

**Goods and Services Tax (GST)  
Excise Duties**

Table Nos. 1 to 11; Page Nos. E-1 to E-24











**TABLE NO. 6**  
**EFFECTIVE RATES OF EXCISE DUTIES, GST ON VISCOSE FILAMENT YARN**

(Rs. Per Kg.)

Effective Dates		Below 75 D	75 D & above but below 100 D	100 D	Above 100 D but below 120 D	120 D & above but below 150 D	150 D & above but below 350 D	350 D & above but not above 1100 D	Above 1100 D
From	To								
07-07-09	28-02-10 Adv %	8.24	8.24	8.24	8.24	8.24	8.24	8.24	8.24
01-03-10	28-02-11 Adv %	10.30	10.30	10.30	10.30	10.30	10.30	10.30	10.30
01-03-11	16-02-12 Adv %	10.30	10.30	10.30	10.30	10.30	10.30	10.30	10.30
17-03-12	29-02-13 Adv %	12.36	12.36	12.36	12.36	12.36	12.36	12.36	12.36
01-03-13	10-07-14 Adv %	12.36	12.36	12.36	12.36	12.36	12.36	12.36	12.36
11-07-14	28-02-15 Adv %	12.36	12.36	12.36	12.36	12.36	12.36	12.36	12.36
01-03-15	29-02-16 Adv%	12.5	12.5	12.5	12.5	12.5	12.5	12.5	12.5
01-03-16	30-06-17	12.5	12.5	12.5	12.5	12.5	12.5	12.5	12.5
01-07-17 & onwards		18.0	18.0	18.0	18.0	18.0	18.0	18.0	18.0
Reduced GST Rate Recommended by the GST Council as per Meeting of GST Council on 6th Oct. 17		18.0	18.0	18.0	18.0	18.0	18.0	18.0	18.0



**TABLE NO. 8**  
**EFFECTIVE RATES OF EXCISE DUTIES, GST ON RAW MATERIALS**  
**CAPROLACTAM**

(%)

Effective Dates		Caprolactam when used for textile yarn (upto 225 D)	Caprolactam when used for nylon tyre yarn/cord (above 225 D)
From	To		
28-02-99	07-07-04		16.00
08-07-04	28-02-07		16.32
01-03-07	06-12-08		12.36
07-12-08	28-02-10		8.24
01-03-10	28-02-11		10.30
01-03-10	16-03-12		10.30
17-03-12	29-02-13		12.36
01-03-13	10-07-14		12.36
11-07-14	28-02-15		12.36
01-03-15	29-02-16		12.5
01-03-16	30-06-17		12.5
01-07-17 & onwards			18.0

**D.M.T.**

(%)

Effective Dates		Caprolactam when used for textile yarn (upto 225 D)	Caprolactam when used for nylon tyre yarn/cord (above 225 D)
From	To		
28-02-99	07-07-04		16.00
08-07-04	28-02-06		16.32
01-03-06	28-02-07		8.16
01-03-07	06-12-08		8.24
07-12-08	06-07-09		4.12
07-07-09	28-02-10		8.24
01-03-10	28-02-11		10.30
01-03-11	16-03-12		10.30
17-03-12	29-02-13		12.36
01-03-13	10-07-14		12.36
11-07-14	28-02-15		12.36
01-03-15	29-02-16		12.5
01-03-16	30-06-17		12.5
01-07-17 & onwards			18.0

## ACRYLONITRILE

(%)

Effective Dates		Rate of Excise Duty, GST
From	To	
01-03-97	27-02-99	5
28-02-99	07-07-04	5
08-07-04	28-02-06	16.32
01-03-06	28-02-07	8.16
01-03-07	06-12-08	8.24
07-12-08	06-07-09	4.12
07-07-09	28-02-10	8.24
01-03-10	28-02-11	10.30
01-03-11	16-03-12	10.30
17-03-12	29-02-13	12.36
01-03-13	10-07-14	12.36
11-07-14	28-02-15	12.36
01-03-15	29-02-16	12.5
01-03-16	30-06-17	12.5
01-07-17 & onwards		18.0

