

EXECUTIVE SUMMARY

Tax expenditures refer to provisions within tax laws—such as exclusions, deductions, deferrals, tax credits, and preferential tax rates—that reduce the tax liability of individuals or businesses. These measures are typically introduced to encourage specific economic activities or to provide relief to targeted sectors or groups. Such provisions result in a reduction in government revenue, commonly referred to as revenue foregone, which is estimated as the difference between actual tax collections and the revenue that would have been realized under a benchmark tax system without these preferential treatments.

Tax Expenditure Reports are widely regarded as an important instrument for enhancing fiscal transparency and supporting evidence-based tax policy formulation. In Pakistan, the Tax Expenditure Report is prepared using the “revenue foregone” approach, which estimates the fiscal cost of tax concessions provided under the prevailing tax legislation, namely the Income Tax Ordinance, 2001; the Sales Tax Act, 1990; and the Customs Act, 1969. The estimates presented in this report are based on available data for Fiscal Year 2024–25. The tax-wise methodology and criteria adopted for estimating tax expenditures are described below.

Income Tax Expenditure

The estimation of income tax expenditures is based on two primary data sources: income tax returns and third-party information. The statutory tax rates prescribed under the relevant Schedules of the Income Tax Ordinance, 2001, are treated as benchmark rates for the purpose of estimating deviations resulting from preferential tax provisions.

Furthermore, the scope of income tax expenditures is determined with reference to Section 9 of the Income Tax Ordinance, 2001, which specifies the heads of income and applies the origin-of-income principle to both resident and non-resident taxpayers. This framework provides the basis for identifying and quantifying income tax preferences that result in revenue foregone.

Sales Tax Expenditure

Sales tax expenditures are estimated using data obtained from sales tax returns and Goods Declarations (GDs) relating to imports. The estimates are calculated as the difference between the actual amount of sales tax paid and the amount that would have been payable had the standard sales tax rate been applied. This differential represents the fiscal cost of

exemptions, reduced rates, or other concessions granted under the sales tax regime.

Customs Duty Expenditure

Customs duty expenditures are estimated with reference to the relevant provisions of the Customs Act, 1969, and applicable Statutory Regulatory Orders (SROs) that grant exemptions or concessions on imported goods. The standard statutory customs duty rates applicable during FY 2024–25 are used as benchmark rates for this purpose. The value of customs duty expenditure is calculated as the difference between the duty payable at the benchmark rate and the duty actually collected under the applicable concessionary or exempted treatment.

Important Considerations

It is important to note that the figures presented in this report are estimates and should not be interpreted to imply that the elimination of a particular tax expenditure would result in an equivalent increase in government revenue. The actual revenue impact of withdrawing a tax exemption or concession depends on a range of economic factors, including the nature of the underlying activity, taxpayer behavioral responses (elasticities), and prevailing macroeconomic conditions.

Furthermore, the estimates presented in this report do not account for potential spillover effects of tax expenditures on provincial tax systems. Accordingly, the reported figures should be interpreted as indicative measures of revenue foregone under current policy settings, rather than as precise projections of additional revenue that would accrue in the event of policy changes.

Overview of Federal Tax Expenditures – FY 2024–25

The total Federal Tax Expenditure for the fiscal year 2024–25 is estimated at **Rs. 2,352.81 billion**.

- Equivalent to 20.04% of the Federal Board of Revenue's total tax collection (FBR Collection FY 2024-25: Rs. 11,744.30 billion)
- Equivalent to 2.07% of the country's Gross Domestic Product (GDP) (GDP Nominal FY 2024-25: Rs. 113,934.97 billion)

This figure reflects the revenue foregone by the government due to tax exemptions, concessions, and preferential treatments that represent genuine departures from the benchmark tax system as defined in Section 2.3 of this report. The detailed breakdown by tax head is as

follows:

a. Income Tax

- Estimated Expenditure: **Rs. 579.70 billion**
- Equivalent to:
 - **4.94%** of the **FBR's** total tax collection
 - **24.6%** of the overall tax expenditure
 - **0.51%** of the country's **Gross Domestic Product (GDP)**

b. Sales Tax

- Estimated Expenditure: **Rs. 1,273.98 billion**
- Equivalent to:
 - **10.85%** of FBR's total collection
 - **54.1%** of the total tax expenditure
 - **1.12%** of GDP

c. Customs Duty

- Estimated Expenditure: **Rs. 499.14 billion**
- Equivalent to:
 - **4.25%** of FBR's total tax collection
 - **21.3%** of the overall tax expenditure
 - **0.44%** of GDP

Key Observations

- The total federal tax expenditure constitutes 20.04% of FBR's total tax collection for FY 2024-25, a decrease from 26.18% recorded in the previous fiscal year (FY 2023-24). The decline reflects the application of a refined benchmark methodology, consistent with international best practice, that more precisely defines the boundary between structural features of the tax system and policy-driven departures from it. The methodology is set out in full in Appendix E of this report.
- In terms of economic size, the total tax expenditure represents 2.07% of GDP during FY 2024-25, compared to 2.32% of GDP in the previous fiscal year, positioning Pakistan broadly in line with the lower range of comparable developing economies whose average stands at 2.31% (Global Tax Expenditure Database, 2025).

INTRODUCTION

1.1. Definition

Tax expenditures have been defined in various ways by international institutions and legislative frameworks. Despite differences in wording, these definitions share a common understanding that tax expenditures represent deviations from a benchmark tax system introduced to promote specific economic activities or policy objectives. Some widely recognized definitions are presented below:

- **The Congressional Budget and Impoundment Control Act of 1974 (CBA)** in the United States defines tax expenditures as:
“Those revenue losses attributable to provisions of the Federal tax laws which allow a special credit, a preferential rate of tax, or a deferral of tax liability.”
- **The International Monetary Fund (IMF)** describes tax expenditure as:
“Revenue foregone as a result of selective provisions in the tax code.”
- **The Organization for Economic Co-operation and Development (OECD)** defines tax expenditures as:
“The estimated costs to the tax revenue of preferential treatment for specific activities.”

Although these definitions vary in formulation, they consistently emphasize that tax expenditures represent departures from a neutral, standard tax structure and result in reduced government revenue arising from selective policy choices. This report adopts a broad approach to tax expenditure identification, consistent with the practice of the International Monetary Fund and the Organization for Economic Co-operation and Development, under which measures are reported if they depart from the benchmark tax system as defined in Section 2.3 of this report. A measure that forms part of the structural design of the benchmark tax system, including constitutional arrangements, provisions that prevent double taxation, and obligations arising from international agreements to which Pakistan is a party, does not constitute a tax expenditure, regardless of its revenue impact.

Forms of Tax Expenditures in Pakistan

Under Pakistan's prevailing tax laws, tax expenditures or concessions are provided through several instruments, including:

- **Allowances** – Amounts deducted from a taxpayer's income prior to the application of the applicable tax rate, thereby reducing the taxable base.
- **Tax Credits** – Direct reductions in the tax liability of the taxpayer, often used to incentivize specific behaviors or investments.
- **Tax Exemptions** – Complete exclusions of certain income, transactions, or entities from the scope of taxation.
- **Tax Rate Relief** – Application of lower-than-standard tax rates to specific types of income, goods, or taxpayers.

These mechanisms are used to facilitate targeted economic activities, attract investment, support priority sectors, and provide relief to particular groups. While such measures may serve important policy objectives, tax expenditures also reduce the overall revenue potential of the tax system and therefore require careful evaluation prior to their introduction and continuation.

1.2. Tax Expenditure V/s Benchmark Tax System

Tax expenditures are determined with reference to a benchmark tax system, which is defined as the existing tax structure in its most fundamental form: the structural elements, rates, and provisions that constitute the core design of the tax system as established by the applicable statute. Internationally, this approach, adopted by the IMF, the OECD, and an increasing number of country authorities, treats as benchmark those features of the tax system that apply universally, that serve structural rather than preferential purposes, or that are required under the constitutional or treaty framework within which the tax system operates. Only departures from this benchmark that represent targeted policy preferences in favour of specific taxpayers, transactions, sectors, or activities are classified as tax expenditures.

Accordingly, any departure from this benchmark—whether provided through the main body of the law, prescribed in schedules, or granted via Statutory Regulatory Orders (SROs)—is classified as a tax expenditure. This includes exemptions, deductions, preferential rates, deferrals, and credits that confer a benefit on a specific class of taxpayers or transactions and are not otherwise required by the constitutional, statutory, or treaty architecture of the tax

system. A comprehensive list of provisions excluded from expenditure classification on benchmark grounds is set out in Appendix C of this report.

In essence, tax expenditures represent the revenue foregone arising from deviations from the benchmark tax system, including exemptions, deductions, preferential tax rates, deferrals, and tax credits that would not exist under a neutral tax structure. Such measures result in favorable tax treatment for specific income, transactions, or taxpayers, thereby departing from the principle of uniform taxation under normal circumstances.

1.3. Pros and Cons of Tax Expenditure

Tax expenditure serves as an important instrument of fiscal policy and can offer several advantages for economic development. They are commonly used to stimulate investment, encourage private sector participation, and support the growth of emerging or financially constrained industries. When appropriately designed and implemented, tax incentives can contribute to economic growth by promoting capital formation, generating employment opportunities, and enhancing overall economic activity. Such measures are particularly relevant for sectors or regions that require targeted policy support to achieve sustainable development. In addition, the publication of the Tax Expenditure Report provides a valuable reference for researchers and development analysts, facilitating further empirical and analytical work in the field of public finance.

At the same time, tax expenditures entail certain disadvantages. The most significant concern relates to the erosion of the tax base and the associated loss of government revenue. As fiscal resources are foregone through preferential tax treatment, the government may face constraints in meeting its expenditure requirements, potentially resulting in budgetary pressures or the need to increase taxation in other areas. Furthermore, poorly designed tax incentives may lead to inefficient allocation of resources, as economic agents may respond primarily to tax advantages rather than underlying productivity or long-term economic efficiency. Tax expenditures may also contribute to distributional imbalances, as their benefits are often concentrated among better-positioned firms or individuals, while disadvantaged groups may derive limited benefit.

Empirical studies further indicate that tax incentives are not typically the primary determinant of investment decisions. Instead, factors such as political stability, quality of infrastructure, law and order conditions, and market size tend to carry greater weight in investors' decision-making processes. Consequently, while tax expenditures may influence specific economic behaviors,

their overall effectiveness may be more limited than anticipated in policy design.

1.4. Tax Expenditure Reporting under the Public Finance Management Act 2019

The Public Finance Management Act, 2019 requires the presentation of a statement of estimated tax expenditures to Parliament on an annual basis. This statement is incorporated into the Finance Bill presented each year. The requirement constitutes an important component of transparent and accountable fiscal management, ensuring that information on revenue foregone through tax expenditures is formally reported and subjected to legislative scrutiny.

SCOPE & METHODOLOGY

2.1. Scope of Tax Expenditure Estimates

The tax expenditure estimates presented in this report cover Income Tax, Sales Tax, and Customs Duty, based on data for Fiscal Year 2024–25. Federal Excise Duty (FED) has been excluded from the scope of this report, as it is imposed on a limited range of specified goods and services and does not fall within the conventional definition of tax expenditures.

Unlike broad-based tax systems that incorporate exemptions, exclusions, credits, and allowances, FED operates as a targeted levy applied to clearly defined goods and services. It is not structured to provide generalized concessional treatments or preferential tax regimes. Accordingly, it is not considered within the ambit of tax expenditure analysis presented in this report.

2.2. Methodology for Estimating Tax Expenditure:

Revenue Foregone Approach

The tax expenditure estimates presented in this report are derived using the “revenue foregone” approach. This methodology quantifies the revenue loss arising from specific tax provisions—such as exemptions, deductions, or reduced tax rates—that deviate from the benchmark tax system. Accordingly, tax expenditure is measured as the difference between the tax liability that would have been payable under statutory rates and the actual tax collected, representing the amount of revenue foregone.

For the purpose of providing a comprehensive analytical framework and enabling meaningful comparisons, nominal values of key macroeconomic indicators are used throughout the report. These include Gross Domestic Product (GDP), Large-Scale Manufacturing (LSM) growth, and other relevant economic variables.

2.3. Tax Benchmarks Defined by Key Tax Laws

The benchmark tax systems defined for the purpose of this report are grounded in the

fundamental structure of the Income Tax Ordinance, 2001 (ITO, 2001), the Sales Tax Act, 1990 (STA, 1990), and the Customs Act, 1969. For each tax, the benchmark is characterized by only the most fundamental aspects of the tax system, the unit of taxation, the taxation period, the base, and the rate structure, together with those structural elements that are constitutionally required, internationally obligated, or necessary to prevent double taxation. Provisions that define the outer limits of these elements are not tax expenditures. The benchmark systems for each of these taxes are defined in the sections that follow, and a consolidated summary of their key features is set out in Appendix E of this report.

The benchmark systems for each of these taxes are outlined in greater detail below:

2.3.1. Benchmark for Estimating Income Tax Expenditure

The benchmark for estimating income tax expenditure reflects the tax system as it would apply in the absence of targeted preferences, but including all structural features that are constitutionally grounded, internationally required, or necessary to define a coherent income tax. The principal structural elements of the income tax benchmark are set out below.

2.3.1.1. Unit of Taxation for Income Tax

The unit of taxation under the Income Tax Ordinance, 2001 is the “person”. As defined in the Income Tax Ordinance, 2001, the term “person” includes a broad range of entities such as individuals, companies, Association of Persons (AOPs), and other legal entities. Each of these entities is subject to income tax in accordance with its respective taxable income, as determined under the provisions of the law.

Key Definitions Under Income Tax Ordinance (ITO), 2001

a. Taxable Income

As defined in **Section 9** of the **Income Tax Ordinance (ITO), 2001**, **taxable income** includes various sources of income, such as:

- **Salary**
- **Income from property**
- **Income from business**
- **Capital gains**

- **Income from other sources**

These categories collectively form the basis for determining the amount of income that is subject to tax under the law.

b. Resident and Non-Resident Person

A person shall be a resident person for a tax year if the person is a resident individual, resident company or resident association of persons for the year; or the Federal Government. A person shall be a non-resident for a tax year if the person is not a resident person for that year. An individual shall be a resident individual for a tax year if the individual is present in Pakistan for a period of, or periods amounting in aggregate to, one hundred and eighty-three days or more in the tax year or is an employee or official of the Federal Government or a Provincial Government posted abroad in the tax year.

c. Foreign Tax Credit

To prevent **double taxation** on income earned abroad, a **foreign tax credit** is allowed under the provisions of the ITO-2001. This means that taxes paid to foreign governments on income generated outside Pakistan can be credited against the tax liability in Pakistan. However, if no foreign tax is paid on income earned abroad, that income is considered **taxable in Pakistan**, as per **Section 103** of the ITO-2001. Foreign Tax Credits are excluded from the expenditure estimates in this report.

2.3.1.2. Taxation Period

a. Tax Year

As defined under **Clause 2(68)** of the **Income Tax Ordinance (ITO), 2001**, the term "**Tax Year**" refers to the **financial year**, which begins on **1st July** and ends on **30th June** of the following year. Income is assessed and taxed on an **accrual basis**, meaning it is taxed in the year it is earned, regardless of when it is received.

b. Applicable Tax Year for This Report

For the purpose of estimating **Income Tax Expenditure** in this report, the relevant tax year considered is **2024–25**.

2.3.1.3. Benchmark Tax Rates for Estimating Income Tax Expenditure

a. Standard Benchmark Rates (Schedule-1)

For estimating income tax expenditure, the benchmark tax rates are those prescribed in Schedule-1 of the Income Tax Ordinance (ITO), 2001. These rates are treated as the standard for comparison. Any concessions or variations within Schedule-1 itself are not treated as deviations from the benchmark and are therefore not considered tax expenditures.

b. Special Benchmark Rates and Exemption Comparisons

- For entities declaring losses, the minimum tax rate of 1.25% is applied, in accordance with Section 113 of the ITO, 2001.
- For individual taxpayers, applicable rates are listed in Schedule-1.
- Exemptions on export income are evaluated against a benchmark tax rate of 1%.

c. Corporate Benchmark Rates

- A benchmark rate of 39% is applied for banking companies.
- For all other non-banking companies, including small and medium enterprises (SMEs) and other incorporated entities, an average corporate tax rate of 24.5% is used as the benchmark.

2.3.1.4. Tax Base and Structural Exclusions from the Income Tax Benchmark

The benchmark income tax base comprises income derived from all sources by resident and non-resident persons as specified in Section 9 of the ITO, 2001, subject to the following structural exclusions that form part of the benchmark rather than departures from it:

(a) Government income: Section 49 of the ITO, 2001, provides that the income of the Federal Government is exempt from income tax. The income of a Provincial Government or Local Government is similarly exempt, except for income from business carried on outside its jurisdictional area. This provision reflects the constitutional principle that the sovereign does not tax itself. Accordingly, the revenue attributable to Section 49 is not classified as a tax expenditure in this report; it represents a structural feature of the income tax system and forms part of the benchmark.

(b) Avoidance of double taxation: Measures that prevent the same economic value from being taxed more than once are part of the benchmark income tax system. These include the exemption of inter-corporate dividends within group taxation arrangements under Section 59AA, and foreign tax credits available under Section 103 of the ITO, 2001. Such provisions do not represent preferential treatment; they reflect the principle that a single item of income should be subject to tax only once.

(c) Constitutional arrangements: Income that falls outside the fiscal jurisdiction of the Federal Government by operation of the Constitution of Pakistan, 1973, does not form part of the benchmark federal income tax base. Agricultural income, assigned to the provinces under the constitutional division of legislative powers, is accordingly excluded. Income arising in territories to which federal tax law applied for the first time following the Constitution (Twenty-fifth Amendment) Act, 2018, is subject to transitional arrangements that are constitutionally mandated rather than discretionary; the revenue foregone during such transition periods is not classified as a tax expenditure.

(d) International obligations: Exemptions required under bilateral or multilateral agreements to which Pakistan is a signatory, including agreements with the United Nations, diplomatic conventions under the Vienna Convention on Diplomatic Relations, and obligations undertaken in the context of foreign development assistance, are not classified as tax expenditures. These are listed in Appendix C of this report.

2.3.1.5. Treatment of Procedural Clauses for Estimating Tax Expenditure

Certain provisions in the **Income Tax Ordinance (ITO), 2001**—referred to as **procedural clauses**—offer exemptions from **withholding tax requirements** for specific categories of taxpayers or transactions. These exemptions are typically granted in cases where an **alternative mechanism** already exists within the tax structure to ensure that the **tax liability is ultimately fulfilled**. In addition, any provision that exempts a person only from the withholding tax mechanism under Part III or Part IV of the Second Schedule, where the person remains fully liable to income tax at the applicable rate and that liability is discharged through the return-filing process, is not treated as a tax expenditure. A comprehensive list of such clauses is

provided in Appendix D.

List of **procedural clauses** that were **not treated as tax expenditures** due to their deferred nature and eventual tax collection has been provided in **Appendix D** of this report.

2.3.1.6. Exclusions from Tax Expenditure Estimation

Certain concessions and exemptions are treated as structural elements of the tax base or are granted in compliance with international obligations. Such provisions are not regarded as deviations from the benchmark tax system and are therefore excluded from the estimation of tax expenditures in this report.

Examples of such exclusions include:

- The **minimum income threshold**, below which individuals are not subject to tax
- **Exemptions on inter-corporate dividends**, aimed at avoiding double taxation within corporate groups
- **Agricultural income**, which falls outside the scope of federal income taxation as per the Constitution of Pakistan
- **Concessions granted to diplomats and foreign missions**
- **Tax exemptions for United Nations agencies and other international organizations**
- **Expenditures resulting from Free Trade Agreements (FTAs), Preferential Trade Agreements (PTAs), and other bilateral or multilateral treaties**

These exclusions are considered integral to the structural design of the tax system or are required under international commitments; accordingly, they do not fall within the scope of tax expenditure estimates.

A comprehensive list of all such clauses, sections, and statutory provisions excluded from tax expenditure estimation is provided in Appendix C of this report.

2.3.1.7. Entitlement under Multiple Provisions

Section 49 of the ITO, 2001, provides that the income of the Federal Government is exempt from income tax under the Ordinance, and that the income of a Provincial Government or a Local Government is exempt except where such income is derived from a business carried on

outside its jurisdictional area. This provision reflects the fundamental constitutional principle that the sovereign authority does not tax its own income, a principle recognized in comparable form in the tax systems of all major economies. In Canada, for example, the constitutional immunity of federal and provincial governments from mutual taxation is explicitly designated as part of the benchmark income tax system.

For the purposes of this report, the income attributable to Section 49 of the ITO, 2001, constitutes part of the benchmark tax system. It is not classified as a tax expenditure and is not included in the expenditure estimates. The same principle extends to statutory bodies and funds that are established by federal or provincial legislation, operate without private shareholders, and whose assets and income flow directly to public sector employees or federal and provincial budgets. The income of such entities, including provincially-legislated pension funds, employees' social security institutions, and government-directed infrastructure funds, is treated as an extension of sovereign income for the purpose of benchmark determination.

2.3.1.8. Income of Federal, Provincial or Local Government under section 49 of ITO, 2001

The treatment of income exempt under Section 49 of the ITO, 2001 — including the income of the Federal Government, Provincial Governments, Local Governments, and the statutory bodies and funds described in the preceding sub-section — as part of the benchmark tax system is set out in Section 2.3.1.4 and in Appendix E of this report. Such income is not classified as a tax expenditure.

2.3.2. Benchmark for Sales Tax Expenditure

The characteristics of the benchmark used for estimating sales tax expenditures are outlined as follows:

2.3.2.1. Unit of Taxation

A registered person making a taxable supply of goods or services in Pakistan.

2.3.2.2. Taxation Period

For estimation purposes, the sales tax expenditure is calculated with reference to Fiscal Year 2024–25. This timeframe is used as the basis for assessing and reporting the relevant tax liabilities and associated expenditures incurred within the same fiscal period.

2.3.2.3. Tax Base

The benchmark tax base for Sales Tax (ST) is founded on the “destination principle,” under which tax is imposed at the point of consumption within Pakistan. Accordingly, Sales Tax is levied on goods and services consumed within the country, while exports remain outside the scope of taxation.

In line with the 18th Constitutional Amendment, the taxation of services has been devolved to the provincial level, and each province is empowered to levy Sales Tax on services within its respective jurisdiction. However, the Islamabad Capital Territory (ICT), not being part of any province, falls under the jurisdiction of the Federal Government for the taxation of services. Consequently, for the purposes of this report, the Sales Tax base comprises Sales Tax on goods consumed across Pakistan and Sales Tax on services within the Islamabad Capital Territory.

It is further noted that Sales Tax expenditure relating to services within the ICT has not been included in this report. This is due to the specific structure of the Islamabad Capital Territory (Tax on Services) Ordinance, 2001, which does not provide for exemptions, credits, or concessional treatments. The Ordinance primarily establishes minimum thresholds, while the applicable tax rates represent standard benchmark rates applied uniformly.

2.3.2.4. Structural Exclusions from the Sales Tax Benchmark

The following are structural features of the benchmark for Sales Tax and are not classified as tax expenditures:

(a) Exports and international supplies: As stated in Section 2.3.2.3, the Sales Tax benchmark operates on the destination principle, under which tax is imposed at the point of consumption within Pakistan. Accordingly, goods and services supplied for consumption outside Pakistan, including goods exported under Section 4 of the STA, 1990, and stores and provisions supplied for consumption aboard conveyances proceeding to destinations outside Pakistan under Section 4(B), are outside the benchmark tax base. Zero-rating or non-taxation of such supplies is not a tax expenditure.

(b) Financial instruments and monetary functions: Currency notes, banknotes, shares, stocks, bonds, and monetary gold are not subject to Sales Tax under the Sixth Schedule of the STA, 1990. These are financial instruments or legal tender rather than goods or services

consumed in the ordinary sense; their exclusion from the Sales Tax base is a structural feature of how consumption taxation operates, not a policy preference. Their non-taxation is accordingly part of the benchmark.

(c) Constitutional transition arrangements: Supplies made in territories to which the STA, 1990, applied for the first time following the Constitution (Twenty-fifth Amendment) Act, 2018, are subject to transition arrangements that are constitutionally mandated. The revenue attributable to such transitional non-taxation is not classified as a tax expenditure.

(d) International obligations: Supplies to diplomatic missions, United Nations agencies, and privileged persons or organisations covered under agreements to which the Government of Pakistan is a party are exempt from Sales Tax consistent with Pakistan's international obligations. Consistent with the treatment of international obligations under Appendix C of this report in relation to Income Tax, such exemptions are not classified as Sales Tax expenditures.

2.3.2.5. Tax Rate

The benchmark rates for Sales Tax are the standard rates specified in the Sales Tax Act, 1990 (STA 1990). For the period under review, the standard Sales Tax rate was 18 percent.

2.3.3. Benchmark for Customs Duties

a. The statutory rates for Customs Duty (CD), Regulatory Duty (RD), and Additional Customs Duty (ACD) have been established as the benchmark rates for this analysis.

b. In the calculation process, any deviations from the statutory rates have been classified as exemptions or concessions. These deviations represent instances where the effective duty rate is different from the benchmark.

c. Period under review is the fiscal year 2024-25.

d. International trade agreements: Free Trade Agreements (FTAs) and Preferential Trade Agreements (PTAs) represent binding international treaty obligations of the Government of Pakistan. As with the treatment of international obligations under Appendix C of this report in the context of Income Tax, customs duty concessions arising from such agreements are not the

result of a discretionary domestic policy preference; they are obligations that Pakistan has assumed and cannot revoke unilaterally without triggering treaty consequences. Accordingly, customs duty foregone under FTAs and PTAs is not classified as a tax expenditure in this report.

e. Exports and the customs duty base: The customs duty benchmark is premised on the taxation of goods imported for consumption within Pakistan. Goods imported as inputs and incorporated into products that are subsequently exported are not consumed within Pakistan. The remission, exemption, or drawback of customs duty on such inputs, including under the Export Facilitation Scheme and similar instruments, reflects the outer boundary of the customs duty base rather than a departure from it. Consistent with the destination principle applied in the Sales Tax benchmark, such remissions are not classified as customs duty expenditures.

f. Regulatory Duty (RD) and Additional Customs Duty (ACD): Regulatory duties and additional customs duties are instruments introduced through Statutory Regulatory Orders on a temporary basis, primarily to address balance of payments pressures, and are not permanent features of the customs duty structure. Because these levies are temporary and counter-cyclical in character, they are included in the benchmark rate structure only where they were in continuous effect throughout the fiscal year under review. Exemptions from RD and ACD that are granted for the same categories of goods and at the same time as the underlying duty notification are treated with caution; where such exemptions are effectively co-terminus with the levy itself, their inclusion in expenditure estimates is noted separately.

2.3.4. Main Types of Tax Expenditures under the Federal Tax System

On the basis of the benchmark tax system defined above, it is possible to identify the main types of tax expenditures applicable to each of the three federal taxes covered in this report. The following table sets out each type, its definition in the Pakistani context, and a representative example drawn from the estimates presented in Appendix A.

A. Income Tax Expenditures

Type of Tax Expenditure	Description	Example from ITO, 2001
Exemption from income tax	The income of a person or entity is wholly excluded from income tax, including where the person is otherwise within the scope of the ITO, 2001.	Non-profit organisations and welfare institutions approved under Section 100C are exempt from income tax on their income from voluntary contributions and qualifying activities. (Clause 66 of Part I of the Second Schedule)
Exemption from specific heads of income	Particular categories of income, though otherwise taxable, are excluded from the tax base.	Profits and gains derived from electric power generation projects established after 1 July 1988, approved under the Government's energy policy, are exempt from income tax for a specified period. (Clause 132 of Part I of the Second Schedule)
Deductible allowances	Amounts that would not otherwise be deductible from income, because they are not incurred to earn business income, are permitted as deductions, reducing the taxable base.	Contributions to approved pension funds under Section 63 of the ITO, 2001, are allowed as a deductible allowance, reducing the taxable salary of the contributing individual.
Tax credits	A direct reduction in tax liability, applied after the tax has been computed at the benchmark rate.	A tax credit is available under Section 65F in respect of qualifying investment in technology and IT-related enterprises, applied against the tax otherwise payable by the investor. (Clause 65F)
Reduced tax rates	A lower rate of tax is applied to specified income, transactions, or categories of taxpayer rather than the benchmark rate.	The rate of withholding tax on profit on debt paid to non-resident persons with no permanent establishment in Pakistan is reduced to 10% under Clause 5A of Part II of the Second Schedule, against a benchmark rate of 15%.
Reduced tax liability	The tax otherwise payable is reduced by a specified percentage, benefiting a defined class of taxpayer.	Full-time teachers and researchers employed in recognised non-profit educational institutions are entitled to a 25% reduction in income tax payable on their salary income. (Clause 1(2) of Part III of the Second Schedule)
Tax deferral	The timing of a tax liability is shifted to a later period, providing an interest-free benefit to the taxpayer, even though the tax may ultimately be collected.	Contributions to Registered Pension Plans and Voluntary Pension System funds are deductible in the year of contribution; the tax on both contributions and investment income earned within the fund is deferred until withdrawal.

B. Sales Tax Expenditures

Type of Tax Expenditure	Description	Example from STA, 1990
Zero-rating of taxable supplies	Sales Tax is charged at a rate of zero on specified supplies. The supplier may claim input tax credits on inputs used to produce zero-rated goods, resulting in the full Sales Tax value chain being relieved of tax.	Supplies made to investors in the Gawadar Special Economic Zone, and related imports, are zero-rated under Serial 8 of the Fifth Schedule to the STA, 1990.
Exemption of supplies	Specified goods or services are exempt from Sales Tax. Unlike zero-rating, the supplier cannot claim input tax credits on inputs used to produce exempt goods; only the output Sales Tax is relieved.	Fertilizers other than DAP are exempt from Sales Tax under Serial 168 of the Sixth Schedule (Table I) to the STA, 1990. The tax expenditure is estimated after adjusting for the input tax not recoverable by the supplier.
Reduced rates on specified goods	A rate lower than the standard benchmark rate of 18% is applied to specified taxable goods.	Substances registered as drugs under the Drugs Act, 1976, and classifiable under Chapter 30 of the Pakistan Customs Tariff, are subject to Sales Tax at 1% under Serial 81 of the Eighth Schedule to the STA, 1990.
Exclusion from additional levy	Specified categories of importer are excluded from the minimum value addition tax imposed under the Twelfth Schedule to the STA, 1990.	Raw materials and intermediary goods imported by a manufacturer for in-house consumption are excluded from the 3% minimum value addition tax under Serial 2(I) of the Twelfth Schedule.

C. Customs Duty Expenditures

Type of Tax Expenditure	Description	Example from Customs Act, 1969
Full exemption from customs duty	All customs duty otherwise applicable on specified goods is remitted; the goods enter Pakistan at a zero effective duty rate.	Active pharmaceutical ingredients imported by the pharmaceutical manufacturing sector are fully exempt from customs duty under Part II of the Fifth Schedule to the Customs Act, 1969.
Reduced customs duty rate	A customs duty rate lower than the benchmark statutory rate is applied to specified goods or imports by specified categories of importer.	Electric vehicles and their CKD components attract reduced duty rates under Part V(A) and Part V(B) of the Fifth Schedule to the Customs Act, 1969, in place of the applicable standard tariff rate.
Sector-specific exemption through SRO	A Statutory Regulatory Order issued under Section 19 of the Customs Act, 1969, grants an exemption or concessionary rate to a specified sector, industry, or category of importer.	Original Equipment Manufacturers in the automotive sector are granted exemptions from customs duty on CKD imports under SRO 656(I)/2006, subject to conditions relating to local value addition.
Exemption in Special Economic Zones	Goods imported into or from Export Processing Zones, Gwadar Free Zone, and Special Economic Zones are wholly or partially exempt from customs duty to attract investment and facilitate export activity.	Machinery, equipment, and goods imported for use within the limits of Export Processing Zones are exempt from customs duty under heading 9917 of Chapter 99 of the First Schedule to the Customs Act, 1969.

2.4. Measurement of Overall Tax Expenditure

This section presents a detailed breakdown of the methodology used to assess and calculate tax expenditures for each category of tax. It provides an overview of the specific estimation approaches applied, thereby offering clarity on the underlying analytical framework and the basis for the reported estimates.

2.4.1. Measurement of Income Tax Expenditure

Income tax expenditure is estimated using data primarily obtained from income tax returns, supplemented by information collected directly from relevant entities and third-party sources. To compute the notional tax liability, statutory tax rates specified in the Finance Act 2024 are applied to incomes that are otherwise exempt or subject to preferential treatment, as reported by the respective taxpayers.

The provisions governing tax expenditures are contained in Part VII, Part IX, and Part X of Chapter III of the Income Tax Ordinance, 2001, as well as Parts I to IV of the Second Schedule of the same Ordinance. These provisions define various exemptions and concessions available to individuals, associations of persons, companies, and other taxable entities under the law.

For entities reporting losses, the minimum tax rate of 1.25 percent is applied. For individuals, tax liability is determined in accordance with the applicable income tax slabs set out in the First Schedule of the Income Tax Ordinance, 2001. For small and medium enterprises (SMEs) and other companies, an average effective tax rate of 24.5 percent is applied for estimation purposes.

In the case of reduced-rate regimes, tax expenditure is calculated as the difference between the tax liability computed at the standard statutory rate and the tax liability computed at the concessional or reduced rate. This differential is treated as the estimated tax expenditure for each relevant provision.

2.4.2. Measurement of Sales Tax Expenditure

Sales tax returns data have been utilized for the estimation of Sales Tax expenditures. The standard Sales Tax rate of 18 percent is applied as the benchmark for calculating tax expenditures. The difference between the actual Sales Tax paid and the tax liability computed

at the benchmark rate is treated as revenue foregone arising from exemptions, concessions, or preferential treatments under the Sales Tax regime, after giving effect of adjustment factors.

In the case of certain luxury items, a higher Sales Tax rate of 25 percent was applicable during FY 2024–25. However, where the applied rate exceeds the benchmark rate, the resulting calculation yields a negative tax expenditure, reflecting an over-collection relative to the benchmark. Such negative tax expenditures are not included in the estimates presented in this report.

2.4.2.1. Measurement methodology under different types of Sales Tax concessions

a. Zero Rating

Zero-rating is applied at a rate of zero percent on specified goods and services. The relevant provisions governing zero-rated supplies are set out in Section 4 and the Fifth Schedule of the Sales Tax Act, 1990 (STA 1990). Zero-rated treatment is generally applied to goods that are outside the effective scope of Sales Tax by definition, such as exports, or to items specifically designated by the Government under exceptional circumstances, including national security considerations, natural disasters, food security requirements, or other urgent policy needs.

In addition, goods and services covered under bilateral or multilateral agreements may also be granted zero-rated status. The impact of zero-rating is significant in the estimation of Sales Tax expenditure, as it affects taxation throughout the value chain. Where a final product is zero-rated, the supplier is entitled to claim input tax adjustments. Accordingly, tax expenditure in such cases is estimated as the total Sales Tax that would have been payable on the final output value had the product not been zero-rated.

b. Exempt Supplies

Exemptions under the Sales Tax Act, 1990 (STA 1990) are provided in Section 13 and the Sixth Schedule of the Act. These exemptions may apply to both the local supply and import of goods. Similar to zero-rating, Sales Tax exemptions are granted by the Federal Government under specific circumstances, including national security considerations, natural disasters, national food security during emergencies, and the implementation of bilateral or multilateral agreements, typically through notifications issued in the official Gazette.

Such exemptions may apply to all or specific components of tax liability under the STA 1990. However, unlike zero-rated supplies, input tax paid on exempt goods cannot be adjusted against output tax. As a result, only the net output tax is foregone in the case of exempt items.

For the estimation of tax expenditure on exempt goods supplied locally, an adjustment is made to account for the Sales Tax embedded in the supply chain prior to the exempt transaction. Since suppliers of exempt goods are generally unable to recover input tax incurred on taxable inputs, a portion of the tax burden is already reflected in the final price of the exempt good. Applying Sales Tax to the full value of exempt supplies without accounting for this embedded taxation would therefore overstate the estimated revenue foregone. Accordingly, differentiated adjustment factors are applied to reflect broad differences in supply-chain characteristics and the extent of embedded taxation across categories of exempt goods. A thirty percent adjustment factor is applied to staple food commodities, basic agricultural inputs including fertilizers, pesticides and certified seeds, and other essential goods characterized by substantial upstream production, transportation, storage and distribution activity. A forty percent adjustment factor is applied to pharmaceutical products, medicines, medical devices and other healthcare-related supplies, reflecting the specialized manufacturing, regulatory compliance and controlled distribution networks associated with these sectors. All remaining locally supplied exempt goods are assigned a seventy percent adjustment factor. The adjustment factor applicable to each category is identified in the relevant entry in Appendix A.

In the case of imports, since no input tax is incurred, no adjustment for input tax is required, and the tax expenditure is estimated directly on the import value.

c. Reduced Rates

Under Section 3(2)(b) of the Sales Tax Act (STA) 1990, the Federal Government has the authority to declare that Sales Tax on certain taxable goods shall be charged, collected, and paid in a manner specified by the government, at a higher or lower rate as deemed necessary. When reduced rates are applied, the calculation of Sales Tax expenditure is based on the difference between the Sales Tax that would have been collected at the benchmark rate and the actual amount of Sales Tax received under the reduced rate. This difference represents the foregone revenue, which is considered as the Sales Tax expenditure.

d. Exclusions from levy of minimum value addition sales tax under 12th Schedule to STA 1990

The 12th Schedule to the Sales Tax Act (STA) 1990 outlines specific exclusions from the imposition of the 3% minimum value-added Sales Tax on commercial imports. For these excluded items, the Sales Tax expenditure is calculated by applying the 3% rate to the value of the imports. An exclusion applied to serial 2(I) exclusions for registered manufacturers importing good for in-house consumption; as described in Section 2.5.4 of this report, such exemptions do not give rise to a net revenue loss and are not included in the estimates. The resulting amount represents the revenue foregone by the government due to the exclusion from the Sales Tax levy.

2.4.3. Measurement of Tax Expenditure in Customs Duty

The estimates for calculation of Customs Duty Expenditure are calculated based on the statutory duty rates, utilizing the revenue foregone approach. Any deviation from the statutory rates is treated as a concession or exemption.

The classification of customs duty expenditure is provided under Chapter-99, Free Trade Agreements (FTAs) and Preferential Trade Agreements (PTAs), Fifth Schedule of the Customs Act 1969, as well as general concessions. These general concessions include exemptions granted under various Statutory Regulatory Orders (SROs) to sectors such as the automobile industry, exploration and production (E&P) sector, the China-Pakistan Economic Corridor (CPEC), and export-oriented industries.

2.5. Interpretation framework

Several factors and challenges need to be assumed while understanding the estimation of tax expenditures, which should carefully be considered when interpreting the expenditure figures.

2.5.1. Behavioral responses

Behavioral responses from taxpayers are not accounted for while estimating the tax expenditures in this report. In this regard, an assumption is made that taxpayers will not alter their behavior in reaction to tax expenditures. Therefore, these estimates do not reflect any additional revenue that might be generated because of such behavioral changes.

2.5.2. Impact on economic activity

Relationship between tax expenditure and its cost estimate is often more "dynamic" than a simple, linear conversion into revenue. Removing a tax expenditure measure can have broader economic implications, particularly on the size of industries and the overall level of economic activity. In practice, people and businesses tend to take advantage of any discounts or exemptions offered to them. The withdrawal of a tax incentive in a particular industry might lead businesses to exit that sector or shift their operations to industries with more favorable tax conditions, ultimately resulting in a decline in revenue.

Additionally, the elimination of a specific tax expenditure could impact consumption levels, particularly if the good or service in question has "price-elastic demand." If the removal of tax relief increases the price of a good or service, consumers may reduce their consumption, leading to lower revenue collection than initially expected. In this way, the actual revenue outcome could be contrary to the anticipated increase, highlighting the complex and often unintended consequences of changing tax policies.

2.5.3. Individual Estimates Vs. Aggregate Tax Expenditure

Tax expenditures can be estimated independently for each specific tax expenditure provision, assuming that, all other tax provisions remain unchanged. Furthermore, many tax expenditure provisions are procedural in nature. In such cases, the tax revenue foregone under these provisions is often recouped at a later stage under different tax provisions.

Alternatively, tax expenditure can be calculated by excluding the amounts associated with procedural clauses, ensuring that only the true tax revenue foregone—resulting from provisions that directly impact tax collection—is accounted for. This method provides a more accurate representation of the actual cost of tax expenditures.

2.5.4. Compensation of tax expenditure through alternative levies

Tax expenditures may not fully reflect the actual revenue foregone by the government as a result of policy measures implemented through various tax laws. Governments have a range of tools and methods for collecting tax revenues and granting concessions. The revenue lost under a particular tax regime may not represent a complete loss, as the government could offset this

shortfall through other forms of levies that may not fall strictly under the categories of tax or customs duty. Examples of such alternative revenue collection methods include development levies, surcharges, cesses, and other similar charges.

