

**Government of Pakistan
(Revenue Division)
Federal Board of Revenue**

Islamabad, the 01st July, 2017

**NOTIFICATION
(CUSTOMS)**

S.R.O. 564(I)/2017.- In exercise of the powers conferred by section 219 of the Customs Act, 1969 (IV of 1969), the Federal Board of Revenue is pleased to direct that the following further amendments shall be made in the Customs Rules, 2001, namely:—

(1) in Rule 56, in sub-rule (2), for the words “Central Board of Revenue”, the words “Chief Collector” shall be substituted;

(2) in rule 58,-

(i) in sub-rule (2), for the existing proviso, the following provisos shall be substituted, namely:-

“Provided that depreciation in the value of goods, excluding vehicles (Chapter 87), construction machinery and Iron / Steel Products, will be allowed after one month from the date of importation, at the rate of one percent per month during the first year, and at the rate of 2% per month during the 2nd year onwards, up to a maximum of fifty percent, in case of imported goods. In case of seized goods the period shall be reckoned from the date of seizure;

Provided further that for construction machinery and iron and steel products, the mechanism of depreciation, provided in the first proviso shall be applicable after twelve months from the date of importation.”;

(ii) after sub-rule (2), the following new sub-rule shall be inserted, namely:-
“(2A) Notwithstanding the mechanism contained in the proviso to sub-rule (2), where the Reserve Price is required to be further revised downwards, due to physical condition of the goods, the Reserve Price

shall be determined by a committee constituted by the Collector and headed by an officer not below the rank of an Additional Collector, allowing extent of depreciation after taking into consideration, the physical condition of the goods.

Explanation.- The reserve price shall consist of the depreciated value, duties and taxes and other charges.”; and

(iii) in sub-rule (3), clause (iv) shall be omitted;

(3) in rule 88, for the words “Collector of Customs”, the words “Additional Collector of Customs” shall be substituted;

(4) in rule 89, for the word “Collector”, the words “Additional Collector of Customs” shall be substituted;

(5) in rule 95, in sub-rule (10), for the full stop at the end, a colon shall be substituted and thereafter the following proviso shall be added, namely:-

“Provided that subject to such additional conditions as the licensing authority may impose, the license may be renewed for a period of five years, if it has remained valid for the last 10 years and no criminal proceedings have been initiated or pending against the licensee.”;

(6) in rule 101, after clause (h), following new clause (hh) shall be inserted, namely:-

“(hh) not appear, act, plead or represent before any officer of Customs, in any proceedings under the Act incidental to a Goods Declaration filed, where he was not Customs Agent at the time of filing of GD, except where accompanied by the importer in person;”;

(7) in rule 104, for the word “six”, the word “three” shall be substituted;

(8) in rule 107, in clause (a), after the word “valued”, the following shall be inserted, namely:-

“except in cases where Valuation Rulings issued under section 25-A exist, the Valuation Ruling shall remain in field unless rescinded, modified or replaced with a new Valuation Ruling”;