## M. E. G.

(%)

Effective Dates		Rate of Excise Duty, GST
From	To	
01-03-97	27-02-99	18.00
28-02-99	07-07-04	16.00
08-07-04	28-02-06	16.32
01-03-06	28-02-07	12.24
01-03-07	06-12-08	12.36
07-12-08	28-02-10	8.24
01-03-10	28-02-11	10.30
01-03-11	16-03-12	10.30
17-03-12	29-02-13	12.36
01-03-13	10-07-14	12.36
11-07-14	28-02-15	12.36
01-03-15	29-02-16	12.5
01-03-16	30-06-17	12.5
01-07-17 & onwards		18.0

**P. T. A.**

(%)

Effective Dates		Rate of Excise Duty, GST
From	To	
01-03-93	28-02-94	Rs. 15.00 per kg.
01-03-94	28-02-97	20.00
01-03-97	27-02-99	18.00
28-02-99	07-07-04	16.00
08-07-04	28-02-06	16.32
01-03-06	28-02-07	8.16
01-03-07	06-12-08	8.24
07-12-08	06-07-09	4.12
07-07-09	28-02-10	8.24
01-03-10	28-02-11	10.30
01-03-11	16-03-12	10.30
17-03-12	29-02-13	12.36
01-03-13	10-07-14	12.36
11-07-14	28-02-15	12.36
01-03-15	29-02-16	12.5
01-03-16	30-06-17	12.5
01-07-17 & onwards		18.0

**RAYON GRADE WOOD PULP**

(%)

Effective Dates		Rate of Excise Duty, GST
From	To	
17-03-85	28-02-86	12
01-03-86	28-02-10	Nil
01-03-10	28-02-11	Nil
01-03-11	16-03-12	Nil
17-03-12	29-02-13	Nil
01-03-13	10-07-14	Nil
11-07-14	28-02-15	Nil
01-03-15	29-02-16	Nil
01-03-16	30-06-17	Nil
01-07-17 & onwards		Nil

**TABLE NO. 9**  
**EFFECTIVE GST RATES ON RAW MATERIALS,**  
**UTILITIES AND MAN-MANDE FIBERS / YARNS 2022-23**  
**( Effective from 01-07-2017 )**

**I. RAW MATERIALS**

(%)

<b>Tariff No.</b>	<b>Description</b>	<b>GST</b>
29261000	Acrylonitrile	18.0
2917.12 2921.22	Adipic Acid & Hexamethylene Diamine	18.0
2902.20	Benzene	18.0
29337100	Caprolactam	18.0
29173700	D. M. T.	18.0
2901.22	Propylene	18.0
2901.21	Ethylene	18.0
290122	Polypropylene	18.0
29053100	M. E. G.	18.0
29173930	P. T. A.	18.0
2902.43	Paraxylene	18.0
4701.00	Rayon Grade Woodpulp	Nil
2807.00	Sulphuric Acid	18.0
2823.00	Titanium Dioxide	18.0
3403.19	Spin Finish (Textile)	18.0
7901.00	Zinc	18.0
2815.00	Caustic Soda (Lye)	18.0
3906.20	Acrylic Chips	18.0
3908.00	Polyamide Chips	18.0
3908.10	Nylon Chips	18.0
3907.60	Polyester Chips	18.0
3902.10	Polypropylene Chips	18.0
2707.40	Raw Naphtha	18.0
2915.21	Acetic Acid	18.0
2905.11	Methanol	18.0
8444.00	Machine for extruding drawing texturising and cutting man-made fibre & spinnerettes (all types)	8.00

**EFFECTIVE GST RATES ON RAW MATERIALS,  
UTILITIES AND MAN-MADE FIBRES / YARNS 2022-23 (Contd.)  
( Effective from 01-07-2017 )**

