

Annex 5: Recommended Shares in Divisible Taxes: First to Twelfth Finance Commissions

Finance Commission	Income tax	Union excise duties (basic)	
	States' share (%)	States' share (%)	Number of articles covered
1	2	3	4
First	55	40	3
Second	60	25	8
Third	66.7	20	35
Fourth	75	20	All
Fifth	75	20	All
Sixth	80	20	All
Seventh	85	40	All
Eighth	85	45	All
Ninth	85	45	All
Tenth	77.5	47.5	All
Eleventh	29.5	29.5	All taxes
Twelfth	30.5	30.5	All taxes

Source: Report of the Twelfth Finance Commission 2005-10.