A further consideration arises in relation to the additional value addition tax imposed under the Twelfth Schedule of the STA, 1990. This schedule imposes a three percent minimum value addition tax on commercial imports. Where a person is registered under the STA, 1990, and imports goods for use as inputs in the production of taxable goods or services, the additional tax paid on such imports is recoverable through the input tax credit mechanism and does not represent a final tax cost to the importer. In such cases, the exemption from the Twelfth Schedule levy for registered manufacturers importing goods for in-house consumption does not give rise to a net revenue loss, since the levy itself would have been recovered through credits. The fiscal impact of such exemptions is accordingly noted separately and is not included in the main tax expenditure totals.

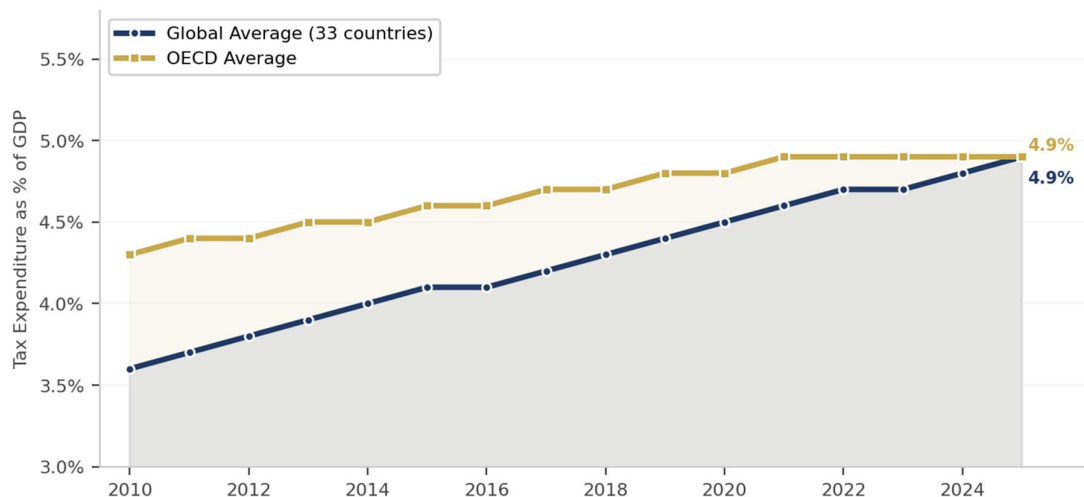
INTERNATIONAL EVIDENCE ON TAX EXPENDITURE

3.1. Global Average Revenue Foregone

Tax concessions serve as policy tools employed by governments for various socio-economic objectives. Generally, developed nations tend to allocate a larger percentage of their GDP towards tax expenditures compared to less developed countries as they are in better position as compared to underdeveloped countries and are willing to shift a good part of their resources towards tax relief and incentives for individuals and businesses.

According to the "Global Tax Expenditure Database," the data spanning from 2010 to 2025 (Figure 1) shows that the average global tax expenditure ranged between 3.7% and 4.9% of GDP. The global average for this period is 4.4%, indicating a consistent level of tax expenditure across different economies.

Figure 1 | Global Average Tax Expenditure as % of GDP (2010-2025)

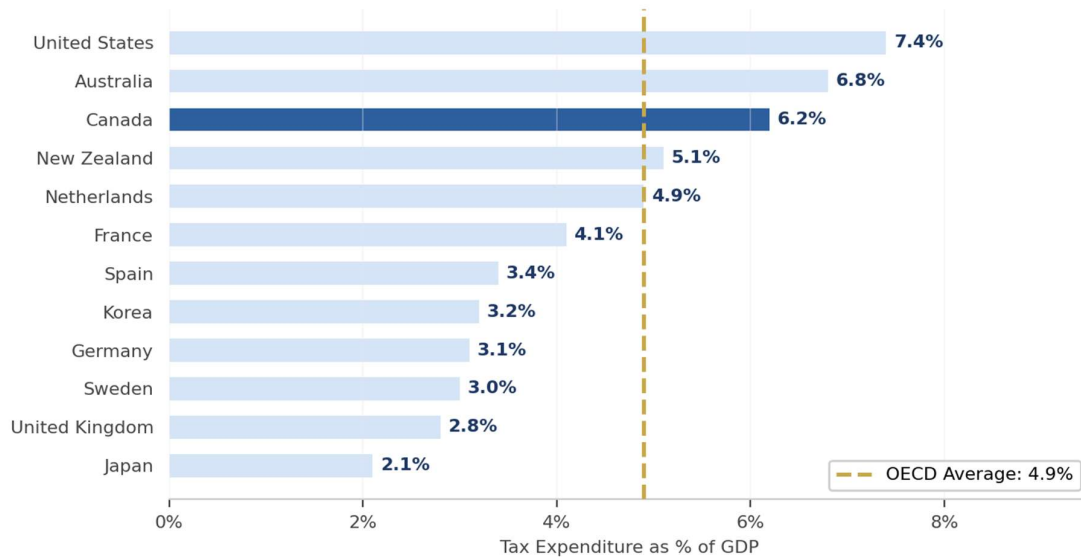


Note: Global average for 33 reporting countries rose from 3.6% of GDP in 2010 to 4.9% in 2025, reflecting both expansion in reporting country coverage and growth in nominal tax expenditure values. OECD average has remained relatively stable at approximately 4.9% over the period. Source: Global Tax Expenditure Database (gted.taxexpenditures.org). Note: Values are approximate based on published GTED aggregates.

3.2. OECD Countries

The tax expenditure estimates for OECD countries from 2011 to 2025 ranged between 4.5% and 4.9% of GDP. The Tax Expenditure as a percentage of GDP of OECD countries for FY 2025 (17 countries) stands at 4.9% (Figure 2).

Figure 2 | Tax Expenditure as % of GDP – Selected OECD Economies (Latest Available Year)

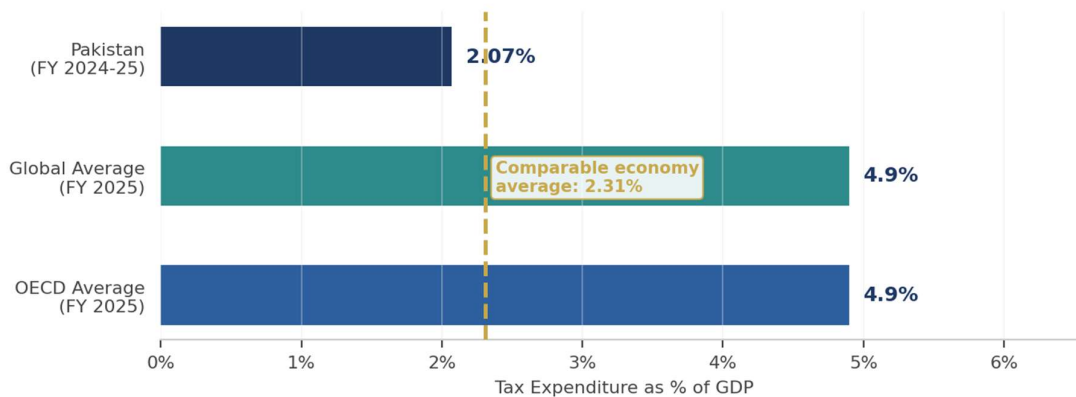


Note: Country values reflect the most recent year available in the Global Tax Expenditure Database (2023–2025). OECD average: 4.9%. United States and Canada record the highest tax expenditure-to-GDP ratios among major OECD economies. Source: GTED; OECD Tax Policy Studies. Note: Values are approximate and sourced from published country reports.

3.3. Pakistan’s Position

The tax expenditure estimates for Pakistan, as a percentage of GDP, are below the global average (Figure 3). For FY 2024-25, the global average across 33 countries stands at 4.9%, while Pakistan's estimate for the same year stands at 2.07% of GDP, reflecting both the design of the tax system and the refined benchmark methodology applied in this edition of the report.

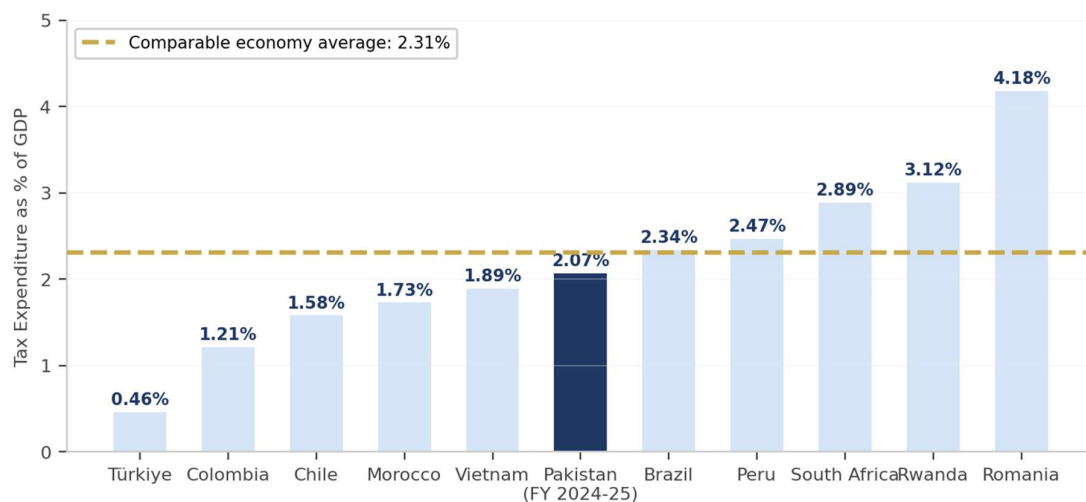
Figure 3 | Pakistan Tax Expenditure vs Global and OECD Averages (% of GDP)



Note: Pakistan FY 2024-25: 2.07% of GDP. Global average (33 countries, FY 2025): 4.9%. OECD average (17 countries, FY 2025): 4.9%. Comparable-economy peer average (2011-2025): 2.31%. Source: Global Tax Expenditure Database; FBR estimates.

Figure 4 illustrates Pakistan's tax expenditure as a percentage of GDP among a group of 10 comparable economies from 2011 to 2025. Among the sample countries, Türkiye has the lowest average tax expenditure at 0.46% of GDP, while Romania records the highest average at 4.18% over the 15-year period. The cumulative average for these countries stands at 2.31%. For FY 2024-25, Pakistan's estimate of 2.07% is broadly in line with the lower end of this peer group, reflecting a convergence with comparable developing economy norms as the benchmark methodology is progressively refined to align with international best practice.

Figure 4 | Pakistan Among 10 Comparable Economies — Tax Expenditure as % of GDP (2011-2025)



Note: Pakistan's FY 2024-25 revised estimate of 2.07% places it broadly in line with the lower end of the comparable-economy peer group (average: 2.3). Countries ordered by average. Türkiye: lowest (0.46%); Romania: highest (4.18%). Source: Global Tax Expenditure Database; FBR revised estimates.

TAX EXPENDITURE ESTIMATES

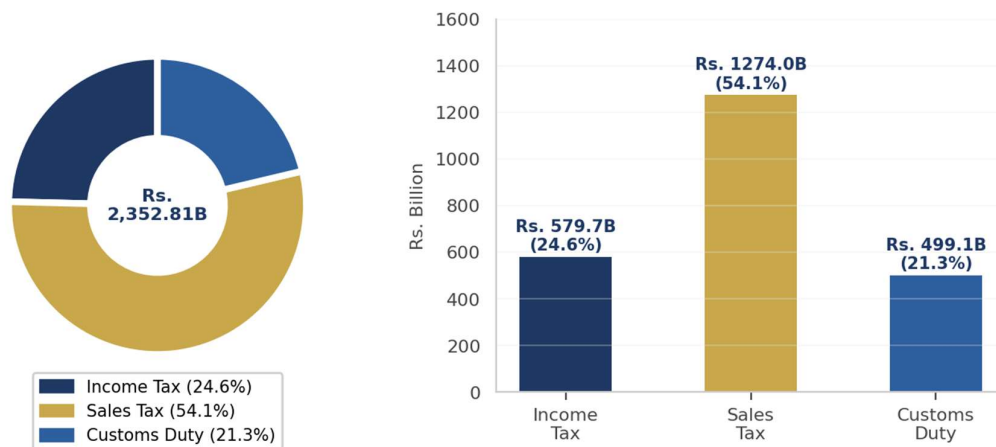
The total Tax Expenditure estimate for FY 2024-25 is Rs. 2,352.81 billion, which accounts for 2.07% of GDP and 20.04% of total tax collection by the FBR. A detailed breakdown by tax category is provided in Table 1 below. Sales Tax accounts for the largest share of tax expenditure at Rs. 1,273.98 billion (54.1% of total), followed by Income Tax at Rs. 579.70 billion (24.6%) and Customs Duty at Rs. 499.14 billion (21.3%).

Table 1: Summary of Tax Expenditure Estimates FY2024-25 (Rs. Billion)

Tax Heads	FY 2024-25 (Rs. B)	FY 2023-24 (Rs. B)	Incr./Decr. (%)	% GDP 2024-25	% FBR 2024-25	% Overall Expenditure
Income Tax	579.70	545.23	+6.3	0.51	4.94	24.6
Sales Tax	1,273.98	1,237.11	+3.0	1.12	10.85	54.1
Customs Duty	499.14	652.39	-23.5	0.44	4.25	21.3
Overall Tax Expenditures	2,352.81	2,434.73	-3.4	2.07	20.04	100.00

- GDP of FY 2024-25 Rs. 113,934.97 billion
- FBR Collection of FY 2024-25 Rs. 11,744.30 billion

Figure 6 | Head-wise Tax Expenditure — % Share of Total (FY 2024-25)



Note: Sales Tax constitutes 54.1% of total federal tax expenditure (Rs. 1,273.98 billion), followed by Income Tax at 24.6% (Rs. 579.70 billion) and Customs Duty at 21.3% (Rs. 499.14 billion). Total: Rs. 2,352.81 billion.

In FY 2024-25, Sales Tax continues to account for the largest share of total federal tax

expenditure at 54.1%, driven principally by reduced-rate treatment of pharmaceutical products and the exempt supply regime for food and agricultural inputs. Customs Duty expenditure decreased significantly, reflecting the reclassification of international trade agreement concessions and export input remissions as structural features of the customs duty base.

4.1. Income Tax Expenditure

The Income Tax Expenditure for FY 2024-25 is estimated at Rs. 579.70 billion (Table 2). This represents 24.6% of total federal tax expenditure and 0.51% of GDP. The estimate covers exemptions, tax credits, reduced rates, and deductible allowances that represent genuine departures from the benchmark income tax system as defined in Section 2.3 of this report. Income from government entities under Section 49, provincial government statutory funds, constitutional transitional arrangements, and procedural withholding provisions have been reclassified as structural benchmark elements and are excluded from this total.

Table 2: Income Tax Expenditure Summary (Rs. Million)

S.No.	Exemption Heads	FY 2024-25 (Rs. M)	FY 2023-24 (Rs. M)	Absolute Difference	Change (%)	Head Share (% FY 2024- 25)
1	Exemptions Under Part VII of Chapter III	0	—	0	—	0.0
2	Deductible Allowances	4,014	71	3,943	5,553.5	0.7
3	Tax Credits	75,940	78,613	(2,673)	(3.4)	13.1
4	Exemption from Total Income	437,996	443,445	(5,449)	(1.2)	75.6
5	Reduction in Tax Rates	50,712	3,459	47,253	1,366.0	8.8
6	Reduction in Tax Liability	10,911	19,642	(8,731)	(44.5)	1.9
7	Exemption from Specific Provisions	125	—	125	—	0.0
8	SROs Related Exemptions	—	—	—	—	—
	Total Income Tax Expenditure	579,698	545,230	34,468	6.3	100.0

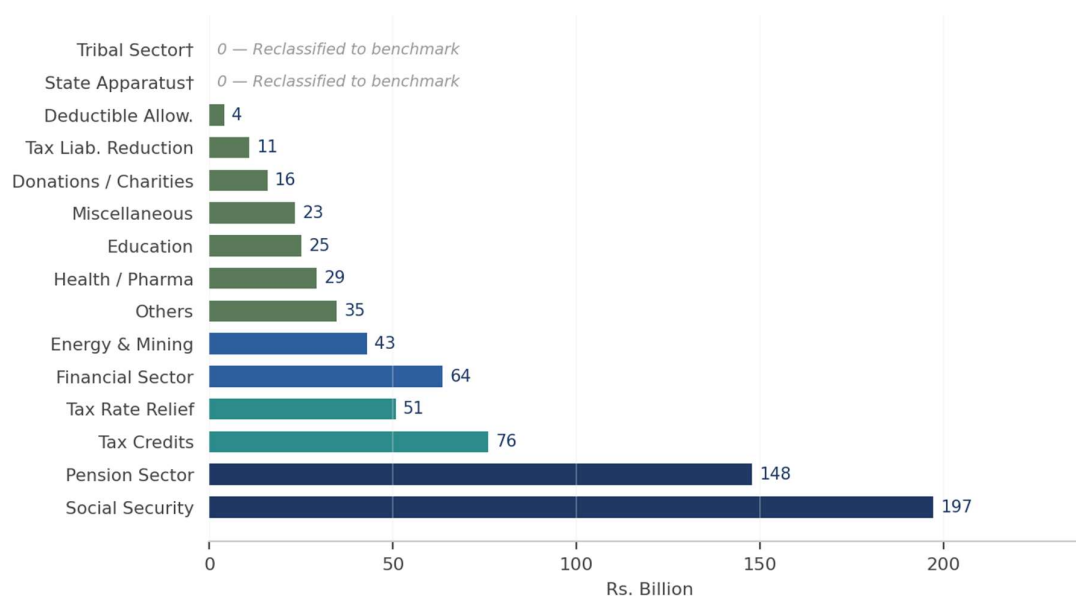
4.1.1. Major beneficiary sectors under Income Tax Expenditure

The total Income Tax expenditure amounts to Rs. 579.70 billion, of which the major beneficiaries are given below:

Table 3: Major beneficiary sectors Income Tax Expenditure (Rs. Million)

S. No.	Sector	Tax Expenditure	Change from prior year methodology
1	Social Security Sector	197,288	Provincial SSIs and EOBI reclassified as benchmark
2	Pension Sector	147,880	Provincial pension and provident funds reclassified
3	Energy & Mining Sector	42,918	Dams Fund and withholding exemption reclassified
4	Financial Sector	63,507	Procedural withholding Clause 56 reclassified
5	State Apparatus	0	Section 49 reclassified as benchmark — see Section 2.3
6	Others	34,671	WWF/WPF allowances and govt employee items reclassified
7	Health / Pharma Sector	29,237	Unchanged
8	Education Sector	25,086	Unchanged
9	Tribal Sector	0	Tribal area exemption reclassified as constitutional arrangement
10	Donations / Charities	15,856	Unchanged
11	Miscellaneous	23,256	Unchanged
Sub-Total		579,698	

Figure 7 | Income Tax Expenditure — Major Beneficiary Sectors (Rs. Billion, FY 2024-25)



Note: †Drawn from Table 2 exemption-type breakdown. ‡State Apparatus (Section 49, Rs. 86,019M) and Tribal Sector (Clause 145A, Rs. 17,281M) reclassified as benchmark. Total IT expenditure: Rs. 579,698M. Social Security and Pension sectors reduced by reclassification of provincial government statutory funds and EOBI.

4.2. Sales Tax Expenditure

The Sales Tax Expenditure for FY 2024-25 is estimated at Rs. 1,273.98 billion (Table 4), representing an increase of 3.0% compared to FY 2023-24. This expenditure represents 1.12% of GDP and constitutes 54.1% of total federal tax expenditure. The estimate reflects

exemptions, reduced rates, and other concessions that are genuine policy-driven departures from the benchmark Sales Tax system. The benchmark excludes, among other items, supplies made in constitutionally transitional territories, international conveyance supplies subject to the destination principle, and obligations arising from international agreements, which are set out in Appendix C.

Table 4: Sales Tax Expenditure Summary (Rs. Million)

Exemption Heads	Tax Expenditure		Increase/ Decrease		Head wise Shares (%)
	FY 2024-25	FY 2023-24	Abs	(%)	FY 2024-25
Fifth Schedule (Zero Rating)	8,774	81,108	(72,334)	(89.2)	0.7
Sixth Schedule (Local supplies)	305,628	330,545	(24,917)	(7.5)	23.9
Sixth Schedule (Imports)	261,324	372,525	(111,201)	(29.8)	20.5
Eighth Schedule (Reduced Rates)	635,841	374,110	261,731	69.96	50.0
Ninth Schedule (Cellular Mobile Phones)	0	1,325	(1,325)	(100.0)	0.0
Twelfth Schedule (Additional Tax)	57,879	48,943	8,936	18.3	4.5
SROs (Local supplies)	3,802	0	3,802	—	0.3
SROs (Import)	729	0	729	—	0.1
Various Sections (Zero Rating)	0	28,550	(28,550)	(100.0)	0.0
Total Sales Tax Expenditure	1,273,977	1,237,106	36,871	3.0	100.0

Sales Tax Expenditure included sales tax exemption on POL products on which Petroleum Development Levy (PDL) is being charged. In presence of PDL, Sales Tax is not levied as consumers are, in any case, paying PDL. After excluding the PDL from the sales tax expenditures, the following table reflects the expenditures for the other categories

FY	FY 2024-25 (Rs. Billion)	FY 2023-24 (Rs. Billion)
Gross Sales Tax Expenditure	2,792.56	3,032.87
Less sales tax on POL Products @18% not levied due to PDL	(1,518.58)	(1,795.77)
Net Sales Tax Expenditure	1,273.98	1,237.11

4.2.1. Major beneficiaries of Sales Tax Expenditure

The total Sales Tax expenditure after adjusting for the PDL part amounts to Rs. 1,273.98 billion, of which the major beneficiaries are given below:

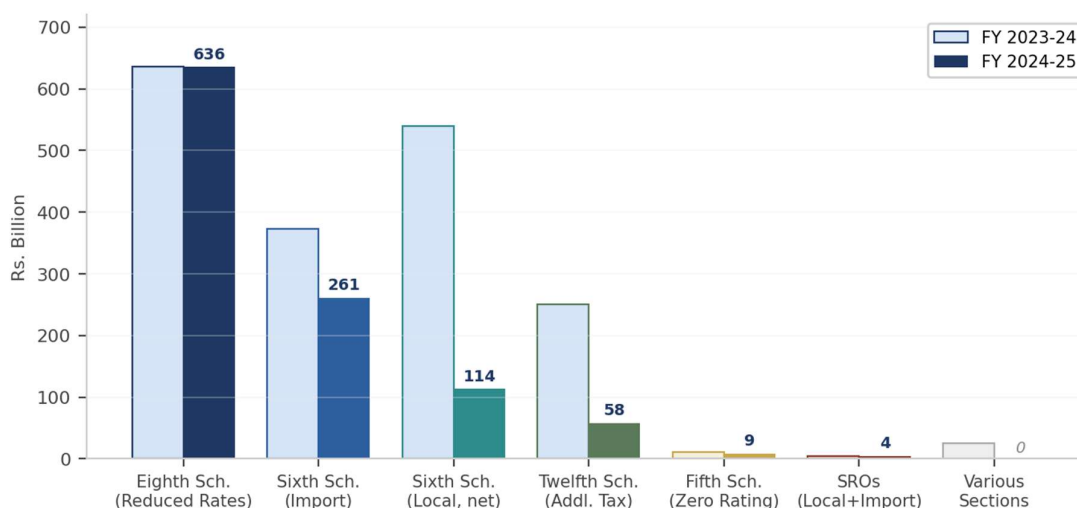
Table 5: Major beneficiaries of Sales Tax Expenditure

(Rs. Million)

S. No.	Intended Beneficiary	Tax Expenditure 2024-25
1	Health / Medical	436,785.76
2	Fertilizer / Agriculture	407,350.35
3	Food	249,072.12
4	Manufacturing	76,822.28
5	Energy	62,595.42
6	Stationery	33,060.03
7	Gwadar / EPZ	4,815.21
8	Others	3,476.04
Total		1,273,977.58

Note: Foreign Mission exemptions reflect Pakistan's binding obligations under international conventions (Appendix C). Tribal area exemptions reflect constitutionally mandated transitional arrangements following the Constitution (Twenty-fifth Amendment) Act, 2018. Both are classified as part of the benchmark system and hence not recorded as part of tax expenditures. See Appendix E for the complete framework.

Figure 8 | Sales Tax Expenditure by Schedule — FY 2023-24 vs FY 2024-25 (Rs. Billion)



Note: FY 2023-24 shown as lighter bars. Sixth Schedule (local) significantly reduced by tribal area reclassification and tiered value addition methodology. Twelfth Schedule reduced by reclassification of manufacturer raw material imports. Various Sections (Section 4(B)) zero per destination principle. Total FY 2024-25: Rs. 1,273,977M.

4.3. Customs Duty Expenditure

The Customs Duty Expenditure for FY 2024-25 is estimated at Rs. 499.14 billion (Table 6). These customs duty concessions are given in the form of reduced rates, zero rates, and exemptions granted to specific sectors or items. A detailed breakdown of the category-wise share of Customs Duty expenditure is provided in Table 6.

Table 6: Customs Duty Expenditure Summary (Rs. Million)

Exemption Heads	Tax Expenditure		Increase/Decrease		Head wise Shares (%)
	FY 2024-25	FY 2023-24	Abs	(%)	FY2024-25
Chapter – 99	17,710	33,481	(15,771)	(47.1)	3.5
FTA & PTA	0	60,973	(60,973)	(100.0)	0.0
Fifth Schedule	205,655	379,746	(174,091)	(45.8)	41.2

General Concessions: Automobile sector, E&Ps, CPEC, etc.	275,772	133,236	142,536	106.98	55.3
Exports	0	44,955	(44,955)	(100.0)	0.0
Total Customs Expenditure	499,136	652,390	(153,254)	(23.5)	100.0

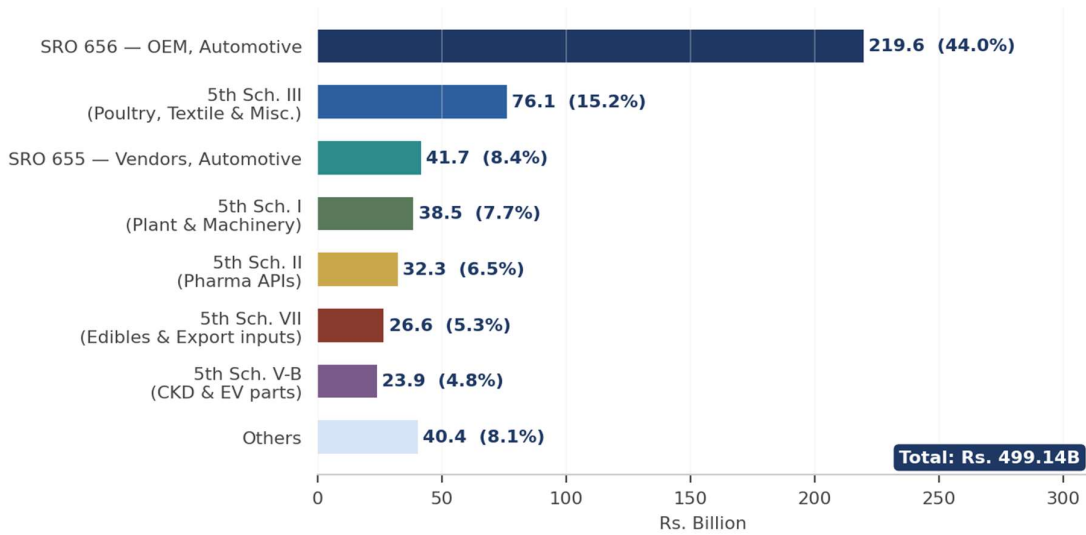
Customs Duty expenditure represents 0.44% of GDP in FY 2024-25, contributing 21.2% to the total tax expenditure.

4.3.1. Major beneficiaries of Customs Duty Expenditure

The total Customs Duty expenditure is estimated at Rs. 499.136 billion, of which the major beneficiaries are given below:

S. No.	Exemption Order	Description	Intended Beneficiary	Tax Expenditure 2024-25
1	SRO 656(I)/2006	Section 19	OEMs of automotive sector	219,603.66
2	5th Schedule Part III	Customs Act exemption	Poultry, Textile sectors and misc.	76,118.33
3	SRO 655(I)/2006	Section 19	Vendors of automotive sector	41,699.30
4	5th Schedule Part I	Customs Act exemption	Plant, Machinery and Capital Goods	38,470.69
5	5th Schedule Part II	Customs Act exemption	Active pharmaceutical ingredients	32,349.61
6	5th Schedule Part VII	Customs Act exemption	Essential edibles, oil, export sector inputs	26,626.98
7	5th Schedule Part V(B)	Customs Act exemption	CKD and EV-specific parts	23,863.56
8	—	Various	Others	40,404.04
Total				499,136.17

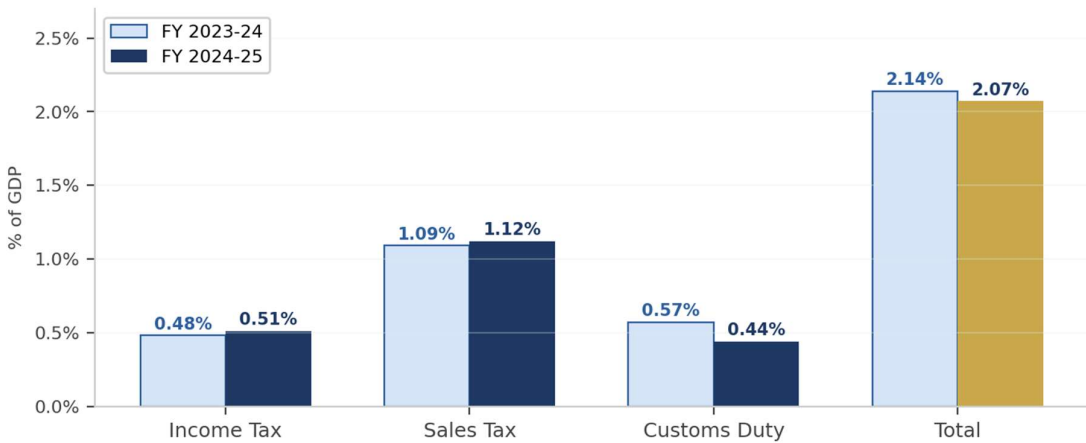
Figure 9 | Customs Duty Expenditure — Major Beneficiaries (Rs. Billion, FY 2024-25)



Note: Export Facilitation Scheme (Rs. 170,066M) and Pak-China FTA (Rs. 56,681M) removed as reclassified to benchmark (international treaty obligations and export input remissions). FTA & PTA total and Exports category both zero. Retained items unchanged. Total: Rs. 499,136M.

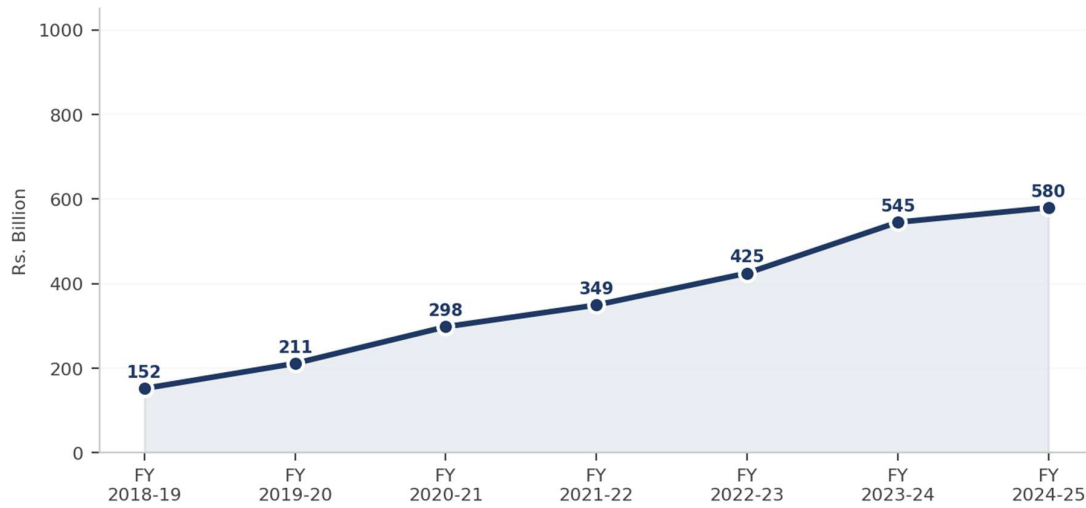
Analysis of Trend FY 2018-19 to FY 2024-25

Figure 10 | Tax Expenditure as % of GDP — By Tax Head (FY 2023-24 vs FY 2024-25)



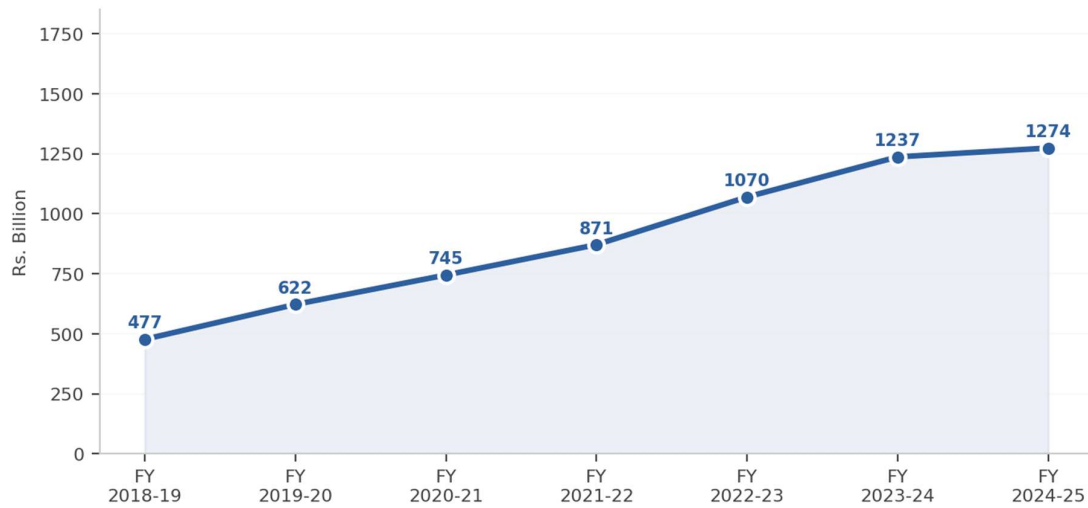
An analysis of the seven-year trend in tax expenditures across Income Tax, Sales Tax, and Customs Duty regimes reveals varying patterns. The trends for each individual tax type over the seven-year period are illustrated in Figures 11, 12, and 13 below:

Figure 11 | Income Tax Expenditure — Seven-Year Trend, FY 2018-19 to FY 2024-25 (Rs. Billion)



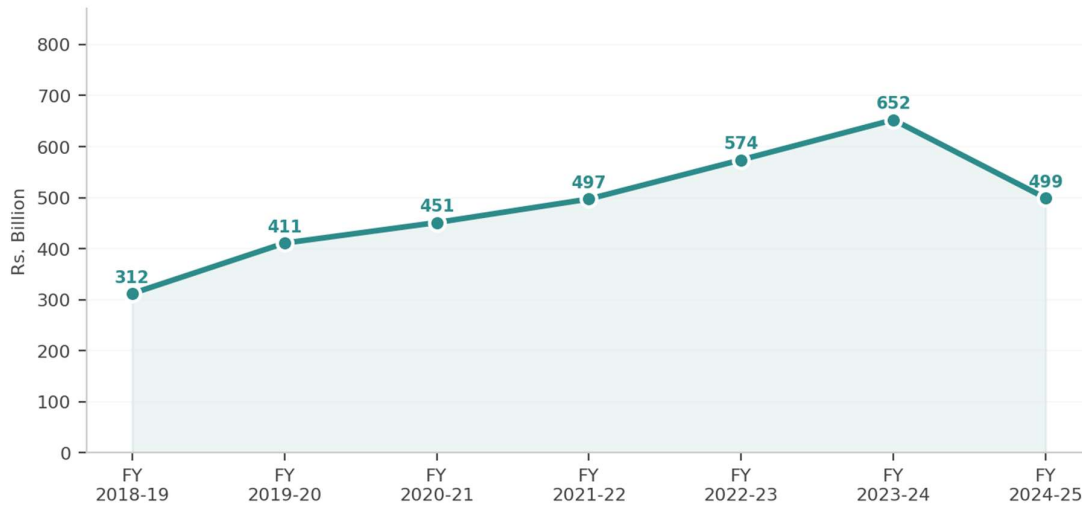
Note: Income Tax expenditure has grown from Rs. 152.1B in FY 2018-19 to Rs. 579.7B in FY 2024-25. FY 2018-19 through FY 2023-24 data points as reported in respective annual editions of the Tax Expenditure Report.

Figure 12 | Sales Tax Expenditure — Seven-Year Trend, FY 2018-19 to FY 2024-25 (Rs. Billion)



Note: Sales Tax expenditure has grown from Rs. 477.2B in FY 2018-19 to Rs. 1,274.0B in FY 2024-25. FY 2018-19 through FY 2023-24 data points as reported in respective annual editions.

Figure 13 | Customs Duty Expenditure — Seven-Year Trend, FY 2018-19 to FY 2024-25 (Rs. Billion)

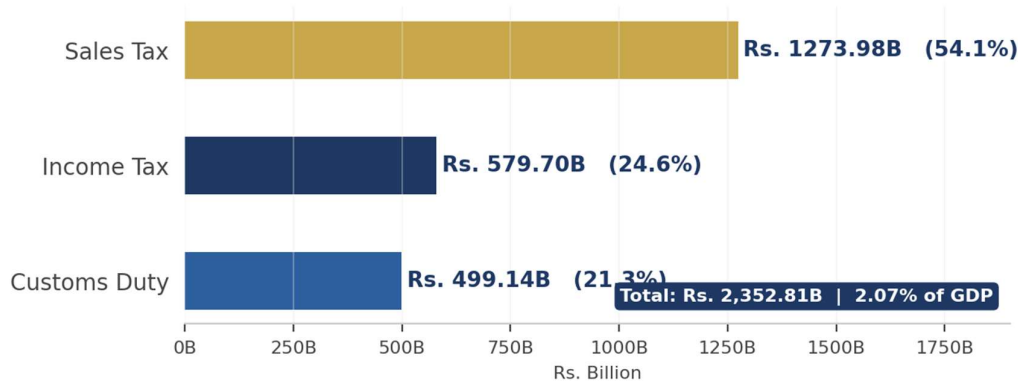


Note: Customs Duty expenditure grew from Rs. 312.0B in FY 2018-19 to Rs. 652.4B in FY 2023-24 before declining to Rs. 499.1B in FY 2024-25, reflecting the reclassification of FTA/PTA treaty obligations and export input remissions as structural benchmark items. FY 2018-19 through FY 2023-24 as reported in respective annual editions.

APPENDICES

5.1. Appendix A: Details of Tax Expenditure

Figure 14 | Distribution of Federal Tax Expenditure by Tax Head — FY 2024-25 (Rs. Billion, Share %)



Note: Total federal tax expenditure FY 2024-25: Rs. 2,352.81 billion (2.07% of GDP, 20.04% of FBR collection). Sales Tax accounts for 54.1%, Income Tax for 24.6%, and Customs Duty for 21.3%.

