

Note On CEDB

Note on Central Excise Valuation Database

1. The Board vide its L/F.No.224/23/2005-CX.6 dated 16.10.2007, directed that "the work relating to creation of Central Excise Valuation Division under DGOV may be started with a few items, which are sensitive from valuation point of view.
2. Accordingly the Board identified following commodities for study:
 - a) Textiles: Polyester/Viscose filament Yarn.
 - b) Steel: Iron Ore, Sponge Iron, Pig Iron, Steel Scrap, Rolled Products, Galvanised Steel, Hot Rolled and Cold Rolled, Stainless Steel.
 - c) Other Metals: Aluminum, Copper, Zinc, Lead, Tin.
 - d) Paper: With different variety based on GSM etc.
 - e) Dyes and Pigments.
 - f) Wood Products like Plywood, Boards, and Veneers etc.
 - g) Aromatics,Olefins,Polymers and Petrochemicals like Benzene,Toluene,Xylene,Paraxylene,Methanol,Ethylene,Glycol,Propylene,MEG,Butadiene,Acetone.
 - h) Polymers/Plastics like PVC,PP,Styrenes,LDPE,HDPE (injected,moulded,film),BOPP,ABS,LLDPE.
 - i) Petroleum Intermediates like PTA, DMT, VAM, MEG.
3. The work related to valuation, actually started from the month of July-2008 and the Analysis Reports were prepared on the basis of Reports received from the Central Excise zones,in the format given as under:

Sr.No	Zone	Name of Unit	ECC Code	Comm'ate/ Div.	Description of Product Manufactured	CETH
1	2	3	4	5	6	7
Brand/Model/Grade /Specification		UQC(Unit Quantity Code as per Tariff)	Total Qty.Sold	Assessable Value of Total Sale (for Home consumption)	Weighted Average	
8		9	10	11	12	

4. It can be seen that the Board has given a very general description of the commodities selected for study and covers wide range of products. Further from the format designed for study, it will be clear that ,DGOV is considering the Average Value' of the Commodity and the same is arrived at after dividing the Total Assessable Value' (for home consumption) by the Total Quantity', Sold (for home consumption). Thus the DGOV is considering only the Months Average Value of the product of broad description for the particular month under study.
5. Methodology Adopted in Creation of the Database.
 - i) Same Tariff Sub-Headings,
 - ii) Identical description,
 - iii) Same UQC,
 - iv) Thereafter, the minimum average value and maximum average value is worked out in respect of the item of the identical but broad description in general,
 - v) Commodities falling under MRP valuation are not considered.