

**PART A****REVENUE RECEIPTS**

The Statement below summarises, by broad categories, the estimates of revenue receipts for 2009-2010. The estimates include the effect of Budget proposals. Further details by sections and heads of account, together with brief notes explaining the variation between the Budget and Revised Estimates, 2008-2009 and between the latter and the Budget Estimates for 2009-2010, are given in the notes that follow this Statement.

In accordance with the Constitution (Eightieth Amendment) Act, 2000, which has been given retrospective effect from 1.4.1996, all taxes referred to in the Union List, except the duties and taxes referred to in Articles 268 and 269, respectively, surcharge on taxes and duties referred to in Article 271 and any cess levied for specific purpose under any law made by Parliament, shall be levied and collected by the Government of India and shall be distributed between the Union and the States in such manner as may be prescribed by the President on the recommendations of the Finance Commission.

For the period 2005-2010, the manner of distribution between the Centre and the States has been prescribed in Presidential Orders issued after considering the recommendations of the Twelfth Finance Commission.

	Budget 2008-2009	Revised 2008-09	(In crore of Rupees) Budget 2009-10
<b>I. Tax Revenue</b>			
Corporation Tax	226361	222000	256725
Taxes on Income	138314	122600	112850
Wealth Tax	325	400	425
Customs	118930	108000	98000
Union Excise Duties	137874	108359	106477
Service Tax	64460	65000	65000
Taxes of Union Territories	1451	1590	1602
<b>Total - Tax Revenue</b>	<b>687715</b>	<b>627949</b>	<b>641079</b>
of which netted against Expenditure (NCCD for financing National Calamity Contingency Fund-N.C.C.F.)	1800	1800	2500
Balance of gross tax revenue	685915	626149	638579
<b>Less - States' Share #:</b>	<b>178765</b>	<b>160179</b>	<b>164361</b>
<b>Centre's Net Tax Revenue</b>	<b>507150</b>	<b>465970</b>	<b>474218</b>
<b>II. Non-Tax Revenue</b>			
Interest receipts	19135	19036	19174
Dividends and Profits	43204	39736	49750
Other Non-Tax Revenue	32631	36682	70601
Non-Tax Revenue of Union Territories	815	749	754
<b>Total - Non-Tax Revenue</b>	<b>95785</b>	<b>96203</b>	<b>140279</b>
<b>Net - Centre's Revenue</b>	<b>602935</b>	<b>562174</b>	<b>614497</b>

# State-wise distribution of the share in Central taxes/duties is given in Annex I.

**TAX REVENUE  
CORPORATION TAX**

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

(a) Collections	192680	188968	218209
(b) Surcharge	16315	16001	26090
(c) Education Cess	6334	6466	7804
(d) Miscellaneous receipts	11032	10566	4622
<b>Total</b>	<b>226361</b>	<b>222001</b>	<b>256725</b>

**TAXES ON INCOME OTHER THAN CORPORATION TAX\***

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

(a) Collections	121737	107781	108439
(b) Surcharge	11803	10034	400
(c) Education Cess	3545	3583	3296
(d) Miscellaneous receipts	679	602	665
(e) Other taxes (BCTT)	550	600	50
<b>Total</b>	<b>138314</b>	<b>122600</b>	<b>112850</b>

\* Includes receipts from Fringe Benefit Tax (FBT), Securities Transaction Tax (STT) and Banking Cash Transaction Tax (BCTT).

**WEALTH TAX**

With a view to stimulating 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 2008-09 and thirty lakh rupees in 2009-10.

In respect of Wealth Tax, the Budget Estimates for 2009-2010 is placed at Rs. 425 crore.

**Arrear Collection** : An amount of Rs.10,000 crore as collection of arrears of direct taxes is included in Budget Estimate for 2009-10.

**CUSTOMS**

Revised Estimate of Customs Duties for 2008-2009 is Rs. 108000 crore as against the Budget Estimate of Rs. 118930 crore.

Budget Estimate for 2009-2010 is Rs. 98000 crore.