5.1.1. Details of Income Tax Expenditure

5.1.1.1. Exemptions Under Part VII of Chapter III (ITO, 2001)

<i>(Rs. In Million)</i>					
S. No.	Section / Clause / Schedule / Part	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	Section 41 of ITO-2001	Agricultural income	Agriculture Sector	Provincial Subject	Provincial Subject
2	Section 49 of ITO-2001	The income of the Federal Government shall be exempt from tax under this Ordinance. The income of a Provincial Government or a Local Government is exempt, other than income chargeable under the head "Income from Business" derived by a Provincial Government or Local Government from a business carried on outside its jurisdictional area.	State Apparatus	0	-
Total from Exemptions Under Part VII of Chapter III (ITO, 2001)				0	-

5.1.1.2. Deductible Allowances

(Rs. In Million)

S. No.	Section / Clause / Schedule / Part	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	60	Deductible allowance for Zakat	Donations / Charities	3,968.52	-
2	60A	Deductible allowance for Workers' Welfare Fund	Social Security Sector	0	-
3	60B	Deductible allowance for Workers' Participation Fund	Social Security Sector	0	-
4	60D	Deductible allowance for Education Sector expenses	Education Sector	45.89	70.62
Total Tax Expenditure from Allowances				4014.41	70.62

5.1.1.3. Tax Credits

(Rs. In Million)

S. No.	Section / Clause / Schedule / Part	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	61	Tax Credit for Charitable Donations u/s 61	Donations / Charities	11,887.55	9,088.85
2	63	Tax Credit for Contribution to Approved Pension Fund u/s 63	Pension	6,050.51	3,433.81
3	64B	Tax Credit for Employment Generation by Manufacturers u/s 64B	Others	316.80	24.45
4	64D	Tax credit for point of sale machine u/s 64D	Others	732.08	595.43
5	65B	BF Tax Credit for Non-Equity Investment in Plant and Machinery u/s 65B	Financial Sector	67.87	-
6	65B	BF Tax Credit for Equity Investment in Plant and Machinery u/s 65B	Financial Sector	903.74	-
7	65E	Tax Credit for Investment in Plant and Machinery by Existing Company u/s 65E	Manufacturing Sector	7,916.69	-
8	65F	Tax credit for certain persons	Information Technology Sector	8,062.86	5,860.27
9	65G	Tax credit for specified industrial undertakings	Manufacturing Sector	308.60	145.24
10	100C	Tax Credit for Trust / Welfare Institution / Non-Profit Organization u/s 100C	Social Security Sector	39,693.77	59,464.87
Total Tax Expenditure from Tax Credits				75,940.48	78,612.93

5.1.1.4. Exemption from Total Income

(Rs. In Million)

S. No.	Section / Clause / Schedule / Part	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	Clause 3 of Part I of Second Schedule	Any income chargeable under the head "Salary" received by a person who, not being a citizen of Pakistan, is engaged as an expert or technical, professional, scientific advisor or consultant or senior management staff by institutions of the Agha Khan Development Network, (Pakistan) listed in Schedule I of the Accord and Protocol dated, November 13, 1994 executed between the Government of the Islamic Republic of Pakistan and Agha Khan Development Network.	Salary	118.60	107.80
2	Clause 5 of Part I of Second Schedule	Any allowance or perquisite paid or allowed as such outside Pakistan by the Government to a citizen of Pakistan for rendering service outside Pakistan.	Salary	2,293.75	2,269.91
3	Clause 8 of Part I of Second Schedule	Any pension received by a citizen of Pakistan from a former employer, other than where the person continues to work for the employer (or an associate of the employer)	Pension	4,042.64	3,276.86
4	Clause 9 of Part I of Second Schedule	Pensions received by employees of Federal Government, Provincial Government, or Armed Forces, or their families and dependents	Pension	58,531.12	37,884.63
5	Clause 12 of Part I of Second Schedule	Any payment in the nature of commutation of pension received from Government or under any pension scheme approved by the Board	Pension	22,019.18	22,038.62
6	Clause 13 of Part I of Second Schedule	Any income representing any payment received by way of gratuity or commutation of pension by an employee on his retirement or, in the event of his death, by his heirs as does not exceed.....	Pension	912.05	905.53
7	Clause 16 of Part I of Second Schedule	Income derived by the families and dependents of the "Shaheeds" belonging to the Civil Armed Forces of Pakistan	Social Security Sector	-	179.43
8	Clause 19 of Part I of Second Schedule	Any sum representing encashment of leave preparatory to retirement of a member of the Armed Forces of Pakistan or an employee of	Pension	0	2,680.87

		the Federal Government or a Provincial Government;			
9	Clause 22 of Part I of Second Schedule	Any payment from a provident fund to which the Provident Funds Act, 1925 (XIX of 1925) applies;	Pension	8,462.53	7,027.04
10	Clause 23 of Part I of Second Schedule	The accumulated balance due and becoming payable to an employee participating in a recognized provident fund;	Pension	522.90	517.46
11	Clause 23A of Part I of Second Schedule	The accumulated balance upto [50]% received from the voluntary pension system offered by a pension fund manager under the Voluntary Pension System Rules, 2005 at the time of eligible person's- (a) retirement; or (b) disability rendering him unable to work; or (c) death by his nominated survivors.	Pension	311.49	79.61
12	Clause 23C of Part I of Second Schedule	Any withdrawal of accumulated balance from approved pension fund that represent the transfer of balance of approved provident fund to the said approved pension fund under the Voluntary Pension System Rules, 2005	Pension	223.40	92.20
13	Clause 24 of Part I of Second Schedule	Any benevolent grant paid from the Benevolent Fund to the employees or members of their families in accordance with the provisions of the Central Employee Benevolent Fund and Any benevolent grant paid from the Benevolent Fund to the employees or members of their families in accordance with the provisions of the Central Employee Benevolent Fund and Group Insurance Act, 1969;	Social Security Sector	0	645.14
14	Clause 25 of Part I of Second Schedule	Any payment from an approved superannuation fund made on the death of a beneficiary or in lieu of or in commutation of any annuity, or by way of refund of contribution on the death of a beneficiary	Pension	34.79	138.58
15	Clause 39A of Part I of Second Schedule	Any amount paid as 2[, internal security allowance, compensation in lieu of bearer allowance,] kit allowance, ration allowance, special messing allowance, SSG allowance, Northern Areas compensatory allowance, special pay for Northern Areas and height allowance to the Armed Forces personnel	Salary	0	1,840.20
16	Clause 40 of Part I of Second Schedule	Any income of a newspaper employee representing Local Travelling Allowance paid in accordance with the decision of the Third Wage Board for Newspaper Employees constituted under the Newspaper Employees (Conditions of Service) Act, 1973;	Salary	-	-

17	Clause 52 of Part I of Second Schedule	The perquisite represented by free conveyance provided and the sumptuary (entertainment) allowance granted by Government to the Chiefs of Staff, Pakistan Armed Forces and the Corps Commanders	Salary	8.20	8.20
18	Clause 53A of Part I of Second Schedule	The following perquisites received by an employee by virtue of his employment, namely: - free or subsidized food provided by hotels and restaurants to its employees during duty hours; - free or subsidized Education Sector provided by an Education Sectoral institution to the children of its employees; - free or subsidized medical treatment provided by a hospital or a clinic to its employees; - any other perquisite or benefit for which the employer does not have to bear any marginal cost, as notified by the Board;	Salary	585.67	343.40
19	Clause 55 of Part I of Second Schedule	The perquisites represented by the right of a judge of the Supreme Court of Pakistan or of a judge of High Court to occupy free of rent as a place of residence any premises provided by Federal or Provincial Government, as the case may be, or in case a judge chooses to reside in a house not provided by Government, so much of income which represents the sum paid to him as house rent allowance;	Salary	0	121.80
20	Clause 56 of Part I of Second Schedule	The following perquisites, benefits and allowances received by a Judge of Supreme Court of Pakistan and Judge of High Court, shall be exempt from tax: Any income from voluntary contributions, house property and investments in securities of the Federal Government derived by the following,	Salary	0	522.11
21	Clause 57(1) of Part I of Second Schedule	namely:- (i) National Investment (Unit) Trust of Pakistan (ii) Mutual Fund set up by the Investment Corporation of Pakistan,	Financial Sector	-	-

22	Clause 57(2) of Part I of Second Schedule	Any income other than capital gain on stock and shares of public company, PTC vouchers, modaraba certificates, or any instrument of redeemable capital and derivative products held for less than 12 months derived by any Mutual Fund, investment company, or a collective investment scheme or a REIT Scheme or Private Equity and Venture Capital Fund or the National Investment (Unit) Trust of Pakistan established by the National Investment Trust Limited from any instrument of redeemable capital as defined in the 8[Companies Act, 2017 (XIX of 2017), if not less than ninety per cent of its income of that year is distributed amongst the Unit- holders.	Financial Sector	-	-
23	Clause 57(3)(i) of Part I of Second Schedule	Any income of a provident fund to which the Provident Funds Act, 1925 applies;	Pension	6,216.42	5,041.31
24	Clause 57(3)(ii) of Part I of Second Schedule	Any income of trustees on behalf of a recognized provident fund or an approved superannuation fund or an approved gratuity fund;	Pension	36,200.82	48,238.29
25	Clause 57(3)(iii) of Part I of Second Schedule	Any income of a benevolent fund or group insurance scheme approved by the Board for the purposes of this clause;	Social Security Sector	4,440.47	3,172.54
26	Clause 57(3)(iv), (vi), (vii) of Part I of Second Schedule	Any income of a Service Fund, any Unit, Station or Regimental Institute; and any recognized Regimental Thrift and Savings Fund, the assets of which consist solely of deposits made by members and profits earned by investment thereof;	Social Security Sector	-	-
27	Clause 57(3)(v) of Part I of Second Schedule	Any income of Employees Old Age Benefits Institution established under the Employees Old Age Benefit Act, 1976 (XIV of 1976);	Social Security Sector	0	16,928.83
28	Clause 57(3)(viii) of Part I of Second Schedule	Any income of a Pension Fund approved by the SECP;	Pension	5,110.76	70.55
29	Clause 57(3)(ix) of Part I of Second Schedule	Any profit or gain or benefit derived by a pension fund manager from a pension Fund approved under the Voluntary Pension System Rules, 2005, on redemption of the seed capital invested in pension fund as specified in the Voluntary Pension System Rules, 2005;	Pension	-	-

30	Clause 57(3)(xi) of Part I of Second Schedule	Any income of International Irrigation Management Institute	Financial Sector	-	-
31	Clause 57(3)(xii) of Part I of Second Schedule	Any income of Punjab Pension Fund established under the Punjab Pension Fund Act, 2007 and the trust established thereunder	Pension	0	7,552.27
32	Clause 57(3)(xiii) of Part I of Second Schedule	Any income of Sindh Province Pension Fund established under the Sindh Province Pension Fund Ordinance, 2002	Pension	0	15,454.67
33	Clause 57(3)(xiv) of Part I of Second Schedule	Any income of Punjab General Provident Investment Fund established under the Punjab Others Provident Investment Fund Act, 2009 (V of 2009) and the trust established thereunder;	Social Security Sector	0	626.23
34	Clause 57(3)(xv) of Part I of Second Schedule	Any income of Khyber Pakhtunkhwa Retirement Benefits and Death Compensation Fund	Pension	0	902.08
35	Clause 57(3)(xvi) of Part I of Second Schedule	Any income of Khyber Pakhtunkhwa Others Provident Investment Fund;	Social Security Sector	0	2,378.07
36	Clause 57(3)(xvii) of Part I of Second Schedule	Any income of Khyber Pakhtunkhwa Pension Fund;	Pension	0	1,911.44
37	Clause 65A of Part I of Second Schedule	Income derived from the Welfare Fund created under section 16 of the Emigration Ordinance, 1979 (except the income generated by the aforesaid Fund through commercial activities.)	Social Security Sector	-	-
38	Clause 66 of Part I of Second Schedule	Any income derived by certain listed philanthropic organization like hospitals, governmental and non-governmental and international entities	Social Security Sector	52,638.76	41,699.56
39	Clause 75 of Part I of Second Schedule	Any profit on debt and capital gains derived by any agency of foreign Government or any non-resident person approved by the Federal Government for the purpose of this clause from debt and debt instruments approved by the Federal Government	Financial Sector	-	-
40	Clause 78 of Part I of Second Schedule	Profit on debt on foreign currency accounts	Financial Sector	44.92	44.07

41	Clause 79 of Part I of Second Schedule	Profit on debt derived by non-resident Pakistanis on rupee accounts	Financial Sector	3,180.68	198.61
42	Clause 99 of Part I of Second Schedule	Any income derived by a Collective Investment Scheme or a REIT Scheme, if not less than ninety per cent of its accounting income of that year, as reduced by capital gains whether realized or unrealized, is distributed amongst the unit or certificate holders or shareholders as the case may be	Financial Sector	92,670.13	75,552.13
43	Clause 99A of Part I of Second Schedule	Profits and gains accruing to a person on sale of immovable property to a REIT Scheme	Property Sector	-	-
44	Clause 99B of Part I of Second Schedule	Income of a Special Purpose Vehicle buying Diversified Payment Rights from the Authorized Dealers in Pakistan.	Financial Sector	-	-
45	Clause 102A of Part I of Second Schedule	Income of a person as represents a subsidy granted to him by the Federal Government for the purposes of implementation of any orders of the Federal Government in this behalf	Social Security Sector	-	13,387.50
46	Clause 103D of Part I of Second Schedule	Dividend income and long term capital gains of any venture capital fund from investments in zone enterprises as defined in clause (p) of section 2 of the Special Technology Zones Authority Ordinance, 2020 for a period of ten years commencing from issuance of license by the Authority to the zone enterprise.	Special Zones	-	-
47	Clause 105B of Part I of Second Schedule	Income received by a taxpayer from a corporate agricultural enterprise, distributed as dividend out of its income from Agriculture Sector;	Agriculture Sector	62.61	62.68
48	Clause 105C of Part I of Second Schedule	Any income derived by Kuwait Foreign Trading Contracting and Investment Company or Kuwait Investment Authority being dividend of the Pak-Kuwait Investment Company in Pakistan from the year of incorporation of Pak-Kuwait Investment Company.]	Financial Sector	4,131.43	2,214.36
49	Clause 114B of Part I of Second Schedule	Profit and gains accruing to persons mentioned in proviso to sub-section (1) of section 236C in respect of first sale of immovable property acquired from or allotted by the Federal Government or Provincial Government or any authority duly certified by the official allotment authority, and the property acquired or allotted is in recognition of services	Property Sector	-	-

		rendered by the Shaheed or the person who dies in service.			
50	Clause 126 of Part I of Second Schedule	Income of a public sector university established solely for Education Sectoral purposes and not for the purposes of profit;	Education Sector	14,383.40	9,413.68
51	Clause 126A of Part I of Second Schedule	Income derived by China Overseas Ports Holding Company Limited, China Overseas Ports Holding Company Pakistan (Private) Limited, Gawadar International Terminal Limited, Gawadar Marine Services Limited and Gawadar Free Zone Company Limited from Gawadar Port operations;	Special Zones	54.08	9.35
52	Clause 126AA of Part I of Second Schedule	Profit and gains derived by a taxpayer from businesses set up in the Gawadar Free Zone Area;	Special Zones	-	-
53	Clause 126AB of Part I of Second Schedule	Profit on debt derived by- (a) any foreign lender; or (b) any local bank having more than 75 per cent shareholding of the Government or the State Bank of Pakistan, under a Financing Agreement with the China Overseas Ports Holding Company Limited;	Special Zones	-	-
54	Clause 126AC of Part I of Second Schedule	Income derived by contractors and sub-contractors of China Overseas Ports Holding Company Limited, China Overseas Ports Holding Company Pakistan (Private) Limited, Gawadar International Terminal Limited, Gawadar Marine Services Limited and Gawadar Free Zone Company Limited from Gawadar Port operations;	Special Zones	11.01	48.94
55	Clause 126AD of Part I of Second Schedule	Income derived by China Overseas Ports Holding Company Limited being dividend received from China Overseas Ports Holding Company Pakistan (Private) Limited, Gwadar International Terminal Limited Gwadar Marine Services Limited and Gwadar Free Zone Company Limited;	Special Zones	-	-

56	Clause 126B of Part I of Second Schedule	Profits and gains derived by a refinery— (a) from new deep conversion refinery of at least 100,000 barrels per day for which approval is given by the Federal Government before the 31 st day of December, 2021; or (b) for the purpose of upgradation, modernization or expansion project of any existing refinery which makes undertaking to the Federal Government in writing before the 31 st day of December, 2021 in this regard: Provided that this exemption shall be available for a period of twenty years beginning from the date of commencement of commercial production in the case of new refinery and ten years from the date of completion of up gradation, modernization or expansion project of existing refinery. Provided further that the exemption under this clause shall only be available to those refineries whose products fulfill Euro 5 standards	Energy & Mining Sector	2,790.93	-
57	Clause 126D of Part I of Second Schedule	Profits and gains derived by a taxpayer from an industrial undertakings set up in the Gawadar declared by the Federal Government to be a Zone within the meaning of Export Processing Zone Authority Ordinance, 1980	Special Zones	-	-
58	Clause 126E of Part I of Second Schedule	Income derived by a zone enterprise as defined in the Special Economic Zones Act, 2012 (XX of 2012) for a period of ten years starting from the date the developer certifies that the zone enterprise has commenced commercial operation and for a period of ten years to a developer of zone starting from the date of signing of the development agreement in the special economic zone as announced by the Federal Government Provided that this clause shall also apply to a co-developer as defined in Special Economic Zone Rules, 2013 subject to the condition that a certificate has been furnished— (a) by the developer that he has not claimed exemption under this clause and has relinquished his claim in favour of the co-developer; and (b) by the Special Economic Zone Authority validating that the developer has not claimed exemption under this clause and has relinquished claim in favour of the co-developer	Special Zones	562.40	556.20

59	126EA	Profits and gains derived by: (a) zone developer as defined in the Special Technology Zones Authority Act, 2021 (XVII of 2021) from development and operations of the zones for a period of ten years starting from the date of signing of the development agreement; (b) zone Enterprises as defined in the Special Technology Zones Authority Act, 2021 (XVII of 2021) for a period of ten years from the date of issuance of license by the Special Technology Zone Authority; and (c) Special Technology Zones Authority established under the Special Technology Zones Authority Act, 2021 (XVII of 2021).]	Special Zones	103.18	144.85
60	Clause 126M of Part I of Second Schedule	Profits and gains derived by a taxpayer from a transmission line project set up in Pakistan on or after the 1st day of July 2015;	Energy & Mining Sector	3,236.11	2,323.78
61	Clause 132 of Part I of Second Schedule	Profits and gains derived by a taxpayer from an electric power generation project set up in Pakistan on or after the 1st day of July, 1988, subject to following conditions:.....	Energy & Mining Sector	102,096.37	82,582.45
62	Clause 132AA of Part I of Second Schedule	Profits and gains derived from sale of electricity by National Power Parks Management Company (Private) Limited or demerged entities of National Power Parks Management Company (Private) Limited commencing from the commercial operation dates and continuing after the date of change of ownership as a result of privatization by the Privatization Commission of Pakistan	Energy & Mining Sector	4,179.39	18,137.97
63	Clause 132C of Part I of Second Schedule	Profits and gains derived by a taxpayer from a bagasse/biomass based cogeneration power project having one or more boilers of not less than 60 bar (kg/CM3) pressure each, commissioned after the first day of January 2013.	Energy & Mining Sector	3,618.67	434.35
64	Clause 139 of Part I of Second Schedule	The benefit represented by free provision to the employee of medical treatment or hospitalization or both by an employer or the reimbursement received by the employee of the medical charges or hospital charges or both paid by him	Health / Pharmaceutical Sector	3,960.46	3,490.70
65	Clause 140 of Part I of Second Schedule	All payments on account of principal, interest, or fees received by the Overseas Private Investment Corporation (OPIC), from development project undertaken in pursuance to the Investment Incentive Agreement signed between the Government of Pakistan and the	Financial Sector	-	-

		Government of the United States of America, dated 18 th November, 1997			
66	Clause 142 of Part I of Second Schedule	Income from Social Security contributions derived by Balochistan Employees' Social Security Institution, Employees' Social Security Institution Khyber Pakhtunkhwa, Punjab Employees' Social Security Institution and Sindh Employees' Social Security Institution; Any income which was not chargeable to tax prior to the commencement of the Constitution (Twenty-fifth Amendment) Act, 2018 (XXXVII of 2018) of any individual domiciled or company and association of persons resident in the Tribal Area forming part of the Provinces of Khyber Pakhtunkhwa and Balochistan under paragraph (d) of Article 246 of the Constitution with effect from the 1 st day of June, 2018 to the 30 th day of June, 2023 (both days inclusive).	Social Security Sector	0	1,613.36
67	Clause 145A of Part I of Second Schedule	Any income derived by the Federal Government Employees Housing Authority and Naya Pakistan Housing and Development Authority for the tax year 2020 and the following four tax years Income derived by Siyahkalem Engineering Construction Industry and Trade Company Limited from contract dated 23 rd day of May 2017 with Earthquake Reconstruction and Rehabilitation Authority, financed by the Saudi Fund for Development with effect from tax year 2017	Tribal Exemptions	0	7,956.04
68	Clause 147 of Part I of Second schedule	Any income derived by the Federal Government Employees Housing Authority and Naya Pakistan Housing and Development Authority for the tax year 2020 and the following four tax years	Financial Sector	-	432.86
69	Clause 150 of Part I of Second schedule	Income derived by Siyahkalem Engineering Construction Industry and Trade Company Limited from contract dated 23 rd day of May 2017 with Earthquake Reconstruction and Rehabilitation Authority, financed by the Saudi Fund for Development with effect from tax year 2017	Construction Sector	-	-
70	Clause 151 of Part I of Second schedule	Any income derived by a person from cinema operations for five years from the commencement of cinema operations.	Media / Publication Sector	44.33	18.71
71	Clause 152 & 153 of Part I of Second Schedule	Profits and gains derived between the first day of July, 2022 and the thirtieth day of June, 2025 both days inclusive, by a venture capital company and venture capital fund registered under relevant Venture Capital Companies and Funds Management Rules issued by Securities and Exchange Commission of Pakistan Profits and gains from the production of feature film derived between the first day of July, 2022 and the thirtieth day of June, 2027 both days inclusive by a resident producer or a resident production house	Financial Sector	192.55	167.38
Total Tax Expenditure from Total Income				437,996.2	443,445.20

5.1.1.5. Reduction in Tax Rates

(Rs. In Million)

S. No.	Section / Clause / Schedule / Part	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	Clause 5A of Part II of Second Schedule	The rate of tax to be deducted under sub-section (2) of section 152, in respect of payments 5[from] profit on debt payable to a non-resident person having no permanent establishment in Pakistan, other than those covered under clauses (78) and (79) of Part I of the Second Schedule,] shall be 10% of the gross amount	Financial Sector	3,617.06	3,438.42
2	Clause 18C of Part II of Second Schedule	The rate of tax as specified in Division-III of Part-I of First Schedule shall be reduced to 7.5% in case of dividends declared by a company as are "attributable" to profits and gains derived from a bagasse and biomass based cogeneration power project qualifying for exemption under clause (132C) of Part-I of this Schedule:	Energy & Mining Sector	-	-
3	Clause 24A of Part II of Second Schedule	The rate of tax, under clause (a) of sub-section (1) of section 153, from distributors of cigarette and pharmaceutical products 3[] 4[] shall be 1% of the gross amount of payments.]	Health / Pharmaceutical Sector	25,276.82	-
4	Clause 24C of Part II of Second Schedule	The rate of tax under clause (a) of sub-section (1) of section 153 in the case of distributors, dealers, sub-dealers, wholesalers and retailers of fast moving consumer goods, fertilizer, electronics excluding mobile phones, sugar, cement, and edible oil as recipient of payment shall be 0.25% of gross amount of payments subject to the condition that beneficiaries of reduced rate are appearing on the Active Taxpayers' Lists issued under the provisions of the Sales Tax Act, 1990 and the Income Tax Ordinance, 2001 (XLIX of 2001)	Others	18,796.96	-
5	Clause 24CA of Part II of Second Schedule	The rate of tax under clause (a) of sub-section (1) of section 153 in case of a person, other than a company, as a recipient of payment for goods supplied to Utility Stores Corporation of Pakistan shall be 1.5% of the gross amount of payment in respect of supply of tea, spices, salt, dry milk, sugar, pulses wheat flour and ghee for the period commencing from the 7 th day of April, 2020 and ending on 30 th day of September, 2020: Provided that this clause shall not be applicable to supply of tea, spices, salt and dry milk which are sold under a brand name:	Social Security Sector	1,421.18	-

6	Clause 27 of Part II of Second Schedule	The tax on payments under the Compulsory Monetization of Transport Facility for Civil Servants in BS-20 to BS-22 (as reduced by deduction of driver's salary) shall be charged at the rate of 5% as a separate block of income	Salary	8.97	18.78
7	Clause 28C of Part II of Second Schedule	The rates of tax shall be five percent in the case of a person running online marketplace as defined in clause (38B) of section 2	Information Technology Sector	0.75	2.07
8	Clause 28E of Part II of Second Schedule	The rate of minimum tax under section 113 shall be 0.5% in case of a trader of yarn being an individual.	Others	1,590.12	-
9	Clause 28F of Part II of Second Schedule	The rate of tax under clause (b) of sub-section (1) of section 153 in case of oil tanker contractor services shall be 2% of the gross amount of the payments.]	Energy & Mining Sector	-	-
Total Tax Expenditure from Reduction in Tax Rates				50,711.86	3,459.27

5.1.1.6. Reduction in Tax Liability

(Rs. In Million)

S. No.	Section / Clause / Schedule / Part	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	Clause 1(2) of Part III of Second Schedule	The tax payable by a full time teacher or a researcher, employed in a non profit Education Sector or research institution duly recognized by Higher Education Sector Commission, a Board of Education Sector or a University recognized by the Higher Education Sector Commission, including government research institution, shall be reduced by an amount equal to 25% of tax payable on his income from salary	Education Sector	10,656.23	7,514.66
2	Clause 4 of Part III of Second Schedule	In respect of old and used automotive vehicles, tax under section 148 shall not exceed the amount specified in Notification No. S.R.O. 577(I)/2005, dated the 6 th June, 2005	Auto Sector	239.54	214.82

3	Clause 6 of Part III of Second Schedule	The tax payable under clause I of sub-section (1) of section 39, in respect of any amount paid as yield or profit on investment in Bahbood Savings Certificate or Pensioners Benefit Account 4[and Shuhada Family Welfare Account] shall not exceed 10% of such profit	Social Security Sector	-	11,858.67
4	Clause 9B of Part III of Second Schedule	The tax payable on the income, profits and gains of projects of 'low cost housing' developed or approved by Naya Pakistan Housing and Development Authority (NAPHDA) or under the Ehsaas Programme shall be reduced by 90%] Provided that exemption under this clause shall continue to remain available to such projects which commence on or before the 30th day of June, 2024.]	Construction Sector	-	-
5	Clause 19 of Part III of Second Schedule	The tax payable by woman enterprises on profit and gains derived from business chargeable to tax under the head "Income from Business" shall be reduced by 25%	Others	15.06	53.43
Total Tax Expenditure from Reduction in Tax Liability				10,910.83	19,641.58

5.1.1.7. Exemption from Specific Provisions

(Rs. In Million)

S. No.	Section / Clause / Schedule / Part	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	Clause 11A of Part IV of Second Schedule	Pakistan Red Crescent Society	Social Security Sector	30.77	-
2	Clause 11A of Part IV of Second Schedule	Corporate and Industrial Restructuring Corporation (CIRC)	Manufacturing Sector	-	-
3	Clause 11A of Part IV of Second Schedule	China Overseas Port Holding Company Ltd	Special Zones	0.02	-
4	Clause 11A of Part IV of Second Schedule	Gwadar International Terminals Limited	Special Zones	4.00	-

5	Clause 11A of Part IV of Second Schedule	Gawadar Free Zone Company Limited	Special Zones	0.74	-
6	Clause 11A of Part IV of Second Schedule	Deposit Protection Corporation	Financial Sector	-	-
7	Clause 11A of Part IV of Second Schedule	Mobile phone manufacturers engaged in the local Manufacturing Sector of mobile phone devices.	Cell Phones / Telecommunication Sector	4.25	-
8	Clause 11B of Part IV of Second Schedule	The provisions of section 150 shall not apply in respect of intercorporate dividend within the group companies entitled to group taxation under section 59AA 3 [] 4 [“subject to the condition that the return of the group has been filed for the latest completed tax year	Financial Sector	-	-
9	Clause 11C of Part IV of Second Schedule	The provisions of section 151 shall not apply in respect of intercorporate profit on debt within the group companies entitled to group taxation under section 59AA 6 [] 7 [“subject to the condition that the return of the group has been filed for the latest completed tax year	Financial Sector	-	-
10	Clause 12O of Part IV of Second Schedule	The provisions of section 148 shall not apply on import of drones donated by Ministry of Agriculture Sector and Rural Affairs (MARA), Government of China to Pakistan through Sea Route.	Agriculture Sector	-	-
11	Clause 12P of Part IV of Second Schedule	The provisions of section 148 shall not apply on import of machinery and equipment as listed in S. No 32 of Part-I of Fifth Schedule to the Customs Act, 1969 subject to the same conditions and limitations as specified therein.]	Manufacturing Sector	-	-
12	Clause 36C of Part IV of Second Schedule	The provisions of section 151 shall not apply to profit on debt paid on Pakistan Banao Certificate,	Financial Sector	-	-
13	Clause 38AAA of Part IV of Second Schedule	The provisions of section 152 shall not apply to Special Purpose Vehicle referred to in clause 99B of Part I of this Schedule.	Financial Sector	-	-
14	Clause 42 of Part IV of Second Schedule	The provisions of sub-section 3 of section 153 shall not apply in respect of payments received by a resident person for providing services by way of operation of container or chemical or oil terminal at a sea-port in Pakistan or of an infrastructure project covered by the Government’s Investment Policy, 1997.	Others	-	-

15	Clause 43G of Part IV of Second Schedule	The provisions of section 153 shall not apply to commodity futures contracts listed on a Futures Exchange licensed under the Futures Market Act, 2016 (XIV of 2016).]	Others	-	-
16	Clause 56 of Part IV of Second Schedule	The provisions of section 148, regarding withholding tax on imports shall not apply in respect of Certain Individuals / Entities	Others	0	-
17	Clause 59(iv)(b) of Part IV of Second Schedule	The provisions of section 151, regarding withholding tax on profit on debt, shall not apply in the case of any resident individual, no tax shall be deducted from income or profits paid on investment in monthly income Savings Accounts Scheme of Directorate of National Savings, where monthly installment in an account does not exceed one thousand rupees	Financial Sector	-	-
18	Clause 60A & 60AA of Part IV of Second Schedule	60A. The provisions of section 148 shall not apply for import of plant, machinery and equipment in the case of:- (a) M/s China State Construction Engineering Corporation Ltd. (M/s CSCEC); and (b) M/s China Communication Construction Company (M/s CCCC); 60AA. The provisions of section 148 of the Income Tax Ordinance, 2001(XLIX of 2001), shall not apply for import of construction materials or goods upto a maximum of 10,898.000 million rupees imported by China State Construction Engineering Corporation (M/s CSCEC) for construction of Sukkur-Multan section of Karachi-Peshawar Motorway project of National Highway Authority under CPEC.	Construction Sector	0.09	-
19	Clause 60C of Part IV of Second Schedule	The provision of section 148 shall not apply on import of equipment to be furnished or installed for Rail Based Mass Transit Projects in Lahore, Karachi, Peshawar and Quetta under CPEC.	Social Security Sector	-	-
20	Clause 60D of Part IV of Second Schedule	The provisions of section 148 shall not apply on import of firefighting equipment by industrial undertakings set up in the special economic zones established by the Federal Government	Special Zones	7.16	-

21	Clause 60DA of Part IV of Second Schedule	The provisions of section 148 shall not apply to the import of the capital equipment as defined in Special Technology Zones Authority Act, 2021 (XVII of 2021). (a) Zone developers as defined in Special Technology Zones Authority Act, 2021 (XVII of 2021) for consumption in the special technology zones for the period of ten years commencing from the date of signing the development agreement; (b) Zone enterprises as defined in Special Technology Zones Authority Act, 2021 (XVII of 2021) for a period of ten years from the date of issuance of license by the Special Technology Zone Authority; and (c) Special Technology Zones Authority established under Special Technology Zones Authority Act, 2021 (XVII of 2021)	Special Zones	-	-
22	Clause 69 of Part IV of Second Schedule	The provisions of sections 150, 151, 152, 153 and 233 shall not apply in respect of payments made to the Asian Development Bank established under the Asian Development Bank Ordinance, 1971 (IX of 1971).	Others	-	-
23	Clause 71 of Part IV of Second Schedule	The provisions of this Ordinance shall not be applicable to the M/s TAISEI Corporation under the agreement with National Highway Authority, GOP	Construction Sector	-	-
24	Clause 77 of Part IV of Second Schedule	Provisions of sections 148 and 153 shall not be applicable on import and subsequent supply of items with dedicated use of renewable sources of energy	Energy & Mining Sector	0	-
25	Clause 78 of Part IV of Second Schedule	(i) The dividend income of the shareholders of “Coal Mining and Coal based Power Generation Projects in Sindh” shall be exempt from provisions of section 150 from the date of commencement of business till 30 years from such date; and (ii) The payments made on account of sale or supply of goods or providing or rendering of services during project construction and operations, shall be exempt from the provisions of section 152(2A) and section 153”;	Energy & Mining Sector	-	-

26	Clause 79A of Part IV of Second Schedule	The provisions of clause (b) of subsection (1) of section 153 shall not apply to payments received by National Telecommunication Corporation against provision of telecommunication services including ancillary services specified in subsection (3) of section 41 of the Pakistan Telecommunication (Re-organization) Act, 1996 (XVII of 1996)	Cell Phones / Telecommunication Sector	78.45	-
27	Clause 91 of Part IV of Second Schedule	The provisions of section 148 shall not apply to: (i) Tillage and seed bed preparation equipment (ii) Seeding or planting equipment (iii) Irrigation, drainage and agro-chemical application equipment (iv) Harvesting, threshing and storage equipment (v) Post-harvest handling and processing & miscellaneous machinery;	Agriculture Sector	0	-
28	Clause 92 of Part IV of Second Schedule	The provisions of section 148 shall not apply to: (i) Aircraft, whether imported or acquired on wet or dry lease (ii) Maintenance kits for use in trainer aircrafts (iii) Maintenance kits for use in trainer aircrafts (iv) Spare parts for use in aircrafts, trainer aircrafts or simulators (v) Machinery, equipment and tools for setting up maintenance, repair and overhaul (MRO) workshop by MRO company recognized by Aviation Division (vi) Operational tools, machinery, equipment and furniture and fixtures on one-time basis for setting up Greenfield airports by a company authorized by Aviation Division (vii) Aviation simulators imported by airline company recognized by Aviation Division	Manufacturing Sector	0	-
29	Clause 98 of Part IV of Second Schedule	The provisions of section 148 shall not apply to import of ships and other floating crafts including tugs, survey vessels and other specialized crafts purchased or bare-boat chartered by a Pakistani entity and flying Pakistani flag	Manufacturing Sector	0	-

30	Clause 99 of Part IV of Second Schedule	The provisions of section 148 shall not apply to import or acquisition of aircraft on wet or dry lease by M/s Pakistan International Airlines Corporation with effect from 19th March, 2015	Others	-	-
31	Clause 108 of Part IV of Second Schedule	The provisions of sections 113 and 151 shall not apply to the Supreme Court of Pakistan – Diamer Bhasha & Mohmand Dams – Fund.	Social Security Sector	0	-
32	Clause 116 of Part IV of Second Schedule	The provisions of section 151 and 236P shall not apply to The Prime Minister’s COVID-19 Pandemic Relief Fund-2020.	Social Security Sector	-	-
Total from Specific Provisions				125.48	-

Total Income Tax Expenditures	579,697.75 545,229.59
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5.1.2. Details of Sales Tax Expenditure

5.1.2.1. Fifth Schedule (Zero Rating - Local Supplies)

(Rs. In Million)

S. No.	Schedule	Serial	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	Fifth Schedule	2	Supply to diplomats, diplomatic missions, privileged persons and privileged organizations which are covered under various Acts, Orders, Rules, Regulations and Agreements passed by the Parliament or issued or agreed by the Government of Pakistan.	Diplomats	5,999.73	5,042.02
2	Fifth Schedule	5	Supplies of raw materials, components and goods for further manufacture of goods in the Export Processing Zones.	Manufacturer, General Masses	0	2,406.89
3	Fifth Schedule	7	Supplies made to exporters under the Duty and Tax Remission Rules, 2001 subject to the observance of procedures, restrictions and conditions prescribed therein.	Exporters	0	192.89
4	Fifth Schedule	8	Imports or supplies made to Gwadar Special Economic Zone, excluding vehicles falling under heading 87.02 of the Pakistan Customs Tariff, subject to such conditions, limitations and restrictions as the Board may impose.	Gwadar EPZ	152.01	218.65

5	Fifth Schedule	8A	Imports or supplies made by, for or to a qualified investment as specified at Serial No.1 of the First Schedule to the Foreign Investment (Promotion and Protection) Act, 2022 for the period as specified in the Second Schedule to the said Act	Manufacturer, General Masses	538.63	50.43
6	Fifth Schedule	12 (xvii)	Preparations suitable for infants, put up for retail sale not exceeding rupees six hundred per two hundred grams PCT Heading 1901.1000	Manufacturer, General Masses	0.00	2,678.71
7	Fifth Schedule	12(xix)	Bicycles (PCT heading 87.12)	Manufacturer, General Masses	0.00	0.00
8	Fifth Schedule	12(xx)	Colors in sets (PCT heading 3213.1000)	Manufacturer, General Masses	0.00	12.50
9	Fifth Schedule	12(xxi)	Writing, drawing and marking inks (PCT heading. 3215.9010 and 3215.9090)	Manufacturer, General Masses	0.00	760.64
10	Fifth Schedule	12 (xxii)	Erasers (PCT heading 4016.9210 and 4016.9290)	Manufacturer, General Masses	0.00	87.35
11	Fifth Schedule	12 (xxiii)	Exercise books (PCT heading 4820.2000)	Manufacturer, General Masses	1,728.69	886.47
12	Fifth Schedule	12 (xxiv)	Pencil sharpeners (PCT heading 8214.1000)	Manufacturer, General Masses	0.00	1,020.84
13	Fifth Schedule	12 (xxv)	other drawing, marking out or mathematical calculating instruments (geometry box) (PCT heading 9017.2000)	Manufacturer, General Masses	0.00	55.99
14	Fifth Schedule	12 (xxvi)	Pens, ball pens, markers and porous tipped pens (PCT heading 96.08)	Manufacturer, General Masses	0.00	1,710.74
15	Fifth Schedule	12 (xxvii)	Pencils including color pencils (PCT heading 96.09)	Manufacturer, General Masses	0.00	1,400.95
16	Fifth Schedule	13	Supplies of raw materials, components and goods for further manufacture of goods in the Gwadar Free Zone and export thereof, provided that in case of supply to tariff area of Pakistan, tax shall be charged on the value assessed on the Goods Declaration for import	Gwadar EPZ	214.89	16.79
17	Fifth Schedule	14	Supplies of locally manufactured plant and machinery of the following specifications, to manufacturers in the Gwadar Free	Gwadar EPZ	69.94	0.24

			Zone, subject to the conditions, restrictions and procedure given below			
18	Fifth Schedule	16	Milk (PCT heading 04.01)	General Masses	0.00	33,869.25
19	Fifth Schedule	17	Fat filled milk (PCT heading 1901.9090)	General Masses	0.00	27,948.47
20	Fifth Schedule	20	Petroleum Crude Oil (PCT heading 2709.0000)	Petroleum Sector	0.00	0.00
21	Fifth Schedule	21	Local supplies of commodities, raw materials, components, parts and plant and machinery to registered exporters authorized under Export Facilitation Scheme, 2021 notified by the Board with such conditions, limitations and restrictions as specified therein.	General Masses	0.00	0.00
Total from Fifth Schedule (Local Supplies)					8,703.89	78,359.82

5.1.2.2. Fifth Schedule (Zero Rating - Import)

(Rs. In Million)

S. No.	Schedule	Serial	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	Fifth Schedule	8A	Imports or supplies made by, for or to a qualified investment as specified at Serial No.1 of the First Schedule to the Foreign Investment (Promotion and Protection) Act, 2022 for the period as specified in the Second Schedule to the said Act	Manufacturer, General Masses	19.40	1.20
	Fifth Schedule	12 (Finished Goods)	(Import of color sets (3213.1000), writing, drawing and marking inks (3215.9010 and 3215.9090), erasers (4016.9210 and 4016.9290), exercise books (4820.2000), pencil sharpener (8214.1000), geometry boxes (9017.2000), pen, ball pens, markers and porous tipped pens (96.08), pencils including color pencils (96.09)	Manufacturer, General Masses	14.48	192.07
3	Fifth Schedule	12 (Raw Materials Etc.)	Raw materials, packing materials, sub-components, components, sub-assemblies and assemblies imported or purchased locally for the manufacture of the goods specified at s.no. 12 of 5th Schedule to sales tax act, 1990,	Manufacturer, General Masses	32.11	1,291.12

			subject to the conditions, limitations and restrictions as specified in chapter xiv of the sales tax special procedure rules, 2007.			
4	Fifth Schedule	12(xxiii)	Exercise books (PCT heading 4820.2000)	Manufacturer, General Masses	1.88	0.00
5	Fifth Schedule	13	Supplies of raw materials, components and goods for further manufacture of goods in the Gwadar Free Zone and export thereof, provided that in case of supply to tariff area of Pakistan, tax shall be charged on the value assessed on the Goods Declaration for import	Gwadar EPZ	2.43	90.52
6	Fifth Schedule	17	Fat filled milk (PCT heading 1901.9090)	General Masses	0.00	1,173.21
7	Fifth Schedule	20	Petroleum Crude Oil (PCT heading 2709.0000)	General Masses	0.00	0.00
8	Fifth Schedule	21	Local supplies of raw materials, components, parts and plant and machinery to registered exporters authorized under export facilitation scheme, 2021 notified by the board with such conditions, limitations and restrictions as specified therein.	General Masses	0.00	0.00
Total from Fifth Schedule (Zero Rating - Import)					70.29	2,748.12

Total from Fifth Schedule (Zero Rating - Local Supplies)		8,703.80	78,359.82
Total from Fifth Schedule (Zero Rating - Import)		70.29	2,748.12
Total from Fifth Schedule (Zero Rating)		8,774.18	81,107.94

5.1.2.3. Sixth Schedule Table I (Local Supplies)

(Rs. In Million)

S. No.	Schedule	Serial	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	Sixth Schedule Table I	13	Edible vegetables imported from Afghanistan including roots and tubers, except ware potato and onions, whether fresh, frozen or otherwise preserved (e.g. in cold storage) but excluding those bottled or canned	General Masses	0.00	160.54
2	Sixth Schedule Table I	14	Pulses	General Masses	11,384.562	19,220.62

