P. litre NPR 900	Per litre NPR 375 Per L.P. litre NPR 750

EXCISE DUTY
The major changes brought forward by finance ordinance 2078/79 relating to Excise

Heading	Sub-Heading	Particulars	Excise Duty (% except otherwise specified) for FY 2078-79	Excise Duty (% except otherwise specified) for FY 2077-78
	2208.90.96	--- Prepared alcohol of strength 70 U.P. (having alcoholic content of 17.12%)	Per litre NPR 42 Per L.P. litre NPR 138	Per litre NPR 35 Per L.P. litre NPR 115
	2208.90.99	--- Others	Per litre NPR 1592 Per L.P. litre NPR 1872	Per litre NPR 1325 Per L.P. litre NPR 1560
23.09		Things used as fodder for livestock.		
	2209.10.00	-Dog's or cat's food kept for retail sale.	10%	-
24.01		Unmanufactured tobacco; tobacco refuse.		
	2401.10.00	-Tobacco, not stemmed/stripped	Per Kg NPR 118	Per Kg NPR 95
	2401.20.00	-Tobacco, partly or wholly stemmed/stripped	Per Kg NPR 118	Per Kg NPR 95
	2401.30.00	-Tobacco refuse	Per Kg NPR 118	Per Kg NPR 95
24.02		Cigars, cheroots, cigarillos and cigarettes, of tobacco or of tobacco substitutes.		
	2402.10.00	-Cigars, cheroots and cigarillos, containing tobacco	Per Loosie NPR 21	Per Loosie NPR 17
		-Cigarettes containing tobacco:		
	2402.20.10	--- Without filter	Per M NPR 618	Per M NPR 495
		--- With Filter:		
	2402.20.21	--- Up to 70 mm length	Per M NPR 1418	Per M NPR 1135
	2402.20.22	--- above 70 mm and up to 75 mm length	Per M NPR 1843	Per M NPR 1475
	2402.20.23	--- above 75 mm and up to 85 mm length	Per M NPR 2400	Per M NPR 1920
	2402.20.24	--- above 85 mm length	Per M NPR 3393	Per M NPR 2715
		-Others:		
	2402.90.10	-- Prepared quid of tobacco (Bidi)	Per M NPR 94	Per M NPR 90
	2402.90.20	-- All kinds of Cigars	Per Loosie NPR 21	Per Loosie NPR 17
	2402.90.90	---Other	Per Stick NPR 21	Per Stick NPR 17
		Other manufactured tobacco and manufactured tobacco substitutes; "homogenized" or "reconstituted" tobacco; tobacco extracts and essences		

EXCISE DUTY
The major changes brought forward by finance ordinance 2078/79 relating to Excise

Heading	Sub-Heading	Particulars	Excise Duty (% except otherwise specified) for FY 2078-79	Excise Duty (% except otherwise specified) for FY 2077-78
24.03		-Smoking tobacco, whether or not containing tobacco substitutes in any proportion:		
	2403.11.00	-- Water pipe tobacco specified in Subheading Note 1 to this Chapter	Per Kg NPR 1668	Per Kg NPR 1335
		-- Others:		
	2403.19.10	--- Pipe Tobacco	Per Kg NPR 1668	Per Kg NPR 1335
	2403.19.20	---Processed Tobacco for Cigarette and Beedies	Per Kg NPR 343	Per Kg NPR 275
	2403.19.90	--- Others	Per Kg NPR 343	Per Kg NPR 275
		-Others:		
	2403.91.00	-- “Homogenized ” or “ reconstituted ” tobacco	Per Kg NPR 418	Per Kg NPR 335
		-- Others:		
	2403.99.10	--- Jarda, Khaini, Snuff, Ghutka and similar preparations containing chewing tobacco	Per Kg NPR 812	Per Kg NPR 650
	2403.99.20	--- Packed chewing tobacco, to be mixed in lime, put up for retail sale	Per Kg NPR 418	Per Kg NPR 335
	2403.99.20	---Cut tobacco, dust tobacco not for retail sale	Per Kg NPR 418	Per Kg NPR 335
		-- Other		
		---Others:		
	2403.99.91	----Hukka Flavor	Per Kg NPR 1200	Per Kg NPR 1000
	2403.99.99	----Others	Per Kg NPR 418	Per Kg NPR 335
39.17		Plastic tubes Pipe and Hoses (Long Flexible tubes) and fittings like joints, elbows		
	3917.10.00	--Sausage Casing	5%	-
		-Tubes, Pipes and Hoses (Long Flexible tubes), strong:		
	3917.21.00	-Of polymers of ethylene	5%	-
	3917.22.00	-Of Propylene polymers	5%	-
	3917.23.00	-Of Vinyl chloride polymers	5%	-
	3917.29.00	-Of Other plastic	5%	-
		-Other Tube, Pipe and Hoses (Long Flexible tubes):		

