

Islamabad, the 10th March, 2007

OFFICE MEMORANDUM

Subject: MECHANISM/PROCEDURE/CONDITIONS FOR EXPORT OF 0.300 MMTs OF WHEAT FROM PASSCO's STOCKS THROUGH PRIVATE SECTOR

I am directed to refer to the subject noted above and to say that the Prime Minister of Pakistan has been pleased to allow export of 0.300 MMTs of wheat from PASSCO's stocks through the private sector.

2. In order to facilitate export of wheat from PASSCO's stocks through the private sector, following Mechanism/Procedure/Conditions have been prescribed:-

- i) PASSCO, after signing formal agreements with private parties for sale of wheat for export will not require no objection certificate either from MINFAL or from the Ministry of Commerce. The formal sale receipt issued by PASSCO would be a sufficient proof for export.
- ii) There will be no export duty on this wheat export.
- iii) Wheat can be exported in partial shipments through containers.
- iv) Exporters would strictly adhere to the international buyer's commodity specifications and would present Pre-shipment Inspection Reports (PSI) to Customs Authorities at the time of export.
- v) Exporters would observe all normal export procedures.
- vi) Upon sale of wheat for export, PASSCO shall intimate the details of their sale/agreements signed with the private parties and position on lifting of wheat on regular basis to MINFAL and CBR for monitoring export quantity.
- vii) CBR would maintain party wise record of all wheat exports and ensure that only 0.300 MMTs of wheat purchased from PASSCO's stocks is exported. This will be in addition to 0.500 MMTs allowed earlier vide SRO No.54(I)/2007 dated 20.01.2007 issued by M/o Commerce .
- viii) In order to monitor export quantity, CBR would provide details of shipments to MINFAL on weekly basis starting from the date the Export Policy Order/ relevant SRO is amended by Ministry of Commerce to facilitate wheat export.

E.D. (BPR) OFFICE

Diary No. 339

Date 14-3-07

- ix) State Bank of Pakistan would provide LC wise details of wheat export to MINFAL on weekly basis.
- x) All shipments of wheat export from PASSCO's above stocks and Punjab, Sindh Food Departments must be completed by 15th June, 2007.
- xi) Shipments of wheat export from the stocks of Punjab Food Department, Sindh Food Department and private sector's own stock which were allowed to be exported earlier vide SRO No.54 (I)/2007 dated 20.01.2007 wherein the last date for export of shipment was prescribed as 15.04.2007 vide MINFAL's O.M No.F.6(2)/2006-W.I dated 12.01.2007 also stands extended till 15.06.2007.

2. It is requested that the above position may be conveyed to the CBR/Customs Authorities and State Bank of Pakistan for smooth operations.

Ministry of Commerce,
(Syed Asif Shah, Secretary),
Government of Pakistan,
Islamabad.

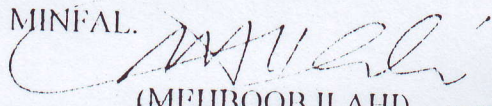
(MEHBOOB ILAHI)
SECTION OFFICER (W.I)

Copy for information and necessary action:

- 1- Managing Director(PASSCO), 54 Lawrence Road, Lahore.
- 2- Mr. Shahid Rahim Sheikh, Member (Customs) CBR, Islamabad.
- ✓ 3- Executive Director (Banking Policy Department) SBP, Karachi.

Copy also for information to

- 1. P.S to Minister.
- 2. P.S to Secretary, MINFAL.
- 3. P.S to Addl. Secretary-II, MINFAL.


(MEHBOOB ILAHI)
SECTION OFFICER (W.I)