



PUBLIC NOTICE

INLAND FREIGHT SUBSIDY

Extra cost on inland transportation erodes export competitiveness of a range of developmental products. Government of Pakistan, in Trade Policy 2009-10 has decided to compensate inland freight cost to exporters of Cement, Light Engineering, Leather Garments, Furniture, Soda Ash, Hydrogen Peroxide, Caustic Soda, Sanitary wares including Tiles, Finished Marble/ Cut to size marble blocks/ Granite/ Onyx products.

Terms & Conditions:

- i. Exports routed through sea would be eligible for the subject facility.
- ii. Shipments made between issuance of Public Notice & June 30, 2010 shall be eligible for subsidy
- iii. Products originating minimum 100 kilometers from seaport would qualify for subsidy.
- iv. Cement Sector would be offered 35% of inland cost whereas all other sectors would be subsidized @ 50%.
- v. Exporter would submit the duly attested documents to their respective association, which, after verifying the documents, would forward it to TDAP for further processing.

Documentary requirements:

Exporter would file their application on the prescribed form, with their commercial bank which processed their E-Form as per the time frame given. The exporter would attach the following documents with their application:

1. Summary of claim
2. Duplicate / Triplicate copy of E form.
3. A copy of Commercial Invoice.
4. 4th copy of Shipping Bill / GD in original bearing the rubber stamp "Under inland freight subsidy claim" along with one photocopy set which will be retained by the bank and the original returned to the exporter after verification by the Manager of the bank. The above rubber stamp will be stamped by the exporter on their GD at the time of shipment in case the exporter intend to claim the inland freight subsidy later.
5. Failure to rubber stamp the Shipping Bill/ GD at the time of its filing with the Customs would invalidate the freight subsidy claim.
6. A copy of B/L where the freight has been certified by the Shipping Line/Shipping Agent, which handled the shipment.
7. Original freight paid receipt (Truck Receipt/ Railway Receipt in case of land route freight) issued by the transport agency, which handled the shipment.
8. Copy of Bank Credit Advice wherever available at the time of filing of claim. However, exporters can file their claims without BCA, but payment in such cases will be authorized after receipt and filing of copy of BCA.
9. Check list of required documents signed and stamped by the Manager of the processing bank. It will be the responsibility of the Exporter's Bank to ensure that all documents as required are correct and attached

For any further information on the scheme, please contact the undersigned

Javed Anwar Khan

Director General

Trade Development Authority of Pakistan
MINISTRY OF COMMERCE
GOVERNMENT OF PAKISTAN

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