EXCISE DUTY
The major changes brought forward by finance ordinance 2078/79 relating to Excise

Heading	Sub-Heading	Particulars	Excise Duty (% except otherwise specified) for FY 2078-79	Excise Duty (% except otherwise specified) for FY 2077-78
	3917.31.00	-- Flexible Pipe and Hoses (Long Flexible Hose) having minimum burst pressure of 27.6 MPA	5%	-
	3917.32.00	-- Other, not reinforced or in any other manner mixed with other substance, except fittings (like equipment and parts)	5%	-
	3917.33.00	-- Other, not reinforced or in any other manner mixed with other substance, including fittings (like equipment and parts)	5%	-
	3917.39.00	--Others	5%	-
	3917.40.00	-Fittings (Equipments and Parts)	5%	-
39.21		Other plates, sheets, film, foil and strip, of plastics.		
		-Others:		
		--Others:		
		---Printed		
	3921.90.11	----Decorative Laminated Sheets like Sunmica and Farmica	5%	-
	3921.90.19	----Others	5%	-
		---Other		
	3921.90.92	----Decorative Laminated Sheets like Sunmica and Farmica	5%	-
39.25		Builders' wares of plastics, not elsewhere specified or included.		
	3925.90.30	---Aluminium Composite Panel	5%	-
39.26		Other articles of plastics and articles of other materials of Headings 39.01 to 39.14.		
	3926.90.95	---Plastic Artificial Grass Turf	5%	-
44.12		Plywood, Veneer Panel and similar layered wood with lining.		
	4412.10.00	-Of Bamboo	5%	-
		-Any other plywood having complete ply of wood (except Bamboo) each ply not thicker than 6 mm		
	4412.31.00	--At least one outer ply is of tropical wood	5%	-

EXCISE DUTY
The major changes brought forward by finance ordinance 2078/79 relating to Excise

Heading	Sub-Heading	Particulars	Excise Duty (% except otherwise specified) for FY 2078-79	Excise Duty (% except otherwise specified) for FY 2077-78
	4412.34.00	--Others, at least one outer ply is of non angled species	5%	-
	4412.39.00	-- Others, both outer ply is of angled wood.	5%	-
		-- Others:		
	4412.94.00	--Black board, Lamin board and Baten Board.	5%	-
	4412.99.00	--Others	5%	-
64.04		Shoes having Rubber, Plastic, leather or mixed leather sole and cloth on upper part		
		-Shoes having rubber or plastic outer sole		
		-Sport shoes, tennis shoes, basketball shoes, gym shoes, and so on.		
	6404.11.10	--Canvas shoes having cotton on upper part.	10%	-
64.05		Other Shoes		
		-having upper parts of cloths.		
	6405.20.10	--- shoes made from cotton cloth (Canvas shoes)	10%	-
67.02		Artificial flowers, foliage and fruit and parts thereof; articles made of artificial flowers, foliage or fruit.		
	6702.90.10	---of Falt	10%	-
	6702.90.10	---Others	10%	-
72.23	7223.00.00	Non Rusting Steel wire	Per Metric Ton NPR 1650	-
72.29		Other mixed steel wire		
	7229.20.00	-Of Silicon Manganese steel	Per Metric Ton NPR 1650	
	7229.90.00	-Others	Per Metric Ton NPR 1650	

