



Secret

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C.No 6(2)/2014-CB-Pt  
GOVERNMENT OF PAKISTAN  
(REVENUE DIVISION)  
FEDERAL BOARD OF REVENUE  
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SUMMARY FOR ECC OF THE CABINET

**SUBJECT: IMPOSITION OF REGULATORY DUTIES ON IMPORTED NON-ESSENTIAL ITEMS TO STABILIZE BALANCE OF PAYMENT POSITION AND TO GENERATE REVENUE FOR EXPORT PACKAGE**

During the current financial year, Pakistan has seen a surge in imports, while the growth in exports has remained low. In the first two months, imports have grown by 24.9% while exports have shown an increase of 11.2%. This situation has caused higher level of trade deficit which affects the balance of payment of the country. While the import of edible oil, petroleum products, chemicals, fertilizers, and machinery cannot be curtailed, the growth in the import of other non-essential items or items whose substitutes are locally produced requires to be slowed down. With an objective to substantially decrease the import bill of the country, the Ministry of Commerce has requested FBR to increase the Regulatory Duty (RD) on a number of items on which RD already exists, as well as to impose RD on new items. FBR has held several rounds of consultation with the Ministry of Commerce to identify such non-essential items of import.

2. In order to reverse the trend of widening trade deficit and to generate revenue for financing the export package, the following measures relating to RD are being proposed by the Federal Board of Revenue:

(a) To levy Regulatory Duty on 97 non-essential items mentioned in Annex-A. It is proposed that RD of 10% on 26 items, RD of 20% on 36 items and RD of 30% on 35 items may be imposed.

(b) To enhance the rate of Regulatory Duty on 212 non-essential items currently subject to RD under SRO 568(I)/2014 dated 26.6.2014 mentioned in Annex-B. It is proposed that RD may be increased by 10% on 24 items, by 20% on 75 items and by 30% on 112 items. Moreover, specific rate RD on Betel Leaves is proposed to be increased by Rs. 200 per KG.

3. The effects of these measures on decline of imports and on revenue have been estimated through partial equilibrium analysis by means of software simulation conducted with the assistance of Ministry of Commerce, which predicts reduction in imports of about US \$ 467 million in the remaining period of current financial year while an estimated amount of Rs. 22 Billion would also be collected as additional revenue.

4. ECC of the Cabinet is requested to kindly consider and approve the proposals contained in para-2 above.

5. The Finance Minister has seen the summary and approved its submission to the ECC of the Cabinet.

(Tariq Mahmood Pasha)  
Secretary Revenue Division

Islamabad, the 6th October, 2017

Sr No	8-Digit	Description	Proposed Levy Of RD
1	0407.2100	-- Of fowls of the species Gallus domesticus (chicke)	10
2	0707.0000	Cucumbers and gherkins fresh or chilled.	30
3	0813.4010	--- Tamarind	30
4	1202.3000	- Seed	30
5	1202.4100	-- In shell	30
6	1202.4200	-- Shelled, whether or not broken	30
7	1517.1000	- Margarine, excluding liquid margarine	30
8	1517.9000	- Other	30
9	2401.2000	- Tobacco, partly or wholly stemmed/ stripped	30
10	3208.1010	--- Varnishes	20
11	3208.1090	--- Other	20
12	3208.2010	--- Varnishes	20
13	3208.2090	--- Other	20
14	3208.9011	---- Varnishes	20
15	3208.9019	---- Other	20
16	3208.9020	--- Other varnishes	20
17	3208.9090	--- Other	20
18	3402.1110	--- Sulphonic acid(Soft)	20
19	3402.1190	--- Other	20
20	3402.1220	--- Other than in retail packing	20
21	3402.1290	--- Other	20
22	3402.1300	-- Non-ionic	20
23	3402.1910	--- Cocoamidopropyl betaine (CAPB)	20
24	3402.1990	--- Other	20
25	3502.1100	-- Dried	20
26	3502.1900	-- Other	10
27	3506.1000	- Products suitable for use as glues or adhesives, put up for retail sale as	20
28	3506.9110	--- Shoe adhesives	20
29	3506.9190	--- Other	20
30	3506.9990	--- Other	20
31	3918.1000	- Of polymers of vinyl chloride	30
32	3918.9000	- Of other plastics	30
33	3923.1000	- Boxes, cases, crates and similar articles	10
34	3923.2100	-- Of polymers of ethylene	10
35	3923.2900	-- Of other plastics	10
36	3923.3010	--- Bottles	10
37	3923.3090	--- Other	10
38	3923.4000	- Spools, cops, bobbins and similar supports	10
39	3923.5000	- Stoppers, lids, caps and other closures	10
40	3923.9010	--- Preforms made from polyethylene terephthalate	10
41	3923.9090	--- Other	10
42	3924.1000	- Tableware and kitchenware	30

