

Government of Pakistan
Revenue Division
Federal Board of Revenue
Inland Revenue

C.No.7(1)TIPU/IR/2020

Islamabad, the March 1, 2021

Circular No.09 of 2021 – Operations
(Inland Revenue/Customs)

Subject: Mechanism to be adopted for the release of Consignment of FATA/PATA Residents Stuck-up at the Karachi Ports

A meeting was held under the Chairmanship of the Chairman, FBR with Inland Revenue-Operations and Customs Operations Wings to sort out the issues of imported goods of FATA/PATA residents stuck-up at Karachi Ports, Consumption/Installation Certificates, Postdated Cheques and Exemption Certificates under Section 148 of the Income Tax Ordinance, 2021.


2. After thorough deliberations between the Chairman, Member (IR-Operations) and Member (Customs-Operations) following mechanism was devised for the release of consignments of FATA/PATA residents stuck-up at the Karachi Ports:-

- (i) The stuck-up containers are to be released by Customs authorities against Postdated Cheques (PDCs) and sent to their destination (FATA/PATA) under standard tracker mechanism.
- (ii) The Collector Customs (Enforcement & Compliance), Peshawar, will issue detention orders of the raw materials effective from day the consignment reaches the manufacturing premise of importers.
- (iii) The importer/manufacturer will be responsible to take the import documents alongwith detention order to the CIR Corporate Zone, RTO, Peshawar and make arrangements to have the manufacturing premises/raw material/machinery/goods imported verified.
- (iv) The CIR Corporate Zone, RTO, Peshawar will be liable to verify/undertake physical visit as conducted by the importer/manufacturer to the manufacturing premises where the goods are kept under detention, and allow the raw material to be consumed/utilized in writing.
- (v) The CIR, Corporate Zone, RTO, Peshawar will ensure the monthly stock-taking of the raw materials to consumed in the production of manufactured goods by these manufacturing units. This stock-taking will facilitate in issuance of the

Consumption Certificate under S.No.151 of the Sixth Schedule of the Sales Tax Act, 1990.

- (vi) The residents of FATA/PATA will apply for tax exemption certificates under section 159 of the Income Tax Ordinance, 2001 for the import of raw material/machinery in light of the Honorable Peshawar High Court, Mingora Bench, (Dara-ul-Qaza), Swat's decision dated 24.11.2020.

3. Commissioner Corporate, RTO, Peshawar and Collector Customs (Enforcement & Compliance), Peshawar would keep a close liaison to successfully implement the laid down mechanism.


Dr. Nasser Janjua 13.21.
Chief (IR-Analysis)

Distribution:-

- (i) SA to Minister for Finance & Revenue.
- (ii) SA to Chairman FBR.
- (iii) SA to Member (IR-Operations)
- (iv) SA to Member (Customs-Operations)
- (v) Chief Commissioner-IR, LTOs, MTO, CTOs, and RTOs.
- (vi) Collector Customs (Enforcement & Compliance), Peshawar
- (vii) President Pakistan Tax Bar Association

GOVERNMENT OF PAKISTAN
(REVENUE DIVISION)
FEDERAL BOARD OF REVENUE



Islamabad, the 2nd March, 2021

1736 C. No.2(2)L&P/2016

The Director General of Intelligence & Investigation (Customs), Islamabad.

The Directorate General of Transit Trade, Karachi.

The Chief Collector of Customs Appraisalment & Facilitation (South), Karachi.

The Chief Collector of Customs Enforcement & Compliance (South), Karachi.

The Chief Collector of Customs (Appraisalment & Facilitation (Central), Lahore.

The Chief Collector of Customs Enforcement & Compliance (Central), Lahore.

The Chief Collector of Customs (North) Islamabad.

The Chief Collector of Customs Balochistan, Quetta.

The Director General, Post Clearance Audit & Internal Audit, Karachi.

The Director General of Valuation (Customs), Karachi.

The Directorate General, Reforms & Automation, Islamabad.

Subject: CUSTOMS GENERAL ORDER - PROCEDURE FOR CLEARANCE OF GOODS IMPORTED BY INDUSTRIAL UNITS OF ERSTWHILE FATA/PATA

I am directed to refer to the captioned subject and to say that due to problems issues faced by the Iron and Steel industries in erstwhile FATA regarding clearance of consignments of scrape, the field formations of FBR may implement the subject procedure prescribed vide Customs General Order (CGO) No.01 of 2021 dated 25.02.2021 from 20th March, 2021 in respect of these consignments. Moreover, these goods cleared from Collectorates in Karachi shall be loaded onto sealable trucks with intrusion belt / trackers installed for en-route monitoring in terms of para 2(i) of Circular No.09 of 2021 – Operations dated 01.03.2021. On arrival of these trucks in the jurisdiction of MCC (Enforcement & Compliance), Peshawar, the same shall be escorted by the staff of MCC (Enforcement & Compliance), Peshawar upto factory premises and will issue detention order in terms of para 2(ii) of the aforementioned circular.

Encl: As above.

Copy to:

1. Member (IR-Operations), FBR, Islamabad.

Wajid Ali
(Wajid Ali)
Secretary (L&P)