EXCISE DUTY
The major changes brought forward by finance ordinance 2078/79 relating to Excise

Heading	Sub-Heading	Particulars	Excise Duty (% except otherwise specified) for FY 2078-79	Excise Duty (% except otherwise specified) for FY 2077-78
84.72		Other office machines (for example, hectograph or stencil duplicating machines, addressing machines, automatic banknote dispensers, coin-sorting machines, coin counting or wrapping machines, pencil sharpening machines, perforating or stapling machines).		
		-Other:		
	8472.90.10	---Automatic Teller Machine	15%	-
	8472.90.20	---Automatic Bank Note dispenser	15%	-
	8472.90.30	---Perforating Machine	15%	-
	8472.90.40	---Stapling Machine	15%	-
	8472.90.90	---Other	15%	-
84.79		Machines and mechanical appliances having individual functions, not specified or included elsewhere in this Chapter.		
		-Other machines and machinery parts		
		--Other:		
		---Other:		
	8479.89.91	----Air Humidifier and dehumidifier	5%	-
	8479.89.99	----Others	10%	10%
85.17		Telephone sets, including telephones for cellular networks or for other wireless networks; other apparatus for the transmission or reception of voice, images or other data, including apparatus for communication in a wired or wireless network (such as a local or wide area network), other than transmission or reception apparatus of heading 84.43, 85.25, 85.27 or 85.28.		
	8517.70.00	-Parts	10%	5%

EXCISE DUTY
The major changes brought forward by finance ordinance 2078/79 relating to Excise

Heading	Sub-Heading	Particulars	Excise Duty (% except otherwise specified) for FY 2078-79	Excise Duty (% except otherwise specified) for FY 2077-78
87.02		Motor vehicles for the transport of ten or more persons, including the driver.		
		-With both compression-ignition internal combustion piston engine (diesel or semi-diesel) and electric motor as motors for propulsion:		
	8702.20.30	--Microbuses (with a capacity 11-14 seats) --Jeep, Car and Van	40%	55%
	8702.20.41	---Unasssembled	40%	60%
	8702.20.49	---Other	40%	60%
		With both spark-ignition internal combustion reciprocating piston engine and electric motor as motors for propulsion:		
	8702.30.30	--Microbuses (with a capacity 11-14 seats) --Jeep, Car and Van	40%	55%
	8702.30.41	---Unasssembled	40%	60%
	8702.30.49	---Other	40%	60%
87.03		Motor cars and other motor vehicles principally designed for the transports of persons (other than those of Heading 87.02), including station wagons and racing cars.		
		-Other vehicles, with both spark-ignition internal combustion reciprocating piston engine and electric motor as motors for propulsion, other than those capable of being charged by plugging to external source of electric power		
	8703.40.10	----Unassembled	40%	60%
	8703.40.90	----Other	40%	60%
		-Other vehicles, with both compression-ignition internal combustion piston engine (diesel or semi-diesel) and electric motor as motors for propulsion, other than those capable of being charged by plugging to external source of electric power		
	8703.50.10	----Unassembled	40%	60%
	8703.50.90	----Other	40%	60%

EXCISE DUTY
The major changes brought forward by finance ordinance 2078/79 relating to Excise