3	Sixth Schedule Table I	15	Fruit imported from Afghanistan excluding apples PCT 0808.1000	General Masses	0.00	51.83
4	Sixth Schedule Table I	16	Red chillies excluding those sold under brand names and trademarks	General Masses	350.92	164.94
5	Sixth Schedule Table I	17	Ginger excluding those sold under brand names and trademarks.	General Masses	3,832.35	90.91
6	Sixth Schedule Table I	18	Turmeric excluding those sold under brand names and trademarks.	General Masses	420.89	127.30
7	Sixth Schedule Table I	19	Rice, wheat, wheat and meslin flour	General Masses	11,270.481	32,459.38
8	Sixth Schedule Table I	31	Holy Quran, complete or in parts, with or without translation; Quranic Verses recorded on any analogue or digital media; other Holy books.	General Masses	636.06	369.53
9	Sixth Schedule Table I	32	Newsprint, newspapers, journals, periodicals, books but excluding directories.	General Masses	4,951.73	2,763.25
10	Sixth Schedule Table I	33	Currency notes, bank notes, shares, stocks and bonds.	General Masses	5,365.54	5,399.03
11	Sixth Schedule Table I	38	Monetary gold.	General Masses	2.92	0.00
12	Sixth Schedule Table I	45	Dextrose and saline infusion giving sets along with empty non-toxic bags for infusion solution, Dextrose and saline infusion giving sets, Artificial parts of the body, Intra-Ocular lenses and Glucose testing equipment.	Health, General Masses	2,342.10	756.41
13	Sixth Schedule Table I	47	Import of articles of household and personal effects including vehicles and also the goods for donation to projects established in Pakistan imported by any of the rulers of Gulf Sheikhdoms who is in possession of residential accommodation in Pakistan and goods including vehicles by the United Arab Emirates dignitaries as are listed in column (2) against heading No. 99.05 in column (1) of the First Schedule to the	General Masses	22.06	26.51

			Customs Act, 1969 (IV of 1969) for their personal use and for donation to welfare projects established in Pakistan subject to the similar conditions as are envisaged for the purposes of applying zero rate of customs duty on such goods under the said Act.			
14	Sixth Schedule Table I	48	Goods imported or supplied under grants-in-aid for which a specific consent has been obtained from the Board supplies and imports under agreements signed by the Government of Pakistan before the 30th of June, 1996, provided the agreements contained the provision for exemption of tax at the time of signing of agreement.	General Masses	396.91	166.09
15	Sixth Schedule Table I	59	Artificial kidneys, eye cornea, hemodialysis machines, hemodialyzers, A.V. fistula needles, hemodialysis fluids and powder, blood tubing tines for dialysis and reverse osmosis plants for dialysis, double lumen catheter for dialysis, catheter for renal failure patient and peritoneal dialysis solution, cochlear implants systems and angioplasty equipment (balloons, catheters, wires and stents), subject to the similar conditions and procedures as are envisaged for the purpose of applying zero-rate of customs duty on these goods under the Customs Act, 1969 (IV of 1969)	Health, General Masses	1,159.02	348.98
16	Sixth Schedule Table I	86	Colors in sets (Poster colors)	Manufacturer, General Masses	0.00	68.31
17	Sixth Schedule Table I	87	Writing, drawing and making inks	Manufacturer, General Masses	0.00	6.69

18	Sixth Schedule Table I	88	Erasers	Manufacturer, General Masses	0.00	53.65
19	Sixth Schedule Table I	89	Exercise books	Manufacturer, General Masses	296.60	161.67
20	Sixth Schedule Table I	90	Pencil sharpeners	Manufacturer, General Masses	0.00	45.41
21	Sixth Schedule Table I	94	Wheelchairs	Manufacturer, General Masses	237.82	191.43
22	Sixth Schedule Table I	96	Other drawing, marking out or mathematical calculating instruments (geometry box)	Manufacturer, General Masses	0.00	4.14
23	Sixth Schedule Table I	97	Pens, ball pens, markers and porous tipped pens	Manufacturer, General Masses	0.00	91.90
24	Sixth Schedule Table I	98	Pencils including color pencils	Manufacturer, General Masses	0.00	514.59
25	Sixth Schedule Table I	100	Construction materials to Gwadar Export processing Zone's investors and to Export Processing Zone Gwadar for development of Zone's infrastructure	Gwadar EPZ	12,222.65	3,271.19
26	Sixth Schedule Table I	100A	Materials and equipment (plant, machinery, equipment, appliances and accessories) for construction and operation of Gwadar Port and development of Free Zone for Gwadar Port as imported by or supplied to China Overseas Ports Holding Company Limited (COPHCL) and its operating companies namely (i) China Overseas Ports Holding Company Pakistan (Private) Limited (ii) Gwadar International Terminal Limited, (iii) Gwadar Marin Services Limited and (iv) Gwadar Free Zone Company Limited, their contractors and sub-contractors; and Ship Bunker Oils bought and sold to the ships calling on/visiting Gwadar Port, by the aforesaid operating	Gwadar EPZ	391.92	67.38

			companies having Concession Agreement with the Gwadar Port Authority, for a period of forty year			
27	Sixth Schedule Table I	100A(i)	This exemption shall be admissible only to China Overseas Ports Holding Company Limited (COPHCL) and its operating companies, their contractors and subcontractors which hold the Concession Agreement;	import/export	114.99	5.71
28	Sixth Schedule Table I	100A(ii)	The Ministry of Ports and Shipping shall certify in the prescribed manner and format as per Annex-I that the imported materials and equipment are bonafide requirement for construction and operation of Gwadar Port and development of Free Zone for Gwadar Port. The authorized officer of that Ministry shall furnish all relevant information online to Pakistan Customs against a specific user ID and password obtained under section 155D of the Customs Act, 1969 (IV of 1969). In already computerized Collectorate or Customs station, where the computerized system is not operational, the Project Director or any other person authorized by the Collector in this behalf shall enter the requisite information in the Customs Computerized System on daily basis, whereas entry of the data obtained from the customs stations which have not yet been computerized shall be made on weekly basis, provided that this condition	import/export	32.75	0.82

			shall not apply to ship bunker oils; and			
29	Sixth Schedule Table I	100A(iii)	The goods so imported and also those already imported under Notification No. S.R.O. 115(I)/2008, dated the 6th February, 2008 shall not be sold or disposed of without prior approval of the FBR and payment of sales tax leviable at the applicable rate on residual value, provided that this condition shall not apply to ship bunker oils.	import/export	0.39	0.01
30	Sixth Schedule Table I	100B	Supplies made by the businesses to be established in the Gwadar Free Zone for a period of twenty-three years within the Gwadar Free Zone, subject to the condition that the sales and supplies outside the Gwadar Free Zone and into the territory of Pakistan shall be subjected to sales tax.	Gwadar EPZ	75.39	24.38
31	Sixth Schedule Table I	100C	Vehicles imported by China Overseas Ports Holding Company Limited (COPHCL) and its operating companies namely (i) China Overseas Ports Holding Company Pakistan (Private) Limited (ii) Gwadar International Terminal Limited, (iii) Gwadar Marine Services Limited and (iv) Gwadar Free Zone Company Limited, for a period of twenty-three years for construction, development and operations of Gwadar Port and Free Zone Area subject to limitations, conditions prescribed under PCT heading 9917 (3)	China Overseas Ports Holding Company Limited	2.33	0.00
32	Sixth Schedule Table I	107	Import and supply of iodized salt bearing brand names and trademarks whether or not sold in retail packing.	Importer/ General Masses	1,236.37	618.71

33	Sixth Schedule Table I	112	Following cardiology/cardiac surgery, neurovascular, electrophysiology, endosurgery, endoscopy, oncology, urology, gynecology, disposables and other equipment	Health, General Masses	2,880.17	769.62
34	Sixth Schedule Table I	112A	Angioplasty Products	Health, General Masses	92.72	0.15
35	Sixth Schedule Table I	112A(i)	Coronary Artery Stents	Health, General Masses	1.76	0.15
36	Sixth Schedule Table I	112A(ii)	Drugs Eluting Coronary Artery Stents	Health, General Masses	88.46	0.00
37	Sixth Schedule Table I	112A(iii)	Coronary Artery Dilatations Catheters (Balloons)	Health, General Masses	6.40	0.00
38	Sixth Schedule Table I	112A(iv)	PTCA Guide Wire	Health, General Masses	9.16	0.00
39	Sixth Schedule Table I	112A(v)	PTCA Guiding Catheters	Health, General Masses	3.88	0.00
40	Sixth Schedule Table I	112A(vi)	Inflation Devices/Priority Packs	Health, General Masses	4.97	0.29
41	Sixth Schedule Table I	112A(vii)	Optical Coherence Technology (OCT) System	Health, General Masses	0.00	0.00
42	Sixth Schedule Table I	112A(viii)	OCT Catheters	Health, General Masses	0.07	0.00
43	Sixth Schedule Table I	112A(ix)	Intravascular Ultrasound (IVUS)	Health, General Masses	0.54	0.00
44	Sixth Schedule Table I	112A(xii)	Support Micro Catheters (Straight and Angled)	Health, General Masses	7.42	0.00
45	Sixth Schedule Table I	112A(xiii)	Drug Coated Angioplasty Balloon	Health, General Masses	70.16	4.48
46	Sixth Schedule Table I	112A(xiv)	Coronary and Peripheral Micro Coils	Health, General Masses	0.00	0.17
47	Sixth Schedule Table I	112A(xvi)	Thrombus Aspiration Catheters	Health, General Masses	0.00	0.00
48	Sixth Schedule Table I	112A(xvii)	Covered Stents (Coronary/Peripheral)	Health, General Masses	0.41	0.00

49	Sixth Schedule Table I	112A(xviii)	Vessel Closure Devices	Health, General Masses	0.22	0.00
50	Sixth Schedule Table I	112A(xxi)	Vena-cava Filters	Health, General Masses	0.00	0.00
51	Sixth Schedule Table I	112A(xxii)	Coronary and Peripheral Snares	Health, General Masses	0.02	0.00
52	Sixth Schedule Table I	112A(xxiii)	Atherectomy Devices	Health, General Masses	0.00	0.00
53	Sixth Schedule Table I	112A(xxiv)	IABP Consoles & Catheters	Health, General Masses	4.44	0.00
54	Sixth Schedule Table I	112A(xxv)	Intracardiac	Health, General Masses	0.47	0.00
55	Sixth Schedule Table I	112B	Angiography Products	Health, General Masses	0.01	0.01
56	Sixth Schedule Table I	112B(i)	Angiography Catheters	Health, General Masses	0.17	0.00
57	Sixth Schedule Table I	112B(ii)	Sheaths	Health, General Masses	0.21	0.00
58	Sixth Schedule Table I	112B(iii)	Guide Wires	Health, General Masses	9.62	0.00
59	Sixth Schedule Table I	112B(iv)	Contrast Lines	Health, General Masses	0.00	0.00
60	Sixth Schedule Table I	112B(v)	Pressure Lines	Health, General Masses	0.00	0.00
61	Sixth Schedule Table I	112B(vi)	Manifolds	Health, General Masses	0.13	0.00
62	Sixth Schedule Table I	112B(vii)	Wrist Bands for Radial Vessel Closure	Health, General Masses	0.24	0.00
63	Sixth Schedule Table I	112C	Contrast Media For Angiography/Angioplasty	Health, General Masses	0.07	0.00
64	Sixth Schedule Table I	112C(i)	Angiography Accessories	Health, General Masses	0.00	0.00
65	Sixth Schedule Table I	112C(ii)	ASD Closure Devices	Health, General Masses	0.32	0.00
66	Sixth Schedule Table I	112C(iii)	ASD Delivery Systems	Health, General Masses	0.03	0.00

67	Sixth Schedule Table I	112C(iv)	VSD Closure Devices	Health, General Masses	2.11	0.00
68	Sixth Schedule Table I	112C(v)	VSD Delivery System	Health, General Masses	0.00	0.00
69	Sixth Schedule Table I	112C(ix)	PDA Closure Devices	Health, General Masses	0.35	0.00
70	Sixth Schedule Table I	112D	Temporary Pacemakers	Health, General Masses	0.14	0.00
71	Sixth Schedule Table I	112E	Permanent Pacemaker	Health, General Masses	0.00	0.00
72	Sixth Schedule Table I	112F	Heart Failure Devices	Health, General Masses	0.10	0.00
73	Sixth Schedule Table I	112G	Implantable Cardioverter	Health, General Masses	0.00	0.00
74	Sixth Schedule Table I	112H	Cardiac Electrophysiology Products	Health, General Masses	0.13	0.00
75	Sixth Schedule Table I	112H(i)	Electrophysiology catheters	Health, General Masses	0.00	0.45
76	Sixth Schedule Table I	112H(iii)	Electrophysiology connectors	Health, General Masses	0.00	0.00
77	Sixth Schedule Table I	112H(vi)	Intra Cardiac Echocardiography (ICE) System and Accessories	Health, General Masses	0.22	0.00
78	Sixth Schedule Table I	112H(vii)	Lead Locking Devices and Accessory Kit	Health, General Masses	0.00	0.00
79	Sixth Schedule Table I	112H(ix)	Ablation catheters	Health, General Masses	0.79	0.00
80	Sixth Schedule Table I	112I	Lear Cardiology Products	Health, General Masses	0.12	0.01
81	Sixth Schedule Table I	112I(i)	Radioactive isotopes	Health, General Masses	0.01	0.00
82	Sixth Schedule Table I	112J	Cardiac Surgery Products	Health, General Masses	0.18	0.00
83	Sixth Schedule Table I	112J(i)	Oxygenators	Health, General Masses	0.08	0.00
84	Sixth Schedule Table I	112J(ii)	Cannulas	Health, General Masses	12.17	0.00

85	Sixth Schedule Table I	112J(iv)	Luminal shunts for heart surgery	Health, General Masses	0.53	0.00
86	Sixth Schedule Table I	112J(v)	Artificial limbs and appliances	Health, General Masses	2.60	0.00
87	Sixth Schedule Table I	112J(vi)	High-Flow, Low Profile Percutaneous Heart Pump PHP Console and Catheters	Health, General Masses	0.00	0.00
88	Sixth Schedule Table I	112J(viii)(a)	Heart Mate-II	Health, General Masses	0.08	0.00
89	Sixth Schedule Table I	112J(x)	Minimally invasive surgery equipment & Instruments	Health, General Masses	36.90	0.00
90	Sixth Schedule Table I	112J(xi)	RF Ablation equipment for AF (Surgical)	Health, General Masses	0.00	0.00
91	Sixth Schedule Table I	112J(xii)	Heart Lung Machines	Health, General Masses	1.59	0.00
92	Sixth Schedule Table I	112K	Equipment	Health, General Masses	0.86	0.19
93	Sixth Schedule Table I	112K(i)	Cardiac Angiography Machine	Health, General Masses	2.92	0.00
94	Sixth Schedule Table I	112K(ii)	Echocardiography Machines	Health, General Masses	13.85	0.00
95	Sixth Schedule Table I	112K(iii)	ETT Machines	Health, General Masses	1.36	0.00
96	Sixth Schedule Table I	112K(iv)	Gamma Camera for Nuclear Cardiology Studies	Health, General Masses	0.00	0.00
97	Sixth Schedule Table I	112K(vii)	MitraClip Guide Catheter, Clip and Delivery System	Health, General Masses	0.00	0.00
98	Sixth Schedule Table I	112K(viii)	Patent Foramen Ovale (PFO) Closure Device	Health, General Masses	0.00	0.00
99	Sixth Schedule Table I	112K(xi)	Cerebral Retrievable Stents	Health, General Masses	0.00	0.00
100	Sixth Schedule Table I	112K (xii)	Aortic Stent Grafts	Health, General Masses	0.00	0.00
101	Sixth Schedule Table I	112K(xiii)	Embolization Coils, Delivery System, Filling Coil	Health, General Masses	1.43	0.00
102	Sixth Schedule Table I	112K(xvii)	Vascular Clips	Health, General Masses	0.00	0.00

103	Sixth Schedule Table I	112K(xviii)	MRI Compatible Cardiac Monitor, Infusion Pump, Anesthesia Machine with Accessories	Health, General Masses	6.08	0.00
104	Sixth Schedule Table I	112L	Peripheral Interventions Equipment	Health, General Masses	10.92	0.00
105	Sixth Schedule Table I	120	Diagnostic kits or equipment specified therein ...	Health, General Masses	0.00	1,313.02
106	Sixth Schedule Table I	121	Blood Bag CPDA-1 with blood transfusion set pack in aluminum foil with set.	Health, General Masses	837.37	0.54
107	Sixth Schedule Table I	122	Urine drainage bags	Health, General Masses	224.06	0.00
108	Sixth Schedule Table I	133	Pesticides and their active ingredients registered by the Department of Plant Protection under the Agricultural Pesticides Ordinance, 1971(II of 1971), stabilizers, emulsifiers and solvents	Agriculture	23,937	23,862.39
109	Sixth Schedule Table I	137	Paper weighing 60 g/m ² , art paper, printing paper and art card for printing of Holy Quran imported by Federal or Provincial Governments and Nashiran-e-Quran as per quota determined by IOCO	General Masses	0	20.45
110	Sixth Schedule Table I	143(i)	Hearing aids (all types and kinds)	Health, General Masses	401.71	0.00
111	Sixth Schedule Table I	143(ii)(a)	Audiometers	Health, General Masses	30.14	0.00
112	Sixth Schedule Table I	143(ii)(b)	Tympanometer	Health, General Masses	0.08	0.00
113	Sixth Schedule Table I	144	Liquefied Natural Gas imported by fertilizer manufacturers for use as feed stock	Fertilizer sector	835.00	24.62
114	Sixth Schedule Table I	145	Plant, machinery, equipment including dumpers and special purpose motor vehicles, if not manufactured locally, imported by M/s China State Construction Engineering Corporation Limited (M/s CSCECL) for the construction of Karachi – Peshawar Motorway	China State Construction Engineering Corporation Limited & China Communication	37.01	1.95

			(Sukkur – Multan Section) and M/s China Communication Construction Company (M/s CCCC) for the construction of Karakorum Highway (KKH) Phase-II - (Thakot - Havellian Section)	Constructio n Company		
115	Sixth Schedule Table I	145(i)	that the exemption under this serial number shall only be available to contractors named above;	China State Constructio n Engineerin g Corporatio n Limited & China Communic ation Constructio n Company	2.33	0.00
116	Sixth Schedule Table I	145(v)	for the clearance of imported goods through Pakistan Customs Computerized System the authorized officer of the Ministry shall furnish all relevant information, as set out in Annex-B, online against a specific user ID and password obtained under section 155D of the Customs Act, 1969 (IV of 1969). In Collectorates or Customs stations where the Pakistan Customs Computerized System is not operational, the Director Reforms and Automation or any other person authorized by the Collector in this behalf shall enter the requisite information in the Pakistan Customs Computerized System on daily basis, whereas entry of the data obtained from the customs stations which have not yet been computerized shall be made on weekly basis	China State Constructio n Engineerin g Corporatio n Limited & China Communic ation Constructio n Company	0.00	0.00

117	Sixth Schedule Table I	145(vi)	that the equipment and construction machinery, imported under this serial number, shall not be re-exported, sold or otherwise disposed of without prior approval of the FBR. In case goods are sold or otherwise disposed of with prior approval of FBR the same shall be subject to payment of sales tax as may be prescribed by the FBR	China State Construction Engineering Corporation Limited & China Communication Construction Company	0.00	0.00
118	Sixth Schedule Table I	145(vii)	in case the equipment and construction machinery, imported under this serial number, is sold or otherwise disposed of without prior approval of the FBR in terms of para (vi) above, the same shall be subject to payment of statutory rates of sales tax as were applicable at the time of import	China State Construction Engineering Corporation Limited & China Communication Construction Company	0.00	0.00
119	Sixth Schedule Table I	145(ix)	the indemnity bond submitted in terms of para (iii) above by the importer shall be discharged on the fulfillment of conditions stipulated at para (vi) or (vii) or (viii) above, as the case may be	China State Construction Engineering Corporation Limited & China Communication Construction Company	0.00	0.00
120	Sixth Schedule Table I	145(x)	that violation of any of the above mentioned conditions shall render the goods liable to payment of statutory rate of sales tax leviable on the date of clearance of goods in addition to any other penal action under relevant provisions of the law.	China State Construction Engineering Corporation Limited & China Communication Construction Company	1.40	0.00
121	Sixth Schedule Table I	147	Goods supplied to German Development Agency (Deutsche Gesellschaft für Internationale Zusammenarbeit) GIZ	German Development Agency (GIZ)	15.74	51.48

122	Sixth Schedule Table I	148	Imported construction materials and goods imported by M/s China State Construction Engineering Corporation Limited (M/s CSCECL), whether or not locally manufactured, for construction of Karachi-Peshawar Motorway (Sukkur-Multan Section) subject to fulfilment of same conditions, limitations and restrictions as are specified under S. No. 145 of this table, provided that total incidence of exemptions of all duties and taxes in respect of construction materials and goods imported for the project shall not exceed ten thousand eight hundred ninety-eight million rupees including the benefit of exemption from duties and taxes availed before 30th June, 2018 under the provisions of the Sales Tax Act, 1990, the Customs Act, 1969, the Federal Excise Act, 2005 and the Income Tax Ordinance, 2001 and Notifications issued thereunder;	China State Construction Engineering Corporation Limited	55.55	0.00
123	Sixth Schedule Table I	151(a)	Supplies ¹	Manufacturer, General Masses	98,847.33	59,165.98
124	Sixth Schedule Table I	151(b)	Imports of plant, machinery, equipment for installation in tribal areas and of industrial inputs by the industries located in the tribal areas, as defined in the Constitution of Islamic Republic of Pakistan, as made till 30th June, 2024, to which the provisions of the Act or the notifications issued thereunder, would have not applied had Article 247 of the Constitution not been omitted under the Constitution (Twenty-fifth	Manufacturer, General Masses	0	6,031.75

¹ Adjustment factor of 20% applied recognizing the specifics of the sector.

			Amendment) Act, 2018 (XXXVII of 2018)			
125	Sixth Schedule Table I	152	Supplies of electricity, as made from the day of assent to the Constitution (Twenty-fifth Amendment) Act, 2018, till 30th June 2024, to all residential and commercial consumers in tribal areas, and to such industries in the tribal areas which were set and started their industrial production before 31st May 2018, but excluding steel and ghee or cooking oil industries	Residential and commercial consumers of electricity in tribal areas except steel and ghee/cooking oil industries	0	443.75
126	Sixth Schedule Table I	156	Import of CKD kits by local manufacturers of following Electric Vehicles: – (i) Road Tractors for semi-trailers (Electric Prime Movers) (ii) Electric Buses (iii) Three-Wheeler Electric Rickshaw (iv) Three-Wheeler Electric Loader (v) Electric Trucks (vi) Electric Motorcycle	Local manufacturers of Electric Vehicles, General Masses	51.73	813.95
127	Sixth Schedule Table I	163	Goods imported by various agencies of the United Nations, diplomats, diplomatic missions, privileged persons and privileged organizations which are covered under various Acts and, Orders, rules and regulations made thereunder; and agreements by the Federal Government	United Nations, diplomats, diplomatic missions, privileged persons and privileged organizations	0	50.78
128	Sixth Schedule Table I	164	Photovoltaic cells whether or not assembled in modules or made up into panels	General Masses	90,427.47	13,874.46
129	Sixth Schedule Table I	165	Goods imported by or donated to hospitals run by the nonprofit making institutions subject to the similar restrictions, limitations, conditions and procedures as are envisaged	Health, General Masses	1,275.08	467.21

			for the purpose of applying zero-rate of customs duty on such goods under the Customs Act, 1969, (IV of 1969).			
130	Sixth Schedule Table I	166	Goods excluding electricity and natural gas supplied to hospitals run by the charitable hospitals of fifty beds or more.	Health, General Masses	16,877.06	3,869.06
131	Sixth Schedule Table I	167	Goods temporarily imported into Pakistan, meant for subsequent exportation charged to zero-rate of customs duty subject to the similar restrictions, limitations, conditions and procedures as are envisaged for the purpose of applying zero-rate of customs duty on such goods under the Customs Act, 1969 (IV of 1969).	Importer/ General Masses	174.87	0.31
132	Sixth Schedule Table I	168	Fertilizers excluding DAP	Agriculture	24,431	129,272.45
133	Sixth Schedule Table I	169	Oil cake and other solid residues	Agriculture	0.00	11,203.66
134	Sixth Schedule Table I	170	Tractor	Agriculture	0.00	15,413.85
135	Sixth Schedule Table I	171	Seeds for sowing	Agriculture	1,841	8,830.80
136	Sixth Schedule Table I	172	Machinery, equipment and materials imported either for exclusive use within the limits of Export Processing Zone or for making exports therefrom, and goods imported for warehousing purpose in Export Processing Zone, subject to the conditions that such machinery, equipment, materials and goods are imported by investors of Export Processing Zones, and all the procedures, limitations and restrictions as are applicable on such goods under the Customs Act, 1969 (IV of 1969) and	Manufacturer, General Masses	29.83	82.79

			rules made thereunder shall mutatis mutandis, apply.			
137	Sixth Schedule Table I	173	Goods produced or manufactured in and exported from Pakistan which are subsequently imported in Pakistan within one year of their exportation, provided conditions of section 22 of the Customs Act, 1969 (IV of 1969), are complied with.	Manufacturer, General Masses	4.56	0.02
138	Sixth Schedule Table I	174	Machinery and equipment as listed at serial number 32 of the Table of Part-I of Fifth Schedule to the Customs Act, 1969 (IV of 1969), subject to the conditions, limitations and restrictions specified thereunder.	Manufacturer, General Masses	0.00	1.87
139	Sixth Schedule Table I	175	Import of all goods received, in the event of a natural disaster or other catastrophe, as gifts and relief consignments or any goods received as gift or donation from a foreign government or organization by the Federal or Provincial Governments or any public sector organization. Subject to the recommendations of the Minister Incharge and concurrence by the Federal Board of Revenue subject to condition that the concerned Ministry shall verify the genuineness of such cases and furnish an undertaking to the effect that donated goods shall not be sold, utilized or disposed of otherwise than for the purpose for which the same have been imported.	Manufacturer, General Masses	0	0.00
140	Sixth Schedule Table I	176	POL products: (i) MS (Petrol) (ii) High Speed Diesel Oil (iii) Kerosene (iv) Light Diesel Oil	Manufacturer, General Masses	0.00	0.00

141	Sixth Schedule Table I	177	Supply of electricity to Azad Jammu and Kashmir	Manufacturer, General Masses	0	0.00
142	Sixth Schedule Table I	178	Import of gold under entrustment scheme under SRO 760(I)/2013	Manufacturer, General Masses	0.94	0.00
143	Sixth Schedule Table I	179	Import of cystagon, cysta drops and trientine capsules (for personal use only)	Manufacturer, General Masses	4.78	0.00
144	Sixth Schedule Table I	180	Bovine semen	Manufacturer, General Masses	352.59	0.00
Total from Sixth Schedule Table I (Local Supplies)					320,719.973	342,803.97

5.1.2.4. Sixth Schedule Table II (Local Supplies)

(Rs. In Million)

S. No.	Schedule	Serial	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	Sixth Schedule Table II	3	Supplies made by cottage industry.	General Masses	176.73	7.73
2	Sixth Schedule Table II	6	Supply of fixed assets against which input tax adjustment is not available under a notification issued in terms of clause (b) of sub-section (1) of section 8 of the Sales Tax Act, 1990.	General Masses	325.16	193.04
3	Sixth Schedule Table II	7	Vermicillies, sheer mal, bun and rusk excluding those sold in bakeries, and sweet shops falling in the category of Tier-1 retailers.	General Masses	0.00	8,728.82
4	Sixth Schedule Table II	8	Foodstuff cooked or prepared in-house and served in messes run on the basis of mutuality and industrial canteens for workers.	General Masses	127.81	3.50
5	Sixth Schedule Table II	10	Agricultural produce of Pakistan, not subjected to any further process of manufacture.	Agriculture/ General Masses	1,539.29	3,175.77
6	Sixth Schedule Table II	21	Poultry feed, cattle feed, sunflower seed meal, rape seed meal and canola seed meal	Poultry/ General Masses	0.00	93,893.73
7	Sixth Schedule Table II	30	Milk and cream, concentrated or containing added sugar or other sweetening matter, excluding that sold in retail packing under a brand name	General Masses	1,280.31	3,545.44
8	Sixth Schedule Table II	34	Butter, excluding that sold under a brand name	General Masses	335.77	610.75

9	Sixth Schedule Table II	35	Desi ghee, excluding that sold under a brand name	General Masses	160.69	412.10
10	Sixth Schedule Table II	36	Cheese, excluding that sold under a brand name	General Masses	1,301.59	1,091.11
11	Sixth Schedule Table II	37	Processed cheese not grated or powdered, excluding that sold under a brand name	General Masses	46.95	0.00
12	Sixth Schedule Table II	40	Live Animals and live poultry	Agriculture	9,702.56	11,097.61
13	Sixth Schedule Table II	41	Live Animals and live poultry	General Masses	1,120.42	770.49
14	Sixth Schedule Table II	42	Fish and crustaceans excluding those sold under a brand name	General Masses	57.78	25.51
15	Sixth Schedule Table II	43	Live plants including bulbs, roots and the like	General Masses	61.44	70.94
16	Sixth Schedule Table II	44	Cereals other than rice, wheat, wheat and meslin flour	General Masses	434.37	1,539.02
17	Sixth Schedule Table II	45	Edible vegetables including roots and tubers whether fresh, frozen or otherwise reserved (e.g. in cold storage) but excluding those bottled or canned.	General Masses	510.71	217.62
18	Sixth Schedule Table II	46	Edible fruits	General Masses	240.97	44.86
19	Sixth Schedule Table II	47	Sugar cane	General Masses	175.42	797.56
20	Sixth Schedule Table II	48	Eggs including eggs for hatching	General Masses	1,195.13	999.04
21	Sixth Schedule Table II	49	Compost (non-commercial fertilizer)	Agriculture Sector	80.09	98.83
22	Sixth Schedule Table II	50	Locally manufactured laptops, computers, notebooks whether or not incorporating multimedia kit and personal computers	Information Technology/ General Masses	79.41	0.87
23	Sixth Schedule Table II	51	Newspaper	General Masses	130.95	23.58
24	Sixth Schedule Table II	52	Raw hides and skins	General Masses	300.16	119.06
25	Sixth Schedule Table II	53	Prepared food or foodstuff supplied by Restaurants and caterers	General Masses	36.27	4.81
26	Sixth Schedule Table II	54	All types of bread, nans and chapattis	General Masses	1,766.77	1,743.41
27	Sixth Schedule Table II	55	Single cylinder agriculture diesel engines (compression ignition internal combustion piston engines) of 3 to 36 HP.	Agriculture Sector	92.41	91.30
28	Sixth Schedule Table II	56(i)	Milk excluding: (i) that sold under a brand name; or	Agriculture Sector	517.25	0.00
29	Sixth Schedule Table II	56(ii)	Milk excluding: (ii) supplied by corporate dairy farms	Agriculture Sector	40.12	0.00

30	Sixth Schedule Table II	57	Iron and steel scrap excluding supplied by manufacturer cum-exporter of recycled copper, authorized under Export Facilitation Scheme, 2021.	General Masses	6,196.82	0.00
Total from Sixth Schedule Table II (Local Supplies)					28,033.35	129,306.50

5.1.2.5. Sixth Schedule Table III (Local Supplies)

(Rs. In Million)

S. No.	Schedule	Serial	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	Sixth Schedule Table III	12	Machinery, equipment and other project related items including capital goods, for setting up hotels, power generation plants, water treatment plants and other infrastructure related projects located in an area of 30 km around the zero point in Gwadar	Gwadar Port Development	468.09	55.70
2	Sixth Schedule Table III	18(i)	Bare PCBs	General Masses	0.00	0.00
3	Sixth Schedule Table III	18(ii)	Power Amplifier	General Masses	0.00	0.00
4	Sixth Schedule Table III	18(iii)	Microprocessor/ Controllers	General Masses	0.00	0.00
5	Sixth Schedule Table III	18(iv)	Equipment for SMT Manufacturing	General Masses	0.00	0.00
6	Sixth Schedule Table III	18(v)	Laptop batteries	General Masses	4.93	0.00
7	Sixth Schedule Table III	18(vi)	Adopters	General Masses	0.00	0.00
8	Sixth Schedule Table III	18(vii)	Cooling fans	General Masses	1.37	0.00
9	Sixth Schedule Table III	18(ix)	Hard Disk SSD	General Masses	0.12	0.00
10	Sixth Schedule Table III	18(x)	RAM/ROMS	General Masses	0.00	0.00
11	Sixth Schedule Table III	18(xii)	LCD / LED Screen	General Masses	0.00	0.00
12	Sixth Schedule Table III	18(xiii)	Motherboards	General Masses	0.00	0.00

13	Sixth Schedule Table III	18(xv)	Optical Drives	General Masses	0.00	0.00
14	Sixth Schedule Table III	18(xvi)	External Ports	General Masses	0.00	0.00
15	Sixth Schedule Table III	18(xvii)	Network cards	General Masses	0.00	0.01
16	Sixth Schedule Table III	18(xviii)	Graphic cards	General Masses	2.71	0.00
17	Sixth Schedule Table III	18(xx)	micro phone	General Masses	0.00	0.00
18	Sixth Schedule Table III	19	Plant and machinery, except the items listed under Chapter 87 of the Pakistan Customs Tariff, imported for setting up of a Special Economic Zone (SEZ) by zone developers and for installation in that zone by zone enterprises, on one time basis as prescribed in the SEZ Act, 2012 and rules thereunder subject to such condition, limitations and restriction as a Federal Board of Revenue may impose from time to time.	Special Economic Zone (SEZ)	2,241.22	17.36
19	Sixth Schedule Table III	20	Plant and machinery for the assembly/ manufacturing of electric vehicles	General Masses	9.52	0.02
20	Sixth Schedule Table III	22	1.Machinery, equipment and spares meant for initial installation, balancing, modernization, replacement or expansion of projects for power generation through hydel, oil, gas, coal, nuclear and renewable energy sources including under construction projects entered into an implementation agreement with the Government of Pakistan prior to 15th day of January 2022. 2. Construction machinery, equipment and specialized vehicles, excluding passenger vehicles, imported on a temporary basis as required for the construction of project.	General Masses	404.62	23.97
Total from Sixth Schedule Table III (Local Supplies)					3,132.57	97.06

Total Exemption under Sixth Schedule (Local Supplies)					351,885.453	472,207.53
Less: Supplies with Differentiated Input Factors:						

A: Food and agricultural inputs (adjustment 30%) and Pharmaceutical and medical products (adjustment factor 40%)	197,697.053	
Remaining supplies:	154,188.4	
Less: Standard input tax adjustment @30% on remaining supplies:	46,256.52	141,662.26
B: Balance expense of remaining supplies	107,931.88	
Total Exemption: A + B		
Total Exemption after adjustment under Sixth Schedule (Local Supplies)	305,628.933	330,545.27

5.1.2.6. Sixth Schedule Table I (Import)

(Rs. In Million)

S. No.	Schedule	Serial	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	Sixth Schedule Table I	13	Edible vegetables imported from Afghanistan including roots and tubers, except ware potato and onions, whether fresh, frozen or otherwise preserved (e.g. in cold storage) but excluding those bottled or canned	General Masses	0.00	3,038.26
2	Sixth Schedule Table I	14	Pulses	General Masses	47,594.35	40,597.36
3	Sixth Schedule Table I	16	Red chillies excluding those sold under brand names and trademarks	General Masses	118.72	45.01
4	Sixth Schedule Table I	17	Ginger excluding those sold under brand names and trademarks.	General Masses	2,993.33	3,195.24
5	Sixth Schedule Table I	18	Turmeric excluding those sold under brand names and trademarks.	General Masses	145.05	101.18
6	Sixth Schedule Table I	19	Rice, wheat, wheat and meslin flour	Agriculture Sector	1,939.91	66,559.71
7	Sixth Schedule Table I	20	Seeds, fruit and spores of a kind used for sowing.	Agriculture Sector	0.00	0.00
8	Sixth Schedule Table I	31	Holy Quran, complete or in parts, with or without translation; Quranic Verses recorded on any analogue or digital media; other Holy books.	General Masses	37.98	22.83

9	Sixth Schedule Table I	32	Newsprint, newspapers, journals, periodicals, books but excluding directories.	General Masses	1,965.13	1,738.77
10	Sixth Schedule Table I	33	Currency notes, banknotes, shares, stocks and bonds.	General Masses	0	2,863.06
11	Sixth Schedule Table I	45	Dextrose and saline infusion giving sets along with empty non-toxic bags for infusion solution, Dextrose and saline infusion giving sets, Artificial parts of the body, Intra-Ocular lenses and Glucose testing equipment.	Health/General Masses	2,203.55	2,214.12
12	Sixth Schedule Table I	47	Import of articles of household and personal effects including vehicles and also the goods for donation to projects established in Pakistan imported by any of the rulers of Gulf Sheikhdoms who is in possession of residential accommodation in Pakistan and goods including vehicles by the United Arab Emirates dignitaries as are listed in column (2) against heading No. 99.05 in column (1) of the First Schedule to the Customs Act, 1969 (IV of 1969) for their personal use and for donation to welfare projects established in Pakistan subject to the similar conditions as are envisaged for the purposes of applying zero rate of customs duty on such goods under the said Act.	Gulf Dignitaries	0.17	0.39
13	Sixth Schedule Table I	48	Goods imported or supplied under grants-in-aid for which a specific consent has been obtained from the Board supplies and imports under agreements signed by the Government of Pakistan before the 30th of June, 1996, provided the agreements contained the provision for exemption of tax at the time of signing of agreement.	International Aid	0	3,961.55

14	Sixth Schedule Table I	59	Artificial kidneys, eye cornea, hemodialysis machines, hemodialyzers, A.V. fistula needles, hemodialysis fluids and powder, blood tubing tines for dialysis and reverse osmosis plants for dialysis, double lumen catheter for dialysis, catheter for renal failure patient and peritoneal dialysis solution, cochlear implants systems and angioplasty equipment (balloons, catheters, wires and stents), subject to the similar conditions and procedures as are envisaged for the purpose of applying zero-rate of customs duty on these goods under the Customs Act, 1969 (IV of 1969)	Health/General Masses	2,262.55	2,169.96
15	Sixth Schedule Table I	86	Colors in sets (Poster colors)	Manufacturer/General Masses	0.00	46.96
16	Sixth Schedule Table I	87	Writing, drawing and making inks	Manufacturer/General Masses	0.00	75.52
17	Sixth Schedule Table I	88	Erasers	Manufacturer/General Masses	0.00	74.43
18	Sixth Schedule Table I	89	Exercise books	Manufacturer/General Masses	17.43	21.74
19	Sixth Schedule Table I	90	Pencil sharpeners	Manufacturer/General Masses	0.00	13.49
20	Sixth Schedule Table I	94	Wheelchairs	Manufacturer/General Masses	351.39	331.53
21	Sixth Schedule Table I	96	Other drawing, marking out or mathematical calculating instruments (geometry box)	Manufacturer/General Masses	0.00	16.22
22	Sixth Schedule Table I	97	Pens, ball pens, markers and porous tipped pens	Manufacturer/General Masses	0.00	314.67
23	Sixth Schedule Table I	98	Pencils including color pencils	Manufacturer/General Masses	0.00	870.01
24	Sixth Schedule Table I	100	Construction materials to Gwadar Export processing Zone's investors and to Export Processing Zone Gwadar for development of Zone's infrastructure	Gwadar EPZ	2,095.56	2,747.39

25	Sixth Schedule Table I	100A	<p>Materials and equipment (plant, machinery, equipment, appliances and accessories) for construction and operation of Gwadar Port and development of Free Zone for Gwadar Port as imported by or supplied to China Overseas Ports Holding Company Limited (COPHCL) and its operating companies namely</p> <p>(i) China Overseas Ports Holding Company Pakistan (Private) Limited</p> <p>(ii) Gwadar International Terminal Limited,</p> <p>(iii) Gwadar Marine Services Limited and</p> <p>(iv) Gwadar Free Zone Company Limited, their contractors and sub-contractors; and Ship Bunker Oils bought and sold to the ships calling on/visiting Gwadar Port, by the aforesaid operating companies having Concession Agreement with the Gwadar Port Authority, for a period of forty year</p>	(i) China overseas ports holding company Pakistan (private) limited	6.32	2.71
26	Sixth Schedule Table I	100C	<p>Vehicles imported by China Overseas Ports Holding Company Limited (COPHCL) and its operating companies namely</p> <p>(i) China Overseas Ports Holding Company Pakistan (Private) Limited</p> <p>(ii) Gwadar International Terminal Limited,</p> <p>(iii) Gwadar Marine Services Limited and</p> <p>(iv) Gwadar Free Zone Company Limited, for a period of twenty-three years for construction, development and operations of Gwadar Port and Free Zone Area subject to limitations, conditions prescribed under PCT heading 9917 (3)</p>	(i) China overseas ports holding company Pakistan (private) limited	0.00	4.61