**II. MAN-MADE STAPLE FIBRES**

<b>Tariff No.</b>	<b>I T E M</b>	<b>Revised GST</b>
5504.10.00 5502.00.20 5507.00.20	Viscose Staple Fibre / Tow / Tops	12.0
5503.20.00 5501.20.00 5506.20.00	Polyester Staple Fibre / Tow / Tops	12.0
5503.30.00 5501.30.00 5507.00.10	Acrylic Staple Fibre / Tow / Tops	12.0
5503.10.00 5501.10.00 5506.10.00	Nylon Staple Fibre / Tow / Tops	12.0
5503.40.00 5501.90.10 5506.90.10	Polypropylene Staple Fibre / Tow / Tops	12.0
5503.90.10 5501.90.00 5506.90.90	Other Synthetic Fibre / Tow / Tops	12.0
5504.90.00 5502.00.90 5506.90.90	Other Cellulosic Staple Fibre / Tow / Tops	12.0

**III. POLYAMIDE (NYLON FILAMENT YARN)**

(% Adv)

<b>Tariff No.</b>	<b>I T E M</b>	<b>Revised GST</b>
5402.31.00	750 Denier & below	12.0
5402.11.10	Above 750 D	12.0
5402.31.00	NFY Monofilament : 330, 420, 630, 840, 1050, 1260, 1680 with tolerance 4% use for mfg. or repair of fishnets.	12.0
5402.31.00	NFY Monofilament : 210	Nil
5402.19.90	NFY of 210 D with tolerance of 6 %	12.0

**EFFECTIVE GST RATES ON RAW MATERIALS,  
UTILITIES AND MAN-MADE FIBRES / YARNS 2022-23 (Contd.)  
( Effective from 01-07-2017 )**

**IV. POLYESTER FILAMENT YARN**

<b>Tariff No.</b>	<b>ITEM</b>	<b>Revised GST Rates</b>
5402.00	750 Denier & below	12.0
5402.20	Above 750 Denier	12.0

**V. POLYPROPYLENE FILAMENT YARN**

<b>Tariff No.</b>	<b>ITEM</b>	<b>Revised GST Rates</b>
5402.49.00	All Deniers	12.0
5404.10.00	Monofilament Yarn <sup>+</sup>	12.0

**VI. OTHER SYNTHETIC FILAMENT YARNS**

<b>Tariff No.</b>	<b>ITEM</b>	<b>Revised GST Rates</b>
5402.49	All Deniers	12.0

**VII. SPANDEX YARNS**

<b>Tariff No.</b>	<b>ITEM</b>	<b>Revised GST Rates</b>
5402.00	All Deniers	12.0

**VIII. VISCOSE FILAMENT YARNS**

<b>Tariff No.</b>	<b>ITEM</b>	<b>Revised GST Rates</b>
5403.31	All Deniers	12.0

**EFFECTIVE GST RATES ON RAW MATERIALS,  
UTILITIES AND MAN-MADE FIBRES / YARNS 2022-23 (Contd.)**

( Effective from 01-07-2017 )

**IX. ACETATE FILAMENT YARN**

<b>Tariff No.</b>	<b>ITEM</b>	<b>Revised GST Rates</b>
5403.10	All Deniers	12.0

**X. CUPRAMMONIUM FILAMENT YARN**

<b>Tariff No.</b>	<b>ITEM</b>	<b>GST Rates</b>
5605.00	All Deniers	18.0

**XI. METALLISED YARN OF MAN-MADE FILAMENTS**

<b>Tariff No.</b>	<b>ITEM</b>	<b>GST Rates</b>
5605.00	All Deniers	18.0

**XII. MAN-MADE FIBRE / YARN WASTE**

<b>Tariff No.</b>	<b>ITEM</b>	<b>GST Rates</b>
5505.10	Of Synthetic Fibres / Filament Waste including Noil Waste of Yarn and Garnetted Stock	18.0
5505.20	Of Cellulosic Fibres / Tow and Filament Yarns	18.0

**EFFECTIVE GST RATES ON RAW MATERIALS,  
UTILITIES AND MAN-MADE FIBRES / YARNS 2022-23 (Contd.)**

( Effective from 01-07-2017 )