Heading	Sub-Heading	Particulars	Excise Duty (% except otherwise specified) for FY 2078-79	Excise Duty (% except otherwise specified) for FY 2077-78
		--Other vehicles, with both spark-ignition internal combustion reciprocating piston engine and electric motor as motors for propulsion, capable of being charged by plugging to external source of electric power		
	8703.60.10	----Unassembled	40%	60%
	8703.60.90	----Other	40%	60%
		-Other vehicles, with both compression-ignition internal combustion piston engine (diesel or semi-diesel) and electric motor as motors for propulsion, capable of being charged by plugging to external source of electric power		
	8703.70.10	----Unassembled	40%	60%
	8703.70.90	----Other	40%	60%
87.04		Motor vehicles for the transport of goods.		
		-Other, with compression-ignition internal combustion piston engine (diesel or semi-diesel):		
		--g.v.w. not exceeding 5 tons:		
	8704.21.50	---installed with Refrigerating System	5%	-
95.05		Entertainment goods, magic and novelty goods.		
		- Goods relating to Christmas festival:		
	9505.10.10	---Of Falt	5%	-
	9505.10.90	---Others	5%	-
	9505.90.00	-Others	5%	-

CUSTOMS DUTY



Duty Waived/Discount



Duty on Machinery and spare parts of machinery used in tea, jute, hatchery, pasmina, movie industry, agriculture and nursery farm are exempted.



Import, production and sale of oxygen gas, liquid oxygen, oxygen cylinder, oxygen concentrator & other life saving materials and machines exempted till Poush end, 2078.



To encourage the use of electric vehicle, excise duty on electric vehicle is exempted whereas custom duty is also reduced to great extent.



To encourage the household to use more electricity, customs duty on induction stove is reduced to 1% and Excise on refrigerator, grinder, rice cooker, fan and other electronic items are exempted and customs is reduced.



Custom duty is also reduced on the import of containers by shipping company registered in Nepal.

CUSTOMS DUTY

- Export industry having bonded warehouse facility and importing raw materials on Bank Guarantee, if has not exported finished goods within the time limit due to covid-19 pandemic then, the deadline for exporting the finished goods and release of Bank Guarantee has been extended to Chaitra, 2078 end.
- Export industry producing ready palm oil having bonded warehouse facility and importing raw materials on Bank Guarantee, if has not exported finished goods within the time limit due to various reasons then, the deadline for exporting the finished goods and release of Bank Guarantee has been extended to Asoj, 2078 end.
- Export industry having bonded warehouse facility and importing raw materials on condition to export such finished goods within 1 year on cash security or Bank Guarantee, if has not exported finished goods within the time limit due to covid-19 pandemic then, the deadline for exporting the finished goods and release of cash security or Bank Guarantee has been extended to Chaitra, 2078 end.

Major Highlights of Budget 2078/79

- Customs duty on import of industrial raw material must be less than the custom on finished goods by at least 1 level.
- Community and private hospitals will be provided the subsidy of 50% on the cost of installation of oxygen plant.
- Customs duty on import of baby feeding milk has been reduced by 50%.
- Custom duty reduced by 50% on import of single cargo vehicle by Agriculture Cooperative Institutions doing farming on group.
- Industry can obtain renewal of EXIM code for 5 years at a time.
- New custom office shall be established and operated in Gautam Buddha International Airport, Pokhara International Airport and Janakpur Railways.

CUSTOMS DUTY
The major changes brought forward by finance ordinance 2078/79 relating to Customs

Heading	Sub-Heading	Description of Article	Unit	Import Duty (% except otherwise specified) for FY 2078-79	Import Duty (% except otherwise specified) for FY 2077-78
04.02		Milk and cream, concentrated nor containing added sugar or other sweetening matter.			
		In powder, granules or other solid forms, of a fat content, by weight, not exceeding 1.5%			
	0402.10.20	-Edible to children as milk food	kg	20	40
		In powder, granules or other solid forms, of a fat content, by weight, exceeding 1.5%:			
	0402.29.10	-Edible to children as milk food	kg	20	40
18.06		Chocolate and other food preparations containing cocoa.			
	1806.10.00	-Cocoa powder, containing added sugar or other sweetening matter	kg	40	30
		-Other preparations in blocks, slabs or bars weighing more than 2 kg or in liquid, paste, powder, granular or other bulk form in containers or immediate packings, of a content exceeding 2 kg	kg	40	30
		-Other, in blocks, slabs or bars:			
	1806.31.00	--Filled	kg	40	30
	1806.32.00	--Not Filled	kg	40	30
		-Other			
	1806.90.10	---Preparations of Heading 19.04 containing more than 6% by weight of cocoa calculated on totally defatted basis or completely coated with chocolate on the outside even if it does not contain 6% by weight of cocoa.	kg	40	30
	1806.90.90	---Other	kg	40	30
38.24		Prepared binders for foundry moulds or cores; chemical products and preparations of the chemical or allied industries (including those consisting of mixtures of natural products), not elsewhere specified or included.			
	3824.99.20	Solid or liquid dialysis concentrate used in the treatment of kidney patient	Kg	1	-
39.21		Other plates, sheets, film, foil and strip, of plastics.			
		---Other			
	3921-90-92	----Sunmica and Formica decorative laminate sheet	Kg	20	-

