C.NO.3(3)MACH./T.P/99
G0VERNMENT OF PAKISTAN
REVENUE DIVISION
CENTRAL BOARD OF REVENUE
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Islamabad, the 31st July, 1999.

CUSTOMS GENERAL ORDER NO. 26/99

Subject :- PROCEDURE REGARDING TEMPORARY RE-IMPORTATION OF PREVIOUSLY EXPORTED GOODS PRODUCED OR MANUFACTURED IN PAKISTAN FOR REMOVAL OF DEFECTS AND THEIR SUBSEQUENT RE-EXPORTATION.

The Government of Pakistan has decided, in the Import Policy for 1999-2000 that the goods produced or manufactured in Pakistan, which are returned after exportation by foreign buyers for removal of an/processing or manufacturing defects, shall be allowed to be imported with a view to subsequent exportation.

2. The Central Board of Revenue is, therefore, pleased to prescribe the following procedure to cover the temporary import of such goods without payment of customs duty leviable thereon, under section 22 of the Customs Act, 1969 (iv of 1969) and their subsequent re-exportation.

(i) An application shall be made to the Collector of Customs by the importer giving full particulars of the goods, along with copies of original export documents such as the bill of export, bill of lading, form 'E' etc and full details of any rebate, repayment, refund or drawback of any customs central excise duty or any other tax levied by the Federal Government or any tax, cess or duty levied by the Provisional Government, received by the exporter after exportation of goods. The specific purpose for which the foreign buyer has returned the goods for removal of processing/manufacturing defects.

(ii) Only such goods shall be allowed to be imported which were exported in the past one year, calculated from the date of filing of bill of entry for the current temporary importation.

(iii) The Collector of customs may refuse temporary importation of any goods without payment of customs duty and sales tax if prima facie it appears too him that any of this condition of this procedure would be breached.

(iv) An undertaking shall be furnished to the Collector of Customs in such form as is prescribed by the Collector binding the importer to re-export the goods temporarily imported within a period not exceeding six months.

(v) A bank guarantee shall also be furnished to the Collector of Customs, equivalent to the amount of rebate, repayment, refund or draw back of any customs or central excise duty or any other tax levied by the Federal government or of any tax, cess or duty levied by the Provincial Government, which was received by the importer on original exportation of the goals, in such form as is prescribed by the Collector of Customs binding the importer to pay the aforesaid rebate, repayment, refund or drawback to the government, if the goods are not e-exported within the period of six months referred to above. If the goods are not exported within the stipulated period, the Collector of Customs shall en-force the bank guarantee furnished by the importer.

(vi) The Collector of Customs concerned on a written application made to him may, in deserving cases, grant on his discretion and subject to such condition as he may deem fit to impose, extend the period of re-export by a further period of three months.

(vii) Only such gods shall be allowed to be temporarily imported as are capable of being identified at the time of their re-exportation.

(viii) At the time of re-exportation of the goods, the exporter shall make a written declaration on the bill of export to the effect that the goods covered by it were imported for removal of processing/manufacturing defects giving full particulars of the documents covering their original export and subsequent importation.

(ix) Immediately after the re-exportation of the good the importer shall produce there re-export documents before the Collector of Customs concerned showing that the goods temporarily imported have been re-exported within the stipulated period. On the production of such an evidence the bank guarantee and indemnity bond earlier submitted at the time of re-importation shall be released.

(x) No rebate, repayment, refund or drawback of any sort shall be allowed at the time of re-exportation of the goods, if the same has been received at the time of first exportation .

(xi) The re-export shall be allowed only by an officer not below the rank of an Assistant Collector of Customs of Export Station, if he is satisfied that the goods being exported are actually the ones which were temporarily imported for removal of processing/ manufacturing defects.

(xii) No transfer of ownership of the temporarily imported goods shall be allowed.

(Dr Naeem Ajaz Qureshi)
Secretary (Machinery)