27	Sixth Schedule Table I	100D	Machinery, equipment, materials and goods imported either for exclusive use within the limits of Gwadar Free Zone, or for making exports therefrom, subject to the conditions that such machinery, equipment, materials and goods, are imported by investors of Gwadar Free Zone, and all the procedures, limitations and restrictions as are applicable on such goods under the Customs Act, 1969 (Act IV of 1969) and rules made thereunder shall, mutatis mutandis, apply provided that if any of such goods is taken out of the Zone for purpose other than the export, the tax on the same shall be paid by the importer.	Gwadar EPZ	0.18	813.48
28	Sixth Schedule Table I	107	Import and supply of iodized salt bearing brand names and trademarks whether or not sold in retail packing.	General Masses	3.57	4.44
29	Sixth Schedule Table I	112	Following cardiology/cardiac surgery, neurovascular, electrophysiology, endosurgery, endoscopy, oncology, urology, gynecology, disposables and other equipment	Health/ General Masses	7,234.67	4,366.69
30	Sixth Schedule Table I	120	Diagnostic kits or equipment specified therein ...	Health/ General Masses	0.00	5,250.38
31	Sixth Schedule Table I	121	Blood Bag CPDA-1 with blood transfusion set pack in aluminum foil with set.	Health/ General Masses	329.21	479.87
32	Sixth Schedule Table I	122	Urine drainage bags	Health/ General Masses	120.80	110.38
33	Sixth Schedule Table I	133	Pesticides and their active ingredients registered by the Department of Plant Protection under the Agricultural Pesticides Ordinance, 1971(II of 1971), stabilizers, emulsifiers and solvents	Agriculture Sector	17,323.78	20,976.26
34	Sixth Schedule Table I	137	Paper weighing 60 g/m ² , art paper, printing paper and art card for printing of Holy Quran imported by Federal or Provincial Governments and	General Masses	246.81	174.17

			Nashiran-e-Quran as per quota determined by IOCO			
35	Sixth Schedule Table I	143	(i) Hearing aids (all types and kinds) (ii) Hearing assessment equipment; (a) Audiometers (b) Tympanometer (c) ABR (d) Oto Acoustic Omission	Health/ General Masses	358.40	179.17
36	Sixth Schedule Table I	147	Goods supplied to German Development Agency (Deutsche Gesellschaft für Internationale Zusammenarbeit) GIZ	German Development Agency (GIZ)	47.86	32.12
37	Sixth Schedule Table I	151	(a) Supplies; and (b) imports of plant, machinery, equipment for installation in tribal areas and of industrial inputs by the industries located in the tribal areas, as defined in the Constitution of Islamic Republic of Pakistan, as made till 30th June, 2024, to which the provisions of the Act or the notifications issued thereunder, would have not applied had Article 247 of the Constitution not been omitted under the Constitution (Twenty-fifth Amendment) Act, 2018 (XXXVII of 2018)	Manufacturing Sector/ General Masses	0	40,831.36
38	Sixth Schedule Table I	154	Dietetic foods intended for consumption by suffering from children inherent metabolic disorder subject to the conditions that the importer shall acquire approval and quota from Ministry of National Health Services, Regulations and Coordination.	Health/ General Masses	95.64	88.07
39	Sixth Schedule Table I	156	Import of CKD kits by local manufacturers of following Electric Vehicles:- (i) Road Tractors for semi-trailers (Electric Prime Movers) (ii) Electric Buses (iii) Three-Wheeler Electric Rickshaw (iv) Three-Wheeler Electric Loader (v) Electric Trucks (vi) Electric Motorcycle	General Masses	1,217.39	558.92

40	Sixth Schedule Table I	157	Import of CKD (in kit form) of following electric vehicles (4 wheelers) by local manufacturers till 30th June, 2026: (i) Small cars/SUVs with 50 Kwh battery or below; and (ii) Light commercial vehicles (LCVs) with 150 kwh battery or below	General Masses	64.82	0.00
41	Sixth Schedule Table I	161	Import of plant, machinery, equipment and raw materials for consumption of these items within Special Technology Zone by the Special Technology Zone Authority, zone developers and zone enterprises	Special Technology Zones	956.93	175.71
42	Sixth Schedule Table I	162	Import of raw materials, components, parts and plant and machinery by registered persons authorized under Export Facilitation Scheme, 2021 notified by the Board with such conditions, limitations and restrictions.	Export Sector	4,296.90	2,322.29
43	Sixth Schedule Table I	163	Goods imported by various agencies of the United Nations, diplomats, diplomatic missions, privileged persons and privileged organizations which are covered under various Acts and, Orders, rules and regulations made thereunder; and agreements by the Federal Government	Manufacturing Sector/ General Masses	0	3,871.07
44	Sixth Schedule Table I	164	Photovoltaic cells whether or not assembled in modules or made up into panels	Manufacturing Sector/General Masses	111,303.30	102,715.61
45	Sixth Schedule Table I	165	Goods imported by or donated to hospitals run by the nonprofit making institutions subject to the similar restrictions, limitations, conditions and procedures as are envisaged for the purpose of applying zero-rate of customs duty on such goods under the Customs Act, 1969, (IV of 1969).	Manufacturing Sector/General Masses	22,158.47	19,068.18
46	Sixth Schedule Table I	167	Goods temporarily imported into Pakistan, meant for subsequent exportation charged to zero-rate of customs duty subject to the similar	Manufacturing Sector/General Masses	2,001.33	964.70

			restrictions, limitations, conditions and procedures as are envisaged for the purpose of applying zero-rate of customs duty on such goods under the Customs Act, 1969 (IV of 1969).			
47	Sixth Schedule Table I	168	Fertilizers excluding DAP	Agriculture Sector	6,323.50	12,879.01
48	Sixth Schedule Table I	169	Oil cake and other solid residues	Agriculture Sector	0.00	1.11
49	Sixth Schedule Table I	170	Tractor	Agriculture Sector	0.00	1,874.87
50	Sixth Schedule Table I	171	Seeds for sowing	Agriculture Sector	10,834.56	11,201.19
51	Sixth Schedule Table I	172	Machinery, equipment and materials imported either for exclusive use within the limits of Export Processing Zone or for making exports therefrom, and goods imported for warehousing purpose in Export Processing Zone, subject to the conditions that such machinery, equipment, materials and goods are imported by investors of Export Processing Zones, and all the procedures, limitations and restrictions as are applicable on such goods under the Customs Act, 1969 (IV of 1969) and rules made thereunder shall mutatis mutandis, apply.	Manufacturing Sector/General Masses	0.10	566.91
52	Sixth Schedule Table I	173	Goods produced or manufactured in and exported from Pakistan which are subsequently imported in Pakistan within one year of their exportation, provided conditions of section 22 of the Customs Act, 1969 (IV of 1969), are complied with.	Manufacturing Sector/General Masses	62.74	411.43
53	Sixth Schedule Table I	174	Machinery and equipment as listed at serial number 32 of the Table of Part-I of Fifth Schedule to the Customs Act, 1969 (IV of 1969), subject to the conditions, limitations and	Manufacturing Sector/General Masses	0.00	0.01

			restrictions specified thereunder.			
54	Sixth Schedule Table I	175	Import of all goods received, in the event of a natural disaster or other catastrophe, as gifts and relief consignments or any goods received as gift or donation from a foreign government or organization by the Federal or Provincial Governments or any public sector organization. Subject to the recommendations of the Minister Incharge and concurrence by the Federal Board of Revenue subject to condition that the concerned Ministry shall verify the genuineness of such cases and furnish an undertaking to the effect that donated goods shall not be sold, utilized or disposed of otherwise than for the purpose for which the same have been imported.	Manufacturing Sector/General Masses	0	0.00
55	Sixth Schedule Table I	176	POL products: (i) MS (Petrol) (ii) High Speed Diesel Oil (iii) Kerosene (iv) Light Diesel Oil	Manufacturing Sector/General Masses	0.00	0.00
56	Sixth Schedule Table I	178	Import of gold under entrustment scheme under SRO 760(I)/2013	Manufacturing Sector/General Masses	1,559.63	0.00
57	Sixth Schedule Table I	179	Import of cystagon, cysta drops and trientine capsules (for personal use only)	Manufacturing Sector/General Masses	0.46	0.00
58	Sixth Schedule Table I	180	Bovine semen	Manufacturing Sector/General Masses	225.42	0.00
Total from Sixth Schedule Table I (Import)					248,497.91	360,944.12

5.1.2.7. Sixth Schedule Table III (Import)

(Rs. In Million)

S. No.	Schedule	Serial	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	Sixth Schedule Table III	12	Machinery, equipment and other project related items including capital goods, for setting up of hotels, power generation plants, water treatment plants and other	Industrial Sector	39.57	195.79

			infrastructure related projects located in an area of 30 km around the zero point in Gwadar			
2	Sixth Schedule Table III	19	Plant and machinery, except the items listed under Chapter 87 of the Pakistan Customs Tariff, imported for setting up of a Special Economic Zone (SEZ) by zone developers and for installation in that zone by zone enterprises, on one time basis as prescribed in the SEZ Act, 2012 and rules thereunder subject to such condition, limitations and restriction as a Federal Board of Revenue may impose from time to time.	Special Economic Zones	6,730.80	5,585.41
3	Sixth Schedule Table III	20	Plant and machinery for the assembly/ manufacturing of electric vehicles	General Masses	16.03	22.97
4	Sixth Schedule Table III	22	1.Machinery, equipment and spares meant for initial installation, balancing, modernization, replacement or expansion of projects for power generation through hydel, oil, gas, coal, nuclear and renewable energy sources including under construction projects entered into an implementation agreement with the Government of Pakistan prior to 15th day of January, 2022. 2. Construction machinery, equipment and specialized vehicles, excluding passenger vehicles, imported on temporary basis as required for the construction of project.	General Masses	6,039.70	5,776.75
Total from Sixth Schedule Table III (Import)					12,826.11	11,580.92
Total from Sixth Schedule (Import)					261,324.02	372,525.04
Total from Sixth Schedule (Local Supplies)					305,628.933	330,545.27
Total from Sixth Schedule (Import)					261,324.02	372,525.04
Total from Sixth Schedule					566,952.953	703,070.31

5.1.2.8. Eighth Schedule Table I (Reduced Rates - Local Supplies)

<i>(Rs. In Million)</i>						
S. No.	Schedule	Serial	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	Eighth Schedule Table I	23	Second hand and worn clothing or footwear	Agriculture sector	7,715.58	33.35
2	Eighth Schedule Table I	43	Natural gas	Energy sector	24,615.33	18,417.42

3	Eighth Schedule Table I	44	Phosphoric acid	Chemical Industry	8.61	0.34
4	Eighth Schedule Table I	47	Locally produced coal	General Masses	0.00	0.00
5	Eighth Schedule Table I	53(i)	Projector	General Masses	2.85	0.00
6	Eighth Schedule Table I	53(ii)	Parts and accessories for projector	General Masses	0.00	0.00
7	Eighth Schedule Table I	53(iii)	Other instruments and apparatus for cinema	General Masses	0.00	0.00
8	Eighth Schedule Table I	53(vii)	Digital Loud Speakers	General Masses	0.00	0.00
9	Eighth Schedule Table I	53(viii)	Digital Processor	General Masses	0.00	0.00
10	Eighth Schedule Table I	53(x)	Amplifiers	General Masses	0.00	0.00
11	Eighth Schedule Table I	53(xi)	Audio rack and termination board	General Masses	0.00	0.00
12	Eighth Schedule Table I	53(xii)	Music Distribution System	General Masses	0.00	0.00
13	Eighth Schedule Table I	53(xiii)	Seats	General Masses	1.48	0.00
14	Eighth Schedule Table I	53(xiv)	Recliners	General Masses	0.00	0.00
15	Eighth Schedule Table I	53(xv)	Wall Panels and metal profiles	General Masses	0.00	0.00
16	Eighth Schedule Table I	53(xvi)	Step Lights	General Masses	0.00	0.00
17	Eighth Schedule Table I	53(xvii)	Illuminated Signs	General Masses	0.00	0.00
18	Eighth Schedule Table I	53(xix)	Ready Gips	General Masses	0.00	0.00
19	Eighth Schedule Table I	56	Potassium Chlorate (KClO ₃)	General Masses	0.00	0.00
20	Eighth Schedule Table I	57	Rock phosphate	General Masses	95.61	0.00
21	Eighth Schedule Table I	58	LPG	General Masses	0.00	1,090.86
22	Eighth Schedule Table I	66	Supplies as made from retail outlets as are integrated with Board's computerized system for real-time reporting of sales	General Masses	0.00	88.08
23	Eighth Schedule Table I	70	Following locally manufactured electric vehicles	Manufacturer/General Masses	1,747.38	369.26
24	Eighth Schedule Table I	70(i)	Road Tractors for semitrailers (Electric Prime Movers)	General Masses	43.21	18.14
25	Eighth Schedule Table I	70(ii)	Electric Buses	General Masses	4.21	15.90
26	Eighth Schedule Table I	70(iii)	Three-Wheeler Electric Rickshaw	General Masses	0.00	0.00

27	Eighth Schedule Table I	70(iv)	Three-Wheeler Electric Loader	General Masses	68.44	46.15
28	Eighth Schedule Table I	70(v)	Electric Trucks	General Masses	3.17	0.73
29	Eighth Schedule Table I	70(vi)	Electric Motorcycle	General Masses	1,790.77	378.41
30	Eighth Schedule Table I	73(a)	Locally manufactured Hybrid electric vehicle: (a) Up to 1800 cc	General Masses	18,728.43	10,153.10
31	Eighth Schedule Table I	74	Goods supplied from tax-exempt areas of erstwhile FATA/PATA to the taxable areas	General Masses	482.49	135.33
32	Eighth Schedule Table I	77	personal computers and Laptop computers, notebooks whether or not incorporating multimedia kit	General Masses	7,226.04	369.64
33	Eighth Schedule Table I	78	Supply of locally manufactured articles of jewelry, or parts thereof, of precious metal or of metal clad with precious metal.	General Masses	293.00	55.78
34	Eighth Schedule Table I	79	Electric vehicle in CBU condition of 50 kwh battery or below	General Masses	566.12	6.70
35	Eighth Schedule Table I	80	EV transport buses of 25 seats or more in CBU condition	General Masses	424.64	22.78
36	Eighth Schedule Table I	81	Substances registered as drugs under the Drugs Act, 1976 (XXXI of 1976) and medicaments as are classifiable under chapter 30 of the First Schedule to the Customs Act, 1969 (IV of 1969) except the following, even if medicated or medicinal in nature, namely:- (a) filled infusion solution bags imported with or without infusion given sets; (b) scrubs, detergents and washing preparations; (c) soft soap or no soap; (d) adhesive plaster; (e) surgical tapes; (f) liquid paraffin; (g) disinfectants, and (h) cosmetics and toilet preparations. This substitution shall be	Health, General Masses	375,275.45	158,903.89

			deemed to have been made from the 1st day of July, 2022.			
37	Eighth Schedule Table I	82	Raw materials for the basic manufacture of pharmaceutical active ingredients and for manufacture of pharmaceutical products, provided that in case of import, only such raw materials shall be entitled to reduced rate as specified in column (4) which are liable to customs duty not exceeding eleven per cent ad valorem, either under the First Schedule or Fifth Schedule to the Customs Act, 1969 (IV of 1969) or under a notification issued under section 19 thereof.	Health, General Masses	8,251.04	8,246.96
38	Eighth Schedule Table I	83	DAP	Agriculture sector	13,374.32	43,437.62
39	Eighth Schedule Table I	84(i)	Colors in sets	Manufacturer/General Masses	71.66	0.00
40	Eighth Schedule Table I	84(ii)	Writing, drawing and marking inks	Manufacturer/General Masses	177.34	0.00
41	Eighth Schedule Table I	84(iii)	Erasers	Manufacturer/General Masses	93.39	0.00
42	Eighth Schedule Table I	84(iv)	Pencil sharpeners	Manufacturer/General Masses	36.05	0.00
43	Eighth Schedule Table I	84(v)	other drawing, marking out or mathematical calculating instruments (geometry box)	Manufacturer/General Masses	49.52	0.00
44	Eighth Schedule Table I	84(vi)	Pens, ball pens, markers and porous tipped pens	Manufacturer/General Masses	1,140.28	0.00
45	Eighth Schedule Table I	84(vii)	Pencils including color pencils.	Manufacturer/General Masses	634.83	0.00
46	Eighth Schedule Table I	85	Oil cake and other solid residue	Manufacturer/General Masses	1,702.76	0.00
47	Eighth Schedule Table I	86	Tractors	Agriculture sector	3,708.08	0.00

48	Eighth Schedule Table I	87	Local supply of vermicillies, sheermal, bun and rusk excluding those sold in bakeries, and sweet shops falling in the category of Tier-1 retailers.	Manufacturer/General Masses	1,959.14	0.00
49	Eighth Schedule Table I	88	Local supply of poultry feed, cattle feed, sunflower seed meal, rape seed meal and canola seed meal	Agriculture sector	53,578.89	0.00
Total from Eighth Schedule Table I (Reduced Rates - Local Supplies)					523,870.08	241,790.44

5.1.2.9. Eighth Schedule Table I (Reduced Rates - Import)

(Rs. In Million)

S. No.	Schedule	Serial	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	Eighth Schedule Table I	23	Second hand and worn clothing or footwear	Agriculture sector	7,320.26	10,207.39
2	Eighth Schedule Table I	44	Phosphoric acid	Agriculture sector	14,721.79	14,958.21
3	Eighth Schedule Table I	53	The following cinematographic equipment imported during the period commencing on the 1st day of July, 2018 and ending on the 30th day of June 2023. (i) projector (ii) parts and accessories for projector (iii) other instruments and apparatus for cinema (i (for the expression "9405.4090", the words "respective headings" shall be substituted, vide f a 2022-23))	Media/General Masses	0.00	0.00
4	Eighth Schedule Table I	56	Potassium Chlorate (KCLO3)	General Masses	0.00	0.00
5	Eighth Schedule Table I	57	Rock phosphate	Manufacturing (Industrial Inputs)	2,689.56	2,671.20
6	Eighth Schedule Table I	58	LPG	Energy sector	0.00	17,560.25
7	Eighth Schedule Table I	73	Hybrid electric vehicles (87.03)	General Masses	0.00	0.00
8	Eighth Schedule Table I	77	personal computers and Laptop computers, notebooks whether or not incorporating multimedia kit	General Masses	5,345.99	8,380.98

9	Eighth Schedule Table I	79	Electric vehicle in CBU condition of 50 kwh battery or below	General Masses	188.65	96.94
10	Eighth Schedule Table I	80	EV transport buses of 25 seats or more in CBU condition	General Masses	885.44	446.12
11	Eighth Schedule Table I	81	Substances registered as drugs under the Drugs Act, 1976 (XXXI of 1976) and medicaments as are classifiable under chapter 30 of the First Schedule to the Customs Act, 1969 (IV of 1969) except the following, even if medicated or medicinal in nature, namely:- (a) filled infusion solution bags imported with or without infusion given sets; (b) scrubs, detergents and washing preparations; (c) soft soap or no soap; (d) adhesive plaster; (e) surgical tapes; (f) liquid paraffin; (g) disinfectants, and (h) cosmetics and toilet preparations. This substitution shall be deemed to have been made from the 1st day of July 2022.	Health/General Masses	18,906.90	19,970.66
12	Eighth Schedule Table I	82	Raw materials for the basic manufacture of pharmaceutical active ingredients and for manufacture of pharmaceutical products, provided that in case of import, only such raw materials shall be entitled to reduced rate as specified in column (4) which are liable to customs duty not exceeding eleven per cent ad valorem, either under the First Schedule or Fifth Schedule to the Customs Act, 1969 (IV of 1969) or under a notification issued under section 19 thereof.	Health/General Masses	42,236.72	40,840.51
13	Eighth Schedule Table I	83	DAP	Agriculture sector	19,252.74	17,187.68
14	Eighth Schedule Table I	84(i)	Colors in sets	Manufacturer /General Masses	14.63	0.00
15	Eighth Schedule Table I	84(ii)	Writing, drawing and marking inks	Manufacturer /General Masses	45.90	0.00
16	Eighth Schedule Table I	84(iii)	Erasers	Manufacturer /General Masses	14.70	0.00

17	Eighth Schedule Table I	84(iv)	Pencil sharpeners	Manufacturer /General Masses	3.65	0.00
18	Eighth Schedule Table I	84(v)	other drawing, marking out or mathematical calculating instruments (geometry box)	Manufacturer /General Masses	6.00	0.00
19	Eighth Schedule Table I	84(vi)	Pens, ball pens, markers and porous tipped pens	Manufacturer /General Masses	86.90	0.00
20	Eighth Schedule Table I	84(vii)	Pencils including color pencils	Manufacturer /General Masses	102.15	0.00
21	Eighth Schedule Table I	86	Tractors	Agriculture sector	148.73	0.00
Total from Eighth Schedule Table I (Reduced Rates - Import)					111,970.72	132,319.94

Total from Eighth Schedule Table I (Reduced Rates - Local Supplies)	523,870.08	241,790.44
Total from Eighth Schedule Table I (Reduced Rates - Import)	111,970.72	132,319.94
Total from Eighth Schedule Table I (Reduced Rates)	635,840.80	374,110.38

5.1.2.10. Ninth Schedule (Cellular Mobile Phones - Local Supplies)

(Rs. In Million)

S. No.	Schedule	Serial	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	Ninth Schedule	1 A	Cellular mobile phones or satellite phones to be charged on the basis of import value per set, or equivalent value in rupees in case of supply by the manufacturer, at the rate as indicated against each category:-- Not exceeding US\$ 500	Manufacturer / Importers of mobile phones / General Masses	0.00	0.00
2	Ninth Schedule	1 B	Cellular mobile phones or satellite phones to be charged on the basis of import value per set, or equivalent value in rupees in case of supply by the manufacturer, at the rate as indicated against each category:-- Exceeding US\$ 500	Manufacturer / Importers of mobile phones / General Masses	0.00	0.00
3	Ninth Schedule	1 C	Cellular mobile phones or satellite phones to be charged on the basis of import value per set, or equivalent value in rupees in case of supply by the manufacturer, at the rate exceeding US\$ 30 but not exceeding US\$ 100	Manufacturer / Importers of mobile phones / General Masses	0.00	0.00

4	Ninth Schedule	1 D	Cellular mobile phones or satellite phones to be charged on the basis of import value per set, or equivalent value in rupees in case of supply by the manufacturer, at the rate exceeding US\$ 100 but not exceeding US\$ 200	Manufacturer / Importers of mobile phones / General Masses	0.00	0.00
5	Ninth Schedule	1 E	Cellular mobile phones or satellite phones to be charged on the basis of import value per set, or equivalent value in rupees in case of supply by the manufacturer, at the rate exceeding US\$ 200 but not exceeding US\$ 350	Manufacturer / Importers of mobile phones / General Masses	0.00	0.00
6	Ninth Schedule	1 F	Cellular mobile phones or satellite phones to be charged on the basis of import value per set, or equivalent value in rupees in case of supply by the manufacturer, at the rate exceeding US\$ 350 but not exceeding US\$ 500	Manufacturer / Importers of mobile phones / General Masses	0.00	0.00
7	Ninth Schedule	1 G	Cellular mobile phones or satellite phones to be charged on the basis of import value per set, or equivalent value in rupees in case of supply by the manufacturer, at the rate exceeding US\$ 500	Manufacturer / Importers of mobile phones / General Masses	0.00	0.00
8	Ninth Schedule	5	Sales tax on supply of locally manufactured mobile phones in CBU condition in addition to tax applied on imports in CKD/SKD condition	Manufacturer / Importers of mobile phones / General Masses	0.00	1,324.92
Total from Ninth Schedule (Cellular Mobile Phones - Local Supplies)					0.00	1,324.92

5.1.2.11. Twelfth Schedule (Additional Tax)

(Rs. In Million)

S. No.	Schedule	Serial	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	Twelfth Schedule	2(I)	Raw materials and intermediary goods imported by a manufacturer for in-house consumption excluding compressor scrap (PCT heading 7204.4940), motor scrap (PCT heading 7204.4990) and copper cable cutting scrap (PCT heading 7404.0090).	General Masses	0	0.00
2	Twelfth Schedule	2(II)	The petroleum products falling in chapter 27 of Pakistan customs tariff as imported by a licensed oil marketing company for sale in the country;	General Masses	2,778.16	0.00
3	Twelfth Schedule	2(III)	Registered service providers importing goods for their in-house business use for	General Masses	6,909.87	0.00

			furtherance of their taxable activity and not intended for further supply;			
4	Twelfth Schedule	2(IV)	Cellular mobile phones or satellite phones	General Masses	1,278.87	0.00
5	Twelfth Schedule	2(V)	LNG / RLNG	General Masses	28,932.65	36,909.62
6	Twelfth Schedule	2(VI)	Second hand and worn clothing or footwear (PCT heading 6309.000)	General Masses	1,785.78	2,281.42
7	Twelfth Schedule	2(IX)	The goods as specified in the third Schedule on which tax is paid on retail price basis	General Masses	9,881.58	4,866.25
8	Twelfth Schedule	2(X)	Plant , machinery and equipment falling in chapter 84 and 85 of the first Schedule to the customs act, 1969(iv of 1969), as are imported by a manufacturer for in house installation or use	Manufacturer / General Masses	5,394.41	4,130.62
9	Twelfth Schedule	2(XI)	Electric vehicles (4 wheelers) CKD kits for small cars or SUVs, with 50 kwh battery or below and light commercial vehicles (LCVs) with 150 kwh battery or below till the 30th day of June, 2026	General Masses	40.37	9.53
10	Twelfth Schedule	2(XII)	Electric vehicles (4 wheelers) small cars or SUVs, with 50 kwh battery or below and light commercial vehicles (LCVs) with 150 kwh battery or below in CBU condition till the 30th day of June, 2026	General Masses	258.36	97.91
11	Twelfth Schedule	2(XIII)	Electric vehicles (2-3 wheelers and heavy commercial vehicles) in CBU condition till the 30th day of June, 2025.	General Masses	154.54	83.27
12	Twelfth Schedule	2(XIV)	Motor cars of cylinder capacity up to 850cc	General Masses	463.99	564.19
Total from Twelfth Schedule (Additional Tax)					57,878.58	48,942.81

5.1.2.12. SROs (Local supplies)

(Rs. In Million)

S. No.	SRO	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	1212(I)/2018	Exemption from extension of Federal Taxes to erstwhile FATA/PATA	Erstwhile FATA / PATA	0.00	0.00
2	1636(1)/2022	Exemption from sales tax on import and supply of goods as certified by NDMA and PDMA for flood affectees	Flood Affectees	0.00	0.00
3	327(I)/2008	The Export Oriented Units And Small And Medium Enterprises Rules, 2008	The Export Oriented Units And Small and Medium Enterprises	3,801.83	0.00
Total from SROs (Local supplies)				3,801.83	0.00

5.1.2.13. SROs (Import)

(Rs. In Million)

S. No.	SRO	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	1636(I)/2022	Exemption for a period of ninety days the import and supply of the goods as certified by the national disaster management authority or a provincial disaster management authority for relief operation for flood affectees, from the whole of the sales tax.	Flood Affectees	0.00	0.00
2	1635(I)/2022	Import of all goods received, in the event of a natural disaster or other catastrophe, as gifts and relief consignments or any goods received as gift or donation from a foreign government or organization by the federal or provincial governments or any public sector organization.	Natural Disaster Affectees	0.00	0.00
3	1640 (I)/2022	In exercise of the powers conferred by clause (a) of sub-section (2) of section 13 of the sales tax act, 1990, the federal Government is pleased to exempt till the 31 st day of December, 2022 the import of onion (PCT heading 0703.1000) and tomatoes (PCT heading 0702.0000), from whole of the sales tax.	General Masses	0.00	0.00
4	1963(I)/2022	The federal government is pleased to exempt whole of sales tax payable on goods supplied to Japan international cooperation agency (JICA), Japan and services provided to it within Islamabad capital territory by service providers registered under the sales tax act, 1990	Japan International Cooperation Agency (JICA)	0.00	0.00
5	01(I)/2023	Exemption to whole of sales tax in respect of old contingent owned equipment (COE) or used stores of civil armed forces, as the case may be, that were repatriated and have arrived at Karachi port after completion of united nations peacekeeping mission in Darfur (Sudan).	United Nations Peace keeping Mission	0.00	0.00

6	70(I)/2023	In exercise of the powers conferred by clause (a) of sub-section (2) of section 13 of the sales tax act, 1990 (vii of 1990), the federal government is pleased to exempt for a period of three months from the 1st day of December, 2022 the import and supply of the donation consignments and relief items as certified by the national disaster management authority or a provincial disaster management authority for relief operation for flood affectees, from the whole of the sales tax.	Flood Affectees	0.00	0.00
7	539(I)/2008	Raw Material for Dextrose and saline infusion giving sets (9018.3920)	Health/General Masses	193.73	0.00
8	483(I)/2008	Exemption from Whole Of Sales Tax Chargeable On import Of Machinery & Equipment Imported By Financial Services Providers Authorized by State Bank Of Pakistan Under The Asian Development Bank Program For Improving Access To Financial Services Program (IAFSP)	General Masses	535.60	0.00
Total from SROs (Import)				729.33	0.00

5.1.2.14. Various Sections (Zero Rating)

(Rs. In Million)

S. No.	Section	Serial	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	Section 4 (B)	-	Supply of stores and provisions for consumption aboard a conveyance proceeding to a destination outside Pakistan as specified in section 24 of the Customs Act, 1969 (IV of 1969)	General Masses	25,482.78	28,549.54
Total from Various Sections (Zero Rating)					0	28,549.54

Sales Tax Expenditure (Local Supplies)	842,004.643	680,569.99
Sales Tax Expenditure (Import)	431,972.94	556,535.91
Total Sales Tax Expenditures	1,273,977.58	1,237,105.90

5.1.3. Details of Customs Duty Expenditure

5.1.3.1. Chapter - 99

<i>(Rs. In Million)</i>					
S. No.	Exemption Order	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	9901	Goods imported by various agencies of the United Nations	Agencies under the United Nations	0	1,397.71
2	9902	Goods imported by Diplomats/Embassies /Consulates	Diplomats	0	988.00
3	9903	Goods imported by privileged personnel or by organizations or by any person authorized by the contracting parties, under grant-in-aid agreements	Privileged personnel or by organizations or by any person authorized by the contracting parties, under grant-in-aid agreements (including those agreements which cover off budget foreign contributions or funds brought by registered INGO's without any financial liabilities to the Government of Pakistan).	0	5,485.85
4	9904	Vehicles in CKD condition, imported by recognized local manufacturers for supply to diplomat, diplomatic mission, privileged person.	Diplomats	0.00	0.00
5	9905	Import by Dignitaries of UAE, Qatar and Bahrain	Diplomats	0.00	0.00
6	9906	Goods imported under the President/Prime Minister/Governors/Salary, Allowances and Privileges Act, 1975.	The President and the Prime Minister of Pakistan. The Governors and the Acting Governors of the Provinces.	0	8.80
7	9907	Goods Imported For The Presidents Fund For Afghan Refugees. Bonafide Relief Goods Donated For The Afghan Refugees Through The Chief Commissioner Or The Provincial Commissioner Of	Afghan Refugees	24.61	0.00
8	9908	Goods received as gift by Pakistani organizations from Church World Services or the Catholic Relief Services as are certified by the Ministry of National Health Services Regulation and Coordination (NHSRC), that these imports are made under agreements signed by the Government of Pakistan with the Church	Goods received as gift by Pakistani organizations	1.52	52.71

		World Service and with the Catholic Relief Service			
9	9909	Articles, value of which does not exceed Rs.20,000/- per parcel, if imported through post or courier service as unsolicited gift parcel	Articles, value of which does not exceed Rs.20,000/- per parcel, if imported through post or courier service as unsolicited gift parcel	3.23	8.98
10	9910	Samples of no commercial value imported by manufacturers	Samples of no commercial value imported by manufacturers	2.40	4.87
11	9911	Relief goods donated for free distribution among the victims of natural disaster or other catastrophe, as are certified by the authorized officer of Federal/Provincial Government, Plant, machinery and equipment imported by way of donation for installation in the earthquake hit districts	(i) Relief goods donated for free distribution among the victims of natural disaster or other catastrophe, as are certified by the authorized officer of Federal/Provincial Government. (ii) Plant, machinery and equipment imported by way of donation for installation in the earthquake hit districts as certified by ERRRA/National Disaster Management Authority.	23.06	1,090.88
12	9912	Imports by Edhi Foundation	Imports by Edhi Foundation	0.00	7.08
13	9913	Gifts or donations received by a charitable non-profit making hospital or institution	Gifts or donations received by a charitable non-profit making hospital or institution	10,063.26	10,477.51
14	9914	Imports by Charitable Institutions and Hospitals	Imports by Charitable Institutions and Hospitals	1,673.00	3,309.88
15	9915	Goods imported by or donated to non -profit making educational and research institutions	Goods imported by or donated to non -profit making educational and research institutions	190.49	281.13
16	9916	Goods supplied free of cost as replacement of identical goods previously imported	Importer/ General Masses	103.01	149.10
17	9917	Goods Imported Into And Exported (Except To Tariff Area Of Pakistan) From The Export Processing Zones Established Under	EPZs	2,242.75	2,835.12

		The Export Processing Zone Authority Ordinance, 1980			
18	9918	Following Goods Not Produced Or Manufactured In Pakistan Which Are Re-Imported After Having Been Exported And Have Not Undergone Any Process Outside Pakistan	Re-importation after repairs work	104.82	151.54
19	9919	Goods Imported Temporarily For A Period Not Exceeding 6 Months Into Pakistan With A View To Subsequent Exportation, Subject To Furnishing Of Bank Guarantee Or Other Security/Guaran	Importer/ General Masses	1,269.68	1,262.43
20	9020	Temporary Imports of Goods	Importer/ General Masses	125.61	62.16
21	9922	Ship spares, stores and equipment imported for use in ships registered in Pakistan	Importer/ General Masses	24.70	25.78
22	9923	Currency Notes, Unused Stamps	General Masses	591.17	795.29
23	9924	Eye cornea	Health, General Masses	0.00	0.18
24	9925	Artificial kidneys, hemodialysis machines, hemodialysis, A.V. fistula needles, hemodialysis fluids and powder, blood tubing tines for dialysis, reverse osmosis plants for dialysis, double lumen catheter for dialysis, catheters for renal failure patients, peritoneal dialysis solution and cardiac catheters.	Health, General Masses	327.24	590.12
25	9927	Pharmaceutical raw materials if imported for manufacture of contraceptives in accordance with the input output ratios determined by the Directorate of Input Output Coefficient Organization. Contraceptives and accessories thereof	Health, General Masses	127.58	194.15
26	9029	Goods Mentioned Below If Imported In Accordance With The Conditions And Procedures Laid Down In Import And Export Of Gold, Gold Jewelry and Gemstones Order, 2001	Importer/ General Masses	1.22	213.41
27	9930	Any goods, including vehicles, specified in the First Schedule to the Customs Act, 1969 (IV of 1969) imported by Federal/Provincial/ Local Government Departments, Municipal bodies and Development authorities subject to the condition that the goods are donated to the importers for use in an approved foreign grant funded project under a proper grant relating to Capital Aid-Technical Assistant Agreement signed between the Government of Pakistan and a foreign government or agency subject to concurrence of the Federal Board of Revenue	General Masses	0	1,514.35

28	9931	Ground handling equipment, service and operation vehicles, catering equipment and fuel trucks not manufactured locally, imported by domestic airlines or by any other service company to which a license has been issued by the Civil Aviation Authority for such purposes.	Importer/ Masses	General	38.01	60.37
29	9937	Items relating to disabled persons like Wheelchairs, Artificial human parts. Items used for rehabilitation of blind people etc.	Importer/ Masses	General	64.36	273.20
30	9938	Disposables, as are not manufactured locally, for Cardiology/cardiac surgery, Neurovascular, Electrophysiology, Endosurgery, Endoscopy, Oncology, Urology, Gynecology; and following equipment: -	Health, Masses	General	139.26	865.88
31	9939	Diagnostic kits for HIV and Hepatitis	Health, Masses	General	569.35	886.64
32	9941	goods imported by or donated to municipal authorities including development authorities, Federal Government, Provincial Government, Government of Azad Jammu and Kashmir, Government of Gilgit-Baltistan, National Disaster Management Authority (NDMA), Provincial Disaster Management Authority (PDMA) and Government Emergency/Rescue services,	General Masses		0	488.07
Total from Chapter - 99					17,709.53	33,481.19

5.1.3.2. FTA & PTA

(Rs. In Million)

S. No.	Exemption Order	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	1151(I)/2007	section 19	FTA: Exemption from customs duty on imports from Mauritius	0.00	0.00
2	1261(I)/2007	section 19	FTA: General exemption on import from Malaysia under PTA	0	4,993.51
3	1274(I)/2006	section 19	FTA: General exemption on import from SAARC countries under SAFTA Agreement	0	336.28
4	1296(I)/2005	section 19	FTA: China Early Harvest Program (prescribes FTA CD rate)	0	2.60
5	1640(I)/2019	section 19	FTA: General exemption on import from China under Pak-China FTA	0	47,166.69
6	280(I)/2014	section 19	FTA: General exemption on import from Sri Lanka under Pak-Sri Lanka FTA	0	2,503.37
7	329(I)/2023	section 19	FTA: Pakistan Uzbekistan Transit Agreement	0.00	0.00
8	497(I)/2009	section 19	FTA: Concession from customs duties on import of goods from China		0.00
9	502(I)/2023	Section 19	FTA: Pak-Turkey	0	511.61

10	558(I)/2004	section 19	FTA: General exemption on import from ECO	0.00	23.37
11	659(I)/2007	section 19	FTA: Pak-China	0	10.38
12	741(I)/2013	section 19	PTA: General exemption on import from Indonesia under Pak-Indonesia PTA	0	5,424.89
13	894(I)/2006	section 19	PTA: Exemption from Customs Duty on Import from Iran under Pak-Iran PTA	0.00	0.00
Total from FTA & PTA				0	60,972.70

5.1.3.3. Fifth Schedule

(Rs. In Million)

S. No.	Exemption Order	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	5th Schedule (Customs Duty) Part I	Exemption under the Customs Act, 1969	Import of Plant, Machinery, equipment and apparatus, including Capital Goods for various industries/sectors	38,470.69	39,334.98
2	5th Schedule (Customs Duty) Part II	Exemption under the Customs Act, 1969	Import of Active pharmaceutical Ingredients by pharma sector	32,349.61	32,993.77
3	5th Schedule (Customs Duty) Part III	Exemption under the Customs Act, 1969	Poultry, Textile sectors & Misc.	76,118.33	161,700.38
4	5th Schedule (Customs Duty) Part IV	Exemption under the Customs Act, 1969	Machinery and equipment for Textile Sector	199.52	203.13
5	5th Schedule (Customs Duty) Part V	Exemption under the Customs Act, 1969	Automotive manufacturing sector (Auto Policy)	0.00	26.47
6	5th Schedule (Customs Duty) Part V(A)	Exemption under the Customs Act, 1969	Electric vehicles	7,153.47	7,684.05
7	5th Schedule (Customs Duty) Part V(B)	Exemption under the Customs Act, 1969	For CKD & EV specific parts	23,863.56	12,877.74
8	5th Schedule (Customs Duty) Part V(C)	Exemption under the Customs Act, 1969	Electric vehicles	49.37	432.37
9	5th Schedule (Customs Duty) Part VI	Exemption under the Customs Act, 1969	Aviation Sector (Aviation Policy)	823.09	489.91
10	5th Schedule (Customs Duty) Part VII	Exemption under the Customs Act, 1969	Essential edible items like pulses, potato etc. Oil and Oil products, Inputs of export sectors etc.	26,626.98	124,003.12
Total from Fifth Schedule				205,654.62	379,745.92

5.1.3.4. General Concessions: Automobile sector, E&Ps, CPEC, etc.

(Rs. In Million)

S. No.	Exemption Order	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	4(I)/2016	Section 19	Exemption on duties and taxes chargeable on imports by (USCBP) United States Customs and Border Protection, on scanners and equipment/spare and replacement parts for installation at integrated cargo container control terminal (IC3) at Port Muhammad Bin Qasim.	0.59	10.32
2	39(I)/2017	Section 19	Exemption form CD on import of certain items of cotton	18.92	82.88
3	40(I)/2017	Section 19	Lahore Orange Metro Train Project	0.00	5.19
4	41(I)/2009	Section 19	Special Industrial and Economic Zones	0.39	1,112.05
5	73(I)/2023	Section 19	Flood Relief Activities	62.64	0.00
6	107(I)/2019 and 48(I)/2018	Section 19	Textile Sector (Local Yarn Producers) Import of Cotton	0.00	0.00
7	121(I)/2014	Section 19	Pak-Afghan Transit Trade	0.00	20.87
8	268(I)/2015	Section 19	Mining equipment & machinery imported by Thar Coal Field	1,166.17	893.20
9	450(I)/2001	Section 19	Customs Rules 2001	148.69	845.01
10	499(I)/2013	Section 19	Auto Sector: General concession for import of Hybrid Electric Vehicles	0.00	10,103.68
11	533(I)/2021	Section 19	Exempt the whole of CD on import of Cotton Yarn	0.00	0.00
12	545(I)/2022	Section 19	MOC Import Policy Order	0.00	45.49
13	565(I)/2006	Section 19	Raw material of survey based local industries: Stationary /Electrical Capacitor/ Pesticides/ Distilled Fatty Acids/CRC & GI coils/Fans/Transformers/Electric Motors manufacturers	2,828.30	2,934.62
14	642(I)/2016	Section 19	Imports by M/s. CSECEL for Karachi-Peshawar Motorway	0.00	0.00
15	644(I)/2018	Section 19	General: Concession of CD on import of electric motor vehicles	0.00	0.00
16	655(I)/2006	Section 19	Vendors of automotive sector	41,699.30	37,205.20
17	656(I)/2006	Section 19	OEMs of automotive sector	219,603.66	72,243.01
18	678(I)/2014	Section 19	Exploration and Production companies	10,243.26	7,507.87
19	760(I)/2013	Section 19	Import of Precious Metals, Jewellery and Gemstones	0.00	223.69
20	968(I)/2022	Section 19	Exempt the import into Pakistan from Afghanistan of the specific goods	0.11	1.16