**XIII. SPUN & BLENDED YARNS**

<b>Tariff No.</b>	<b>ITEM</b>	<b>Revised GST Rates</b>
55.09	Yarn (other than sewing thread) of synthetic staple fibres and their blends	12.0
55.10	Yarn (other than sewing thread) of artificial staple fibres and their blends	12.0
5205/ 5206	Cotton yarn containing synthetic staple fibres (non-hank)	12.0

**XIV. TYRE CORD FABRICS**

<b>Tariff No.</b>	<b>ITEM</b>	<b>GST Rates</b>
59021000/10/90	Nylon	12.0
59022000/10/90	Polyester	12.0
59029000/10/90	Viscose	12.0
59029090	Others	12.0

**XV. TEXTILE MACHINERY**

<b>Tariff No.</b>	<b>ITEM</b>	<b>Total Duty</b>
8444	Textile Machinery	18.0
8445	Parts of components of Textile Machinery	18.0
8446	General Projects	18.0
8447	Specified textile machinery <b>list 2</b> - 40 machinery (Formerly List 6)	6.00
8448	<b>list 3</b> - 16 machinery (Formerly List 7)	Nil
8451	Automatic Shuttle looms	6.00

**EFFECTIVE GST RATES ON RAW MATERIALS,  
UTILITIES AND MAN-MADE FIBRES / YARNS 2022-23 (Contd.)**

( Effective from 01-07-2017 )

**XVI. GARMENTS & KNIT WEAR**

I T E M	G S T Rates	
	5%	18%
Readymade Garments (Woven)	All goods of sale value not exceeding Rs. 1000 per piece	All goods of sale value exceeding Rs. 1000 per piece
Cotton Knitwear		
Other Knitwear		
Made-ups		

**Taxes subsumed under GST**

- Central Excise Duty
- State VAT / Central Sales Tax
- Service Tax
- Additional Customs Duty (CVD)
- Special Additional Duty (SAD)
- Local Body Tax / Octroi and Entry Tax
- State and Central Cesses
- Special Additional Duty (SAD)
- Local Body Tax / Octroi and Entry Tax
- State and Central Cesses

**TABLE NO. 10**  
**GST RATES FOR WOOL**

Sr. No.	Products	HS Code No.	GST Rates from 01-07-17
1.	<b>Wool</b>	5101, 02, 03	Nil
	a. Tops	5105.10 5105.29	5%
	b. Yarn of Waste Wool including shoddy	5106.11 5106.12	5%
	c. Yarn of combed wool	5107.11 5107.12	5%
	d. Fabric (Unprocessed)	5110.10 5111.10	5%
	e. Fabric (Processed)	5111.29	5%
	f. Fabric of wool, woven on looms other than hand looms and subjected to any process, not containing any worsted yarn or made of shoddy yarn, where value of such fabric does not exceed Rs. 150/- per square metre (Blazer)	5110.29	5%
	g. Fabric of wool, woven on looms other than hand looms and subjected to any process, not containing any worsted yarn or made of shoddy yarn, where value of such fabric exceed Rs. 150/- per square metre (Blazer)	5110.29	5%

**TABLE NO. 10 (Contd.)**  
**GST RATES FOR WOOL**

Sr. No.	Products	HS Code No.	GST Rates from 01-07-17
	h. Waste of wool (Noils) or of fine or coarse animal hair including yarn waste but excluding garneted stock	5103.00	Nil
<b>2.</b>	<b>Blankets</b>	63	Nil
	a. Blankets of wool, the value of which does not exceed Rs. 1000 Per Piece	6301.20	5%
	b. Blankets of wool, the value of which exceeds Rs. 1000 Per Piece	6301.20	12%
	c. Acrylic Blanket which does not exceed Rs. 1000 Per Piece	6301.40	5%
	d. Acrylic Blanket which exceeds Rs. 1000 Per Piece		12%
<b>3.</b>	<b>Textile Flocks / Dust</b>	6301.20	5%
<b>4.</b>	<b>Animal (including fish) fats and oils, crude, refined for purified</b>	15	5%
	a. Wool Grease (Crude)	1505.00	5%

