

TAX REVENUE
CORPORATION TAX

The details of receipts under this head are as shown below:

(a)	Ordinary collections	19263.00	23305.00	34332.00
(b)	Advance tax collections	29205.00	37363.00	49889.00
(c)	Surcharge	1700.00	1940.00	2148.00
(d)	Education Cess	...	...	1590.00
(e)	Miscellaneous receipts	1331.00	378.00	477.00
	Total	51499.00	62986.00	88436.00

TAXES ON INCOME OTHER THAN CORPORATION TAX

The details of receipts under this head are as shown below:

(a)	Ordinary collections	16741.00	18121.00	22939.00
(b)	Advance tax collections	24619.00	18875.00	23365.00
(c)	Surcharge	1100.00	1260.00	1390.00
(d)	Education Cess	...	...	920.00
(e)	Miscellaneous receipts	1610.00	2013.00	2315.00
	Total	44070.00	40269.00	50929.00

WEALTH TAX

With a view to stimulate investment in productive assets, the Finance Act, 1992 w.e.f. 1.4.1993 i.e. assessment year 1993-94, abolished wealth tax on all assets except certain specified assets. Wealth-tax was abolished on assets such as shares, bank deposits, fixed deposits, bonds, debentures, etc. and is levied only in respect of unproductive assets such as residential houses, farm houses, urban land, jewellery, bullion, motor car, plane, boats, yacht, etc. Wealth-tax is charged at the rate of 1% of the amount by which the net wealth exceeds fifteen lakh rupees.

In the Finance Act, 2003 some amendments have been made in section 17 of Act 27 of 1957, in section 17 of the Wealth-tax Act, 1957, in sub-section (1), the words "not being less than thirty days", shall be deemed to have been omitted with effect from the 1st day of April, 1989.

In respect of Wealth Tax the Revised Estimate for 2003-2004 has been placed at Rs. 145 crore and the Budget Estimates for 2004-2005 is placed at Rs. 145 crore.

CUSTOMS

The Customs revenue (RE) has been estimated at Rs.49350 crore during 2003-2004 and Budget estimate 2004-05 is Rs. 54250 crore. The following is the break- up of the estimates:

	<i>(In crore of Rupees)</i>		
	Budget 2003-2004	Revised 2003-2004	Budget 2004-2005
(i) Import Duties	48383.00	48857.00	53715.00
(a) Basic Duty	27343.00	28034.00	33206.00
(b) Additional Duty of Customs(CVD)	16921.00	16368.00	19386.00
(c) Special Additional Duty of Customs(SAD)	3757.00	4083.00	...
(d) Additional Duty of Customs on Motor Spirit	...	2.00	2.00
(e) Additional Duty of Customs on High Speed Diesel Oil	2.00	6.00	6.00
(f) National Calamity Contingent Duty	360.00	364.00	365.00
(g) Education Cess	...	...	750.00
(ii) Export Duties	5.00	...	...
(iii) Cesses on Exports	163.00	163.00	180.00
(iv) Other Receipts	799.00	330.00	355.00
Total	49350.00	49350.00	54250.00

Details of the various components of Customs duties are as under :

(i) **Import Duties:** As against the original estimate of Rs.48,383 crore, Revised Estimate for 2003-2004 is placed at Rs.48,857 crore. The Budget Estimate for 2004-2005 is placed at Rs.53,715 crore.

(a) **Basic Duty :** The anticipated revenue realisation from Basic Duty of Customs during 2003-2004 likely to be around is Rs.28034 crore. The Budget Estimate for 2004-2005 is placed at Rs.33,206 crore.

(b) **Additional Duty of Customs:** The anticipated revenue realisation from Additional Duty of Customs during 2003-2004 is likely to be around Rs.16,368 crore. The Budget Estimate for 2004-2005 is placed at Rs.19,386 crore.

(c) **Special Additional Duty of Customs:** The anticipated revenue realisation from Special Additional Duty of Customs during 2003-2004 is likely to be around Rs.4,083 crore. The budget estimate for 2004-2005 assumes nil receipt.

(f) **National Calamity Contingent Duty:** The anticipated revenue realisation from National Calamity Contingent Duty in 2003-2004 is Rs. 364 crore as against the original Budget Estimate of Rs. 360 crore. The Budget Estimate for the year 2004-2005 is placed at Rs. 365 crore

(g) **Education Cess :** Budget estimate for the year 2004-2005 on account of new levy 'Education Cess' is placed at Rs. 750 crore.

(ii) **Export Duties:** The anticipated revenue realisation from Export duties in 2003-2004 is likely to be nil as against the original Budget Estimate of Rs.5 crore. The budget estimate for 2004-05 has been placed as nil.

(iii) **Cesses on Exports:** Revised Estimate for 2003-2004 and Budget Estimate for 2004-2005 are placed at Rs.163 crore and Rs.180 crore respectively.

(iv) **Other Receipts:** Collections are placed at Rs. 330 crore and Rs. 355 crore respectively in the Revised Estimate for 2003-2004 and Budget Estimate for 2004-2005.