21	994(I)/2019	Section 19	EPZ Retain Machinery Period	0.00	1.69
22	1638(I)/2022	Section 19	Flood Relief Activities	0.00	0.00
Total from General Concessions: Automobile sector, E&Ps, CPEC, etc				275,772.02	133,235.93

5.1.3.5. Exports

(Rs. In Million)

S. No.	Exemption Order	Description	Intended Beneficiary	Tax Expenditure 2024-25	Tax Expenditure 2023-24
1	SRO.450(I)/2001	Section 21A	DTRE	0	734.66
2	SRO.450(I)/2001	9917(1)	EPZ	0	23,780.58
3	SRO.450(I)/2001	9917(5)	Export Facilitation Scheme	0	0.00
4	327(I)/2008	Section 219	Export Oriented Unit	0	2,161.93
5	326(I)/2008	Section 19	Export Oriented Unit	0	0.00
6	SRO.450(I)/2001	Section 21A	Manufacturing Bond	0.00	712.87
7	SRO.492(I)/2009	Section 19	Temporary Import	0	17,564.46
8	9919	Chapter 99 Exemptions	Temporary Import (For Export). Packing material, machinery and equipment for repair, professional equipment	0.00	0.00
9	9920	Chapter 99 Exemptions	Temporary Import (For Export). Excavation equipment, Scientific equipment, machinery imported for demonstration purposes	0.00	0.00
Total from Exports				0	44,954.50

Total of Customs Duty Expenditure	499,136.17	652,390.24
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5.2. Appendix B: List of New Insertions/Omissions in FA 2024

5.2.1. Overall Insertions / New Additions

5.2.1.1. List of Insertions by FA 2024 (Income Tax Ordinance, 2001)

S. No.	Clause No. / Schedule / Part	Description of Clause	Inserted / Omitted by
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1	Clause (99B) of Part-I of Second Schedule	Income of a Special Purpose Vehicle buying Diversified Payment Rights from the Authorized Dealers in Pakistan.	Inserted by the Finance Act, 2024
2	Clause (38AAA) of Part-IV of Second Schedule	The provisions of section 152 shall not apply to Special Purpose Vehicle referred to in clause 99B of Part I of this Schedule	Inserted by the Finance Act, 2024

5.2.1.2. List of Insertions in FA 2024 (Sales Tax Act, 1990)

(Rs. In Million)

S. No.	Schedule	Serial	Description	Remarks
1	Sixth Schedule Table I	175	Import of all goods received, in the event of a natural disaster or other catastrophe, as gifts and relief consignments or any goods received as gift or donation from a foreign government or organization by the Federal or Provincial Governments or any public sector organization. Subject to the recommendations of the Minister Incharge and concurrence by the Federal Board of Revenue subject to condition that the concerned Ministry shall verify the genuineness of such cases and furnish an undertaking to the effect that donated goods shall not be sold, utilized or disposed of otherwise than for the purpose for which the same have been imported.	Inserted by the Finance Act, 2024
2	Sixth Schedule Table I	176	POL products: (i) MS (Petrol) (ii) High Speed Diesel Oil (iii) Kerosene (iv) Light Diesel Oil	Inserted by the Finance Act, 2024
3	Sixth Schedule Table I	177	Supply of electricity to Azad Jammu and Kashmir	Inserted by the Finance Act, 2024
4	Sixth Schedule Table I	178	Import of gold under entrustment scheme under SRO 760(I)/2013	Inserted by the Finance Act, 2024
5	Sixth Schedule Table I	179	Import of cystagon, cysta drops and trientine capsules (for personal use only)	Inserted by the Finance Act, 2024
6	Sixth Schedule Table I	180	Bovine semen	Inserted by the Finance Act, 2024
7	Sixth Schedule Table II	56(i)	Milk excluding: (i) that sold under a brand name; or	Inserted by the Finance Act, 2024
8	Sixth Schedule Table II	56(ii)	Milk excluding: (ii) supplied by corporate dairy farms	Inserted by the Finance Act, 2024

9	Sixth Schedule Table II	57	Iron and steel scrap excluding supplied by manufacturercum-exporter of recycled copper, authorized under Export Facilitation Scheme, 2021.	Inserted by the Finance Act, 2024
10	Eighth Schedule Table I	77	personal computers and Laptop computers, notebooks whether or not incorporating multimedia kit	Substituted by the Finance Act, 2024
11	Eighth Schedule Table I	84(i)	Colors in sets	Inserted by the Finance Act, 2024
12	Eighth Schedule Table I	84(ii)	Writing, drawing and marking inks	Inserted by the Finance Act, 2024
13	Eighth Schedule Table I	84(iii)	Erasers	Inserted by the Finance Act, 2024
14	Eighth Schedule Table I	84(iv)	Pencil sharpeners	Inserted by the Finance Act, 2024
15	Eighth Schedule Table I	84(v)	other drawing, marking out or mathematical calculating instruments (geometry box)	Inserted by the Finance Act, 2024
16	Eighth Schedule Table I	84(vi)	Pens, ball pens, markers and porous tipped pens	Inserted by the Finance Act, 2024
17	Eighth Schedule Table I	84(vii)	Pencils including color pencils.	Inserted by the Finance Act, 2024
18	Eighth Schedule Table I	85	Oil cake and other solid residue	Inserted by the Finance Act, 2024
19	Eighth Schedule Table I	86	Tractors	Inserted by the Finance Act, 2024
20	Eighth Schedule Table I	87	Local supply of vermicillies, sheermal, bun and rusk excluding those sold in bakeries, and sweet shops falling in the category of Tier-1 retailers.	Inserted by the Finance Act, 2024
21	Eighth Schedule Table I	88	Local supply of poultry feed, cattle feed, sunflower seed meal, rape seed meal and canola seed meal	Inserted by the Finance Act, 2024
22	NINTH SCHEDULE	1(A)	Cellular mobile phones or satellite phones to be charged on the basis of import value per set, or equivalent value in rupees in case of supply by the manufacturer, at the rate as indicated against each category:-- Not exceeding US\$ 500	Substituted by the Finance Act, 2024
23	NINTH SCHEDULE	1(B)	Cellular mobile phones or satellite phones to be charged on the basis of import value per set, or equivalent value in rupees in case of supply by the manufacturer, at the rate as indicated against each category:-- Exceeding US\$ 500	Substituted by the Finance Act, 2024

5.2.1.3. List of Insertions in FA 2024 (Customs Act, 1969)

S. No.	Clause No. / Schedule / Part	Description of Clause	Inserted by
Nil			

5.2.2. Overall Omissions/ Deletions

5.2.2.1. List of Omissions in FA 2024 (Income Tax Ordinance, 2001)

S. No.	Clause No. / Schedule / Part	Description of Clause	Inserted / Omitted by
1	Clause (102A) of Part-I of Second Schedule	Income of a person as represents a subsidy granted to him by the Federal Government for the purposes of implementation of any orders of the Federal Government in this behalf	Omitted by the Finance Act, 2024

5.2.2.2. List of Omissions in FA 2024 (Sales Tax Act, 1990)

S. No.	Schedule	Serial	Description	Omitted by
1	Fifth Schedule	12 (xvii)	Preparations suitable for infants, put up for retail sale not exceeding rupees six hundred per two hundred grams PCT Heading 1901.1000	Omitted by the Finance Act, 2024
2	Fifth Schedule	12(xx)	Colors in sets (PCT heading 3213.1000)	Omitted by the Finance Act, 2024
3	Fifth Schedule	12(xxi)	Writing, drawing and marking inks (PCT heading. 3215.9010 and 3215.9090)	Omitted by the Finance Act, 2024
4	Fifth Schedule	12 (xxii)	Erasers (PCT heading 4016.9210 and 4016.9290)	Omitted by the Finance Act, 2024
5	Fifth Schedule	12 (xxiv)	Pencil sharpeners (PCT heading 8214.1000)	Omitted by the Finance Act, 2024
6	Fifth Schedule	12 (xxv)	other drawing, marking out or mathematical calculating instruments (geometry box) (PCT heading 9017.2000)	Omitted by the Finance Act, 2024
7	Fifth Schedule	12 (xxvi)	Pens, ball pens, markers and porous tipped pens (PCT heading 96.08)	Omitted by the Finance Act, 2024
8	Fifth Schedule	12 (xxvii)	Pencils including color pencils (PCT heading 96.09)	Omitted by the Finance Act, 2024
9	Fifth Schedule	16	Milk (PCT heading 04.01)	Omitted by the Finance Act, 2024
10	Fifth Schedule	17	Fat filled milk (PCT heading 1901.9090)	Omitted by the Finance Act, 2024
11	Fifth Schedule	21	Local supplies of commodities, raw materials, components, parts and plant and machinery to	Omitted by the Finance Act, 2024

			registered exporters authorized under Export Facilitation Scheme, 2021 notified by the Board with such conditions, limitations and restrictions as specified therein.	
12	Sixth Schedule Table I	13	Edible vegetables imported from Afghanistan including roots and tubers, except ware potato and onions, whether fresh, frozen or otherwise preserved (e.g. in cold storage) but excluding those bottled or canned	Omitted by the Finance Act, 2024
13	Sixth Schedule Table I	15	Fruit imported from Afghanistan excluding apples PCT 0808.1000	Omitted by the Finance Act, 2024
14	Sixth Schedule Table I	86	Colors in sets (Poster colors)	Omitted by the Finance Act, 2024
15	Sixth Schedule Table I	87	Writing, drawing and making inks	Omitted by the Finance Act, 2024
16	Sixth Schedule Table I	88	Erasers	Omitted by the Finance Act, 2024
17	Sixth Schedule Table I	90	Pencil sharpeners	Omitted by the Finance Act, 2024
18	Sixth Schedule Table I	96	Other drawing, marking out or mathematical calculating instruments (geometry box)	Omitted by the Finance Act, 2024
19	Sixth Schedule Table I	97	Pens, ball pens, markers and porous tipped pens	Omitted by the Finance Act, 2024
20	Sixth Schedule Table I	98	Pencils including color pencils	Omitted by the Finance Act, 2024
21	Sixth Schedule Table I	120	Diagnostic kits or equipment specified therein ...	Omitted by the Finance Act, 2024
22	Sixth Schedule Table I	169	Oil cake and other solid residues	Omitted by the Finance Act, 2024
23	Sixth Schedule Table I	170	Tractor	Omitted by the Finance Act, 2024
24	Sixth Schedule Table I	174	Machinery and equipment as listed at serial number 32 of the Table of Part-I of Fifth Schedule to the Customs Act, 1969 (IV of 1969), subject to the conditions, limitations and restrictions specified thereunder.	Omitted by the Finance Act, 2024
25	Sixth Schedule Table II	7	Vermicillies, sheer mal, bun and rusk excluding those sold in bakeries, and sweet shops falling in the category of Tier-I retailers.	Omitted by the Finance Act, 2024
26	Sixth Schedule Table II	21	Poultry feed, cattle feed, sunflower seed meal, rape seed meal and canola seed meal	Omitted by the Finance Act, 2024
27	Eighth Schedule Table I	58	LPG	Omitted by the Finance Act, 2024
28	Eighth Schedule Table I	66	Supplies as made from retail outlets as are integrated with Board's computerized system for real-time reporting of sales	Omitted by the Finance Act, 2024
29	Ninth Schedule	1 C	Cellular mobile phones or satellite phones to be charged on the basis of import value per set, or equivalent value in rupees in case of supply by the manufacturer, at the rate exceeding US\$ 30 but not exceeding US\$ 100	Omitted by the Finance Act, 2024
30	Ninth Schedule	1 D	Cellular mobile phones or satellite phones to be charged on the basis of import value per set, or	Omitted by the Finance Act, 2024

			equivalent value in rupees in case of supply by the manufacturer, at the rate exceeding US\$ 100 but not exceeding US\$ 200	
31	Ninth Schedule	1 E	Cellular mobile phones or satellite phones to be charged on the basis of import value per set, or equivalent value in rupees in case of supply by the manufacturer, at the rate exceeding US\$ 200 but not exceeding US\$ 350	Omitted by the Finance Act, 2024
32	Ninth Schedule	1 F	Cellular mobile phones or satellite phones to be charged on the basis of import value per set, or equivalent value in rupees in case of supply by the manufacturer, at the rate exceeding US\$ 350 but not exceeding US\$ 500	Omitted by the Finance Act, 2024
33	Ninth Schedule	1 G	Cellular mobile phones or satellite phones to be charged on the basis of import value per set, or equivalent value in rupees in case of supply by the manufacturer, at the rate exceeding US\$ 500	Omitted by the Finance Act, 2024
34	Ninth Schedule	5	Sales tax on supply of locally manufactured mobile phones in CBU condition in addition to tax applied on imports in CKD/SKD condition	Omitted by the Finance Act, 2024

5.2.2.3. List of Omissions in FA 2024 (Customs Act, 1969)

S. No.	Clause No. / Schedule / Part	Description of Clause	Omitted by
Nil			

5.3. Appendix C: International Obligations, Structural Benchmarks, Exclusions from Tax Base

S. No.	Section No./ Clause No.	Basis for Benchmark Classification
1.	Section 23	Initial Allowance - A person who places an eligible depreciable asset into service in Pakistan for the first time in a tax year shall be allowed a deduction (hereinafter referred to as an “initial allowance” computed in accordance with subsection (2), provided the asset is used by the person for the purposes of his business for the first time or the tax year in which commercial production is commenced, whichever is later.
2.	Section 41	Agricultural Income
3.	Section 45	President’s Honor
4.	Section 47	Scholarships
5.	Section 54	Exemptions & Tax Concessions given in other laws
6.	Clause 26 of Part-I of Second Schedule	Any income of a person representing the sums received by him as a worker from out of the Workers Participation Fund established under the Companies Profits (Workers Participation) Act, 1968 (XII of 1968)
7.	Clause 12O of Part-IV of Second Schedule	The provisions of section 148 shall not apply on import of drones donated by Ministry of Agriculture and Rural Affairs (MARA), Government of China to Pakistan through Sea Route.
8.	Section 49, ITO, 2001	Sovereign immunity, the constitutional principle that the Federal Government does not tax its own income. Provincial and Local Government income is similarly exempt by statute. These are benchmark provisions, not tax expenditures.
9.	Clause 145A, Part I, Second Schedule, ITO, 2001 (Tribal Area income)	Constitutional arrangement arising from the Constitution (Twenty-fifth Amendment) Act, 2018. The transitional non-taxation is constitutionally mandated, not discretionary.
10.	Section 4(B), STA, 1990 (international conveyance supplies)	Destination principle, goods supplied for consumption outside Pakistan are structurally outside the Sales Tax base.
11.	Sixth Schedule Table I, Serials 151 and 152 (Tribal Area Sales Tax)	Constitutional arrangement arising from the Constitution (Twenty-fifth Amendment) Act, 2018. The transitional non-taxation is constitutionally mandated.

12.	Sixth Schedule Table I, Serial 33 (Currency notes, banknotes, shares, bonds)	Financial instruments and legal tender are structurally outside the consumption tax base.
13.	Sixth Schedule Table I, Serial 163; Fifth Schedule Serial 2 (UN/Diplomatic)	International obligations under the Vienna Convention on Diplomatic Relations and agreements with United Nations agencies, consistent with existing Appendix C treatment for Income Tax.
14.	FTA and PTA customs exemptions (SROs under Section 19, Customs Act)	Binding international treaty obligations. Consistent with existing Appendix C treatment for Income Tax, such obligations are part of the benchmark, not tax expenditures.
15.	Customs Chapter 99, 9930, 9941 (Federal/Provincial Government imports under foreign grants)	Government entity purchases under government-approved foreign grant agreements. Extension of sovereign immunity principle to government import activity.
16.	Customs 'Exports' category including EFS (SRO 450(I)/2001)	Destination/origin principle, inputs incorporated into goods subsequently exported are not within the customs duty base. Export facilitation is a structural feature of trade taxation, not a tax expenditure.
17.	Sixth Schedule Table I, Serials 48 (Grants-in-aid, pre-1996 agreements)	International obligation pre-dating the current Sales Tax framework. Pakistan is bound by the exemption commitment embedded in these agreements; withdrawal would constitute breach of international undertaking.

5.4. Appendix D: Procedural Clauses (Second Schedule, ITO, 2001)

S. No.	Clause No.	Description
1.	Clause 103A of Part I of Second Schedule	Any income derived from inter-corporate dividend within the group companies entitled to group taxation under section 59AA subject to the condition that return of the group has been filed for the tax year
2.	Clause 114B of Part I of Second Schedule	Profit and gains accruing to persons mentioned in proviso to sub-section (1) of section 236C in respect of first sale of immovable property acquired from or allotted by the Federal Government or Provincial Government or any authority duly certified by the official allotment authority, and the property acquired or allotted is in recognition of services rendered by the Shaheed or the person who dies in service.
3.	Clause 5AC of Part II of Second Schedule	The rate of tax to be deducted under sub-section (2) of section 152 or under section 151, as the case may be, shall be zero percent of the gross amount of profit on debt paid, covered under clauses (78) and (79) of Part I of the Second Schedule
4.	Clause 31 of Part II of Second Schedule	The rate of tax under clause (a) of sub-section (1) of section 153 shall be 1% on payment for sale of gold and silver and articles thereof and the tax so deducted shall be adjustable
5.	Clause 1A of Part IV of Second Schedule	The provision of clause (d) of section 46 shall not apply to Sukuk issued by “The Second Pakistan International Sukuk Company Limited” and the Third Pakistan International Sukuk Company Limited
6.	Clause 3 of Part IV of Second Schedule	The provisions of clause (b) of 5 [component C of the formula contained in] sub-section (2) of section 61 shall not apply in case of donations made to Agha Khan Hospital and Medical College, Karachi
7.	Clause 5 of Part IV of Second Schedule	The provisions of section 111 regarding un-explained income or assets shall not apply in respect of, — (i) any amount of foreign exchange deposited in a private Foreign Currency account held with an authorized bank in Pakistan in accordance with the Foreign Currency Accounts Scheme introduced by the State Bank of Pakistan: Provided that the exemption clause shall not be available in respect of any incremental deposits made on or after the 16th day of December, 1999 in such accounts held by a resident person or in respect of any amount deposited in accounts opened on or after the said date by such person. (ii) any amount invested in the acquisition of Three Years Foreign Currency Bearer Certificates issued under the Foreign Currency Bearer Certificates Rules, 1997. (iii) rupees withdrawn or assets created out of such withdrawal in rupees from private foreign currency accounts, or encashment of Foreign Exchange Bearer Certificates, US Dollar Bearer Certificates and Foreign Currency Bearer Certificates.
8.	Clause 9AA of Part IV of Second Schedule	Provisions of clause (a) of sub-section (1) of section 153, shall not apply to ship breakers as recipient of payment
9.	Clause 11B of Part-IV of Second Schedule	The provisions of section 150 shall not apply in respect of intercorporate dividend within the group companies entitled to group taxation under section 59AA subject to the condition that the return of the group has been filed for the latest completed tax year
10.	Clause 11C of Part IV of Second Schedule	The provisions of section 151 shall not apply in respect of intercorporate profit on debt within the group companies entitled to group taxation under section 59AA “subject to the condition that the return of the group has been filed for the latest completed tax year

11.	Clause 11E of Part IV of Second Schedule	The provisions of clause (b) of sub-section (1) of section 153 shall not apply to payments received by Sui Southern Gas Company Limited and Pakistan LNG Terminal Limited from Sui Northern Gas Pipelines Limited on account of regasification charges
12.	Clause 12(a) of Part IV of Second Schedule	The provisions of clause (l) of section 21 and clause (a) of sub-section (1) of section 153 shall not apply where agricultural produce is purchased directly from the grower of such produce subject to provision of a certificate by the grower to the withholding agent
13.	Clause 12B of Part IV of Second Schedule	The provisions of section 148 shall not apply to the import of certain goods for a period commencing from 20th day of March, 2020 and ending on 31st day of December, 2021
14.	Clause 12BA of Part IV of Second Schedule	The provisions of section 148 shall not apply on import of thirty million adult 3xPly Knit face masks received as humanitarian assistance from M/s HANES Brands Inc. North Carolina, USA for distribution within the population of Lahore Division, Government of the Punjab
15.	Clause 12C of Part IV of Second Schedule	The provision of section 148 shall not apply to persons importing pulses for a period commencing from the 7th day of April, 2020 and ending on 30th September, 2020
16.	Clause 12D of Part IV of Second Schedule	The provisions of section 148 shall not apply on the import of finished drug Remdesivir 100 mg injection and injectable solution 100 mg vial for the period starting from the 22nd day of June, 2020 and ending on the date as may be notified by the Board in the official Gazette on recommendation of the National Health Services, Regulation and Coordination Division
17.	Clause 12E of Part IV of Second Schedule	The provisions of section 148 shall not apply to persons on import of medicines for treatment of life threatening rare diseases not manufactured in Pakistan, subject to the following conditions, namely:— (i) the import is approved by the Board, through notification in the official Gazette; (ii) the specification and quantity of medicine is recommended by the National Health Services, Regulation and Coordination Division in a prescribed format on a case to case basis; and (iii) such medicine is required for the personal use of the importing person or his immediate family member
18.	Clause 12F of Part IV of Second Schedule	The provision of section 148 shall not apply on import of 1.5 million tons of wheat having PCT Heading 1001.1900 and 1001.9900 in pursuance of Cabinet Decision in case No.399/23/2020 dated the 16th June, 2020
19.	Clause 12G of Part IV of Second Schedule	The provisions of section 148 shall, in pursuance of the Cabinet Decision in case No. 541/30/2020 dated the 4th August, 2020, not apply on import by the Trading Corporation of Pakistan of 300,000 metric tons of white sugar having PCT heading 1701.9910,1701.9920 specification B
20.	Clause 12H of Part IV of Second Schedule	The provisions of section 148 shall not apply on import of certain goods for a period of three months starting from the 23rd of June, 2020
21.	Clause 12I of Part IV of Second Schedule	The provisions of section 148 shall not apply on import of 83 X Micron sprayers for Anti-Locust Operation (Respective heading) by National Disaster Management Authority (NDMA)
22.	Clause 12J of Part IV of Second Schedule	The provisions of section 148 shall, in pursuance of the Cabinet Decision in case No. 34/02/2021, dated the 12th January, 2021, not apply on import of three hundred thousand metric tons of wheat through tendering process by the Trading Corporation of Pakistan
23.	Clause 12K of Part IV of	The provisions of section 148 shall not apply on import of following goods by the manufacturers of oxygen for a period of three months starting from the 25th day of

	Second Schedule	December, 2020
24.	Clause 12L of Part IV of Second Schedule	The provisions of section 148 and 153 shall not apply on import and subsequent supply of five hundred thousand metric tons of white sugar imported by the Trading Corporation of Pakistan
25.	Clause 12M of Part IV of Second Schedule	The provisions of section 148 shall not apply on import of certain goods for a period of one hundred and eighty days starting from the 14th day of May, 2021
26.	Clause 12N of Part IV of Second Schedule	The provisions of section 148 shall not apply on the import of goods which takes place within the jurisdiction of Border sustenance markets specified in Table-I
27.	Clause 38 of Part IV of Second Schedule	The provisions of section 151, 153, 233 and 236Q shall not apply to special purpose vehicle for the purpose of securitization ⁴ [“or issue of sukuku
28.	Clause 38A of Part IV of Second Schedule	The provisions of sections 150, 151 and 233 shall not apply to a Venture Capital Company
29.	Clause 38C of Part IV of Second Schedule	The provisions of section ⁹ [150,] 151, 152, 153 and 233 shall not apply to the Islamic Development Bank
30.	Clause 38D of Part IV of Second Schedule	The provisions of section 151 and 153 shall not apply to the National Disaster Risk Management Fund
31.	Clause 43A of Part IV of Second Schedule	The provisions of sub-section (1) of section 153 shall not apply to payments received by a person ⁶ [] on account of supply of petroleum product imported by the same person under the Government of Pakistan’s deregulation policy of POL products
32.	Clause 43B of Part IV of Second Schedule	The provisions of clause (a) sub-section (1) of section 153 shall not apply to payments received on sale of air tickets by travelling agents, who have paid withholding tax on their commission income
33.	Clause 43C of Part IV of Second Schedule	The provision of clause (a) of sub-section (1) of section 153 shall not be applicable to any payment received by a petroleum agent or distributor who is registered under Sales Tax Act, 1990 on account of supply of petroleum products
34.	Clause 43D of Part IV of Second Schedule	The provisions of 2 [clauses (a) and (b)] of sub-section (1) of section 153 shall not apply in case of an oil tanker contractor with effect from 1st July 2008, provided that such contractor pays tax @ 2.5%, on the payments for rendering or providing of carriage services
35.	Clause 43E of Part IV of Second Schedule	The provisions of 5 [clauses (a) and (b)] of sub section (1) of section 153 shall not apply in case of goods transport contractors, provided that such contractors pay tax at the rate of 3.5% on payments for rendering or providing of carriage services
36.	Clause 43F of Part IV of Second Schedule	The provisions of section 153 shall not apply in the case of a start-up, being recipient of payment, as defined in clause (62A) of section 2

37.	Clause 43G of Part IV of Second Schedule	The provisions of section 153 shall not apply to commodity futures contracts listed on a Futures Exchange licensed under the Futures Market Act, 2016 (XIV of 2016).
38.	Clause 43H of Part IV of Second Schedule	The provisions of clause (b) of sub-section (1) of section 153 shall not apply to an exhibitor or a distributor of a feature film, as a payer, on payment made to a distributor, producer or importer of a feature film
39.	Clause 45 of Part IV of Second Schedule	The provisions of 1 [sub-section 2 (1) of section 153 shall not apply to any manufacturer-cum-exporter as the prescribed person
40.	Clause 45A of Part IV of Second Schedule	The rate of deduction of withholding tax under clauses (a) and (b) of sub-section (1) of section 153 shall be one per cent on local sales, supplies and services provided or rendered to the taxpayers falling in the given categories
41.	Clause 45B of Part IV of Second Schedule	The provisions of section 153 shall not apply on the purchase of used motor vehicles from general public
42.	Clause 46 of Part IV of Second Schedule	The provisions of sub-section (1) of section 153 shall not apply to any payment received by an oil distribution company or an oil refinery and provisions of sub-section (2A) of section 152 shall not apply to Permanent Establishment of Non-resident Petroleum Exploration and Production (E&P) Companies] for supply of its petroleum products.
43.	Clause 46A of Part IV of Second Schedule	the provisions of sub-section 5(3) of section 153 shall not apply to any payment received by a manufacturer of iron and steel products relating to sale of goods manufactured by him.
44.	Clause 46AA of Part IV of Second Schedule	The provisions of section 153 shall not apply to the certain persons as recipients of payment
45.	Clause 47A of Part IV of Second Schedule	The provisions of section 153 shall not apply in respect of payments received by a resident person for supply of such goods as were imported by the same person and on which tax has been paid under section 148
46.	Clause 47B of Part IV of Second Schedule	The provisions of sections 150, 151, 233 and Part I, Division VII of the First Schedule shall not apply to any person making payment to National Investment Unit Trust or a collective investment scheme or Approved Pension Fund or an Approved Income Payment Plan or a REIT Scheme including Special Purpose Vehicle or a recognized provident fund or an approved superannuation fund or an approved gratuity fund
47.	Clause 47C of Part IV of Second Schedule	The provisions of sub-section (1) of section 154 shall not apply to an exporter in respect of cooking oil or vegetable ghee exported to Afghanistan, from whom advance tax has been collected under section 148 on import of edible oil
48.	Clause 47D of Part IV of Second Schedule	The provisions of clause (a) of sub-section (3) of section 153 shall not apply to cotton ginners
49.	Clause 56F of Part IV of Second Schedule	The provision of sub-section (2) of section 156A and clause (a) of subsection (1) of section 169 shall not apply in respect of a person if the person opts to file return of total income along with accounts and documents as may be prescribed, subject to the condition that minimum tax liability under normal tax regime shall not be less than 10% of the

		commission or discount received
50.	Clause 60 of Part IV of Second Schedule	The provisions of sections 148 and 153 shall not apply to fully as well partly designed/assembled cypher devices, for use within the country as are verified by Cabinet Division (NTISB) with reference to design, quality and quantity
51.	Clause 60DA of Part IV of Second Schedule	The provisions of section 148 shall not apply to the import of the capital equipment as defined in Special Technology Zones Authority Act, 2021 (XVII of 2021). (a) Zone developers as defined in Special Technology Zones Authority Act, 2021 (XVII of 2021) for consumption in the special technology zones for the period of ten years commencing from the date of signing the development agreement; (b) Zone enterprises as defined in Special Technology Zones Authority Act, 2021 (XVII of 2021) for a period of ten years from the date of issuance of license by the Special Technology Zone Authority; and (c) Special Technology Zones Authority established under Special Technology Zones Authority Act, 2021 (XVII of 2021)
52.	Clause 60E of Part IV of Second Schedule	The provisions of section 148 shall not apply on mobile phones brought in personal baggage under Baggage Rules, 2006
53.	Clause 62 of Part IV of Second Schedule	The following provisions of Section 97 shall not apply in case of transfer of assets on amalgamation of companies or their businesses or acquisition of shares, requiring that transferor: (a) be resident company; and (b) belong to a wholly-owned group of resident companies. Provided that: (i) the transferee resident company shall own or acquire at least 75% of the share capital of the transferor company or the business in Pakistan of the transferor company; (ii) the amalgamated company is a company incorporated in Pakistan; (iii) the assets of the amalgamating company or companies immediately before the amalgamation become the assets of the amalgamated company by virtue of the amalgamation, otherwise than by purchase of such assets by the amalgamated company or as a result of distribution of such assets to the amalgamated company after the winding up of the amalgamating company or companies; (iv) the liabilities of the amalgamating company or companies immediately before the amalgamation become the liabilities of the amalgamated company by virtue of the amalgamation; and (v) the scheme of amalgamation is sanctioned by the State Bank of Pakistan, any court or authority as may be required under the law.
54.	Clause 67 of Part IV of Second Schedule	The provisions of sections 150, 151, 152, 153 and 233 shall not apply in respect of payments made to the International Finance Corporation established under the International Finance Corporation Act, 1956 (XXVII of 1956)
55.	Clause 67A of Part IV of Second Schedule	The provisions of section 100B and Eighth Schedule shall not apply to transactions carried on upto 30th day of June, 2015, on any Stock Exchange of Pakistan, by International Finance Corporation established under the International Finance Corporation Act, 1956 (XXVIII of 1956)
56.	Clause 68 of Part IV of Second Schedule	The provisions of sections 151, 153 and 155 shall not apply in respect of payments made to the Pakistan Domestic Sukuk Company Ltd
57.	Clause 70 of Part IV of Second Schedule	The provisions of section 148, regarding withholding tax on imports, shall not apply in respect of goods or classes of goods for the execution of contract, imported by contractors and sub-contractors engaged in the execution of power project under the agreement between the Islamic Republic of Pakistan and HUB Power Company Limited
58.	Clause 72 of Part IV of Second Schedule	The provisions of sections 150, 151, 152, 153 and 233 shall not apply in respect of payments made to The ECO Trade and Development Bank.

59.	Clause 73 of Part IV of Second Schedule	To mitigate part of the cost of obtaining foreign support to fill productivity gap, income tax payable by a foreign expert shall be exempted provided that such expert is acquired with the prior approval of the Ministry of Textile Industry
60.	Clause 74 of Part IV of Second Schedule	The provisions of sub-section (8) of section 22 shall not apply to Civil Aviation Authority (CAA) in respect of the asset transferred for the purpose of the ijara agreement between Pakistan Domestic Sukuk Company Limited and the Federal Government.
61.	Clause 75 of Part IV of Second Schedule	The provisions of sub-section (15) of section 22 shall not apply to Civil Aviation Authority (CAA) on the assets acquired from the Federal Government which were previously transferred for the purpose of the Ijara agreement between Pakistan Domestic Sukuk Company Limited and the Federal Government
62.	Clause 93 of Part IV of Second Schedule	The provisions of sub-section (1) of section 154 shall not apply to taxpayers operating halal meat production and qualifying for exemption under clause(126K) of Part-I of this Schedule for the period specified in clause (126K)
63.	Clause 95 of Part IV of Second Schedule	The provisions of sections 147, 151, 152, 236A and 236K shall not apply to the Second Pakistan International Sukuk Company Limited, the Third Pakistan International Sukuk Company Limited and The Pakistan Global Sukuk Programme Company Limited, as a payer
64.	Clause 95A of Part IV of Second Schedule	The provisions of section 236A shall not apply in respect of auction of franchise rights to participating teams in a national or international league organized by any board or other organization established by the Government in Pakistan for the purposes of controlling, regulating or encouraging major games and sports recognized by the Government with effect from the first day of July; 2019
65.	Clause 96 of Part IV of Second Schedule	The provisions of sections 151, 153, 155 and 236C shall not apply to the Second Pakistan International Sukuk Company Limited, the Third Pakistan International Sukuk Company Limited and the Pakistan Global Sukuk Programme Company Limited, as a recipient
66.	Clause 97 of Part IV of Second Schedule	the provision of section 236C shall not apply to Pakistan International Sukuk Company Limited
67.	Clause 97A of Part IV of Second Schedule	The provisions of sections 37, 236C and 236K shall not apply to National Highway Authority in respect of transfer of immovable property to the Pakistan Global Sukuk Programme Company Limited and in respect of transfer of immoveable property to National Highway Authority from the Second Pakistan International Sukuk Company Limited or the Pakistan Global Sukuk Programme Company Limited
68.	Clause 102 of Part IV of Second Schedule	The provisions of section 231B (1A) shall not apply to light commercial vehicles leased under the Prime Minister's Youth Business Loan Scheme
69.	Clause 102A of Part IV of Second Schedule	The provisions of section 233 shall not apply to commission received by a retail branchless banking agent on any amount disbursed by the Ehsaas Emergency Cash Transfer Programme for the period commencing on 16th April, 2020 and ending on 30th day of September, 2020
70.	Clause 103 of Part IV of Second Schedule	The provisions of section 7B shall not apply to yield or profit on investment in Bahbood Savings Certificate or Pensioner's Benefit Account, provided that tax on the said yield or profit on debt is paid at the rates specified in Division I of Part I of the First Schedule subject to clause (6) of Part III
71.	Clause 104 of Part IV of Second Schedule	The provisions of section 5A shall not apply to a company where a restriction has been imposed on distribution of dividend on account of an agreement with the Government of Pakistan

72.	Clause 105A of Part IV of Second Schedule	The provisions of section 177 and 214C shall not apply to a person whose income tax affairs have been audited in any of the preceding four tax years
73.	Clause 107 of Part IV of Second Schedule	The provisions of section 111 relating to unexplained income or assets shall not apply in respect of any contribution paid to the Supreme Court of Pakistan – Diamer Bhasha & Mohmand Dams – Fund
74.	Clause 109A of Part IV of Second Schedule	The provisions of sections in Division III of Part V of Chapter X and Chapter XII of the Ordinance for deduction or collection of withholding tax which were not applicable prior to commencement of the Constitution (Twenty-fifth Amendment) Act, 2018 (XXXVII of 2018) shall not apply to individual domiciled or company and association of persons resident in the Tribal Areas forming part of the Provinces of Khyber Pakhtunkhwa and Balochistan under paragraph (d) of Article 246 of the Constitution with effect from the 1st day of June, 2018 to the 30th day of June, 2023 (both days inclusive)
75.	Clause 109A of Part IV of Second Schedule	The provisions of sections in Division III of Part V of Chapter X and Chapter XII of the Ordinance for deduction or collection of withholding tax which were not applicable prior to commencement of the Constitution (Twenty-fifth Amendment) Act, 2018 (XXXVII of 2018) shall not apply to individual domiciled or company and association of persons resident in the Tribal Areas forming part of the Provinces of Khyber Pakhtunkhwa and Balochistan under paragraph (d) of Article 246 of the Constitution with effect from the 1st day of June, 2018 to the 30th day of June, 2023 (both days inclusive)
76.	Clause 110 of Part IV of Second Schedule	The provisions of sections in Division III of Part V of Chapter X and Chapter XII of the Ordinance for deduction or collection of withholding tax which were not applicable prior to commencement of the Constitution (Twenty-fifth Amendment) Act, 2018 (XXXVII of 2018) shall not apply to individual domiciled or company and association of person resident in the Tribal Areas forming part of the Provinces of Khyber Pakhtunkhwa and Balochistan under paragraph (d) of Article 246 of the Constitution with effect from the 1st day of June, 2018 to the 30th day of June, 2023 (both days inclusive).
77.	Clause 111 of Part IV of Second Schedule	The provisions of section 48 shall not apply to so much of the income of banking company as defined in the said section subject to reduced rate of tax at 20% under rules 7D, 7E and 7F of the Seventh Schedule for tax years 2020 to 2023.
78.	Clause 111A of Part IV of Second Schedule	The provisions of section 100BA and rule 1 of the Tenth Schedule shall not apply to the extent of payment of dividend to non-resident persons.
79.	Clause 111AB of Part IV of Second Schedule	The provisions of section 100BA and rule 1 of the Tenth Schedule shall not apply to non-resident individual holding Pakistan Origin Card (POC) or National ID Card for Overseas Pakistanis (NICOP) or Computerized National ID Card (CNIC) maintaining a Foreign Currency Value Account (FCVA) or Non-resident Pakistani Rupee Value Account (NRVA) with authorized banks in Pakistan under the foreign exchange regulations issued by the State Bank of Pakistan.
80.	Clause 111AC of Part IV of Second Schedule	The provisions of section 100BA and rule 1 of the Tenth Schedule shall not apply to non-resident individual holding Pakistan Origin Card (POC) or National ID Card for Overseas Pakistanis (NICOP) in respect of transactions on which tax is collectible under section 236C and 236K of the Ordinance;
81.	Clause 113 of Part IV of Second Schedule	The provision of sub-section (5B) of sections 147 shall not apply in respect of capital gains arising to a non-resident company having no permanent establishment in Pakistan from investment in debt instruments and Government securities including treasury bills and Pakistan investment bonds through special convertible rupee account (SCRA) maintained with a banking company or financial institution in Pakistan.
82.	Clause 114	The provisions of section 1 [“clause (ae) of sub-section (a) of section 114”] and 181 shall

	of Part IV of Second Schedule	not apply to a non-resident company having no permanent establishment in Pakistan solely by reason of capital gain or profit on debt earned from investments in debt securities and Government securities including treasury bills and Pakistan investment bonds through special convertible rupee account maintained with a banking company or financial institution in Pakistan
83.	Clause 114A of Part IV of Second Schedule	The provisions of clause (ae) of sub-section (1) of section 114 and section 181 shall not apply to a non-resident individual holding Pakistan Origin Card (POC) or National ID Card for Overseas Pakistanis (NICOP) or Computerized National ID Card (CNIC) maintaining a Foreign Currency Value Account (FCVA) or a Nonresident Pakistani Rupee Value Account (NRVA) with authorized banks in Pakistan under the foreign exchange regulations issued by the State Bank of Pakistan
84.	Clause 115 of Part IV of Second Schedule	The provisions of section 153 shall not apply to traders being individuals having turnover upto one hundred million Rupees as a prescribed person.
85.	Clause 118 of Part IV of Second Schedule	The provisions of withholding taxes contained in the Income Tax Ordinance, 2001 (XLIX of 2001) shall not apply to Islamic Naya Pakistan Certificates Company Limited (INPCCL) as a recipient.
86.	Clause 119 of Part IV of Second Schedule	The provisions of section 153(1)(a) shall with effect from the first day of July, 2020 not apply to distributors, dealers, wholesalers and retailers of locally manufactured mobile phone devices as withholding agent.
87.	Clause 120 of Part IV of Second Schedule	The provisions of Divisions II and III of Part V of Chapter X and Chapter XII of the Ordinance for deduction or collection of withholding tax shall not apply to the persons mentioned in Table 1 of clause (66) of Part I of the second schedule as recipients of payment
88.	Clause 121 of Part-IV of Second Schedule	The provisions of section 151 shall not apply to the Prime Minister's Relief Fund for Flood, Earthquake and other calamities with effect on and from the 5th August, 2022.
89.	Clause 122 of Part-IV of Second Schedule	The provisions of section 236 shall not apply on the amount donated through SMS to the Prime Minister's Relief Fund for Flood, Earthquake and other calamities with effect on and from the 5th day of August, 2022.
90.	Clause 123 of Part-IV of Second Schedule	The provisions of section 148 shall for a period of 2[three months from the 1st day of December, 2022] not apply to goods required and imported for relief operation for flood affectees, duly certified by the National Disaster Management Authority or the Provincial Disaster Management Authority.

