

**EXPORT PROMOTION BUREAU
GOVERNMENT OF PAKISTAN**

No. 2(1)/2002-PPI

PUBLIC NOTICE

Scheme for Freight Subsidy on Exports

The freight subsidy scheme envisages the grant of 25% freight subsidy on all exports to countries to which the average annual exports from Pakistan in the last three years, 1999-2000 to 2001-02, were not more than US\$ 10 million. The list of eligible countries for freight subsidy, as notified in the EPB Public Notice dt. 1st January 2003, has been reviewed by the Freight Subsidy Review Committee in its meeting held on 6th May 2003 in the Export Promotion Bureau.

Since the average annual exports to UAE in the last three years were more than US\$ 10 million, AUE and its component states are not eligible for the freight subsidy. States of UAE have therefore been excluded from the list of eligible countries. Exports to these destinations would not be eligible for freight subsidy on a country basis.

Similarly, since average exports to Yemen in the last three years were also more than US\$ 10 million, exports to Yemen, including the destination of Hadhrmaut, would not be eligible for freight subsidy, on a country basis.

The exclusion of the above destinations from the freight subsidy eligibility will take immediate effect.

It is clarified that export products, which are already notified as eligible for freight subsidy on a product basis, of which exports in any of the last three years were not more than US\$ 5 million, remain eligible for freight subsidy to all destinations.

Sd/-
Dr. M. Usman
Deputy Director

Karachi, the 6th May 2003.

