

GOVERNMENT OF PAKISTAN
MINISTRY OF TEXTILE INDUSTRY
1ST Floor, Evacuee Trust Complex, F-5/1,


No. 1(42) TID/17-RDA

Islamabad, the 3rd February, 2017

Subject: DUTY DRAWBACK OF TAXES ORDER 2016-17.

Please find enclosed herewith Duty Drawback of Taxes Order 2016-17 for Textile Sector under the package announced by Prime Minister of Pakistan, for information and further necessary action, accordingly.

Encl: As Above:


(Syed Abbas Mehdi)
Manager (FA)
051-9212351

✓
The Governor,
State Bank of Pakistan,
Karachi

Copy to:-

1. Mr. Muhammad Nadeem, Joint Director (FEOD), State Bank of Pakistan, Karachi.
2. SPS to Secretary, Ministry of Textile Industry, Islamabad.

To be published in the next issue
of the Gazette of Pakistan Part-I

GOVERNMENT OF PAKISTAN
MINISTRY OF TEXTILE INDUSTRY

Islamabad the 23rd January, 2017

NOTIFICATION

No.1(42)TID/17-RDA. In pursuance of entry 7 of item 39 of Schedule II of the Rules of Business, 1973 under the Prime Minister Package of Incentives for Exporters approved by Economic Coordination Committee (ECC) of the Cabinet in order to provide for duty drawback of taxes collected from garments, home textiles, processed fabric, greige fabric and yarn manufacturing cum-exporters units, is pleased to make the following Order, namely:

1. Short title, content and commencement.- (1) This may be called the "Duty Drawback of Taxes Order 2016-17".

(2) It extends to the whole of Pakistan including Export Processing Zones.

(3) It shall come into force at once. The duty drawbacks under this Order shall be allowed for exports GDs filed on or after 16th January, 2017 to 30th June, 2017.

(4) Further, duty drawback of taxes under this Order shall be allowed for exports GDs filed on or after 1st July, 2017 to 30th June, 2018 if the exporter would achieve an increase of 10% or more in exports over 2016-17 exports. The procedures for applying for claims of shipments made during 2017-18 will be notified in the month of July, 2017.

2. Eligibility.- (1) The duty drawback shall be provided to manufacturing-cum exporting units on exports of products under specific Tariff Codes of the Pakistan Customs Tariff at rates specified in **Annexure- I** to this Order.

(2) The drawback shall be available only to manufacturing-cum exporting units.

(3) The units availing the drawback shall be registered with the Ministry of Textile Industry.

(4) The unit availing the drawback shall be a registered sole proprietor, partnership or a company, and shall be a member of a textiles association registered with the Directorate of Trade Organizations, Ministry of Commerce.

(5) The units shall furnish data and any information related to its operations, domestic sales, accounts and exports as and when required by the Ministry of Textile Industry.

3. Role of associations.- (1) Each textiles association shall be responsible for certifying the authenticity of information provided by the exporting units pertaining to application documents for claims under this Order. The Association concerned shall exercise due diligence to ensure authenticity of the documents.

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Handwritten signature and date: 23/01/2017

(2) Only notified executive members of the association shall be eligible for verifying the claim documents.

4. Procedure for Claims:- (1) The units shall file claims for the incentive in the Form as specified in **Annexure II** of this Order and get online verification on the Form from the respective association of which the unit holds valid membership.

(2) Submit the printouts of the Form duly certified by the Association and supporting documents as mentioned in Annex II, within ninety days of the date of realization of export proceeds to the field offices of the State Bank of Pakistan – Banking Services Corporations (SBP-BSC) – through nominated authorized bank.

(3) The units shall declare the association for processing claims pertaining to the product being exported. The association once designated for a product by the unit shall not be changed subsequently.

(4) The authorized banks shall scrutinize the claim forms and submit the same duly certified with an undertaking, in the form specified at Annexure-III to this Order, to the field offices of the SBP-BSC during banking hours.

(5) The admissible duty drawback payment as approved by the field offices of the SBP BSC shall be made by crediting the account of the authorized bank after allocation of funds by the Ministry of Finance, which shall pay the amount to the unit within twenty four hours thereafter.

(6) In order to avoid delay or rejection of the duty drawback claim, the authorized banks while certifying the e-form, shall ensure that the description of the commodity is recorded in the e-form and the invoices is correct and corresponds with the nomenclature given in Pakistan Customs Tariff 2016-17.

(7) Authorized banks, while forwarding applications for payment of drawback shall affix rubber stamp at the top of the copy of the relevant e-form with the following narration namely:-

“Applications for Duty Drawback of Rs. _____ submitted to field office, SBP-BSC
vide forwarding scheduled No. dated _____ at
serial No. _____”

(8) For manual bill of exports the unit shall affix a stamp at the top of the copy of the Goods Declaration Form (containing examiner's report and MR dated) prescribed under the Customs Act, 1969 (IC of 1969), the following narration, namely:-

“Duty Drawback as notified shall be claimed for this consignment.”

(9) Applications containing discrepancies shall be returned by the State Bank of Pakistan to the authorized banks within a week from the date of submission of claims for re-submitting the applications, authorized banks shall quote the reference of the “forwarding schedule” under which the application was originally submitted.

A handwritten signature in black ink is written over the date '23/01/2017'. The signature appears to be 'Ali' or similar. The date is written vertically.

