

**GOVERNMENT OF PAKISTAN
(REVENUE DIVISION)
CENTRAL BOARD OF REVENUE**

Islamabad, the 18th June, 2001

**NOTIFICATION
(CUSTOMS)**

S.R.O. 450(I)/2001.-¹[In exercise of the powers conferred by section 219 of the Customs Act, 1969 (IV of 1969), section 50 of the Sales Tax Act, 1990, section 40 of the Federal Excise Act, 2005 and section 237 of the Income Tax Ordinance, 2001 (XLIX of 2001), the Federal Board of Revenue is pleased to make the following rules, namely:-]

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**CHAPTER XII
EXPORTS**

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²[**SUB-CHAPTER 7
DUTY AND TAX REMISSION FOR EXPORTS**

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307A. Unaccounted-for un-exported goods.-(1) If a DTRE user fails to account for the duty and tax free acquired input goods, or he fails to account for his finished goods manufactured there from or he fails to account for his un-exported same-state-goods,³[or he fails to consume the duty and tax free acquired input goods in exports in full except wastage, if not covered under valid extension] he shall be liable to pay duties and taxes including additional duties or additional tax and penalties leviable on such goods under the relevant Acts or the Ordinance.

(2) Notwithstanding sub-rule (1), a DTRE user may with the permission of the Regulatory⁴[Authority] dispose of the input goods or output goods within the prescribed utilization period in the following manner, namely:-

- (a) return to person who had supplied the input goods;
- (b) sale by a DTRE user to another DTRE user for export;
- (c) local sale on payment of⁵[duties and taxes leviable at the time of such sale] and on production of no objection certificate from the Ministry of Commerce in case input goods are banned or restricted for import⁶[.]

⁷[Provided that the permission for local sale of input goods as specified in this clause shall be granted by regulatory⁸[Authority] in case of DTRE user's inability to manufacture and export output goods for reasons beyond his control;]

- (d) destruction after approval of the Regulatory⁹[Authority] if goods are not fit for consumption or sale with remission of duty and taxes; and

1 Existing preamble substituted and shall be deemed always to have been so substituted vide SRO 831(I)/2018 dated 2nd July, 2018. At the time of substitution was as under:-

"In exercise of the powers conferred by section 219 of the Customs Act, 1969 (IV of 1969), the Central Board of Revenue is pleased to make the following rules, namely:-"

2 Substituted for sub-Chapter 7 vide SRO 563(I)/2005 dated 6th June, 2005

3 Inserted vide SRO 510(I)/2010 dated 11th June, 2010

4 Substituted for the word "Collector" vide SRO 994(I)/2019 dated 4th September, 2019.

5 Substituted for the words "leviable duties and taxes" vide SRO 844(I)/2005 dated 16th August, 2005

6 Substituted for the semi colon vide SRO 844(I)/2005 dated 16th August, 2005

7 Proviso was added vide SRO 844(I)/2005 dated 16th August, 2005

8 Substituted for the word "Collector" vide SRO 994(I)/2019 dated 4th September, 2019.

- (e) local sale of B-grade products, factory rejects or wastage on payment of leviable duties and taxes and subject to the provisions of the prevalent Import Policy Order:

Provided ¹⁰[further] that where any of the above option is allowed, the Regulatory ¹¹[Authority] shall reduce equivalent quantity of output goods or input goods as the case may be, by feeding them into ¹²[WeBOC] as per Appendix II

9 Substituted for the word “Collector” vide SRO 994(I)/2019 dated 4th September, 2019.

10 Inserted vide SRO 844(I)/2005 dated 16th August, 2005

11 Substituted for the word “Collector” vide SRO 994(I)/2019 dated 4th September, 2019.

12 Substituted for the word “PACCS” vide SRO 994(I)/2019 dated 4th September, 2019.