CUSTOMS DUTY
The major changes brought forward by finance ordinance 2078/79 relating to Customs

Heading	Sub-Heading	Description of Article	Unit	Import Duty (% except otherwise specified) for FY 2078-79	Import Duty (% except otherwise specified) for FY 2077-78
40.12		Retreaded or used pneumatic tyres of rubber; solid or cushion tyres, tyre treads and tyre flaps, of rubber.			
	4012.20.00	-Used pneumatic tyres	kg	10	20
51.08		Yarn of fine animal hair (carded or combed), not put up for retail sale.			
		-Carded			
	5108.10.20	---Blended protein fiber yarn	kg	1	-
		-Combed			
	5108.20.20	---Blended protein fiber yarn	Kg	1	-
62.12		Brassieres, girdles, corsets, braces, suspenders, garters and similar articles and parts thereof, whether or not knitted or crocheted.			
		-Other			
	6212.90.10	---Articles such as abdominal belts, knee caps, anklets, wristbands, waistband	Nos	5	20
68.08		Panels, boards, tiles, blocks and similar articles of vegetable fiber, of straw or of shavings, chips, particles, sawdust or other waste, of wood, agglomerated with cement, plaster or other mineral binders.			
	6808.00.10	---Boards or panels of various thickness made of mixtures of saw dust, cement, and different chemical binders	m ² /kg	20	10
	6808.00.90	---Other	m ² /kg	20	15
68.10		Articles of cement, of concrete or of artificial stone, whether or not reinforced.			
		-Tiles, flagstones, bricks and similar articles:			
		--Other			
	6810.19.10	Unfired modified clay	Nos/kg	30	15
84.14		Air or vacuum pumps, air or other gas compressors and fans; ventilating or recycling hoods incorporating a fan, whether or not fitted with filters.			
	8414.51.00	--Table, floor, wall, window, ceiling or roof fans, with a self- contained electric motor of an output not exceeding 125 Watts	Nos	10	15
	8414.59.00	--Other	Nos	10	15
	8414.90.00	-Parts	Nos/kg	10	15

CUSTOMS DUTY
The major changes brought forward by finance ordinance 2078/79 relating to Customs

