Government of India
Ministry of Railways
Railway Board

No. 2016/F(S)III/ED/1
New Delhi, Dated: 16.03.2016

The FA&CAOs,
All Zonal Railways & Production Units.

Sub: Reduction in rate of Excise Duty on parts and components, locomotives, rolling stock and other railway goods (Tariff headings 8607 & 8608).

In terms of Notification No.12/2016-Central Excise dated 01.03.2016 of Ministry of Finance (Department of Revenue), the rate of Excise Duty of all goods falling under tariff headings 8607 (parts of railway locomotives or rolling stock) and 8608 (railway track fixtures and fittings: mechanical (including electro-mechanical), signalling, safety or traffic control equipment for railway, tramway, roads, inland waterways, parking facilities, port installation or air fields; parts of the foregoing), has been reduced from 12.5% to 6% with effect from 01.03.2016.

2. It is noted that Notification No.12/2012-Central Excise dated 17.03.2016 has been amended by above Notification by inserting new S.Nos.272A and 272B after S.No.272 in the table thereof.

3. A note No.2011/F(S)III/ED/CLW/1(Pt.I) dated 08.03.2016 in the above matter from ED/AIMS&AR, Railway Board is enclosed.

4. Above Notification may please be complied with.

DA: As above.

Copy for information to:
(i) PSO/FC, (ii) PPS/AM(F), (iii) PPS/AM(B), (iv) PPS/Adv(A) & 
(v) PPS/Adv(F).

Director, Finance (Stores)II
Sub: Reduction in rate of Excise Duty on parts and components of Locomotives, Rolling stock and other railway goods.

In the General Budget (2016-17) presented in Parliament on 29.02.2016, the rates of Excise Duty on the following railway goods have been reduced as per details given below:

<table>
<thead>
<tr>
<th>Description of goods</th>
<th>Tariff heading</th>
<th>Excise Duty Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>Parts of railway or tramway locomotives or rolling-stock</td>
<td>8607</td>
<td>From 12.5% To 6%</td>
</tr>
<tr>
<td>Railway or tramway track fixtures and fittings: mechanical (including electro-mechanical) signaling, safety or traffic control equipment for railway, tramway, roads, inland waterways, parking facilities, port installation or air fields; parts of the foregoing</td>
<td>8608</td>
<td>From 12.5% To 6%</td>
</tr>
</tbody>
</table>

Please note that Notification no.12/2012-CE, dated March 17, 2012 is amended by Notification no.12/2016-CE, dated March 01, 2016 by inserting new S.No.272A and 272B.

The reduced Excise duty rates are applicable immediately, i.e. 01.03.2016. It is requested that Controller of Stores, Principal Chief Engineer, FA&CAO of all the Zonal Railways and Production Units be intimated about the reduced Excise Duty rates suitably.

ED/AIMS&AR
08.03.2016