## KEY HIGHLIGHTS OF THE UNION BUDGET 2022-23

### KEY HIGHLIGHTS OF UNION BUDGET 2022-23



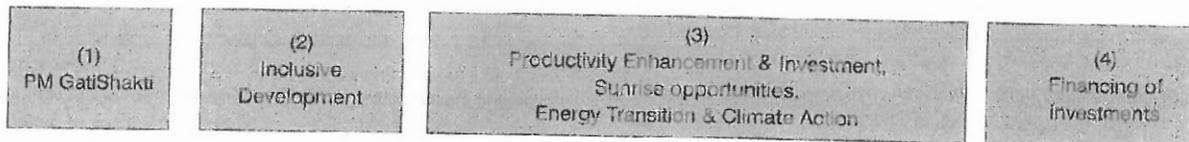
The Hon'ble Union Minister for Finance & Corporate Affairs, Smt. Nirmala Sitharaman tabled the Union Budget 2022-23 in Parliament on 01st February, 2022. The Union Budget seeks to complement macro-economic level growth with a focus on economic level all-inclusive welfare.

Key Highlights (Relevant Extracts) of Union Budget 2022-23 are as follows:

#### PART A

- 60 lakh new jobs to be created under the PLI Scheme in 14 sectors.
- PLI Schemes have the potential to create an additional production of Rs 30 lakh crore.
- Entering Amrit Kaal, the 25 year long lead up to India @100.

The budget provides impetus for growth along four priorities:



- (I) **PM GatiShakti** - The seven engines that drive PM GatiShakti are Roads, Railways, Airports, Ports, Mass Transport, Waterways and Logistics Infrastructure.

#### PM GatiShakti National Master Plan

- This Master Plan will encompass the seven engines for economic transformation, seamless multimodal connectivity and logistics efficiency.
- Projects pertaining to these 7 engines in the National Infrastructure Pipeline will be aligned with PM GatiShakti framework.

**Multimodal Logistics Parks** - Contracts to be awarded through PPP mode in 2022-23 for implementation of Multimodal Logistics Parks at four locations.

#### Railways

- One Station One Product concept to help local businesses & supply chains.
- 100 PM GatiShakti Cargo terminals for multimodal logistics to be developed during the next three years

#### (II) **Inclusive Development :**

##### MSME

- Udyam, e-shram, NCS and ASEEM portals to be interlinked.
- 130 lakh MSMEs provided additional credit under Emergency Credit Linked Guarantee Scheme (ECLGS)

##### ECLGS to be extended up to March 2023.

- Guarantee cover under ECLGS to be expanded by Rs 50000 Crore to total cover of Rs 5 Lakh Crore.
- Rs 2 lakh Crore additional credit for Micro and Small Enterprises to be facilitated under the Credit Guarantee Trust for Micro and Small Enterprises (CGTMSE).
- Raising and Accelerating MSME performance (RAMP) programme with outlay of Rs 6000 Crore to be rolled out.

##### Skill Development

- Digital Ecosystem for Skilling and Livelihood (DESH-Stack e-portal) will be launched to empower citizens to skill, reskill or upskill through on-line training.

**Project imports and capital goods**

- Gradually phasing out of the concessional rates in capital goods and project Imports; and applying a moderate tariff of 7.5 conducive to the growth of domestic sector and 'Make In India'.
- Certain exemptions for advanced machineries that are not manufactured within the country shall continue.
- A few exemptions introduced on inputs, like specialised castings, ball screw and linear motion guide - to encourage domestic manufacturing of capital goods.

**Review of customs exemptions and tariff simplification**

- More than 350 exemption entries proposed to be gradually phased out, like exemption on certain agricultural produce, chem fabrics, medical devices, drugs and medicines for which sufficient domestic capacity exists.
- Simplifying the Customs rate and tariff structure particularly for sectors like chemicals, textiles and metals and minimise dispens. Removal of exemption on items which are or can be manufactured in India and providing concessional duties on raw material th. into manufacturing of intermediate products - in line with the objective of 'Make in India' and 'Atmanirbhar Bharat'.