43	3924.9000	- Other	30
44	3926.9099	--- -Other	10
45	4011.1000	- Of a kind used on motor cars (including station wagons and racing cars	20
46	4011.2010	--- Of a kind used in light trucks	20
47	4015.1100	-- Surgical	10
48	4015.1900	-- Other	10
49	4015.9000	- Other	10
50	4016.9990	--- Other	10
51	4813.1010	--- In the form of booklets	30
52	4813.1020	--- In the form of tubes	30
53	4813.2000	- In rolls of a width not exceeding 5cm	30
54	4813.9000	- Other	30
55	4814.2000	- Wallpaper and similar wall coverings, consisting of paper coated or cov	30
56	4814.9000	- Other	30
57	7013.4900	-- Other	20
58	7013.9900	-- Other	20
59	7323.1000	- Iron or steel wool; pot scourers and scouring or polishing pads, gloves	30
60	7323.9100	-- Of cast iron, not enamelled	30
61	7323.9200	-- Of cast iron, enamelled	30
62	7323.9300	-- Of stainless steel	30
63	7323.9400	-- Of iron (other than cast iron) or steel, enamelled	30
64	7323.9900	-- Other	30
65	8415.2010	--- For motor cars of heading 87.03 and vehicles of sub-headings 8703	20
66	8415.2090	--- Other	20
67	8415.9011	---- Enamelled and coated for antirust purposes	20
68	8415.9012	---- for vehicles of chapter 87	20
69	8415.9019	---- Other	20
70	8415.9021	---- For vehicles of chapter 87	20
71	8415.9029	---- Other	20
72	8415.9030	--- Covers for inner body.	20
73	8415.9091	---- For use with air conditioning machines of PCT headings 8415.2010	20
74	8415.9099	---- Other	20
75	8502.1110	--- Of an output not exceeding 5 kVA	10
76	8502.1120	--- Exceeding 5 KVA but not exceeding 20 KVA	10
77	8502.1130	--- Exceeding 20 KVA but not exceeding 50 KVA	10
78	8502.1190	--- Other	10
79	8502.2000	- Generating sets with spark- ignition internal combustion piston engine	10
80	8544.4910	--- Telephone cables	20
81	8544.7000	- Optical fibre cables	20
82	9004.1000	- Sunglasses	30
83	9405.9200	-- Of plastics	30
84	9505.1000	- Articles for Christmas festivities	30
85	9505.9000	- Other	30
86	9508.1000	- Travelling circuses and travelling menageries	30
87	9508.9000	- Other	30
88	9615.1100	-- Of hard rubber or plastics	30
89	9615.1900	-- Other	30

90	9615.9010	--- Hair pins	30
91	9615.9020	--- Hair curlers and the like	30
92	9615.9090	--- Other	30
93	9619.0010	--- Diapers for adults (patients) of weight exceeding 25 kg	10
94	9619.0040	--- Napkins and napkin liners for babies	10
95	9619.0050	--- Nappies of wadding	10
96	9619.0060	--- Diapers of waddings	10
97	9619.0090	--- Other	10

