

**SALIENT FEATURES OF BUDGET 2010 - FEDERAL EXCISE DUTY**

- The adjustment of FED paid on beverage concentrate has been allowed. The measure may lead to new investment in beverage industry and reducing the prices of aerated waters. This change has been enforced through SRO 399(I)/2010 dated 05.06.2010, effective from the 1st July, 2010.
- The rate of Federal Excise Duty on Natural Gas has been enhanced from Rs.5.09 per MMBTu to Rs.10/- per MMBTu aiming to put heavy load on the shoulders of common man. The revised rate is effective from the 1st July, 2010.
- The enhancement of rate of Federal Excise on locally produced Cigarettes in different slabs has been enforced effective from the 6th June, 2010. Further levy of Federal Excise Duty @ Rs.1/- per filter rod of cigarettes has also been levied and is effective from the 6th June, 2010.
- The Federal Excise Duty @ 10% has been levied on electricity intensive home appliances comprising Deep Freezers and Air Conditioners. This revision is effective from the 6th June, 2010.