**Sector specific proposals**

**Exports** -To incentivise exports, exemptions being provided on items such as embellishment, trimming, fasteners, buttons, zipper, li material, specified leather, furniture fittings and packaging boxes.

- Startups will be promoted to facilitate 'Drone Shakti' and for Drone-As-A-Service (DrAAS).
- e-Passport** - e-Passports with embedded chip and futuristic technology to be rolled out.

#### Export Promotion

- Special Economic Zones Act to be replaced with a new legislation to enable States to become partners in 'Development of Enterprise and Service Hubs'.
- Digital Rupee
- Introduction of Central Bank Digital Currency (CBDC) will give a big boost to digital economy.
- Fiscal Management
- Budget Estimates 2021-22: Rs. 34.83 lakh crore
- Revised Estimates 2021-22: Rs. 37.70 lakh crore
- Total expenditure in 2022-23 estimated at Rs. 39.45 lakh crore
- Total receipts other than borrowings in 2022-23 estimated at Rs. 22.84 lakh crore
- Fiscal deficit in current year: 6.9% of GDP (against 6.8% in Budget Estimates)
- Fiscal deficit in 2022-23 estimated at 6.4% of GDP

#### PART B

### DIRECT TAXES

#### To take forward the policy of stable and predictable tax regime:

- Vision to establish a trustworthy tax regime.
- To further simplify tax system and reduce litigation.

#### Introducing new 'Updated return'

- Provision to file an Updated Return on payment of additional tax.
- Will enable the assessee to declare income missed out earlier.
- Can be filed within two years from the end of the relevant assessment year.

**Incentives for Start-ups** - Period of incorporation extended by one year, up to 31.03.2023 for eligible start-ups to avail tax benefit.

**Incentives under concessional tax regime** - Last date for commencement of manufacturing/ production under section 115BAB extended from 31<sup>st</sup> March, 2023 to 31<sup>st</sup> March, 2024.

**Rationalization of Surcharge** - To give a boost to the startup community.

**Health and Education Cess** - Any surcharge or cess on income and profits not allowable as business expenditure.

#### Rationalizing TDS Provisions

- Benefits passed on to agents as business promotion strategy taxable in hands of agents.
- Tax deduction provided to person giving benefits, if the aggregate value of such benefits exceeds Rs 20,000 during the financial year.

### INDIRECT TAXES

**Remarkable progress in GST** - GST revenues are buoyant despite the pandemic – Taxpayers deserve applause for this growth.

**Special Economic Zones** - Customs Administration of SEZs to be fully IT driven and function on the Customs National Portal – shall be implemented by 30<sup>th</sup> September 2022.

**Customs Reforms and duty rate changes** - Faceless Customs has been fully established. During Covid-19 pandemic, Customs formations have done exceptional frontline work against all odds displaying agility and purpose.

# 7. Key Highlights of Union Budget 2023-24

Hon'ble Union Minister of Finance, Smt. Nirmala Sitharaman, presented the first budget of Amrit Kaal on 1<sup>st</sup> February 2023. The key highlights of the Union Budget 2023-24 for the textile sector are as follows:

## · Enhancing productivity of cotton crop

To enhance the productivity of extra-long staple cotton, Government will adopt a cluster-based and value chain approach through Public Private Partnerships (PPP). This will mean collaboration between farmers, state and industry for input supplies, extension services, and market linkages. We await further details of this policy.

New 5 HS Codes have been identified for cotton, for further classification of cotton as per staple length. This can help in calibrated policy support for ELS cotton.

## · Agriculture Accelerator Fund

Agriculture Accelerator Fund to encourage Agri-startups to aim at bringing innovative and affordable solutions for challenges faced by farmers. It will also bring in modern technologies to transform agricultural practices, increase productivity and profitability.

## · Decentralized Storage Capacity

Government set up massive, decentralised storage capacity to help farmers store their produce. Better storage infrastructure is expected to also improve the quality of cotton procured from farmers.