Sr No	PCT Code	Description	Existing RD (%)	Proposed increase in RD (%)
1	0406.2000	- Grated or powdered cheese, of all kinds	20	20
2	0406.3000	- Processed cheese, not grated or powdered	20	20
3	0801.1100	-- Desiccated	15	20
4	0801.3200	-- Shelled	15	20
5	0802.1200	-- Shelled	15	30
6	0802.8000	- Areca nuts	25	30
7	0806.1000	- Fresh	20	20
8	0807.1100	-- Watermelons	20	20
9	0807.1900	-- Other	20	20
10	0809.1000	- Apricots	20	20
11	0809.2900	-- Other	20	20
12	0809.3000	- Peaches, including nectarines	20	20
13	0813.1000	- Apricots	20	30
14	0813.2000	- Prunes	20	30
15	0813.3000	- Apples	20	30
16	0813.4020	--- Cherries	20	30
17	0813.4030	--- Pine nut (chilgoza)	20	30
18	0813.4040	--- Peaches (arroz)	15	30
19	0813.4050	--- Plums (allocha)	20	30
20	0813.4060	--- Lichis	20	30
21	0813.4070	--- Raisins	20	30
22	0813.4090	--- Other	20	30
23	0813.5000	- Mixtures of nuts or dried fruits of this Chapter	20	30
24	1404.9020	--- Betel leaves	Rs. 200/Kg	Rs. 200/Kg
25	1805.0000	Cocoa powder, not containing added sugar or other sweetening matter.	20	20
26	2004.1000	- Potatoes	20	30
27	2004.9000	- Other vegetables and mixtures of vegetables	20	30
28	2008.2000	- Pineapples	20	20
29	2009.1100	-- Frozen	20	30
30	2009.1200	-- Not frozen, of a Brix value not exceeding 20	20	30
31	2009.1900	-- Other	20	30
32	2009.2100	-- Of a Brix value not exceeding 20	20	30
33	2009.2900	-- Other	20	30
34	2009.3100	-- Of a Brix value not exceeding 20	20	30
35	2009.3900	-- Other	20	30
36	2009.4100	-- Of a Brix value not exceeding 20	20	30
37	2009.4900	-- Other	20	30

38	2009.5000	- Tomato juice	20	30
39	2009.6100	-- Of a Brix value not exceeding 30	20	30
40	2009.6900	-- Other	20	30
41	2009.7100	-- Of a Brix value not exceeding 20	20	30
42	2009.7900	-- Other	20	30
43	2009.8100	-- Cranberry (Vaccinium macrocarpon, Vaccinium oxycoccos,	20	30
44	2009.8900	-- Other	20	30
45	2009.9000	- Mixtures of juices	20	30
46	2103.1000	- Soya sauce	20	30
47	2103.2000	- Tomato ketchup and other tomato sauces	20	30
48	2103.3000	- Mustard flour and meal and prepared mustard	20	30
49	2103.9000	- Other	20	30
50	2202.1010	--- Aerated waters	20	20
51	3303.0010	--- Eau-de-cologne	20	30
52	3303.0020	--- Perfumes	20	30
53	3303.0090	--- Other	20	30
54	3304.1000	- Lip make- up preparations	20	30
55	3304.2000	- Eye make- up preparations	20	30
56	3304.3010	--- Nail polish	20	30
57	3304.3090	--- Other	20	30
58	3304.9110	--- Face powder	20	30
59	3304.9120	--- Talcum powder	20	30
60	3304.9190	--- Other	20	30
61	3304.9910	--- Face and skin creams and lotions	20	30
62	3304.9920	--- Tonics and skin food	20	30
63	3304.9990	--- Other	20	30
64	3305.1000	- Shampoos	20	30
65	3305.2000	- Preparations for permanent waving or straightening	20	30
66	3305.3000	- Hair lacquers	20	30
67	3305.9010	--- Cream for hair	20	30
68	3305.9020	--- Dyes for hair	20	30
69	3305.9090	--- Other	20	30
70	3306.1010	--- Tooth paste	20	30
71	3306.1090	--- Other	20	30
72	3306.2000	- Yarn used to clean between the teeth (dental floss)	20	30
73	3306.9000	- Other	20	30
74	3307.1000	- Pre- shave, shaving or after- shave preparations	20	30

