

**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 XV
WAREHOUSING**

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355. Removal of raw-materials for the manufacture of export goods by manufacturer-cum-exporters from the warehouses without payment of duty and taxes etc.-(1) Any manufacturer-cum-exporter having an export order or contract in his favour for the supply of goods to a foreign importer may procure duty and taxes free goods from bonded warehouse licensed under this chapter, for further manufacture of goods meant for export.

(2) He shall apply to the ²[Regulatory Authority] under whose jurisdiction the warehouse is located in the form set out in Appendix-V along with an application for issuance of an Analysis Certificate in the form set out in Appendix-III showing the input or output ratio of input goods viz-a-viz the finished goods along with wastage:

Provided that in case of finished goods in respect of which input or output ratio referred above has already been determined and ³[Input-Output Ratio determined by IOCO] or an Analysis Certificate under rule 352 has been issued, the determination of this input or output ratio shall not be undertaken by the concerned Collector.

(3) The application as specified in sub-rule 2 shall be accompanied by an indemnity bond along with a post-dated cheque binding himself for abiding by the required conditions and payment of government dues and penalties, in case of default, in the form set out in Appendix-VII for the leviable amount of duties and taxes.

(4) After the determination of the input or output ratio as specified in sub- rule 2, the ⁴[Regulatory Authority] may allow the manufacturer-cum-exporter to procure goods from the warehouse without payment of duties and taxes.

(5) Under these rules, the Collector ⁵[or the Regulatory Authority designated by the Collector, as the case may be,] may allow removal of raw material from more than one bonded warehouse. A separate application and procedure as prescribed in sub-rule 2 shall be followed in respect of each warehouse.

(6) In case when such removal of goods is allowed to a manufacturer-cum-exporter under

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

³ Substituted for the word “Form ‘S’ issued by the Board” vide SRO 831(I)/2018 dated 2nd July, 2018

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

⁵ Inserted vide SRO 994(I)/2019 dated 4th September, 2019.

the rules, name and the address of such exporter along with other particulars together with claim under this chapter shall also be mentioned on all the copies of ex-bond ⁶[Goods Declaration].

(7) Owner of the warehouse will maintain a certified copy of ⁷[Goods Declaration] of such removal made to manufacturer-cum-exporters together with a master register in the form set out in Appendix-VI.

(8) Owner of the warehouse shall furnish a copy of records of all sales made to each manufacturer-cum-exporter to Collector ⁸[or the Regulatory Authority designated by the Collector, as the case may be,] in the form of a return under his seal and signature duly verified by the Customs Officer in charge of warehouse on a quarterly basis.

(9) The manufacturer-cum-exporter shall maintain the record of goods procured, manufactured and exported in the form set out in Appendix-IV.

(10) The export of finished goods shall be made against the ⁹[Goods Declaration] prepared by the exporter. Such ¹⁰[Goods Declaration] shall be endorsed "Export made partially or wholly from goods procured from warehouse".

(11) Export of Goods manufactured under this rule shall not be permissible to any country by land routes.

(12) The goods procured from warehouse will be manufactured and exported within a period of six months from the date of filing the ex-bond ¹¹[Goods Declaration] under the rules:

Provided that this period may be further extended for another period of six months by the Collector ¹²[or the Regulatory Authority designated by the Collector, as the case may be,] and upon an application to this effect having been received from the exporter showing sufficient cause for this extension. If the goods are not exported within the stipulated period, the indemnity bond along with the post-dated cheque shall be enforced or encashed by the Collector under the provisions of section 202 of the Customs Act, 1969 (IV of 1969) besides any penal action at his discretion.

(13) Export under the rule shall be deemed to have been made on the realization of foreign exchange as shown on Bank Credit Advice issued in accordance with the State Bank of Pakistan's regulations for the time being in force.

(14) The indemnity bond along with the post dated cheque will only be discharged after the conditions as specified in sub-rule 13 have been fulfilled.

6 Substituted for the words "bill of entry" vide SRO 994(I)/2019 dated 4th September, 2019.

7 Substituted for the word "bill of entry" vide SRO 831(I)/2018 dated 2nd July, 2018

8 Inserted vide SRO 994(I)/2019 dated 4th September, 2019.

9 Substituted for the words "bill of export" vide SRO 994(I)/2019 dated 4th September, 2019.

10 Substituted for the words "bill of export" vide SRO 994(I)/2019 dated 4th September, 2019.

11 Substituted for the words "bill of entry" vide SRO 994(I)/2019 dated 4th September, 2019.

12 Inserted vide SRO 994(I)/2019 dated 4th September, 2019.