## · Digital Public Infrastructure for Agriculture

Digital public infrastructure for agriculture will be built as an open source, open standard and inter operable public good. This will enable inclusive, farmer-centric solutions through relevant information services for crop planning and health, improved access to farm inputs, credit, and insurance, help for crop estimation, market intelligence, and support for growth of Agri-tech industry and start-ups.

New AI driven data collection of agricultural products may help in better crop estimation and lend predictability to cotton prices.

## · Green Growth

Towards India's commitments for net-zero carbon emission by 2070, green farming and green technologies will be taken up, which can have significance for the cotton textile sector. Through the Green Credit Programme, Textile sector looks forward to policy support for aligning their technologies to the upcoming international environmental legislations as also improve domestic benchmarks.

## · Pradhan Mantri Kaushal Vikas Yojana 4.0

Pradhan Mantri Kaushal Vikas Yojana 4.0 will be launched to skill lakhs of youth within the next three years. On-the-job training, industry partnership, and alignment of courses with the needs of industry will be emphasized. The scheme will also cover new age courses for Industry 4.0 like coding, AI, robotics, mechatronics, IOT, 3D printing, drones, and soft skills. To skill youth for international opportunities, 30 Skill India International Centres will be set up across different States.

## · Ease of Doing Business

For enhancing ease of doing business, more than 39,000 compliances have been reduced and more than 3,400 legal provisions have been decriminalized. For furthering the trust-based governance, budget has introduced the Jan Vishwas Bill to amend 42 Central Acts.

## · Credit Guarantee for MSMEs

Last year, Government proposed revamping of the credit guarantee scheme for MSMEs. The revamped scheme will take effect from 1<sup>st</sup> April 2023 through infusion of ₹ 9,000 crore in the corpus. This will enable additional collateral-free guaranteed credit of ₹ 2 lakh crore. Further, the cost of the credit will be reduced by about 1 per cent.

## · Vivad se Vishwas I – Relief for MSMEs

In cases of failure by MSMEs to execute contracts during the Covid period, 95 per cent of the forfeited amount relating to bid or performance security, will be returned to them by government and government undertakings. This will provide relief to MSMEs.

· **Skill India Digital Platform**

The digital ecosystem for skilling will be further expanded with the launch of a unified Skill India Digital platform for:

- enabling demand-based formal skilling,
- linking with employers including MSMEs, and
- facilitating access to entrepreneurship schemes.

· **Increasing of Import Duty on Textile Machinery from 5% to 7.5%**

As indicated in the Union Budget 2022-23, all textile machinery will now be subjected to 7.5% import duty starting from 31.03.2023

· **Others**

▪ **Direct Taxes**

**a) MSMEs and Professionals**

Micro enterprises with turnover up to Rs. 2 crore and certain professionals with turnover of up to Rs. 50 lakhs can avail the benefit of presumptive taxation. Government has enhanced limits of Rs. 3 crore and Rs. 75 lakhs, respectively, to the taxpayers whose cash receipts are no more than 5 per cent. Moreover, to support MSMEs in timely receipt of payments, the Government has proposed to allow deduction for expenditure incurred on payments made to them only when payment is actually made.

**b) LEGISLATIVE CHANGES IN GST LAWS**

▪ **Decriminalization**

Section 132 and section 138 of CGST Act are being amended, inter alia, to -

- ❖ raise the minimum threshold of tax amount for launching prosecution under GST from ` one crore to ` two crore, except for the offence of issuance of invoices without supply of goods or services or both.
- ❖ reduce the compounding amount from the present range of 50 per cent to 150 per cent of tax amount to the range of 25 per cent to 100 per cent.
- ❖ decriminalize certain offences specified under clause (g), (j) and (k) of sub-section (1) of section 132 of CGST Act, 2017, viz.-
- ❖ obstruction or preventing any officer in discharge of his duties.
- ❖ deliberate tempering of material evidence.
- ❖ failure to supply the information.

**Budget Grant Analysis for Textile Sector in Budget 2023-24**

Total Grant for Textiles for year 2023-24 is fixed at Rs 4,389.34 cr which is about 22.6% higher than the Revised Budget Grant for 2022-23.