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75	307.2000	- Personal deodorants and antiperspirants	20	30
76	3307.3000	- Perfumed bath salts and other bath preparations	20	30
77	3307.4900	- - Other	20	30
78	3307.9090	- - - Other	20	30
79	3401.1100	- - For toilet use (including medicated products)	20	30
80	3401.1910	- - - Baby wipes	20	10
81	3401.1990	- - - Other	20	10
82	3401.2000	- Soap in other forms	20	30
83	3401.3000	- Organic surface- active products and preparations for washing the skin, in the form of liquid or cream and put up for retail sale, whether or not containing soap	20	30
84	3402.2000	- Preparations put up for retail sale	15	20
85	3402.9000	- Other	15	20
86	4011.2090	- - - Other	15	20
87	4202.2100	- - With outer surface of leather or of composition leather	20	20
88	4202.2200	- - With outer surface of sheeting of plastics or of textile materials	20	20
89	4202.2900	- - Other	20	20
90	4203.1010	- - - Jackets, leather or of composition leather	20	30
91	4203.1020	- - - Trouser leather	20	30
92	4203.1030	- - - Coats, leather or of composition leather	20	30
93	4203.1090	- - - Other	20	30
94	4203.2100	- - Specially designed for use in sports	20	30
95	4203.2910	- - - Gloves leather fancy	20	30
96	4203.2920	- - - Gloves leather industrial	10	30
97	4203.2930	- - - Mittens and mitts of leather	20	30
98	4203.2990	- - - Other	20	30
99	4203.3000	- Belts and bandoliers	20	30
100	4203.4000	- Other clothing accessories	20	30
101	6402.9900	- - Other	15	20
102	6403.9900	- - Other	15	20
103	6404.1100	- - Sports footwear; tennis shoes, basketball shoes, gym shoes, training shoes and the like	15	20
104	6404.1900	- - Other	15	20
105	6404.2000	- Footwear with outer soles of leather or composition leather	15	20

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106	6405.1000	- With uppers of leather or composition leather	15	20
107	6405.2000	- With uppers of textile materials	15	20
108	6405.9010	- - - Of canvas	15	20
109	6405.9090	- - - Other	15	20
110	6907.2111	- - - - Polished	25	20
111	6907.2119	- - - - Other	25	20
112	6907.2190	- - - Other	25	20
113	6907.2211	- - - - Polished	25	20
114	6907.2219	- - - - Other	25	20
115	6907.2290	- - - Other	25	20
116	6907.2311	- - - - Polished	25	20
117	6907.2319	- - - - Other	25	20
118	6907.2390	- - - Other	25	20
119	6907.3000	- Mosaic cubes and the like, other than those of subheading 6907.40	25	20
120	6907.4000	- Finishing ceramics	25	20
121	6910.1010	- - - Wash basin	20	20
122	6910.1040	- - - Cisterns ceramic	20	20
123	6910.1050	- - - Sink ceramic	20	20
124	6910.1060	- - - Toilet ceramic	20	20
125	6910.1090	- - - Other	20	20
126	6910.9000	- Other	20	20
127	6911.1010	- - - Dinner sets	20	20
128	6911.1020	- - - Dishes	20	20
129	6911.1030	- - - Plates	20	20
130	6911.1040	- - - Tea cups and saucers	20	20
131	6911.1090	- - - Other	20	20
132	6911.9000	- Other	20	20
133	7009.9100	- - Unframed	5	20
134	7018.1000	- Glass beads, imitation pearls, imitation precious or semi- precious stones and similar glass smallwares	25	30
135	7117.1100	- - Cuff-links and studs	15	30
136	7117.1900	- - Other	15	30
137	7117.9000	- Other	15	30
138	8415.1020	- - - Self contained or split type comprising of inner and outer unit whether or not imported separately	20	20
139	8415.1030	- - - Tropical MPS multi system unit 5 tonnes capacity and above	20	20
140	8415.1090	- - - Other	20	20
141	8415.8100	- - Incorporating a refrigerating unit and a valve for reversal of the cooling/heat cycle (reversible heat pumps)	20	20