Heading	Sub-Heading	Description of Article	Unit	Import Duty (% except otherwise specified) for FY 2078-79	Import Duty (% except otherwise specified) for FY 2077-78
84.18		Refrigerators, freezers and other refrigerating or freezing equipment, electric or other; heat pumps other than air conditioning machines of Heading 84.15			
	8418.10.00	-Combined refrigerator-freezers, fitted with separate external doors	Nos	15	20
		-Refrigerators, household type:			
	8418.21.00	--Compression-type	Nos	15	20
	8418.29.00	--Other	Nos	15	20
	8418.30.00	-Freezers of the chest type, not exceeding 800 l capacity	Nos	15	20
	8418.40.00	-Freezers of the upright type, not exceeding 900 l capacity	Nos	15	20
	8418.50.00	-Other furniture (chests, cabinets, display counters, show-cases and the like) for storage and display, incorporating refrigerating or freezing equipment.	Nos	15	20
84.22		Dish washing machines; machinery for cleaning or drying bottles or other containers; machinery for filling, closing, sealing, or labelling bottles, cans, boxes, bags or other containers; machinery for capsuling bottles, jars, tubes and similar containers; other packing or wrapping machinery (including heat shrink wrapping machinery); machinery for aerating beverages.			
		-Dish washing machines:			
	8422.11.00	--Of the household type	Nos	20	30
84.50		Household or laundry-type washing machines, including machines which both wash and dry.			
		-Machines, each of a dry linen capacity not exceeding 10 kg:	Nos		
	8450.11.00	--Fully-automatic machines	Nos	20	30
	8450.12.00	--Other machines, with built-in centrifugal drier	Nos	20	30
	8450.19.00	--Other	Nos	20	30
	8450.20.00	-Machines, each of a dry linen capacity exceeding 10 kg.	Nos	20	30
84.72		Other office machines (for example, hectograph or stencil duplicating machines, addressing machines, automatic banknote dispensers, coin-sorting machines, coin counting or wrapping machines, pencil-sharpening machines, perforating or stapling machines).			
		-Other			

CUSTOMS DUTY
The major changes brought forward by finance ordinance 2078/79 relating to Customs

Heading	Sub-Heading	Description of Article	Unit	Import Duty (% except otherwise specified) for FY 2078-79	Import Duty (% except otherwise specified) for FY 2077-78
		---Automatic Teller Machine		Free	-
		---Automatic Bank Note Dispenser		Free	-
		---Perforating machine		Free	-
		---Stapling machine		Free	-
84.79		Machines and mechanical appliances having individual functions, not specified or included else wherein this Chapter.			
		---Other			
		----Air humidifier and dehumidifier		Free	-
84.81		Taps, cocks, valves and similar appliances for pipes, boiler shells, tanks, vats or the like, including pressure-reducing valves and thermostatically controlled valves.			
		-Other appliances			
	8481.80.20	-Oxygen cylinder valve	Nos/kg	10	20
85.04		Electrical transformers, static converters (for example, rectifiers) and inductors.			
		-Static converters:			
	8504.40.20	---Mobile Phone Charger	Nos	15	-
85.09		Electro-mechanical domestic appliances, with self-contained electric motor, other than vacuum cleaners of heading 85.08.			
	8509.40.00	-Food grinders and mixers; fruit or vegetable juice extractors	Nos	10	15
	8509.80.00	-Other appliances	Nos	10	15
	8509.90.00	-Parts	Nos/kg	10	15
85.14		Industrial or laboratory electric furnaces and ovens (including those functioning by induction or dielectric loss); other industrial or laboratory equipment for the heat treatment of materials by induction or dielectric loss.			
		-Other furnaces and ovens			
	8514.30.10	---Cremation machine		Free	-
	8514.30.90	---Other		Free	-

CUSTOMS DUTY
The major changes brought forward by finance ordinance 2078/79 relating to Customs

Heading	Sub-Heading	Description of Article	Unit	Import Duty (% except otherwise specified) for FY 2078-79	Import Duty (% except otherwise specified) for FY 2077-78
85.16		Electric instantaneous or storage water heaters and immersion heaters; electric space heating apparatus and soil heating apparatus; electro-thermic hairdressing apparatus (for example, hair dryers, hair curlers, curling tong heaters) and hand dryers; electric smoothing irons; other electro-thermic appliances of a kind used for domestic purposes; electric heating resistors, other than those of Heading 85.45.			
	8516.10.00	-Electric instantaneous or storage water heaters and immersion heaters	Nos	10	15
		-Electric space heating apparatus and electric soil heating apparatus:			
	8516.21.00	--Storage heating radiators	Nos	10	15
	8516.29.00	--Other	Nos	10	15
		-Electro-thermic hair-dressing or hand drying apparatus:			
	8516.31.00	--Hair dryers	Nos	10	15
	8516.32.00	--Other hair-dressing apparatus	Nos	10	15
	8516.33.00	--Hand-drying apparatus	Nos	10	15
	8516.40.00	-Electric smoothing irons	Nos	10	15
	8516.50.00	-Microwave oven	Nos	10	15
		-Other ovens; cookers, cooking plates, boiling rings, grillers and roasters:			
	8516.60.11	---Induction stove	Nos	1	5
	8516.60.12	---Infrared stove	Nos	1	-
	8516.60.19	---Other	Nos	5	-
	8516.60.20	---Rice cooker	Nos	10	15
	8516.60.30	---Water heating utensils such as kettle, jug	Nos	10	15
	8516.60.90	---Other	Nos	10	15
		Other electro-thermic appliances:			
	8516.71.00	--Coffee or tea makers	Nos	10	15
	8516.72.00	--Toasters	Nos	10	15
		---Other			
	8516.79.10	---Insect traps	Nos	10	15
	8516.79.90	---Other	Nos	10	15
	8516.80.00	-Electric heating resistors	Nos	10	15

