Training on ACES

CENTRAL EXCISE – PROVISIONAL ASSESSMENT
REASONS LEADING TO PROVISIONAL ASSESSMENT REQUEST

- Cases where difference in classification leading to lower rate of duty
- Applicability of different notifications to a single commodity (subject to certain conditions) leading to lower rate of duty.
- Application of different valuation methods – Section 4 and Section 4A.
- Cases involving both classification and valuation issues.
**PROCESSES COVERED**

- Request for Provisional Assessment
- Provisional Assessment Order
- Capturing of B-2 Bond by SP
- B-2 Bond Approval by A.C/D.C
- B-2 Bond Modification/Release by A.C/D.C
- Finalization Order
- Request for Extension before Commissioner
- Extension Approval by Commissioner
- Request for Extension before Chief Commissioner
- Extension Approval by Chief Commissioner

**PROCESSES NOT COVERED:** Payment of Differential Duty and Claim of Refund which are covered under DSR and REF modules respectively.
Select the issue for which the Provisional Assessment request is created.

Multiple issues can be added using the Add button.

Automatically populated based on login id

Modify button can be used to modify the existing issues.

The Assistant/Deputy Commissioner examines the request to ascertain the necessity of provisional assessment.

After examination of the request the AC/DC passes a Provisional Assessment Order accepting or rejecting the request for Provisional Assessment.

Maximum period for which a PA Order can be issued is six months; it has to be finalized by the AC/DC within six months from the date of order of provisional assessment order.
AC/DC Enters:

- Provisional Assessment with effect from Date
- Provisional Assessment till Date

One Provisional Assessment Order may cover multiple requests/Issues pertaining to the same Assessee.

AC/DC writes the Provisional Assessment Order here
**Navigation path:** User – login page – PRA - B2 Bond – capture

Superintendent gives the bond no – Reg.No._PRA_001_BSC or Reg.No._PRA_001_BSU

Once the details of B-2 bond are submitted by the SP, it goes to the AC/DC for approval.
Details of the bond being captured.
# Capturing B-2 Bond (Contd..)

## Provisional Assessment - B2 General Bond

### Verification Report - Only in Case of Surety

<table>
<thead>
<tr>
<th>Name of the Surety</th>
<th>Dibrugarh Tea Ltd</th>
</tr>
</thead>
<tbody>
<tr>
<td>PAN</td>
<td>TEMPA0096X</td>
</tr>
<tr>
<td>Bank account number</td>
<td>123654</td>
</tr>
<tr>
<td>Address of branch in which above account is held</td>
<td>Gurgaon</td>
</tr>
<tr>
<td>Property owned - addresses</td>
<td>Udyog vihar</td>
</tr>
<tr>
<td>Property owned - value (Rs.)</td>
<td>1200000</td>
</tr>
<tr>
<td>Other Details</td>
<td>details</td>
</tr>
</tbody>
</table>

### Noting(s)

- Noting(s): forwarded to AC for approval

- Attach Noting(s): [Browse...](C:\Documents and Settings\trama\Desktop\New Text Document)
NAVIGATION PATH: AC/DC LOGIN- PRA – B2 BOND - APPROVAL

- After verification of the details provided in the B-2 bond, the AC/DC can either approve the B-2 bond or send it back to SP for modification.

- The PA order becomes valid only after the approval of B-2 bond.

- Before approval of B-2 bond, the Provisional Assessment order can not be used in filing Returns.
Once a Provisional Assessment order has been passed, it **has to be finalized within 6 months** by AC/DC. Or else the order needs to be extended by Commissioner/Chief Commissioner.

In order to finalize the Provisional Assessment order following are the pre-requisites from Dispute Resolution Module:

- **Navigational path** – User- Login Page – DSR module – case portfolio- create
- Create case portfolio against the Assessee with Triggering activity as “Provisional Assessment Finalization”
- Create SCN with Triggering activity as “PA Finalization”
- Approval of SCN by AC/DC.
- Create PH Memo
- Capture Personal hearing details
Navigational path

- User - Login Page – PRA module – finalisation order - create

- After creating case portfolio in DSR module, AC/DC can finalise the PA order under PRA module quoting the SCN Number, Personal Hearing details etc.
Finalization Order

The AC/DC writes Finalization order here
After assessee pays the differential duty along with interest (offline) the B2 Bond is liable for release.

SP initiates action for release of Bond and AC/DC after examining releases the B2 Bond. Once the bond is released PA order becomes invalid and cannot be used in filing the returns.
PA Order Extension

**Sub-processes**

**PA Extension request.** (Filed by Assessee or AC/DC)

- **JC/AD Commissioner**
- **JC/AD Chief Commissionerate**
- **Chief Commissioner**

First time Extension Request

The Commissioner can extend the Provisional Assessment order for six months or direct method for finalisation.

Second time Extension Request

The Chief Commissioner can extend the Provisional Assessment order for further period as he may deem fit.

**Approval**
PA ORDER EXTENSION - SUB-PROCESSES

AC/DC Selects (check box) the issue to be extended.

AC/DC can enter a noting and attach a document if required.
Navigational path –
SP user – Login Page – PRA – B 2 Bond - Modify for increased amount.

After the provisional assessment is extended for further period the differential duty involved gets added up and the B 2 Bond amount has to be increased and the security amount needs to be modified. SP will modify the B 2 Bond and submit the same for approval by AC/DC.

Navigational path  for increased amount
AC/DC user – Login Page – PRA – B 2 Bond- For approval-Modify

AC/DC after examining the proposal approves the increase of  B2 Bond amount. Once the bond amount is increased  PA order becomes valid and can be used in filing the returns.
Thank You