In the present budget, Grant of Rs 200 Crore has been kept for PM MITRA Parks while for PLI Scheme the grant is budgeted at Rs 5 crore.

**Analysis of Demand of Grants for Textile Sector in Budget 2023-24**

<i>Particular</i>	<b>2021-22 (Actual) (Rs Cr)</b>	<b>2022-23 (Budget) (Rs Cr)</b>	<b>2022-23 (Revised) (Rs Cr)</b>	<b>2023-24 (Budget) (Rs Cr)</b>	<b>% Change 2023-24 (Budget) to 2022-23 (Revised)</b>
<b>Total Establishment Expenditure of Centre</b>	<b>81.21</b>	<b>337.18</b>	<b>369.58</b>	<b>376.95</b>	<b>2.0%</b>
<b>Central Sector Scheme/Proj</b>					
<i>Amended Technology Upgradation Fund Scheme (ATUFS)</i>	625.31	650.00	650.00	900.00	38.5%
<i>Procurement of Cotton-by-Cotton Corporation under Price Support Scheme</i>	8,331.96	9,243.09	780.71	0.01	-100.0%
<i>Total-National Handloom Development Programme</i>	360.93	200.00	156.00	200.00	28.2%
<i>Total-National Handicraft Development Programme</i>	299.73	220	221.11	278.33	25.9%
<i>Total-Integrated Wool Development Programme</i>	6.25	15.00	15.00	27.11	80.7%

Total-Development of Silk Textiles	854.08	875.00	875.00	917.77	4.9%
Total-Development of Jute Industries	86.94	115.00	62.20	142.00	128.3%
Total-Powerloom Promotion Scheme	36.41	-	-	-	
<b>Textile Infrastructure</b>					
Integrated Processing Development Scheme	41.26	70.00	31.20	60.00	92.3%
Scheme for Integrated Textile Parks (SITP)	55.00	-	-	-	
Assistant to Textile Committee	25.00	25.00	59.79	-	-100.0%
<b>Total Textile Infrastructure</b>	<b>121.26</b>	<b>95.00</b>	<b>90.99</b>	<b>60.00</b>	<b>-34.1%</b>

Particular	2021-22 (Actual) (Rs Cr)	2022-23 (Budget) (Rs Cr)	2022-23 (Revised) (Rs Cr)	2023-24 (Budget) (Rs Cr)	% Change 2023-24 (Budget) to 2022-23 (Revised)
<b>Research and Capacity Building</b>					
Integrated Scheme for Skill Development	59.76	100.00	25.00	115.00	360.0%
National Technical Textile Mission	-	100.00	37.00	450.00	1116.2%
PLI Scheme	-	15.00	7.50	5.00	-33.3%
Textile Cluster Development Scheme	-	133.83	88.00	141.54	60.8%
Others- Research & Capacity Building	199.68	130.00	34.10	0.02	-99.9%
<b>Total Research and Capacity Building</b>	<b>259.44</b>	<b>478.83</b>	<b>191.60</b>	<b>711.56</b>	<b>271.4%</b>
<b>Total Northeast Textiles Promotion Scheme</b>					
PM-MITRA	-	15.00	3.50	200.00	5614.3%
Raw Material Supply Scheme	-	105.00	130.00	160.00	23.1%
Scheme for Protection of the Handlooms and Implementation of the Handlooms (Reservation of Articles for Production) Act, 1985	-	5.00	5.00	7.00	40.0%
<b>Total Central Sector Scheme/Program</b>	<b>10,995.91</b>	<b>12,016.92</b>	<b>3,185.01</b>	<b>3,603.78</b>	<b>13.1%</b>
<b>Other Central Sector Expenditure</b>	<b>(17.31)</b>	<b>28.04</b>	<b>25.02</b>	<b>408.61</b>	<b>1533.1%</b>
<b>Total Budget Allocation</b>	<b>11,059.81</b>	<b>12,382.14</b>	<b>3,579.61</b>	<b>4,389.34</b>	<b>22.6%</b>