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142	8415.8200	- - Other, incorporating a refrigerating unit	20	20
143	8415.8300	- - Not incorporating a refrigerating unit	20	20
144	8418.1000	- Combined refrigerator- freezers, fitted with separate external doors	20	20
145	8418.2100	- - Compression-type	20	20
146	8418.2900	- - Other	20	20
147	8418.3000	- Freezers of the chest type, not exceeding 800 l capacity	20	20
148	8418.4000	- Freezers of the upright type, not exceeding 900 l capacity	20	20
149	8418.5000	- Other furniture (chests, cabinets, display counters, show- cases and the like) for storage and display, incorporating refrigerating or freezing equipment.	20	20
150	8418.6930	- - - Water dispenser	15	20
151	8418.6990	- - - Other		20
152	8450.1100	- - Fully-automatic machines	20	20
153	8528.7212	- - - - Other	20	20
154	9403.1000	- Metal furniture of a kind used in offices	20	20
155	9403.2000	- Other metal furniture	20	20
156	9403.3000	- Wooden furniture of a kind used in offices	20	20
157	9403.5030	- - - Other	20	20
158	9405.1010	- - - Chandeliers	20	20
159	9405.1090	- - - Other	20	30
160	9405.2000	- Electric table, desk, bedside or floor-standing lamps	20	30
161	9405.3000	- Lighting sets of a kind used for Christmas trees	20	30
162	9405.4090	- - - Other	20	30
163	9405.6000	- Illuminated signs, illuminated name-plates and the like	20	30
164	9504.2000	- Articles and accessories for billiards of all kinds	20	30
165	9504.3000	- Other games, operated by coins, banknotes, bank cards, tokens or by other means of payment, other than automatic bowling alley equipment	20	30
166	9504.4000	- Playing cards	20	30
167	9504.5000	- Video game consoles and machines, other than those of subheading 9504.30	20	30

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168	9504.9010	--- Dice cups	20	30
169	9504.9090	--- Other	20	30
170	9506.4000	- Articles and equipment for table- tennis	20	30
171	9506.5100	-- Lawn-tennis rackets, whether or not strung	20	30
172	9506.5910	--- Badminton rackets	20	30
173	9506.5920	--- Squash rackets	20	30
174	9506.5990	--- Other	20	30
175	9506.6100	-- Lawn-tennis balls	20	30
176	9506.6210	--- Footballs, soccer balls	20	10
177	9506.6220	--- Footballs, Other than leather	20	10
178	9506.6290	--- Other	20	10
179	9506.6910	--- Cricket balls	20	30
180	9506.6920	--- Hockey balls	20	30
181	9506.6930	--- Polo balls	20	30
182	9506.6940	--- Squash balls	20	30
183	9506.6960	--- Table tennis balls	20	30
184	9506.6970	--- Punching balls	20	30
185	9506.6980	--- Badminton shuttle cocks	20	30
186	9506.6991	---- Volley balls	20	30
187	9506.6992	---- Basket balls	20	30
188	9506.6993	---- Net balls	20	30
189	9506.6994	---- Hand balls	20	30
190	9506.6995	---- Rugby balls	20	30
191	9506.6999	---- Other	20	30
192	9506.7000	- Ice skates and roller skates, including skating boots with skates attached	20	10
193	9506.9100	-- Articles and equipment for general physical exercise, gymnastics or athletics	20	10
194	9506.9911	---- Football cover	20	10
195	9506.9912	---- Football bladder	20	10
196	9506.9913	---- Volley ball cover	20	10
197	9506.9914	---- Basket ball cover	20	10
198	9506.9915	---- Net ball cover	20	10
199	9506.9916	---- Hand ball cover	20	10
200	9506.9917	---- Rugby ball cover	20	10
201	9506.9919	---- Other	20	10
202	9506.9920	--- Cricket bats	20	10
203	9506.9930	--- Cricket wickets	20	10
204	9506.9940	--- Cricket pads	20	10
205	9506.9950	--- Cricket sets	20	10
206	9506.9960	--- Hockey sticks	20	10
207	9506.9970	--- Polo sticks	20	10

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208	9506.9990	- - - Other	20	10
209	9603.2100	- - Tooth brushes, including dental-plate brushes	20	20
210	9617.0010	- - - Vacuum flasks	15	20
211	9619.0020	- - - Diapers for Infants and babies	15	10
212	9619.0030	- - - Sanitary towels and tampons	5	10

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