CUSTOMS DUTY
The major changes brought forward by finance ordinance 2078/79 relating to Customs

Heading	Sub-Heading	Description of Article	Unit	Import Duty (% except otherwise specified) for FY 2078-79	Import Duty (% except otherwise specified) for FY 2077-78
87.02		Motor vehicles for the transport of ten or more persons, including the driver.			
		---Jeep, Car and Van :			
	8702.40.41	----Unassembled	Nos	10	30
	8702.40.49	----Other	Nos	10	30
87.03		Motor cars and other motor vehicles principally designed for the transports of persons (other than those of Heading 87.02), including station wagons and racing cars.			
		-Other vehicles, with only electric motor for propulsion:			
		---Three Wheelers:			
	8703.80.11	----Unassembled	Nos	10	30
	8703.80.19	----Other	Nos	10	30
		---Car, Jeep, Van with motor's peak power up to 50 kw:			
	8703.80.21	----Unassembled	Nos	10	80
	8703.80.29	----Other	Nos	10	80
		--- Car, Jeep, Van with motor's peak power exceeding 150 kw but not exceeding 200kw:			
	8703.80.51	----Unassembled	Nos	15	80
	8703.80.59	----Other	Nos	15	80
		--- Car, Jeep, Van with motor's peak power exceeding 200 kw but not exceeding 300kw:			
	8703.80.61	----Unassembled	Nos	30	80
	8703.80.69	----Other	Nos	30	80
		--- Car, Jeep, Van with motor's peak power exceeding 300 kw			
	8703.80.71	----Unassembled	Nos	40	80
	8703.80.79	----Other	Nos	40	80
		---Other			
	8703.80.91	----Unassembled	Nos	40	80
	8703.80.99	----Other	Nos	40	80
87.04		Motor vehicles for the transport of goods.			
		-Other, with compression-ignition internal combustion piston engine (diesel or semi-diesel):			

CUSTOMS DUTY
The major changes brought forward by finance ordinance 2078/79 relating to Customs

