

## **2) Taxability of jewellery stock lying as on 29.02.2016**

CBEC on the recommendations given by the sub-committee constituted in this regard, clarified the taxability of articles of jewellery lying in stock as on 29.02.2016 in the following two categories –

- **No excise duty liability** on the jewellery that is manufactured and removed on or before 29.02.2016 from the premises where such goods are manufactured despite of the fact that such removed goods are lying in stock at different branches of the principal manufacturer or with the customers to whom the same were sent on approval basis. Further, to such extent no stock declaration is required to the extent of such goods.
- In case of stock (i.e. both finished articles and work in progress), lying as on 29.02.2016 at job work premises or any other premises where such goods are manufactured. The manufacturer, principal manufacturer need to self assess the duty liability on such finished jewellery as well as the jewellery manufactured out of the work in progress, received on or after 01.03.2016 at the point of first sale of such articles of jewellery.

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