The break-up of the estimates is given below :

	<i>(In crore of Rupees)</i>		
	Budget 2008-2009	Revised 2008-09	Budget 2009-10
<b>(1) Import Duties</b>	<b>115300</b>	<b>101710</b>	<b>95415</b>
(a) Basic Duty	40240	36605	35275
(b) Additional Duty of Customs(CVD)	55395	46015	36465
(c) Special CV Duty	15540	14095	19650
(d) Additional Duty of Customs on Motor Spirit	0	130	0
(e) Additional Duty of Customs on High Speed Diesel Oil	0	540	0
(f) Special Additional Duty of Customs on Motor Spirit	0	390	0
(g) National Calamity Contingent Duty	660	790	815
(h) Education Cess	2310	2095	2140
(i) Secondary and Higher Education Cess	1155	1050	1070
<b>(2) Export Duty</b>	<b>2065</b>	<b>4050</b>	<b>350</b>
<b>(3) Cesses on Exports</b>	<b>525</b>	<b>595</b>	<b>30</b>
<b>(4) Other Receipts</b>	<b>1040</b>	<b>1645</b>	<b>2205</b>
<b>Total (1+2+3+4)</b>	<b>118930</b>	<b>108000</b>	<b>98000</b>

**(i) Basic Customs Duty (BCD)** : Basic Customs Duty is leviable on imported goods under the Customs Act, 1962. For industrial goods, there are three major ad valorem rates of BCD i.e. 5%, 7.5% and 10% (peak rate).

**(ii) Additional Duty of Customs (CVD)** : Additional Duty of Customs is leviable under sub-section (1) of Section 3 of the Customs Tariff Act, 1975 equivalent to duty of Excise leviable on such domestically manufactured goods. Mean CENVAT rate of Central Excise duty was reduced from 16% to 14% from 01.03.2008. It was further reduced to 10% w.e.f. 7.12.2008 and to 8% w.e.f. 24.2.2009, thereby leading to a reduction in the rates of CVD.

**(iii) Special CV Duty** : Special CV Duty is leviable under sub-section (5) of Section 3 of the Customs Tariff Act, 1975 @ 4% on all imported goods, with few exceptions, to partially compensate the domestic levies.

**(iv) Additional Duty of Customs on Motor Spirit** : Additional Duty of Customs on Motor Spirit is leviable by the Finance Act (No.2), 1998. This is commonly known as road cess.

**(v) Additional Duty of Customs on High Speed Diesel Oil** : Additional Duty of Customs on High Speed Diesel Oil is leviable by the Finance Act, 1999. This is also commonly known as road cess.

**(vi) Special Additional Duty of Customs on Motor Spirit** : Special Additional Duty of Customs on Motor Spirit is leviable by the Finance Act, 2002. This is commonly known as surcharge.

**(vii) National Calamity Contingent Duty** : This duty was imposed under Section 134 of the Finance Act, 2003 on imported petroleum crude oil. This tax was also leviable on motor cars, imported multi-utility vehicles, polyester filament yarn and two wheelers. NCCD has been removed from Polyester Filament Yarn and imposed on Mobile Phones @ 1% from Budget 2008-09.

**(viii) Education Cess** : Education Cess is leviable @ 2% on the aggregate of duties of Customs (except safeguard duty under Section 8B and 8C, countervailing duty under Section 9 and anti-dumping duty under Section 9A of the Customs Tariff Act, 1985). Items attracting Customs Duty at bound rates under international commitments are exempted from this Cess.

**(ix) Secondary and Higher Education Cess** : Leviable @1% of the aggregate of duties of Customs.

**(x) Export Duty** : Export Duty is leviable under Section 12 of the Customs Act, 1962 on goods specified in the second schedule of the Customs Tariff Act, 1975. It is currently applicable to ores and concentrates of iron and chromium & certain varieties of leather.

**(xi) Arrear Collection** : RE 2008-09 and BE 2009-10 include collection of arrears of Customs Duties of Rs. 1280 crore and Rs. 1200 crore respectively.

**UNION EXCISE DUTIES**

Revised Estimate of Union Excise Duties for 2008-2009 is Rs. 108359 crore as against the Budget Estimate of Rs. 137874 crore.

Budget Estimate for 2009-2010 is Rs. 106477 crore.

The break- up of the estimates is given below:

(In crore of Rupees)

	Budget 2008-2009	Revised 2008-09	Budget 2009-10
1. Basic and Special Excise Duties excluding Additional Duty of Excise on Motor Spirit and High Speed Diesel Oil	98880	68505	62685
2. Additional Duty of Excise on Motor Spirit	2860	3500	3765
3. Additional Duty of Excise on High Speed Diesel Oil	10790	11030	12915
<b>Total (1+2+3)</b>	<b>112530</b>	<b>83035</b>	<b>79365</b>
4. National Calamity Contingent Duty	2120	2085	2195
5. Special Additional Duty of Excise on Motor Spirit	8580	10500	11295
6. Surcharge on Pan Masala and Tobacco Products	815	980	1405
7. Cesses administered by			
(i) <b>Department of Revenue</b>	<b>12565</b>	<b>10400</b>	<b>10740</b>
(a) Education Cess	2655	2075	2120
(b) Secondary and Higher Education Cess	1325	1040	1060
(c) Others	8585	7285	7560
(ii) <b>By other Departments</b>	<b>1264</b>	<b>1359</b>	<b>1477</b>
<b>Total Cess (i+ii)</b>	<b>13829</b>	<b>11759</b>	<b>12217</b>
<b>Total (1+2+3+4+5+6+7)</b>	<b>137874</b>	<b>108359</b>	<b>106477</b>