Heading	Sub-Heading	Description of Article	Unit	Import Duty (% except otherwise specified) for FY 2078-79	Import Duty (% except otherwise specified) for FY 2077-78
	8704.21.50	Refrigerating system installed --g.v.w. exceeding 5 tonnes:	Nos	1	-
	8704.22.96	Refrigerating system installed -Other	Nos	1	-
	8704.90.20	---Three-wheeler vehicles, with only electric motor for propulsion	Nos	10	30
	8704.90.30	--- Four-wheeler vehicles with only electric motor for propulsion	Nos	10	30
	8704.90.40	--- Other vehicles with only electric motor for propulsion	Nos	10	-
87.15		Baby carriages and parts thereof			
	8715.00.10	-Stroller	Nos/kg	5	-
	8715.00.20	-Children's other vehicles	Nos/kg	5	-
	8715.00.90	-Its other parts	Nos/kg	5	-
90.19		Mechano-therapy appliances; massage apparatus; psychological aptitude-testing apparatus; ozone therapy, oxygen therapy, aerosol therapy, artificial respiration or other therapeutic respiration apparatus			
		-Ozone therapy, oxygen therapy, aerosol therapy, artificial respiration or other therapeutic respiration apparatus			
	9019.20.10	--Oxygen concentrator	Nos/kg	5	-
	9019.20.20	--Oxygen masks, venturi masks, ventilator masks, reservoir masks	Nos/kg	5	-
	9019.20.30	--Medical ventilators	Nos/kg	5	-
	9019.20.40	--Oxygen humidifier used in oxygen therapy	Nos/kg	1	-
	9019.20.50	Oxygen tent, oxygen headbox or any other oxygen distribution equipment	Nos/kg	5	-
	9019.20.90	---Other	Nos/kg	5	-
94.02		Medical, surgical, dental or veterinary furniture (for example, operating tables, examination tables, hospital beds with mechanical fittings, dentists' chairs); barbers' chairs and similar chairs, having rotating as well as both reclining and elevating movements; parts of the foregoing articles.			
		-Other			
	9402.90.10	--ICU Bed	Nos/kg	5	-
	9402.90.20	--Other Beds used in hospital	Nos/kg	5	-
	9402.90.90	--Other related parts	Nos	5	-

CUSTOMS DUTY
The major changes brought forward by finance ordinance 2078/79 relating to Customs

Heading	Sub-Heading	Description of Article	Unit	Export Duty (% except otherwise specified) for FY 2078-79	Export Duty (% except otherwise specified) for FY 2077-78
39.15		Waste, parings and scrap, of plastics.			
	3915.10.00	-Of polymers of ethylene	Per kg	5	2
	3915.20.00	-Of polymers of styrene	Per kg	5	2
	3915.30.00	-Of polymers of vinyl chloride	Per kg	5	2
	3915.90.00	-Of other plastics	Per kg	5	2
47.07		Recovered (waste and scrap) paper or paperboard.			
	4707.10.00	-Unbleached kraft paper or paperboard or corrugated paper or paperboard	Per kg	10	5
	4707.20.00	-Other paper or paperboard made mainly of bleached chemical pulp, not colored in the mass	Per kg	10	5
	4707.30.00	-Paper or paperboard made mainly of mechanical pulp (for example, newspapers, journals and similar printed matter)	Per kg	10	5
	4707.90.00	-Other, including unsorted waste and scrap	Per kg	10	5
72.04		Ferrous waste and scrap; remelting scrap ingots of iron or steel.			
	7204.10.00	-Waste and scrap of cast iron	Per kg	10	5
		-Waste and scrap of alloy steel:			
	7204.21.00	--Of stainless steel	Per kg	10	5
	7204.29.00	--Other	Per kg	10	5
	7204.30.00	-Waste and scrap of tinned iron or steel	Per kg	10	5
		-Other waste and scrap:			
	7204.41.00	--Turnings, shavings, chips, milling waste, sawdust, filings, trimmings and stampings, whether or not in bundles	Per kg	10	5
	7204.49.00	--Other	Per kg	10	5
	7204.50.00	Remelting scrap ingots	Per kg	10	5
74.04	7404.00.00	Copper waste and scrap.	Per kg	5	10
76.02	7602.00.00	Aluminum waste and scrap	Per kg	5	10
79.02	7902.00.00	Zinc waste and scrap.	Per kg	5	10
80.03	8003.00.00	Tin bars, rods, profiles and wire.	Per kg	5	10
85.48	8548.10.00	Waste and scrape of primary cell, battery and electronic equipment; spent primary cell, battery and electronic equipment and other specified and non-specified electronic parts of machinery and apparatus.	Per kg	10	-



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NBSM Consulting Private Limited

Four Square Complex, Block C & D
Narayan Chaur, Naxal, Kathmandu, Nepal
T : 977-1-4433069 | 4415242
E : info@nbsm.com.np
W: www.nbsm.com.np

Member of Moore Global Network