5.5. Appendix E - Benchmark Framework and Estimation Methodology for Tax Expenditure Reporting

E.1 Purpose and Scope

This Appendix sets out the benchmark framework and estimation methodology applied in this edition of the Tax Expenditure Report. It provides a comprehensive reference for the principles used to determine which provisions of the Income Tax Ordinance, 2001 (ITO, 2001), the Sales Tax Act, 1990 (STA, 1990), and the Customs Act, 1969 are classified as tax expenditures and how their fiscal cost is estimated. The methodology described here is consistent with the standards for tax expenditure reporting issued by the International Monetary Fund (IMF) and the Organization for Economic Co-operation and Development (OECD), and reflects the practice of a growing number of countries that have adopted benchmark-based tax expenditure reporting as a component of fiscal transparency.

This Appendix should be read in conjunction with Section 2 (Scope and Methodology) of this report. Section 2 contains the benchmark definitions specific to each tax as prescribed by the relevant statute; this Appendix provides the underlying analytical framework and the reasoning that informs those definitions.

E.2 The Benchmark Approach

Tax expenditure reporting estimates the fiscal cost of provisions in the tax system that confer preferential treatment on specific taxpayers, transactions, sectors, or activities. The analytical starting point is a benchmark: the standard structure of the tax system in its most fundamental form. A tax expenditure is a provision that departs from this benchmark and reduces tax liability in a targeted manner.

This report adopts a benchmark-relative approach in which only genuine departures from the defined benchmark are classified as tax expenditures. This approach, followed by the IMF, the OECD, Canada, the United Kingdom, Australia, and most major reporting economies, avoids both overstating and understating the size of the tax expenditure system. Overstating occurs when structural features of the tax system, provisions that are constitutionally required, internationally obligated, or necessary to define a coherent tax, are incorrectly recorded as revenue foregone. Understating occurs when genuine policy preferences are omitted. The benchmark approach provides an objective, replicable basis for distinguishing between the two.

The benchmark for each of the three taxes covered in this report is defined by the following elements: the unit of taxation, the taxation period, the tax base, and the rate structure, together with provisions that are constitutionally required, internationally obligated, or necessary to prevent double taxation. A consolidated summary of each benchmark is set out in the table in Section E.3 below.

E.3 Benchmark Tax Systems — Summary

The following table sets out the key features of the benchmark for each tax. Elements listed in this table are not tax expenditures. They define the standard structure against which departures are measured.

Benchmark Element	Description
A. Income Tax — ITO, 2001	
Unit of taxation	The person as defined under Section 2(42) of the ITO, 2001, including individuals, companies, and Associations of Persons, each assessed separately on taxable income.
Taxation period	The tax year 1 July to 30 June, with income taxed on an accrual basis.
Tax base	Income from all sources under Section 9 of the ITO, 2001: salary, property, business, capital gains, and other sources. Residents on worldwide income; non-residents on Pakistan-source income only.
Benchmark rates	Statutory rates under Schedule-1 of the ITO, 2001. An average effective rate of 24.5% for non-banking corporate entities and 39% for banking companies, consistent with the observed distribution of applicable rates. Rate variations within Schedule-1 are part of the benchmark.
Sovereign income — Section 49	The income of the Federal Government is exempt under Section 49 of the ITO, 2001. Provincial and Local Government income is exempt except for out-of-jurisdiction business income. This constitutional principle is part of the benchmark; Section 49 income is not a tax expenditure.
Avoidance of double taxation	Provisions preventing the same economic income from being taxed twice, including foreign tax credits (Section 103) and exemption of inter-corporate dividends, are part of the benchmark.
Constitutional arrangements	Agricultural income is outside the federal benchmark base. Transitional non-taxation in territories newly subject to federal law following constitutional amendment is constitutionally mandated, not discretionary.
International obligations	Exemptions under diplomatic conventions, UN agreements, and development assistance agreements are not tax expenditures. They are listed in Appendix C.
Loss carry-over	The carry-forward and carry-back of losses is a structural feature of income measurement and part of the benchmark.
B. Sales Tax — STA, 1990	
Unit of taxation	The registered person making a taxable supply of goods or services in Pakistan.
Tax base — destination principle	All goods and services consumed within Pakistan. Exports and goods

Benchmark Element	Description
	consumed outside Pakistan are outside the benchmark base.
Exports and international supplies	Goods exported from Pakistan and supplies for consumption aboard international conveyances under Section 4(B) are outside the benchmark base. Their zero-rating or non-taxation is not a tax expenditure.
Financial instruments	Currency notes, banknotes, shares, stocks, and bonds are excluded from the Sales Tax base as a structural feature of consumption taxation. Their non-taxation is part of the benchmark.
Constitutional transition	Non-taxation of supplies in territories subject to constitutionally mandated transition under the Constitution (Twenty-fifth Amendment) Act, 2018, is not a tax expenditure.
International obligations	Exemptions for diplomatic missions, UN agencies, and privileged persons under international agreements are benchmark, consistent with Appendix C.
Benchmark rate	The standard rate of 18% under the STA, 1990.
Multi-stage credit system	The input tax credit mechanism is part of the benchmark. Provisions that give effect to this mechanism, including the exemption of registered manufacturers from the additional levy under the Twelfth Schedule, are not tax expenditures.
C. Customs Duty — Customs Act, 1969	
Tax base	Goods imported into Pakistan for consumption in Pakistan. The benchmark does not extend to goods imported as inputs for goods subsequently exported.
Exports and export inputs	Customs duty remissions on inputs incorporated into exported goods are outside the customs duty base. They are not tax expenditures.
International trade agreements	Customs duty concessions under FTAs and PTAs are binding treaty obligations, not tax expenditures. Reported separately for transparency in Appendix C.
Benchmark rates	Statutory MFN tariff rates applicable during FY 2024-25, together with Regulatory Duty and Additional Customs Duty rates in continuous effect throughout the year.

E.4 Principles Governing Benchmark Classification

The following principles determine whether a provision falls within the benchmark (and is therefore excluded from the expenditure estimates) or constitutes a genuine tax expenditure.

E.4.1 Sovereign Immunity and Government Entity Income

Section 49 of the ITO, 2001 provides that the income of the Federal Government is exempt from income tax, and that the income of Provincial and Local Governments is exempt except for income from business carried on outside their jurisdictional areas. This provision gives effect to the constitutional principle that the sovereign authority does not tax its own income. The revenue attributable to Section 49 is therefore not a tax expenditure; it is a structural feature of the income tax system.

The same principle extends to entities that are extensions of sovereign government finance in substance: statutory pension funds and provident funds established by provincial legislation, whose assets represent accumulated government obligations to public sector employees; employees' social security institutions established by provincial statute with no private shareholders and no commercial purpose; and government-directed public funds established for national infrastructure or public welfare under statutory or judicial authority. The income of such entities is sovereign money managed under statutory obligation. It is treated as part of the benchmark for the purpose of this report.

In the context of Sales Tax and Customs Duty, no statutory provision equivalent to Section 49 exists in precisely the same form. However, the same constitutional principle applies: transactions in which the Federal or Provincial Government is the purchaser or recipient — including government imports under foreign capital assistance grants and goods received by government emergency authorities — do not give rise to a net revenue loss to the consolidated public account and are accordingly outside the scope of expenditure estimation.

E.4.2 Constitutional Arrangements

Certain features of the tax system are determined by the constitutional framework within which the system operates. These are part of the benchmark and are not tax expenditures.

Agricultural income is assigned to the provincial governments under the constitutional distribution of legislative powers and does not form part of the federal income tax base. The non-taxation of agricultural income at the federal level is a structural feature of the benchmark.

Following the Constitution (Twenty-fifth Amendment) Act, 2018, the former Federally Administered Tribal Areas came within the jurisdiction of federal tax laws for the first time. The constitutional amendment provided for a transitional period during which existing fiscal arrangements were maintained. The non-application of Income Tax and Sales Tax in these areas during the constitutionally mandated transition period is not a discretionary policy preference; it is constitutionally determined. The revenue attributable to this transitional non-taxation is not classified as a tax expenditure.

The fiscal arrangements applicable to Azad Jammu and Kashmir are governed by specific constitutional provisions. The non-application of certain federal taxes in AJK during specified periods reflects these arrangements and is part of the benchmark.

E.4.3 International Obligations

Pakistan is a party to bilateral and multilateral agreements that require the grant of tax exemptions or concessions to specified persons, organizations, or transactions. These obligations are part of the framework within which the tax system operates and are not subject to unilateral revision. They include obligations under the Vienna Convention on Diplomatic Relations and the Vienna Convention on Consular Relations in respect of diplomatic missions and their personnel; the Convention on the Privileges and Immunities of the United Nations and related agreements in respect of United Nations agencies; and bilateral development assistance agreements that include an exemption commitment as a condition of the provision of grant financing.

For Customs Duty, the obligations arising from Free Trade Agreements and Preferential Trade Agreements to which Pakistan is a party are of the same character: they are binding international commitments, not domestic policy choices. Consistent with the treatment of international obligations applicable to Income Tax set out in Appendix C of this report, customs duty foregone under FTAs and PTAs is not classified as a tax expenditure. A comprehensive list of provisions excluded from all three taxes on international obligation grounds is provided in Appendix C.

E.4.4 Procedural Withholding Provisions

A number of provisions in the Second Schedule to the ITO, 2001 exempt specified persons or transactions from the operation of withholding tax mechanisms under Sections 148, 150, 151, 153, and related sections. Where such a provision affects only the timing and manner of collection, and the person concerned remains fully liable to income tax at the applicable rate, with that liability discharged through the return-filing and assessment process, no revenue is foregone. The tax is collected through a different mechanism at a later stage.

Provisions of this character are classified as procedural clauses and are listed in Appendix D of this report. The criterion for classification as procedural is that the exemption relates to the collection mechanism only, and that the person concerned remains subject to income tax on the relevant income or transaction without any reduction in the rate or quantum of tax otherwise applicable.

E.4.5 The Destination Principle

The benchmark for Sales Tax is founded on the destination principle: tax applies at the point of consumption within Pakistan. Goods and services consumed outside Pakistan are outside the benchmark base. Accordingly, goods supplied for consumption aboard conveyances proceeding to destinations outside Pakistan under Section 4(B) of the STA, 1990, and goods that are exported from Pakistan, are not subject to Sales Tax as a matter of benchmark definition. The zero-rating or non-taxation of such supplies is not a tax expenditure.

The same principle applies to Customs Duty. The customs duty benchmark applies to goods imported for consumption within Pakistan. Goods imported as inputs and incorporated into products subsequently exported are not consumed in Pakistan. Customs duty remissions, drawbacks, and exemptions on inputs used in export production reflect the outer boundary of the customs duty base rather than a departure from it. Such remissions are not classified as customs duty expenditures.

E.4.6 The Input Tax Credit Chain

The benchmark for Sales Tax provides that the tax is imposed using a multi-stage system under which registered businesses claim input tax credits to recover the Sales Tax paid on their taxable inputs, so that Sales Tax effectively applies only to the value added at each stage and is ultimately borne by the final consumer. Provisions that give effect to this mechanism do not represent revenue foregone; they are integral to how the benchmark Sales Tax operates.

In particular, the exemption of registered manufacturers from the additional three percent minimum value addition tax under the Twelfth Schedule to the STA, 1990, does not give rise to a net revenue loss. A registered manufacturer importing goods for in-house production pays Sales Tax on those imports at the standard benchmark rate and recovers it through the input tax credit mechanism. Application of the Twelfth Schedule's additional levy to such a manufacturer would create a recoverable advance payment, generating no net fiscal benefit. The exemption from this levy for registered manufacturers importing for in-house consumption is accordingly part of the benchmark and not a tax expenditure.

E.5 Estimation Methodology

E.5.1 Revenue Foregone Approach

The fiscal cost of each tax expenditure is estimated using the revenue foregone approach: the amount by which tax revenues are reduced due to the existence of a tax expenditure, assuming all other factors remain unchanged. This involves comparing the tax liability that would have arisen under the benchmark with the tax liability under the applicable provision, for the population of taxpayers affected.

For Income Tax, the estimates are based primarily on income tax return data, supplemented by third-party and administrative data where return data is insufficient. For Sales Tax, the estimates are based on sales tax return data and Goods Declarations relating to imports. For Customs Duty, the estimates are based on customs import data.

The estimates are static: they do not account for the behavioral responses that would follow from the removal of a tax expenditure (taxpayers altering transactions, exit from sectors, or investment reallocation), nor for the macroeconomic effects of policy changes on aggregate tax revenues. The revenue foregone estimates accordingly represent upper-bound estimates of the revenue that would be collected if a particular provision were eliminated.

E.5.2 Income Tax Benchmark Rates

The benchmark rates for Income Tax are the statutory rates prescribed in Schedule-1 of the ITO, 2001. For individual taxpayers, the applicable income tax slab rates are used. For entities reporting losses, the minimum tax rate of 1.25 percent under Section 113 of the ITO, 2001 is applied. For export income, the benchmark rate is 1 percent.

For corporate entities, two benchmark rates are applied. For banking companies, a composite rate of 39 percent is used, reflecting the statutory income tax rate for banking companies and the super tax applicable under Section 4C. For all non-banking companies, an average effective rate of 24.5 percent is used as the benchmark, reflecting the observed distribution of corporate income tax rates applicable to the non-banking corporate taxpayer population. This average rate is applied rather than the general statutory rate because the non-banking corporate population is subject to multiple distinct statutory rates across different sectors and sizes of enterprise.

Company income tax return data for Tax Year 2025 was examined to assess the empirical basis

for the non-banking benchmark rate. The data shows net tax chargeable of approximately Rs. 1,676.8 billion against taxable income of Rs. 3,572.2 billion for non-banking companies, yielding a raw effective rate of 46.94 percent. This rate exceeds the statutory income tax rate because the minimum tax under Section 113 — which is levied at 1.25 percent of turnover regardless of profitability — constitutes a significant component of total tax chargeable for the non-banking corporate population. After separating the estimated minimum tax component (approximately Rs. 653.6 billion, derived as 1.25 percent of aggregate turnover of Rs. 52,286 billion), the residual income-tax-based effective rate is approximately 28.6 percent — consistent with the statutory income tax rate of 29 percent, given the mix of profitable and loss-making filers and differential rates across company types. The 24.5 percent benchmark rate used in this report is accordingly a conservative estimate. It does not overstate the benchmark.

E.5.3 Sales Tax Estimation: Adjustment Factors for Exempt Local Supplies

Under the Sales Tax system, suppliers of exempt goods are not required to charge output Sales Tax on their supplies. However, they are generally unable to claim input tax credits on Sales Tax paid on taxable inputs used in producing, processing, transporting, storing, or distributing those goods. As a result, part of the tax burden remains embedded within the supply chain and is reflected in the final price of the exempt product.

In estimating the revenue foregone arising from exemptions for locally supplied goods, an adjustment is therefore required to account for the fact that some Sales Tax has already been collected at upstream stages of production and distribution. The objective of the adjustment is to avoid overstating the tax expenditure by treating the entire exempt supply value as untaxed.

For this purpose, adjustment factors are applied to the gross value of exempt local supplies, after applying 18% tax rate to the gross value. These factors are intended to approximate differences in embedded taxation across supply chains and to reflect the varying extent to which tax has already been collected prior to the exempt transaction. Lower factors are applied to sectors where a relatively greater share of the tax burden is likely to have been borne and embedded at earlier stages of production and distribution, while high adjustment factors are applied to sector where a comparatively large portion of the potential tax expenditure is associated with the exempt transaction itself. For imported exempt goods, no such adjustment is applied because the tax expenditure arises directly at the import stage and is measured as the Sales Tax that would otherwise have been collected on the import stage.

This report applies differentiated value addition factors calibrated to the economic characteristics of each supply chain, as follows:

Tier	Tax Expenditure Adjustment Factor	Categories of Goods
Tier 1	30 percent	Staple food commodities and basic agricultural inputs, including fertilizers, pesticides, certified seeds, cereals, pulses, fruits, vegetables, livestock products, milk and other essential food items. These supply chains typically involve substantial upstream production, transportation, storage, packaging and distribution activities through which tax is already embedded prior to the exempt transaction. The 30 percent factor is intended to reflect the relatively high level of embedded taxation and the limited incremental tax that would arise at the exempt stage.
Tier 2	40 percent	Pharmaceutical products, medicines, medical devices, dialysis equipment, cardiology products and other healthcare-related supplies. These sectors involve specialized manufacturing, regulatory compliance, technical processing and controlled distribution networks that generate greater value addition than staple food commodities while still containing significant embedded taxation. The 40 percent factor is intended to reflect this intermediate position.
Tier 3	70 percent	All other locally supplied exempt goods for which no sector-specific adjustment is applied. This category continues to use the standard adjustment factor historically applied in previous editions of the report.

The assignment of adjustment factors is based on broad supply-chain characteristics. Tier 1 applies to staple food commodities and basic agricultural inputs, including fertilizers, pesticides, certified seeds, cereals, pulses, fruits, vegetables, livestock products, milk, and other essential food items. These sectors typically involve extensive upstream production, transportation, storage, and distribution activities through which tax is embedded prior to the exempt transaction. Accordingly, a 30 percent adjustment factor is applied.

Tier 2 applies to pharmaceutical products, medicines, medical devices, dialysis equipment, cardiology products, and other healthcare-related supplies. These sectors involve specialized manufacturing processes, regulatory compliance requirements, technical processing, and controlled distribution networks. While substantial embedded taxation exists within these supply chains, the structure of these sectors suggests a comparatively larger proportion of the potential tax expenditure is associated with the exempt transaction than is the case for staple food and agricultural supply chains. Accordingly, a 40 percent adjustment factor is applied.

Tier 3 applies to all remaining locally supplied exempt goods for which no sector-specific adjustment factor is prescribed. A 70 percent adjustment factor is applied to these categories in accordance with the methodology previously adopted in this report.

For the purpose of computation, exempt supplies are grouped according to the applicable tier and the corresponding adjustment factor is applied to the gross exempt supply value. The adjusted values are then aggregated to derive the estimated net Sales Tax expenditure associated with exemptions on locally supplied goods.

E.5.4 Customs Duty Estimation

Customs Duty expenditure is estimated by comparing the duty that would have been payable at the statutory benchmark rate with the duty actually paid under the applicable exemption or concessionary treatment. The benchmark rates are the statutory Most Favoured Nation tariff rates applicable during FY 2024-25, together with Regulatory Duty and Additional Customs Duty rates that were in continuous effect throughout the fiscal year. Exemptions or concessions arising from international trade agreements, and remissions on inputs for export production, are excluded from the expenditure estimates on the grounds described in Section E.4 above.

E.6 Interaction of Tax Expenditures

The fiscal cost of individual tax expenditures is estimated independently for each provision, assuming that all other tax provisions remain unchanged. The sum of individually estimated tax expenditures may not accurately represent the total cost of eliminating all tax expenditures simultaneously, for two principal reasons.

First, the income tax rate structure is progressive: the combined effect of multiple deductions and exemptions may reduce a taxpayer's taxable income to a lower bracket than would apply if all concessions were absent, so that the independent estimates understate the combined cost. Second, tax expenditures interact with each other: some provisions create benefits only in the presence of other provisions (such as the interaction between pension income splitting and the pension income credit), so that independently estimated costs may reflect an element of double-counting when aggregated.

These interactions are not reflected in the individual estimates presented in this report. The reported figures should accordingly be read as approximate measures of the fiscal cost of individual provisions rather than as precise projections of the revenue that would be collected

in the absence of all tax expenditures simultaneously.

E.7 Limitations

The estimates presented in this report are subject to the following limitations, which should be borne in mind when interpreting the figures.

- **Behavioral responses:** The estimates do not account for changes in taxpayer behavior that would follow from the withdrawal of a tax expenditure. Taxpayers may restructure transactions, reduce activity, or shift to alternative instruments in response to increased tax liability. The revenue foregone estimates accordingly overstate the revenue that would actually be collected if a provision were eliminated.
- **Economic activity effects:** The estimates do not account for the macroeconomic effects of tax expenditures on investment, output, employment, and aggregate tax revenues. A tax expenditure that stimulates economic activity may generate additional tax revenue that partially offsets its direct cost; conversely, its elimination may reduce activity and curtail the expected revenue gain.
- **Data limitations:** For certain provisions, particularly those governing complex financial transactions, the available data do not permit precise quantification of the taxpayer population and income affected. In such cases, estimates may rely on supplementary data from third-party sources, administrative data, or historical trends.
- **Boundary determination:** The determination of which provisions form part of the benchmark and which are tax expenditures requires judgement, particularly at the margins. This report applies the principles described in Section E.4 consistently, but alternative reasonable interpretations of the benchmark are possible for some provisions. Where a provision is close to the boundary, this is noted in the relevant appendix entry.
- **Non-additivity:** As noted in Section E.6, individual estimates are not additive due to the interaction of provisions and the progressive rate structure.

These limitations are common to tax expenditure reporting across all major jurisdictions and are acknowledged as inherent features of the revenue foregone methodology by the IMF, the OECD, and other international bodies. They do not undermine the value of the estimates as indicators of the relative magnitude of individual tax expenditures and as a basis for comparative analysis over time.

5.6. Appendix F – Data Sources

The estimates for tax expenditures related to Sales Tax and Customs Duty are derived from data obtained from the FBR’s official database (PRAL). However, when it comes to estimating Income Tax expenditure, the data available from FBR’s database, specifically from income tax returns, has certain limitations and is not sufficient for accurately calculating tax expenditures. To address this, additional data was requested from FBR’s field formations. In many instances, data was also sourced from various third-party organizations. A list of these sources is provided below:

Federal Government and Semi-Autonomous Departments:

1. Accountant General Pakistan Revenue
2. Alternative Energy Development Board
3. Aviation Division
4. Board of Investment
5. Bureau of Emigration
6. Controller General of Accounts
7. Economic Affairs Division
8. Employees’ Old-Age Benefits Institution
9. Engineering Development Board
10. Export Processing Zones Authority
11. Federal Employees Benevolent and Group Insurance Fund
12. Finance Division
13. Military Accountant General, Rawalpindi
14. Military Lands & Cantonment Headquarters, Rawalpindi
15. Ministry of Energy (Power Division)
16. Ministry of Foreign Affairs
17. Ministry of Maritime Affairs,
18. Ministry of Textile Industry
19. National Logistic Cell, Rawalpindi
20. National Transmission & Dispatch Company (NTDC)
21. Oil & Gas Development Company Limited (OGDCL)
22. Oil & Gas Regulatory Authority (OGRA)
23. Pakistan Agricultural Research Council
24. Pakistan Centre for Philanthropy (PCP)
25. Pakistan Council of Scientific and Industrial Research
26. Pakistan National Shipping Corporation
27. Pakistan Railway Headquarters, Lahore
28. Pakistan Software Export Board (PSEB)
29. Pakistan Telecommunication Authority (PTA)

30. Pakistan Water & Power Development Authority
31. Petroleum Division
32. Prime Ministers' Office (Prime Minister's Youth Program)
33. Private Power and Infrastructure Board (PPIB)
34. Registrar of Ships & Superintendent of Light Houses
35. Securities & Exchange Commission of Pakistan (SECP)
36. State Bank of Pakistan (SBP)
37. Privatization Commission of Pakistan
38. Earthquake Rehabilitation and Reconstruction Authority (ERRA)

Provincial Government Departments:

39. Accountant General, Balochistan
40. Accountant General, KPK
41. Accountant General, Punjab
42. Accountant General, Sindh
43. Board of Revenue, Balochistan
44. Board of Revenue, KPK
45. Board of Revenue, Punjab
46. Board of Revenue, Sindh
47. Directorate of Postal Accounts, Lahore
48. Energy Department, Sindh
49. Finance Department, Balochistan
50. Finance Department, KPK
51. Finance Department, Punjab
52. Finance Department, Sindh
53. Mines & Mineral Development Department (Sindh)
54. Provincial Sports Boards
55. Provincial Textbook Boards
56. Social Security Institutions

Financial Institutions

57. Asset Management / Mutual Funds Institutions
58. Commercial Banks
59. Real Estate Investment Trust (Dolmen City)
60. Health Insurance Companies
61. National Investment Trust Limited
62. Pakistan Mortgage Refinance Company Limited,
63. Pakistan Stock Exchange
64. Pension Funds (registered under Voluntary Pension System)
65. Private pension funds and trusts (registered with FBR)
66. Provident Fund Institutions (those registered under Provident Fund Act 1925)

Private/Others

67. Agha Khan Development Network
68. Association of Builders and Developers (ABAD)

69. China North Industries Corps
70. China Overseas Ports holding Company (Pakistan) Pvt. Ltd.,
71. Gwadar Free Zone Company (GFZC)
72. Overseas Pakistani's Foundation
73. Pakistan Film Producers Association
74. Pakistan Science Foundation
75. Pakistan Software Houses Association for IT & ITES (P@SHA)
76. Shipping Companies
77. Women Chambers of Commerce and Industries

Websites

78. Finance Division, Government of Pakistan (<https://www.finance.gov.pk>)
79. Accountant General Pakistan Revenues (<https://www.agpr.gov.pk>)
80. State Bank of Pakistan (<https://www.sbp.org.pk>)
81. Pakistan Bureau of Statistics (<https://www.pbs.gov.pk>)
82. Global Tax Expenditure Database (<https://gted.taxexpenditures.org/>)

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BILL

to give effect to the financial proposals of the Federal Government for the year beginning on the first day of July, 2026, and to amend certain laws

WHEREAS, it is expedient to make provisions to give effect to the financial proposals of the Federal Government for the year beginning on the first day of July, 2026, and to amend certain laws for the purposes hereinafter appearing;

It is hereby enacted as follows:-

1. Short title and commencement. — (1) This Bill shall be called the Finance Bill, 2026.

(2) It shall, unless otherwise provided, come into force on the first day of July, 2026.

2. **Amendments of the West Pakistan Motor Vehicles Taxation Act, 1958 (WP Act XXXII of 1958).**- In the West Pakistan Motor Vehicles Taxation Act, 1958 (WP Act XXXII of 1958) as in force in the Islamabad Capital Territory, in the Schedule, for the Tables 2, 3, 4 and 5, the following shall be substituted, namely:-

“SCHEDULE

[see section 3]

Table 2

Token Tax on Motor Vehicles

S.No	Category	Tax Rates for ICT
(1)	(2)	(3)
1	Engine capacity upto 1000 CC	20,000
2	Engine capacity from 1001 to 1300 cc	0.25 % of Invoice Value
3	Engine capacity from 1301 to 1500 cc	0.25 % of Invoice Value

4	Engine capacity from 1501 to 2000 cc	0.25 % of Invoice Value
5	Engine capacity from 2001 to 2500 cc	0.35 % of invoice Value
6	Engine capacity from 2501 and above	0.35 % of invoice Value

Table 3

Motor Cabs

S.No	Category	Tax Rates for ICT
(1)	(2)	(3)
1	Engine capacity upto 1000 CC	600
2	Exceeding 1000cc but not more than 1300cc	1,000
3	Exceeding 1300cc but not more than 1500cc	1,700
4	Exceeding 1500cc but not more than 2000cc	2,500
5	Exceeding 2000cc but not more than 2500cc	3,400
6	Exceeding 2500cc	4,200

Table 4

Public Service Vehicle

S.No	Category	Tax Rates in ICT Per seat per annum
(1)	(2)	(3)
1	Vehicle (8 seater)	350
2	Vehicle (13 seater)	400

3	Vehicle (15 seater)	500
4	Vehicle (16 seater)	600
5	Vehicle (42 seater)	700
6	Vehicle (52 seater)	850

Table 5

Commercial Vehicle/Loading Vehicles

S.No	Category	Proposed Rates
(1)	(2)	(3)
1	Vehicles not exceeding 1250 KG in laden weight	500
2	Vehicles with maximum laden capacity exceeding 1250 KG but not exceeding 2030 KG	1,000
3	Vehicles with maximum laden capacity exceeding 2030 KG but not exceeding 4060 KG	1,000
4	Vehicles with maximum laden capacity exceeding 4060 KG but not exceeding 6090 KG	6,600
5	Vehicles with maximum laden capacity exceeding 6090 KG but not exceeding 8120 KG	6,600
6	Vehicles with maximum laden capacity exceeding 8120 KG	12,000
7	Vehicles with maximum laden capacity exceeding 8120 Kg, but not exceeding 12000 Kg	12,000
8	Vehicles with long trailers or other vehicles with maximum laden capacity exceeding 12000 Kg, but not exceeding 16000 Kg	18,000

9	Vehicles with long trailers or other vehicles with maximum laden capacity exceeding 16000 Kg	24,000
10	Tractor (With trolley)	2,600
11	Tractor (Without trolley)	2,600.”.

3. **Amendments of the Petroleum Products (Petroleum Levy and Climate Support Levy) Ordinance, 1961 (XXV of 1961).**- In the Petroleum Products (Petroleum Levy and Climate Support Levy) Ordinance, 1961 (XXV of 1961), the following further amendments shall be made, namely:—

1. in section 2,-

(a) for clause (1), the following shall be substituted, namely:-

“(1) “company” means an oil marketing company and includes a person engaged in the manufacturing, refining or reclaiming of lubricating oil from used lubricating oil under a license granted by OGRA;”;

(b) after the omitted clause (4D), the following new clauses shall be inserted, namely:

“(4E) “Oil Marketing Company” means a company, other than lubricant marketing company, engaged in purchasing or obtaining of petroleum products from refineries or blending plants or through sources abroad for selling, distributing or marketing, directly through his agents or dealers at his dispensing outlets or filling stations; and

(4F) “OGRA” means the Oil and Gas Regulatory Authority of Pakistan established under the under the Oil and Gas

Regulatory Authority Ordinance, 2002 (Ordinance XVII of 2002);”;

(c) for clause (7), the following shall be substituted, namely:-

“(7) “refinery” means a facility or industrial plant where crude oil is refined to produce petroleum products.”;

2. in section 3,-

(a) for sub-section (1), the following shall be substituted, namely:-

“(1) The payment of Petroleum Levy and Climate Support Levy shall deemed to be a license condition of every company, refinery or licensee from the date of issue of license by OGRA and such company, refinery or licensee shall pay to the Federal Government, Petroleum levy and Climate Support Levy on petroleum products at such rates as may respectively be notified by the Federal Government in the official Gazette, from time to time.”; and

(b) sub-section (3) shall be omitted;

3. after section 3A, the following new sections shall be added, namely:-

“3B. Late payment surcharge.— (1) Where any amount of the Petroleum Levy and Climate Support Levy are not paid within the prescribed due date i.e. the date of filing of Sales Tax or Federal Excise Returns in case of local production and date of payment of custom duty in case of imported products, the defaulting company, refinery or licensee shall, in addition to the amounts due, be liable to pay late payment surcharge calculated in the manner as specified in sub-section (1) of section 40D of the Public Finance Management Act, 2019.

3C. Recovery of amounts due under this Ordinance.— (1)

Notwithstanding anything contained in the Public Finance Management Act, 2019 and subject to sub-section (2) of this Act, if the Petroleum Levy and Climate Support Levy due or the late payment surcharge are not paid within ninety days, the relevant department responsible for collecting the Petroleum Levy and Climate Support Levy under sub-section (2) of section 3A of this Act, may request the Commissioner (Inland Revenue) to exercise powers of recovery in the same manner as income tax arrears under Part IV of Chapter X of the Income Tax Ordinance, 2001 (XLIX of 2001) or rules made thereunder in this behalf:

Provided that the Commissioner (Inland Revenue) shall have no authority to grant extension of time to the notice of recovery or allow payments of outstanding levies under this Ordinance including late payment surcharge in instalments of equal or varying amounts.

(2) The relevant department under sub-section (2) of section 3A of this Act, as it deems fit and proper, may either, separately or simultaneously, initiate recovery of the Petroleum Levy and Climate Support Levy, or, the late payment surcharge, as the case may be.

(3) Any irregularity or infirmity in the recovery proceedings under this section shall not be grounds of challenge before a tribunal or courts of law.

(4) The Commissioner (Inland Revenue) shall be bound to submit a report every fortnight to the divisions concerned to whom subjects of finance and petroleum are allocated under the Rules of Business, 1973

on the progress of recovery proceedings, and failure to recover the amounts due shall be explained in writing.

(5) Prior to commencement of the Finance Act, 2026, where any amount of the Petroleum Levy and Climate Support Levy or the late payment surcharge are due under sections 40B and 40D of the Public Finance Management Act, 2019, it shall be recoverable under this section.”;

4. after section 4, the following new section (4A) shall be inserted, namely:-

“4A. Mandatory reporting mechanism for petroleum levy and climate support levy payments.— (1) Every company, refinery or licensee under this Ordinance shall submit monthly statement regarding the payment of the Petroleum Levy and Climate Support Levy on sale of petroleum products. The statement shall be supported by documentary evidence including monthly sales invoice submitted to the Federal Board of Revenue established under the Federal Board of Revenue Act, 2007 (Act No. IV of 2007) including any other document required by the relevant department from time to time.

(2) Every company, refinery or licensee under this Ordinance shall furnish an annual audited certificate to the Petroleum Division, issued by the Authorized Audit Firm, certifying the accuracy of the levy and or levies accrued and paid under this Ordinance.

Explanation: For purposes of this section, Authorized Audit Firm means an audit firm registered with the Audit Oversight Board under the Securities and Exchange Commission of Pakistan Act, 1997 (XLII of 1997).

- (3) The costs and expenses of such audit shall be borne solely by the relevant company, refinery or licensee.”;
5. **Omission of the Second Schedule, Ordinance XXV of 1961.**- In the said Ordinance, the Second Schedule shall be omitted.
6. **Omission of the Fourth Schedule, Ordinance XXV of 1961.**- In the said Ordinance, the Fourth Schedule shall be omitted.
4. **The Customs Act, 1969 (IV of 1969).**- In the Customs Act, 1969 (IV of 1969), the following further amendments shall be made, namely: —
- (1) in section 2, after clause (ssss), a new clause shall be added, namely: —
“(ssssa) **“State warehouse”** means any place authorized by the Collector of Customs to store the detained, seized or confiscated goods, as the case may be”;
- (2) in section 19, in sub-section (5), in the second proviso, for the figure “2026”, the figure “2027” shall be substituted;
- (3) in section 32, —
- (a) in sub-section (3), in the first proviso, the words “in a case” shall be omitted; and
- (b) in sub-section (3A), in the proviso, the words “in a case” shall be omitted;
- (4) in section 80, in sub-section (4), —
- (a) after the word “examined”, a comma shall be inserted and thereafter the word “scanned” shall be inserted; and
- (b) in the proviso, after the word “examined”, the words “or scanned” shall be inserted;
- (5) in section 82, —

- (a) in sub-section (1), —
- (i) for the words “Federal Government”, the word “Board” shall be substituted; and
 - (ii) in the first proviso, after the word “waive”, the words “or reduce” shall be inserted and for the full stop at the end a colon shall be substituted and thereafter the following new proviso shall be added, namely: -

“Provided further that the Board may notify the rules to regulate the implementation of above provisions, including the process of appeal against imposed penalties and the Customs stations, goods or class of goods, where the provisions of sub-section (1) shall not be applicable.”;

and

- (b) in sub-section (2), after the fifth proviso, the following new proviso shall be added, namely: -

“Provided also that the Board may authorize any person, to auction any auctionable goods, in the manner as notified by the Board.”;

- (6) in section 156, in sub section (1), in the Table. —
- (a) against S.No. 7A, in the third column, for the words “five hundred thousand”, the words “ten million” shall be substituted;
 - (b) after S.No.62, the following S.No. shall be added, namely: -

"62 A	If any person is found to be involved or abetting in the removal, substitution, damage or otherwise tempering with any goods, whether or not confiscated, at any such place as authorized by the Collector as a State Warehouse.	such person shall be liable to a penalty not exceeding two times the value of the goods involved; and upon conviction by a Special Judge, shall further be liable to imprisonment for a period not exceeding five years, or fine or the both."; and	General
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(c) against S.No. 83, in the second column, for the existing entry, the following shall be substituted, namely: —

"If an officer of any authority who is duty bound under section 170 to deposit the impugned goods with customs, neglects so to do.";

(7) in section 157, after sub-section (2), the following explanation shall be added, namely: —

"Explanation: — The word "removal" includes, and shall be deemed to have always included, every act of carrying, transporting, depositing, harbouring, keeping, concealing, retailing, or any other act involving movement of smuggled goods.";

(8) for section 170, the following shall be substituted, namely: —

"170. Procedure in respect of goods seized or detained by other authorities.- Notwithstanding anything contained in any other law for the time being in force, when any goods liable to confiscation under this Act are detained or seized by any other authority on any violation,

irrespective of any pending proceedings under the laws of that authority, the customs authorities upon confirmation that such goods are liable to confiscation shall intimate that authority in writing and that authority shall be bound to deposit the impugned goods with customs for further processing under this Act.”;

- (9) in section 179, after sub-section (5), the following sub-section shall be added, namely: —

“(6) Notwithstanding anything contained in this Act, or any other law for the time being in force, the Board may notify a procedure for faceless adjudication whereby adjudication proceedings shall be conducted without any face-to-face interaction between the adjudicating officer and the respondent. The virtual mode shall be in such manner as may be prescribed by the Board from time to time.”;

- (10) in section 185A, after sub-section (5), the following sub-section (6) shall be added, namely: —

“(6) Where a Special Judge during trial of an offence punishable under this Act, is satisfied that there is any reasonable grounds for believing that the accused has committed an illegal transfer of funds into or out of Pakistan, he may order the freezing of the assets of the accused, whether in his possession or in the possession of any other person on his behalf.”;

- (11) after section 196J, the following section shall be added, namely; —

“196JJ. Independent case scrutiny committee.- (1) Any Civil petition, reference, civil petition for leave to appeal or review petition before the High Court, the Federal Constitutional Court or the Supreme Court of

Pakistan shall only be filed by the Collector or Director of Customs, or any officer of Customs not below the rank of Deputy Collector or Deputy Director authorized by the Collector or Director of Customs, in writing, subject to approval by an independent case scrutiny committee, as constituted by the Board under sub-section (3).

(2) The Board may constitute one or more such committees and assign them jurisdiction which shall exercise the powers and functions in a manner, and from the date, as may be notified by the Board.

(3) The independent case scrutiny committee shall comprise of the following Members, namely: —

- (a) a retired judge of superior judiciary who shall also act as Chairman of the Committee;
- (b) an advocate having not less than fifteen years of experience in customs and commercial litigation before the High Court or Supreme Court of Pakistan; and
- (c) a serving or retired officer not below the rank of Director or Collector of Customs.

(4) The members shall receive such remuneration as may be prescribed by rules.

(5) Recommendations of the committee shall be binding upon the concerned Collector or Director of Customs.

(6) No suit, prosecution or other legal proceedings shall lie against the members of the committee in relation to the decisions made under this section.”;

(12) in section 215, in clause (c), for the full stop at the end, the expression “;or” shall be substituted and thereafter the following new clause shall be added, namely: —

“(d) in the manner prescribed for service of a summons under the Code of Civil Procedure, 1908 (Act V of 1908).”;

(13) The amendment set out in the First Schedule to this Act shall be made in the First Schedule to the Customs Act, 1969 (IV of 1969): and

(14) The Fifth Schedule to the Customs Act, 1969 (IV of 1969), shall be substituted in the manner provided for in the Second Schedule to this Act.

