

GOVERNMENT OF PAKISTAN
MINISTRY OF FINANCE, ECONOMIC AFFAIRS, STATISTICS AND REVENUE
(REVENUE DIVISION)

Islamabad, the 5th June, 2006.

NOTIFICATION
(CUSTOMS)

S.R.O. 576(I)/2006.- In exercise of the powers conferred by section 19 of the Customs Act, 1969 (IV of 1969), and clause (a) of sub-section (2) of section 13 of the Sales Tax Act, 1990, and sections 53 and 148 of the Income Tax Ordinance, 2001 (XLIX of 2001), read with the Second Schedule thereof, sub-section (10) of section 7 of the Finance Act, 1989, and in supersession of its Notification No. SRO 447(I)/2004, dated 12th June, 2004, the Federal Government is pleased to exempt vehicles, including motor cars, falling under respective headings of Chapter 87 of the First Schedule to the Customs Act, 1969 (IV of 1969), imported into Pakistan free of customs-duty and other taxes by a privileged person, organization, office, agency and the dignitaries of UAE and Qatar listed under PCT 9905 and subsequently sold or otherwise disposed of in the country, from so much of customs-duty and other taxes as is in excess of that leviable thereon as set out below, subject to the following conditions, namely :-

- (a) no such motor vehicle shall be sold, transferred or otherwise disposed of in Pakistan except with the prior permission of the Central Board of Revenue.
- (b) no such motor vehicle shall be sold or otherwise disposed of in Pakistan before the expiration of one year from the date of its importation, without payment of customs-duty and other taxes subject to the following conditions, namely :-
 - (i) If sold or otherwise disposed of before the expiration of one year from the date of importation. Whole of the customs-duty and other taxes leviable at the prevailing rates of exchange and duties and taxes on value determined in foreign currency at the time of importation.
 - (ii) If sold or otherwise disposed of after the expiration of one year from the date of importation. So much of the customs-duty and other taxes as is in excess of leviable amount of customs-duty and other taxes at the prevailing rates of exchange and duties and taxes on the value determined in foreign currency at the time of importation, which is arrived at after deduction of two percent per month of duty and taxes calculated from the date of first registration abroad in case of old and used vehicles, and from the date of import in the case of new vehicles, subject to a maximum of fifty per cent concession.

2. This notification shall take effect on the 6th June, 2006.

[C.No.5(1)/92.Cus.Exm(Pt)].

(Shahid Ahmad)
Additional Secretary