

Fourth Schedule

(Minimum Production) [see sub-section (5A) of section 3]

NEW / inserted Omitted or Deleted Substituted Finance Act 2019-20 The Gazette Extra June 30, 2019

S.No	Description of Goods	Heading / sub-heading Number
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1	<p>Minimum production of steel products-</p> <p>The minimum production for steel products shall be determined as per criterion specified against each in the Table below:</p>	
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TABLE

S.No	Product	Production criteria
1	Steel billets and ingots	One metric ton per 700 kwh of electricity consumed
2	Steel bars and other re-rolled long profiles of steel	One metric ton per 110 kwh of electricity consumed
3	Ship plates and other re-rollable scrap	85% of the weight of the vessel imported for breaking; and

	<p>Procedure and conditions :-</p>
(i)	<p>Both actual and minimum production and the local supplies shall be declared in the monthly return. In case, the minimum production exceeds actual supplies for the month, the liability to pay duty shall be discharged on the basis of minimum production:</p> <p>Provided that in case, in a subsequent month, the actual supplies exceed the minimum production, the registered person shall be entitled to get adjustment of excess duty on account of excess of minimum production over actual supplies:</p> <p>Provided further that in a full year, as per financial year of the company or registered person, or period starting from July to June next year, in other cases, the duty actually paid shall not be less than the liability determined on the basis of minimum production for that year and in case of excess payment no refund shall be admissible:</p> <p>Provided also that in case of ship-breaking, the liability against minimum production, or actual supplies, whichever is higher, shall be deposited on monthly basis on proportionate basis depending upon the time required to break the vessel.</p>
(ii)	<p><u>The Board, may notify minimum values for steel products as mentioned in the Table above in exercise of powers under sub-section (5) of section 12.</u></p>
(iii)	<p>The payment of FED on ship plates in aforesaid manner does not absolve ship breakers of any tax liability in respect of items other than ship plates obtained by ship-breaking.</p>
(iv)	<p>The melters and re-rollers employing self-generated power shall install a tamperproof meter for measuring their consumption. Such meter shall be duly locked in room with keys in the custody of a nominee of the Commissioner Inland Revenue having jurisdiction. The officers Inland Revenue having jurisdiction shall have full access to such meter.</p>
(v)	<p>The minimum production of industrial units employing both distributed power and self-generated power shall be determined on the basis of total electricity consumption.</p>