UNION EXCISE DUTIES

Union Excise Duties and Cesses are levied on commodities covered by the Central Excise Act, 1944 and other Acts. The receipts during 2003-2004 are estimated at Rs.92,379 crore, as against the original Budget Estimate of Rs.96,791 crore, showing a decrease of Rs.4,412 crore. The receipts in 2004-2005 are expected to be Rs.1,09,199 crore. The following Table summarises the position of excise revenue:

	<i>(In crore of Rupees)</i>		
	Budget 2003-2004	Revised 2003-2004	Budget 2004-2005
EXCISE			
1. (a) Basic and Special Excise Duties other than (b) and (c)	69625.00	67271.00	80526.00
(b) Cess on Motor Spirit	1641.00	1592.00	1648.00
(c) Cess on High Speed Diesel Oil	6750.00	6374.00	6634.00
Total	78016.00	75237.00	88808.00

(In crore of Rupees)

	Budget 2003-2004	Revised 2003-2004	Budget 2004-2005
2. Additional duties on textiles and textile articles	571.00	372.00	451.00
3. Additional Excise Duties in lieu of sales tax	3202.00	2561.00	3106.00
4. National Calamity Contingent Duty	1496.00	1608.00	1769.00
5. Surcharge on Petrol	6846.00	6368.00	6592.00
6. Cesses/Other duties :-			
(a) Additional Duty of Excise on Tea	70.00	75.00	80.00
(b) Education Cess	...	...	1500.00
(c) Other cesses administered by Department of Revenue	6195.00	5629.00	6194.00
(d) Cesses administered by Other Departments	395.00	529.00	699.00
Total (a+b+c+d)	6660.00	6233.00	8473.00
Total (1+2+3+4+5+6)	96791.00	92379.00	109199.00

(i) As against the original estimate of basic and special excise duties (excluding cess on motor spirit and HS diesel oil) of Rs.69,625 crore the Revised Estimate for 2003-2004 has been placed at Rs.67,271 crore. The Budget Estimate for 2004-2005 is placed at Rs. 80,526 crore.

(ii) On account of National Calamity Contingent Duty imposed on cigarettes, pan masala, biris and other tobacco products, the Revised Estimate for 2003-2004 has been placed at Rs. 1,608 crore as against the original Budget Estimate of Rs. 1,496 crore. The Budget Estimate for the year 2004-2005 is placed at Rs. 1,769 crore.

(iii) On account of surcharge imposed on petrol, the Revised Estimate for the year 2003-2004 is placed at Rs. 6,368 crore as against the original Budget Estimate of Rs. 6,846 crore. The Budget Estimate for 2004-2005 is placed at Rs. 6,592 crore.

(iv) On account of 'Additional Duty of Excise on Tea', the Revised Estimates for the year 2003-2004 is placed at Rs. 75 crore as against the original Budget Estimate of Rs. 70 crore. The Budget Estimates for the year 2004-2005 is placed at Rs. 80 crore.

(v) On account of new levy 'Education Cess', Budget Estimate for 2004-05 is placed at Rs. 1,500 crore.

SERVICE TAX

The Revised Estimate for 2003-2004 is placed at Rs.8,300 crore as against the Budget Estimate of Rs. 8,000 crore. The Budget Estimate for 2004-2005 is Rs. 14,150 crore. On account of new levy 'Education Cess', Budget Estimate for the year 2004-05 is placed at Rs. 150 crore. The details are as under:-

	Budget 2003-2004	Revised 2003-2004	Budget 2004-2005
1. Telephones	3199.00	3024.00	3518.00
2. Insurance	1018.00	1044.00	1278.00
3. Brokerage	440.00	378.00	307.00
4. Advertising	342.00	267.00	277.00
5. Courier	201.00	193.00	280.00
6. Air Travel Agent Services	84.00	88.00	107.00
7. Clearing & Forwarding Agent Services	98.00	118.00	143.00
8. Consulting Engineer	193.00	291.00	345.00
9. Chartered Accountant	114.00	206.00	140.00
10. Security/Detective Agency Services	90.00	119.00	147.00
11. Management Consultant Services	100.00	184.00	151.00
12. Information & Database access Services	66.00	63.00	84.00
13. Broadcasting Services	154.00	114.00	219.00
14. Insurance Auxillary Services	195.00	219.00	335.00
15. Banking & Other Financial Services	253.00	390.00	377.00
16. Port Services	345.00	398.00	441.00
17. Authorized Service Station Services	72.00	81.00	97.00
18. Other Existing Services	1036.00	1123.00	1764.00
19. New Services	...	...	3990.00
20. Education Cess	...	...	150.00
Total	8000.00	8300.00	14150.00

TAXES OF UNION TERRITORIES

The receipts are in respect of Union territories without Legislature. Broad details are:-

Land Revenue	1.92	1.87	1.92
Stamps and Registration	24.82	33.82	33.92
State Excise Duties	106.51	106.66	115.01
Sales Tax	385.00	409.00	430.00
Taxes on Vehicles	23.42	26.50	27.12
Taxes on goods and passengers	4.55	4.55	4.65
Taxes and Duties on Electricity	7.50	7.50	7.50
Other Taxes and Duties	3.48	3.79	3.90
Total	557.20	593.69	624.02

(In crore of Rupees)

OTHER TAXES AND DUTIES

The details are as follows:-

(i) Foreign Travel Tax	330.00	222.00	...
(ii) Inland Air Travel Tax	785.00	678.00	...
Total	1115.00	900.00	...

(i) **Foreign Travel Tax** was introduced with effect from 15th October, 1971 through the Finance Act, 1971. The Scheme provides for a levy of tax at the Rs. 500/- for each passenger undertaking an international journey. The rate of the tax was Rs. 150/- for journeys to neighbouring countries. One third percent of the collection made less refunds, was paid to the carriers as collection charges. This FTT was abolished w.e.f. 9th day of January, 2004.

(ii) **Inland Air Travel Tax was** introduced through the Finance Act, 1989. The tax was charged at the rate of 15% of the fare and was payable by all passengers undertaking domestic journey by air. Journeys on routes in the North - Eastern Region, Andaman & Nicobar Island, Lakshadweep Islands and Leh were exempted from the levy of this tax. 5% of the collections was paid to the carriers as collection charges. This IATT was abolished w.e.f. 9th day of January, 2004.