- Basic and Special Excise Duty** : Basic Excise Duty and Special Excise Duty are leviable under Section 3 of the Central Excise Act, 1944 at the rates specified in the First and Second Schedules to the Central Excise Tariff Act, respectively. During 2008-09 the mean CENVAT rate was reduced from 16% to 14% w.e.f. 01.3.2008. It was further reduced to 10% w.e.f. 7.12.2008 and to 8% w.e.f. 24.2.2009.
- National Calamity Contingent Duty** : NCC Duty was levied on pan masala and certain specified tobacco products vide the Finance Act, 2001. Its scope was expanded by the Finance Act, 2003. It is currently applicable to tobacco products, crude petroleum, motor vehicles & cellular phones.
- Education Cess**: Education Cess is leviable @2% of the aggregate of duties of Excise.
- Secondary and Higher Education Cess** : Leviable @1% of the aggregate of duties of Excise.
- Additional Duty of Excise on Motor Spirit** : Additional Duty of Excise on Motor Spirit is leviable by the Finance Act (No.2), 1998. This is commonly known as road cess.
- Additional Duty of Excise on High Speed Diesel Oil** : Additional Duty of Excise on High Speed Diesel Oil is leviable by the Finance Act, 1999. This is commonly known as road cess.
- Special Additional Duty of Excise on Motor Spirit** : Special Additional Duty of Excise on Motor Spirit is leviable by the Finance Act, 2002. This is commonly known as surcharge.
- Surcharge on Pan Masala and Tobacco Products** : An Additional Duty of Excise has been imposed on cigarettes, pan masala and certain specified tobacco products, at specified rates in the Budget 2005-06. Biris are not subjected to this levy.
- Arrear Collection** : RE 2008-09 and BE 2009-10 include collection of arrears of Central Excise Duties of amount Rs. 1600 crore and Rs. 1500 crore respectively.

\* *The break-up of cesses administered by other Departments is as below:*

1. Coal and Coke	450.00	475.00	515.00
2. Salt	2.97	4.00	4.00
3. Prevention & Control of (Air & Water) Pollution	180.00	200.00	240.00
4. Rubber	100.00	100.00	100.00
5. Beedi fund	230.00	206.00	214.00
6. Mica Mines	3.50	3.50	3.50
7. Iron Ore, Manganese Ore & Chrome Ore	21.50	25.00	25.00
8. Lime Stone and Dolomite	22.50	24.50	25.00
9. Cine Workers	2.00	2.50	2.50
10. Research and Development	248.00	315.00	345.00
11. Cess under other accounts	3.25	3.25	3.25
<b>Total</b>	<b>1263.72</b>	<b>1358.75</b>	<b>1477.25</b>

## SERVICE TAX

Revised Estimate of Service Tax for 2008-2009 is Rs. 65000 crore as against the Budget Estimate of Rs. 64460 crore. Budget Estimate for 2009-2010 is Rs. 65000 crore. The rate of Service Tax was reduced from 12% to 10% w.e.f. 24.2.2009.

Education Cess and Higher Education Cess are leviable @2% and 1% respectively of the total Service Tax. RE 2008-09 and BE 2009-10 include collection of arrears of Service Tax of amount Rs. 1650 crore and Rs. 1300 crore respectively.

**TAXES OF UNION TERRITORIES**

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

	Budget	Revised	(In crore of Rupees)
	2008-2009	2008-09	Budget 2009-10
Land Revenue	2.66	4.42	4.51
Stamps and Registration	86.14	118.73	119.40
State Excise Duties	180.80	188.70	191.13
Sales Tax	1105.06	1204.06	1215.06
Taxes on Vehicles	50.60	45.60	44.32
Taxes on Goods and Passengers	4.80	4.80	4.52
Taxes and Duties on Electricity	13.50	14.00	14.00
Other Taxes and Duties	7.33	9.27	9.40
<b>Total</b>	<b>1450.89</b>	<b>1589.58</b>	<b>1602.34</b>

**Arrears of Tax Revenues.**

In compliance of Rule 6 of the Fiscal Responsibility & Budget Management Rules, 2004 (FRBM Rules), a disclosure Statement on Tax Revenues raised but not realised in respect of the principal taxes is at Annex 10.