5. **Amendments in the Sales Tax Act, 1990.**— In the Sales Tax Act, 1990 (VII of 1990), the following further amendments shall be made, namely: -

(1) in section 2,—

(a) after clause (1A), the following new clauses shall be inserted, namely:—

“(1AA)“**advance receipt invoice**” means an invoice in the format as may be notified by the Board from time to time;

(1AAA)“**algorithmic settlement mechanism**” means algorithmic settlement mechanism provided under section 26AAA of this Act”

(b) after the omitted clause (9AA), the following new clause shall be inserted, namely:—

“(9AB) **“electronic invoicing system”** means such electronic system or mechanism as may be prescribed or approved by the Board for issuance and recording of sales tax invoices in electronic form;”;

(c) after clause (17), the following new clause shall be inserted, namely:-

(17A) **“National faceless centre”** means National faceless centre as defined in section 32C of the Act;”;

(d) after clause (22), the following new clause shall be inserted, namely:-

“(22)(1A) **“production monitoring system”** means any system or technology, used for the purposes of monitoring production and sale of goods, whether in real-time or otherwise, including such systems or technologies as may be prescribed by the Board from time to time;

(e) in clause (43A),-

(i) in sub-clause (d), after the expression, “wholesaler-cum-retailer”, the expression “having turnover more than two hundred million” shall be inserted;

(ii) sub-clauses (f) and (g) shall be omitted;

(iii) after omitted sub-clause (ga), the following new sub-clause shall be inserted, namely:-

“(gb) a retailer having turnover exceeding two hundred million rupees either by way of declaration or from worked back value of turnover from tax deduction

under section 236G or 236H of Income Tax Ordinance, 2001 (XLIV of 2001) during the immediately preceding twelve consecutive months; and” and

- (iv) in sub-clause (h), for full stop at the end, a colon shall be substituted and thereafter the following proviso shall be added, namely:—

“Provided that the Board may also exclude any person or class of persons through a notification in the official gazette.”;

- (f) in clause (44), after sub-clause (a), the following explanation shall be added, namely:—

“Explanation.— For the removal of doubt, the term goods are delivered or made available mean the goods become ready for dispatch from the business premises including but not limited to factory, warehouse, godown or branch.”; and

- (g) in clause (46), in sub-clause (j), in the first proviso, at the end, for the colon, the full stop shall be substituted and thereafter the following expression shall be added, namely:-

“For this purpose of valuation, the Board may use the valuation of such goods as notified by Pakistan Bureau of Statistics immediately before the start of tax period. The Board may also where deems fit outsource the functions of valuation of goods to third party in the mode and manner as may be prescribed.”;

- (2) in section 6, in sub-section (2), after the first proviso, for full stop at the end, a colon shall be substituted and thereafter the following new proviso shall be added, namely:–

“Provided further that in the case of steel melters, steel re-rollers and composite units, the tax shall be collected on the basis of per unit electricity consumption at the rate as prescribe by the Board, through notification in the official Gazette. The tax so collected shall be adjustable and the excess amount, if any, shall be refunded on monthly basis through Board’s automated refund system to those registered persons who integrate with the Board’s prescribed production monitoring and digital invoicing systems.”;

- (3) in section 8B, in sub-section (1), in the second proviso, for full stop at the end, a colon shall be substituted and thereafter the following new proviso shall be added, namely:–

“Provided further also that the Board may by notification in the official Gazette, reduce or enhance the limit provided in this sub-section for any registered person on the basis of compliance or non-compliance with the production monitoring, digital invoicing, e-bility, POS, or any other electronic system prescribed by the Board for digital integration of data.”;

- (4) in section 9, for full stop at the end, a colon shall be substituted and thereafter the following proviso shall be added, namely:-

“Provided that the issuance of debit and credit notes shall be governed by the mechanism including electronic adjustments, as may be prescribed by the Board.”;

- (5) after section 11G, the following new section shall be inserted, namely:-
- “11H. Faceless audit and assessment.–** (1) Notwithstanding anything to the contrary contained in any other provision of this Act, any audit under sections 25 and 72B, any order made under section 11E, and rectification under section 57 with respect to the cases referred to in sub-section (2), may be made in a faceless manner as may be prescribed by the Board from time to time.
- (2) The faceless assessment under sub-section (1) shall be made in respect of such persons or class of persons, or incomes or class of incomes, or cases or class of cases, as may be specified by the Board.
- (3) The provisions of section 25 shall apply to the audit conducted in faceless manner under this section:
- Provided that where opportunity of being heard is to be provided to the taxpayer during the course of this audit or a statement under oath is required to be obtained from a taxpayer or any other person under section 37 of this Act, the same shall be done through E-hearing:
- Provided further that the identity of the officer, including facial and voice identity, conducting such E-hearing shall be kept confidential.”;
- (6) in section 21, in sub-section (2), after the word “invoices”, the expression “, has committed non-compliance of sub-sections (5) and (6) of section 23 or section 40C” shall be inserted;
- (7) in section 23, in sub-section (1),–
- (i) for the words “supply shall issue a serially numbered tax invoice” the expression “as well as exempt supply shall issue a tax invoice

including an advance receipt invoice, bearing a verifiable and unique FBR invoice number” shall be substituted; and

- (ii) in clause (b), after the Explanation, for the existing provisos, the following shall be substituted, namely:—

“Provided that the Board may notify any person or class of persons who may be allowed to issue an advance receipt invoice within the notified system:

Provided further that the condition of verifiable and unique FBR invoice number shall be applicable from a time as notified by the Board.”;

- (8) in section 25,—

- (i) after sub-section (8), the following new sub-sections shall be inserted, namely:-

“(8A) If, at any stage of the proceedings before him, if the Commissioner is of the opinion that having regard to, —

- (a) the nature and complexity of the accounts; or
- (b) volume of the accounts; or
- (c) doubts about the correctness of the accounts; or
- (d) multiplicity of transactions in the accounts; or
- (e) specialized nature of business activity of the registered person, and interests of the revenue, is of the opinion that it is necessary so to do, he may, after giving the registered person a reasonable opportunity of being heard, and with the previous approval of the Chief Commissioner, direct

the registered person to get either any or all of the following:—

- (i) accounts re-audited by an accountant, and to furnish a report of such audit duly signed and verified by such accountant including answers to the specific queries as the Commissioner may require; or
- (ii) inventory re-valued by a cost accountant, and to furnish a report of such inventory valuation duly signed and verified by such cost accountant including answers to the specific queries as the Officer of Inland Revenue may require;

Explanation:- The accountant or the cost accountant, as referred to in this sub-section shall be nominated by the Commissioner for the purposes of the said sub-section from amongst the panel of such accountants or cost accountants nominated by the Board.”; and

(8B) After completion of the audit, the officer of Inland Revenue shall, after obtaining the registered person’s explanation on all the issues raised in the audit, issue an audit report containing audit observations and finding.”;

- (ii) in sub-section (9), for the words “completion of the audit”, the words “issuing the audit report” shall be substituted; and
- (iii) in sub-section (11),—

- (a) for the words “wishes to deposit”, the word “deposits” shall be substituted; and
 - (b) in the second proviso, for the words “full amount”, the words “fifty percent” shall be substituted;
- (9) after section 30A, the following new section shall be inserted, namely:-

“30AA. Faceless jurisdiction. – (1) Notwithstanding anything contained in this Act, the Inland Revenue tax authorities appointed in National faceless center shall perform all or such functions, and exercise all or such powers under this Act as may be assigned to them in respect of such persons, or classes of persons, for such tax periods of a person through algorithms developed by the Board.

(2) The jurisdiction so assigned may be exclusive or concurrent.

(3) The Board may transfer jurisdictions in respect of persons or classes of persons, for a specific tax period, for which the jurisdiction has already been assigned under this section, from National faceless center to the officer of Inland Revenue having jurisdiction under section 30 of this Act, on the recommendation of the Chief Commissioner or on its own accord.

(4) The Chief Commissioner appointed in the National faceless center may request the Board to direct the officer of Inland Revenue having jurisdiction under section 30 or any other Authority under this Act, as it may deem fit, to conduct physical verification including nature and size of the business, assets, investments, expenditures, and any other information or verification required by the Chief Commissioner for conducting any proceedings assigned to the National faceless centre:

Provided that the Board may exercise its power of allocation of verification through an algorithm based system.

(5) Notwithstanding anything contained in any law for the time being in force, the identity of the authority exercising jurisdiction in the National faceless centre shall be kept confidential from the registered person, the authorized representative of the registered person, and any unauthorized person.

(6) No notice, order, or other communication by an authority appointed at the National faceless centre shall be called in question or set aside merely on the ground that such authority did not have jurisdiction over the taxpayer under section 30 of this Act, or lack of notified delegation of power under section 32 of this Act, or because of the fact that identity of the authority has been kept confidential from the taxpayer as per sub-section (5).”;

(10) after section 30DDDA, the following new section shall be inserted, namely:–

“30DDDB. **Directorate General (Field Compliance) Inland Revenue.**– (1) The Directorate General (Field Compliance) Inland Revenue shall consist of a Director General and as many Directors, Additional Directors, Deputy Directors, Assistant Directors and such other officers as the Board may, by notification in the official Gazette, appoint.

(2) The Board may, by notification in the official Gazette,--

(a) specify the functions and jurisdiction of the Directorate General and its officers; and

(b) confer the powers of authorities specified in section 30 upon the Directorate General and its officers.”

- (11) after section 32B, the following new section shall be inserted, namely:-
- “32C. National faceless centre.–** (1) Notwithstanding anything to the contrary contained in any of the provisions of this Act, the Board may, for the purposes of proceedings under this Act in faceless manner, establish a National faceless center (hereinafter referred to as “the Centre”) and specify its jurisdiction, powers, and functions.
- (2) The centre shall comprise a Director General and as many officers of Inland Revenue along with support staff, as the Board may deem fit for the purposes of this section.
- (3) The Board may design algorithms for assigning any function or jurisdiction under this section to any of the authorities mentioned in sub-section (2).
- (4) The centre shall comprise as many wings and units as may be prescribed by the Board.
- (5) The functions of audit, assessment, and quality control in a specific case for a specific tax period shall be performed by separate officers.
- (6) All communications, among the units, or with the registered person, or an authorized representative of the registered persons, or with any other person with respect to the information or documents or evidence or any other details, as may be necessary, shall be through electronic means.”;
- (12) in section 33, in the Table, in column (1),–

- (a) against S. No. 1, in column (2),—
 - (i) for the word "ten ", the word "fifty " shall be substituted; and
 - (ii) in the proviso, for the word " hundred", the word " thousand " shall be substituted;
- (b) against S. No. 2, in column (2), for the expression "five thousand rupees or three per cent", the expression "twenty-five thousand rupees or five per cent" shall be substituted;
- (c) against S. No. 3, in column (2),—
 - (i) for the word "ten ", the word "fifty" shall be substituted; and
 - (ii) for the word "five", the word "ten" shall be substituted;
- (d) against S. No. 5, in column (2),—
 - (i) for the expression "ten thousand rupees or five per cent of the amount of the tax involved, whichever is higher", the expression "fifty thousand rupees or five per cent of the amount of the tax involved, whichever is higher" shall be substituted; and
 - (ii) in the first proviso, for the word " hundred", the word "thousand" shall be substituted;
- (e) against S. No. 7, in column (2), for the word "ten", the word "fifty" shall be substituted;
- (f) against S. No. 8, in column (2), for the word "ten", the word "fifty" shall be substituted;
- (g) against S. No. 25, in column (1) and entries related thereto in column (2), the following shall be substituted, namely:—

<p>25. Any person, who is required to integrate his business for monitoring, tracking, reporting or recording of sales, production and similar business transactions with the Board or its computerized system, fails to get himself registered under this Act, and if registered, fails to integrate in the manner as required under law within the stipulated time as notified by the Board.</p>	<p>Such person shall be liable to pay a penalty up to one million rupees, if he continues to commit the offence after one month of the imposition of first penalty, he shall be liable to second penalty of up to five million rupees.</p> <p>Notwithstanding, his business premises shall be liable to be sealed with or without imposition of penalty by an officer of Inland Revenue in the manner as may be prescribed.</p>
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(h) after S. No. 28, the following new S. Nos. and entries relating thereto in columns (1), (2) and (3) shall be added, namely:—

<p>29. Where any registered person issues a</p>	<p>(i) Such person shall pay a penalty equal to the face value of the</p>	<p>2(37)</p>
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<p>tax invoice for a transaction which is simulated or fictitious, or for which no actual supply of goods or services has taken place, as established after notice and adjudication.</p>	<p>simulated or fictitious invoice or invoices.</p> <p>(ii) The Board shall, after issuance of a show cause notice and an opportunity of being heard, place the name and registration number of such person on a publicly accessible simulated invoice issuers register maintained on the Board's computerized system.</p> <p>(iii) Any input tax credit claimed by a counterparty on the basis of invoices issued by a person on the simulated invoice issuers register shall be reversed automatically and treated as</p>	
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	<p>inadmissible with effect from the date of listing.</p> <p>(iv) Listing on the register shall be removed upon full payment of the penalty and default surcharge, and upon satisfactory demonstration of compliance.</p>	
<p>30. Where the Board's computerized system identifies that input tax credit claimed by a registered person in respect of any tax period cannot be matched to corresponding output tax declared by the supplier for the same or</p>	<p>Such person shall pay a penalty of twenty per cent of the unmatched input tax amount, in addition to reversal of the inadmissible credit and payment of default surcharge under section 34.</p>	<p>7, 8A</p>

<p>proximate tax period, and such mismatch is confirmed after issuance of notice and provision of opportunity of being heard.</p>		
<p>31. Where a registered person has claimed input tax credit on the basis of invoices issued by a person who is subsequently placed on the simulated invoice issuers register under S. No. 29, and such registered person fails to reverse the inadmissible input tax credit within sixty days of the listing of</p>	<p>Such person shall pay a penalty of twenty per cent of the unreversed input tax credit, in addition to the reversal of such credit and default surcharge under section 34.</p>	<p>7, 8A, 33 (S.No.29)</p>

the invoice issuer on the register.		
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(13) in section 40C,—

(a) for sub-sections (2) and (3), the following shall be substituted, namely:—

“(2) From such date as may be prescribed by the Board, no taxable goods shall be removed or sold by the manufacturer or any other person unless such goods are affixed with tax stamps, band role stickers or labels are monitored through a Production Monitoring System, video analytics or any other prescribed monitoring mechanism, etc. in any such form, style and manner as may be prescribed by the Board in this behalf;

(3) Such tax stamps, banderols, stickers, labels, barcodes, production monitoring equipment etc., shall be acquired by the registered person referred to in sub-section (2) from a licensee appointed by the Board.”; and

(b) after the omitted sub-section (5), the following new sub-section shall be added, namely:—

“(6) Any taxable goods in respect of which monitoring, tracking or identification has been prescribed under this Act or rules made thereunder, which are manufactured, produced, removed, transported, supplied or otherwise

dealt with or without affixing the prescribed tax stamps, banderoles, stickers, labels, barcodes or without compliance with the prescribed monitoring system, shall be liable to seizure and confiscation in the prescribed manner, along with the conveyance used for the movement, carriage or transportation of such goods.”;

(14) after section 40E, the following new section shall be inserted, namely:—

“40F. **Sale of confiscated goods by auction.**— (1) Where any goods liable to confiscation under any provision of this Act have been confiscated, these goods, without prejudice to other action specified against such goods, shall be sold by public auction.

(2) The goods may be sold under sub-section (1) through electronic means, as prescribed by the Board.

(3) For the purpose of sub-sections (1) and (2) of this section, the Board shall be bound by Public Procurement Regulatory Authority Rules, 2014.

(4) The sale proceeds shall be applied to the following purposes in their respective order, namely:—

- (a) first to pay the expenses of the sale;
- (b) then to pay the sales tax, other taxes and dues including penalty and surcharge payable to the Federal Government in respect of such goods; and

(c) the balance in respect of confiscated goods excluding those liable for outright confiscation, if any, shall be paid to the owner of the goods, provided he applies for it within six months of the sale of the goods failing which the balance amount shall be deposited into government treasury:

Provided that, in case wherein goods declaration has been filed, the share of importer in sale proceeds shall not exceed the declared value of the goods.”;

(15) after section 45B, the following new section shall be inserted, namely:-

“45C. Faceless appeals. – (1) Notwithstanding anything contained in this Act, any appeal filed under section 45B of this Act may be processed through the National faceless center as may be prescribed by the Board.

(2) The provisions of section 45B of this Act, shall apply to faceless appeals accordingly.

(16) after section 47A, the following new sections shall be inserted, namely: –

“47AA. Algorithmic settlement mechanism.- (1) Notwithstanding anything contained in this Act, the Board may establish digitally operated algorithmic settlement mechanism (hereinafter referred to as "the mechanism") for settlement of tax

proceedings at any stage before any order under sections 11D or 11E of the Act.

(2) In case, the mechanism calculates and presents to the registered person a settlement offer as per the criteria provided under sub-section (3), the registered person may avail the offer as provided in sub-section (4).

(3) The system generated settlement offer shall be calculated on the basis including but not limited to:

- (a) the stage of proceedings at which settlement is offered;
- (b) the registered person's compliance history, as maintained in FBR's data;
- (c) the nature and character of the discrepancy; and
- (d) any other basis the Board may consider relevant.

(4) A registered person who opts to avail this mechanism shall within ten days from the date of settlement offer to accept the settlement offer on IRIS and deposit the settlement offer amount.

(5) The issues confronted to the registered person, if any, through a notice or an audit report under this Act shall stand abated if the registered person deposits the settlement amount as provided in sub-section (4).

(6) Payment of tax consequent upon acceptance of offer under sub-section (4) of this section shall not preclude proceedings in respect of any other issue or discrepancy not

covered by the settlement offer, nor shall it affect proceedings for any other tax period.

“47AAA. Independent case scrutiny committee. – (1) A reference under section 47 before the High Court, or an appeal or review before the Federal Constitutional Court or the Supreme Court of Pakistan, as the case may be, shall only be filed by the Commissioner Inland Revenue after the same has been approved by an independent case scrutiny committee as constituted by the Board.

(2) The Board may constitute one or more such committees and assigned them cases or classes of cases decided by the Appellate Tribunal Inland Revenue or the High Court as the case may be.

(3) The Committee shall comprise of the following Members as nominated by the Board –

- (a) a retired judge of Supreme Court of Pakistan, the Federal Constitutional Court, or any of the High Courts of Pakistan who shall also act as Chairman of the Committee;
- (b) an Advocate having not less than fifteen years of experience in tax and commercial litigation before the High Court or Supreme Court of Pakistan, to be nominated from a panel notified by the Board from time to time; and

- (c) a senior serving or retired officer of the FBR (BS 20 or above).
- (4) The powers, functions, and procedure of the Committee along with remuneration of its Members shall be governed as prescribed.
- (5) Recommendations of the committee shall be binding upon the Commissioner Inland Revenue having jurisdiction over the case.
- (6) Notwithstanding anything contained in any other law for the time being in force, no suit, prosecution, or other legal proceedings shall lie against the Members of the Committee and the Commissioner Inland Revenue having jurisdiction over the case, in relation to the decisions made under this section.;
- (7) The Committee constituted under this sub-section shall exercise its powers and functions with effect from the date of its constitution as notified by the Board.”;
- (17) in section 56B, after sub-section (2), the following new sub-section shall be added, namely:–
- “(3) Notwithstanding anything contained in sub-section (1), the Board shall have the power to share data contained in Sales Tax returns of registered persons belonging to a sector amongst all registered persons of the same sector under strict non-disclosure agreements to create market equity and to enhance tax compliance subject to such limitations, restrictions and conditions as may be specified by the Board.”;

(18) in the Third Schedule, in the Table, in column (1), after Serial No. 55, the following new Serial Nos. and entries relating thereto in columns (2) and (3) shall be added, namely:—

“56.	Vegetable and animal fats and oils, sold in retail packing.	Respective headings
56.	Sugar Confectionary, sold in retail packing.	Respective headings
57.	Pasta, whether or not cooked or stuffed (with meat or other substances) or otherwise prepared, such as spaghetti, macaroni, noodles, lasagne, gnocchi, ravioli, cannelloni; couscous, whether or not prepared, sold in retail packing.	19.02
58.	Sauces, ketchup and other preparations therefor; mixed condiments and mixed seasonings; mustard flour and meal and prepared mustard, sold in retail packing.	Respective headings
59.	Fermented beverages, sold in retail packing.	Respective headings
60.	Petroleum jelly, paraffin wax, micro-crystalline petroleum wax, slack wax, ozokerite, lignite wax, peat wax, other mineral waxes, and similar products obtained by synthesis or by other	27.12

	processes, whether or not coloured, sold in retail packing.	
61.	Insecticides, rodenticides, fungicides, herbicides, anti- sprouting products and plant- growth regulators, disinfectants and similar products, put up in forms or packings for retail sale or as preparations or articles put up in forms or packings for retail sale.	38.08
62.	Plates, sheets, film, foil, tape, strip and other flat shapes, of plastics, whether or not in rolls, sold in retail packing.	39.19, 39.20,39.21
63.	Tableware, kitchenware, plastic furniture, storage items, hygienic or toilet articles, and allied other household articles of plastics, sold in retail packing.	Chapter 39
64.	Trunks, suit- cases, vanity- cases, executive- cases, briefcases, school satchels, spectacle cases, binocular cases, camera cases, musical instrument cases, gun cases, holsters and similar containers; travelling- bags, insulated food or beverages bags, toilet bags, rucksacks, handbags, shopping- bags, wallets, purses, map- cases, cigarette- cases,	42.02

	tobacco- pouches, tool bags, sports bags, bottle- cases, jewellery boxes, powder-boxes, cutlery cases and similar containers, of leather or of composition leather, of sheeting of plastics, of textile materials, of vulcanised fibre or of paperboard, or wholly or mainly covered with such materials or with paper, put up for retail sale.	
65.	Footwear (all types)	Respective headings
66.	Bathroom accessories and bath items, sanitaryware including taps, showerheads, fittings, mixers, valves and other washroom accessories and fixtures, sold in retail packing	Respective headings
67.	Crockery Items, sold in retail packing	Respective headings
68.	Car and automobile accessories, sold in retail packing	Respective headings
69.	Milk, fat filled milk, preparations suitable for infants, and other products of milk, sold in retail packing	Respective headings
70.	Preparations for use on the hair, sold in retail packing	33.05

71.	Pre- shave, shaving or after- shave preparations, personal deodorants, bath preparations, depilatories and other perfumery, cosmetic or toilet preparations, not elsewhere specified or included; prepared room deodorisers, whether or not perfumed or having disinfectant properties, sold in retail packing	33.07
72.	Toilet or facial tissue stock, towel or napkin stock and similar paper of a kind used for household or sanitary purposes, cellulose wadding and webs of cellulose fibres, whether or not creped, crinkled, embossed, perforated, surface- coloured, surface-decorated or printed, in rolls or sheets, put up for retail sale.	4803.0000, 48.18
73.	Jams, fruit jellies, marmalades, fruit or nut puree and fruit or nut pastes, obtained by cooking, whether or not containing added sugar or other sweetening matter, other fruit and vegetable preparations, sold in retail packing	20.07, 20.08
74.	Household utensils, including Stainless steel, aluminum, melamine and other utensils and tableware.	Respective headings

75.	Ceramic Products including wash basins, commodes, tiles and allied ceramic sanitary products, put up for retail sale.	69.10”;
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Note: Where the Federal Government has notified that the sales tax shall be charged, levied and paid at a rate higher than eighteen percent, the same rate shall continue to be charged, levied and paid after their inclusion under the Third Schedule.

(19) in the Sixth Schedule,

(a) in Table-1, in column (1),—

(i) for Serial No. 32 and entries relating thereto in columns (2) and (3), the following shall be substituted, namely: —

“32	Newsprint, books, and magazines but excluding brochures, leaflets and directories.	4902.1000, and 4902.9000”
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(ii) against serial number 157, in corresponding column (2), for the expression “2026”, the expression “2027” shall be substituted;

(iii) for serial number 181, and corresponding entries relating thereto in columns (2) and (3), the following shall be substituted, namely:—

“181.	Import or lease of aircrafts and parts thereof by Pakistan	8802.1200 8802.3000 8802.4000
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	<p>International Airlines Corporation Limited (PIACL)</p> <p>Provided that the custom authorities shall ensure that the quantities of things imported are limited to the requirements of materials and articles to be used in operations and maintenance of the aircrafts operated by the airline:</p> <p>Provided further that the ground handling equipment, service and operation vehicles, catering equipment and fuel trucks, not manufactured locally, and imported shall be used within airport premises as aforesaid.</p>	<p>8801.0000, 8802.2000, 8804.0000 8805.2900 8807.3000 9104.0010 8544.2000 7007.1900 and 9931.”</p>
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(iv) after Serial No 181, the following new Serial Nos. and entries relating thereto in columns (2) and (3) shall be added, namely: –

"182	Contraceptives	3926.9020 and 4014.1000
183	Female Sanitary Pads / Tampons	9619.0030

184	<p>Import of:</p> <ul style="list-style-type: none"> – Tankers, 8901.2000 – Dredgers, 8905.1000 – Floating or submersible drilling, or production platforms, 8905.2000 – Others floating structures and vessels. 8905.9000 – Other vessels for the transportation of goods Excluding Cruise ships, excursion boats and similar vessels principally designed for the transport of persons; ferry- boats of all kinds <p>8901.9000</p> <p>Provided that the quantity of imported goods under this entry shall be approved by Ministry of Maritime Affairs</p>	
185.	<p>Import of bullet proof vehicles by the:</p> <p>(i) Federal Government for logistic arrangements for</p>	<p>Respective heading.”</p>

	<p>Shanghai Cooperation Organization (SCO) summit subject to the prior approval from the Ministry of Foreign Affairs and the Ministry of Interior and Narcotics Control</p> <p>(ii) By the Federal Government or Provincial Government for threat of terrorism against a public functionary as determined by the Ministry of Interior and Narcotics Control, subject to approval by the Federal Government.</p>	
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(b) in Table-3, in Annexure, in column (1), after Serial No 22, the following new Serial Nos. and entries relating thereto in columns (2), (3) and (4) shall be added, namely:—

“23	Import of following machinery/ equipment for upgradation of existing refineries: 1. Reactors,	8419.8990, 8419.5000,	The goods shall be imported directly by the refinery after approval by the
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	<p>2. Shell and Tube Exchangers,</p> <p>3.Vessels (Strippers/ Separators/ K.O. Drums),</p> <p>4. Trim Coolers,</p> <p>5. Air Coolers (Condensers),</p> <p>6. Fired Heaters,</p> <p>7. Centrifugal Pumps,</p> <p>8. Reciprocating Pumps,</p> <p>9.Centrifugal Compressors,</p> <p>10.Reciprocating Compressors,</p> <p>11. Steam Reformer Furnaces,</p> <p>12 Filters,</p> <p>Provided that all such imports shall be essentially made for expansion of</p>	<p>8419.8990,</p> <p>8418.6990,</p> <p>8419.8990,</p> <p>8417. 8000</p> <p>8413.7090</p> <p>8413.5000</p> <p>8414.8090</p> <p>8414.8090</p> <p>8417.8000,</p> <p>8421.3990</p>	<p>division concerned.</p>
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	balancing, modernization, and rehabilitation of existing refineries and the quantity imported by each refinery shall be approved by Ministry of Petroleum and Natural Resources.		
24	Import of machinery, equipment, raw materials, components and other capital goods, by Karachi Shipyard and Engineering Works Limited	Respective headings as approved by the concerned Division.	The Division dealing with the subject matter shall certify in the prescribed manner and format as per Annex-B that the imported goods are <i>bona fide</i> requirement. The authorized officer of the Ministry shall

			furnish all relevant information online to Pakistan Customs Computerized System against a specific user ID and password obtained under section 155D of the Customs Act, 1969.”;
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(20) in the Eighth Schedule, in Table: —

- (a) against serial No. 71, in column (2), for the words “30th June, 2026”, the words “30th June, 2027” shall be substituted; and
- (b) for serial No. 80 in column (1), and corresponding entries relating thereto in columns (2), (3) and (4), the following shall be substituted, namely: —

“80.	EV transport buses of 25 seats or more and electric trucks in CBU condition	8702.4090 8704.6030	1%”
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(21) in the Eleventh Schedule, in the Table, in column (1), —

- (a) against serial No. 4, in column (2), after the word “companies”, a comma shall be added, and thereafter the words “association of persons and individuals” shall be added; and
- (b) after S. No. 13, the following new S. No. and entries relating thereto in columns (2), (3) and (4) shall be added, namely:—

“14.	Registered persons engaged in toll manufacturing	Person other than registered person	four times of the tax charged on conversion charges.”;
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- (22) in the Twelfth Schedule, after the Table, under the heading, “Procedure and Conditions”, in clause (2), after sub-clause (i), a colon shall be added and thereafter the following provisos shall be inserted, namely: —

“Provided that the manufacturer shall be liable to pay 3% value addition tax on ad valorem basis, along with default surcharge in case the imported goods are supplied in the same state whether in the same packing, repacked, or in bulk:

Provided further that where-

- (i) benefit of waiver of 3% value addition tax is availed, declaring that the goods are imported for in-house consumption in manufacturing process;
- (ii) such imported goods are not used for in-house consumption;

(iii) imported goods are supplied in the same state whether in the same packing, repacked, or in bulk; and

(iv) such supply exceeds 50% of total imports in a financial year;

such person will be liable to prosecution.”.

6. **Amendments in the Income Tax Ordinance, 2001 (XLIX of 2001).** — In the Income Tax Ordinance, 2001 (XLIX of 2001), the following further amendments shall be made, namely: —

(1) in section 2, —

(a) after clause (1A), the following new clause shall be inserted, namely: —

“(1AA) “algorithmic settlement mechanism” means algorithmic settlement mechanism provided under section 134B of this Ordinance;”;

(b) in clause (5), for the words “and amended assessment”, the expression “, amended assessment and faceless assessment” shall be substituted;

(c) after clause (6), the following new clause shall be inserted, namely: —

“(6A) “authorised shipping agent” means a person in Pakistan who is authorised, expressly or impliedly, by a non-resident ship owner, charterer or operator to act on its behalf in respect of a vessel, and who in relation to such vessel or voyage —

- (a) is responsible for the receipt, collection, control or accounting of total freight and any related amounts, and undertakes or is responsible for documentation, manifest filing, or reporting of cargo or total freight, including having, directly or indirectly, the control, custody or disposal of any freight or related receipts attributable to such vessel or voyage; and
- (b) furnishes the return under section 143 of this Ordinance, in respect of such vessel or voyage and such person shall, for the purposes of this Ordinance —
 - (i) be treated as the representative of the non-resident under section 172;
 - (ii) be jointly and severally liable for payment of tax and all obligations, proceedings, assessments and recovery in respect of such vessel or voyage; and
 - (iii) be treated as such, and the provisions of sub-section (3) of section 172 shall apply accordingly;”;
- (d) after clause (19D), the following new clause shall be inserted, namely:—
 - “(19DA) “electronically readable format” means any digital format in which data is structured so that it can be automatically read, extracted, validated and

processed by computer systems without human intervention, including spreadsheet formats (such as CSV or XLSX), XML, XBRL, JSON, and other structured or semi-structured data formats but excluding formats primarily designed for human readability, such as PDF, scanned images or photographs;";

- (e) clause (22A), shall be omitted;
- (f) in clause (30A), for the expression "Board through approved fiscal electronic device and software", the expression "Board's computerized system through a licensed integrator" shall be substituted;
- (g) after clause (30C), the following new clause shall be inserted, namely:—

"(30D) "Licensed integrator" shall have the same meaning as defined under clause (15A) of section 2 of the Sales Tax Act, 1990 (VII of 1990);
- (h) after clause (35A) the following new clause shall be inserted, namely:—

"(35)(1A) "National faceless center" means National faceless center as defined in section 227D of this Ordinance;";
- (i) after clause (42A), the following new clause shall be inserted, namely:-

"(42AA) "PRAL" means Pakistan Revenue Automation (Pvt) Limited, a State Owned Enterprise which has been assigned

functions related to software development and maintenance of the Board's IT infrastructure;"; and

- (j) clause (60) shall be omitted;
- (2) in section (4AB), —
 - (a) in the heading, for expression "(4AB)", the expression "4AB" shall be substituted; and
 - (b) in the proviso, for the words "a surcharge shall be payable at the rate of nine percent of the income tax imposed under Division I of Part I of the First Schedule where the income exceeds rupees ten million in a tax year", the expression "no surcharge shall be payable."; shall be substituted;
- (3) in section 6A, after sub-section (2), the following new sub-section shall be added, namely:—
 - "(3) Notwithstanding the provisions of section 8, the tax imposed under this section on a person, whose turnover in a tax year exceeds two hundred million rupees shall be adjustable.";
- (4) section 7E shall be omitted;
- (5) after section 7F, the following new section shall be inserted, namely: —
 - "7G. Tax on certain payments by life insurance business. —**
 - (1) For tax year, 2026 and onwards, a tax shall be imposed, at the rate specified in Division IC of Part III of the First Schedule on every individual who receives any payout, benefit, surrender value, maturity proceeds or similar payment (hereinafter referred to as payout) from a life insurance business on account of insurance policy, family takaful certificate, plan or any similar arrangement.
 - (2) For the purposes of sub-section (1), the amount liable to tax shall be the gross amount of payout reduced by aggregate amount of premiums or contributions paid by the policy holder or participant.";
 - (3) The provisions of sub-section (1) shall not apply where the payout or benefit is made—

- (a) on account of death of the insured or participant;
- (b) on account of disability of the insured or participant;
- or
- (c) after completion of seven years from the date of issuance of the policy, certificate or plan.

(4) Tax deducted under this section shall be treated as final tax on the income arising from such payout or benefit.”;

(6) in section 8, —

- (a) in the heading, for the expression “7E”, the expression “7G” shall be substituted; and
- (b) in sub-section (1), for the expression “7E”, wherever occurring, the expression “7G” shall be substituted;

(7) in section 21, for clause (r), the following shall be substituted, namely: —

“(r) up to five percent of the expenditure claimed by any person, who fails to install electronic resource or to act as an integrated enterprise as required by law, subject to the method, manner, and procedure as may be prescribed;”;

(8) after section 53, the following new section shall be inserted, namely:-

“53A. Rationalization of rates of withholding taxes in the nature of minimum tax. - (1) The Federal Government may reduce the rate of any of the withholding taxes in the nature of minimum tax as given in First Schedule of this Ordinance, other than minimum tax chargeable under section 113 of this Ordinance, up to 1% on the basis of economic viability in cases of persons or class of persons, subject to such restrictions and limitations as the Federal Government may specify.

(2) The Federal Government shall place before the National Assembly all amendments made in rates of withholding taxes in the First Schedule, in a financial year under this section.”;

(9) for section 64D, the following shall be substituted, namely: —

“64D. Tax credit for integration. — (1) Any person required, under this Ordinance, the Sales Tax Act, 1990 or the Federal Excise Act, 2005, to integrate with the computerized system of the Board for real-time production monitoring, or for the recording or reporting of sales or receipts, shall be entitled to a tax credit in respect of expenditure incurred exclusively on the purchase, acquisition, installation or implementation of such equipment, hardware, software or other electronic components as are directly and exclusively utilized for the purposes of such integration:

Provided that the Board may prescribe limitations, conditions, and restrictions for availing the tax credit under this section.

(2) The amount of tax credit allowed under sub-section (1) for a tax year in which electronic resource is installed, integrated and configured with the Board's computerized system shall be ten percent of the amount actually invested in the electronic resource.

(3) Such tax credit shall not be allowable against operation and maintenance expenses related to such electronic resource.

(4) This tax credit shall be available only against normal tax payable under Division I or Division II of Part I of the First Schedule.”;

(10) in section 76, after sub-section (8), a new sub-section (8A) shall be added:

“(8A) Where an immovable property is acquired by an individual through inheritance, the cost of such property in the hands of that individual shall be the fair market value of the property as provided under sub-section (5) of section 68 of this Ordinance on the day of the death of the original owner.”;

- (11) In section 79, in sub-section (1), in clause (b), the following explanation shall be inserted, namely: —

“**Explanation:** For the removal of doubt it is clarified that transmission of an asset, in the nature of immovable property, to a beneficiary on the death of a person shall also include the transmission of assets by reason of family settlement amongst the family members consequent upon death of the person.”;

- (12) in section 80, in sub-section (2), in clause (a), after the word “person”, the expression “, limited liability partnership” shall be inserted;

- (13) in section 92, —

- (a) in sub-section (1), the explanation shall be omitted; and
(b) after the omitted sub-section (4), the following new sub-section shall be inserted, namely: —

“(4A) Where the income of a limited liability partnership is exempt from tax, the amount received by a member of a limited liability partnership in the capacity as a member of such partnership shall be taxable in the hands of the member of such partnership.”;

- (14) in section 99B, for the expression “and payment of tax, filing of return”, the expression”, rate and payment of tax including fixed tax, filing of return, audit” shall be substituted;
- (15) in section 100B, –
- (a) in sub-section (2), —
- (i) in clause (b), the expression “, a non-banking finance company,” shall be omitted and after the semicolon at the end, the word “and” shall be added; and
- (ii) clauses (c) and (d) shall be omitted;
- (b) after sub-section (2), amended as aforesaid, the following new sub-section shall be added, namely: –
- “(3) NCCPL, in case of banking company, insurance company and mutual funds shall compute and determine the capital gain as per the mechanism prescribed under section 37A, however, these entities shall continue to deposit tax on amount of capital gain as per the applicable provisions of this Ordinance.”;
- (16) in section 114, —
- (a) for sub-section (2A), the following shall be substituted, namely: —
- “(2A) A return of income shall be filed electronically on IRIS as may be prescribed by the Board for the purpose of sub-section (1) and sub-section (1A) of this section and the Board may, by notification in the official Gazette, make rules for such filing and determine the process of verification, digital signatures and other matters relating to electronic filing of returns, statements or documents, etc.:

Provided that in case of companies for tax year, 2026 and onwards the financial statements accompanying the return shall only be filed in electronically readable file format.”;

(b) in sub-section (6), after the word “therein”, the expression, “or avails a settlement offered by algorithmic settlement mechanism” shall be inserted

(c) after sub-section (6A), the following new sub-section shall be inserted, namely:-

“(6B) Notwithstanding anything contained in sub-sections (6) and (6A) of this section, if a taxpayer avails a settlement offered by the algorithmic settlement mechanism, he may file a revised return, and the —

(a) approval of Commissioner shall not be required to file the revised return;

(b) taxpayer shall pay the amount of tax determined by the mechanism and no separate penalty or default surcharge shall be payable; and

(c) return so filed shall be accompanied by such documents as required under sub-section (6) and shall be treated as revised return under this section.”;

(17) after section 122D, the following new section shall be inserted, namely:

—

“122E. Faceless audit and assessment. – (1)

Notwithstanding anything to the contrary contained in any other provision of this Ordinance, any audit under sections 177 or 214C, any order made under section 111, any assessment under this Part and rectification under section 221, with respect to the cases referred to in sub-section (2), may be made in a faceless manner as may be prescribed by the Board.

(2) The faceless assessment under sub-section (1) shall be made in respect of such persons or class of persons, or incomes or class of incomes, or cases or class of cases, as may be specified by the Board.

(3) The provisions of section 177 shall apply to the audit conducted in faceless manner under this section:

Provided that where opportunity of being heard is to be provided to the taxpayer during the course of this audit or a statement under oath is required to be obtained from a taxpayer or any other person under section 176 of this Ordinance, the same shall be done through E-hearing under section 227E of this Ordinance:

Provided further that the identity of the officer, including facial and voice identity, conducting such E-hearing shall be kept confidential.”;

(18) after section 129, the following new section shall be inserted, namely, –

“129A. Faceless appeals. – (1) Notwithstanding anything contained in this Ordinance, any appeal filed under section 127 may be processed through the National faceless center as may be prescribed by the Board.

(2) The provisions of sections 127, 128, and 129 of this Ordinance, shall apply to faceless appeals accordingly.”;

(19) after section 133, the following new section shall be inserted, namely: –

“133A. Independent case scrutiny committee. – (1) A reference under section 133 of this Ordinance before the High Court, or an appeal or review before the Federal Constitutional Court or the Supreme Court of Pakistan shall only be filed by the Commissioner Inland Revenue after the same has been approved by an independent case scrutiny committee as constituted by the Board.

(2) The Board may constitute one or more such committees and assign them cases or classes of cases decided by the Appellate Tribunal Inland Revenue or the High Court, as the case may be.

(3) The Committee shall comprise of the following Members as nominated by the Board –

- (a) a retired judge of the Supreme Court of Pakistan, the Federal Constitutional Court, or any of the High Courts of Pakistan who shall also act as Chairman of the Committee;
- (b) an Advocate having not less than fifteen years of experience in tax and commercial litigation before the High Court or Supreme Court of Pakistan, to be nominated from a panel notified by the Board from time to time; and
- (c) a senior serving or retired officer of the FBR (BS 20 or above).

(4) The powers, functions, and procedure of the committee along with remuneration of its Members shall be governed as may be prescribed by the Board.

(5) Recommendations of the committee shall be binding upon the Commissioner Inland Revenue having jurisdiction over the case.

(6) Notwithstanding anything contained in any other law for the time being in force, no suit, prosecution, or other legal proceedings shall lie against the Members of the committee and the Commissioner Inland Revenue having jurisdiction over the case, in relation to the decisions made under this section.

(7) The Committee constituted under this sub-section shall exercise its powers and functions with effect from the date of its constitution as notified by the Board.”;

(20) in section 134A, —

(a) after sub-section (10), the following new sub-section shall be inserted, namely:-

“(10A) Notwithstanding the dissolution of the committee, the committee may, by an order in writing, rectify any mistake apparent from the record on its own motion or any mistake brought to its notice by the taxpayer or the Commissioner, within thirty days of the receipt of decision of the committee by the taxpayer or the Commissioner, as the case may be.”; and

(b) in sub-section (11), in the proviso for the full stop at the end, a colon shall be substituted and thereafter the following new proviso shall be added, namely: –

“Provided further that where, at any stage of the proceedings, any member of the committee becomes unavailable or is unable to perform his functions for any reason whatsoever, the Chairman of the Board shall, within fifteen days of the occurrence of such vacancy, appoint another person in accordance with the provisions of sub-section (3) of this section to fill such vacancy, and the committee so reconstituted shall continue to function subject to the same terms, conditions and limitations as were applicable to the original committee:

Provided also that upon such reconstitution, the committee shall be allowed a further period of sixty days to conclude the proceedings and perform its functions under this section:

Provided also that the total period available to the committee, including the period already consumed prior to such reconstitution, shall in no case be less than ninety days from the date of its original constitution.”;

(21) after section 134A, as amended above, the following new section shall be inserted, namely:-

“134B. Algorithmic settlement mechanism. — (1)

Notwithstanding anything contained in this Ordinance, the Board may

establish digitally operated algorithmic settlement mechanism (hereinafter referred to as "the mechanism") for settlement of tax proceedings at any stage before any assessment or amendment of assessment order under sections 121, 122 or 122E of this Ordinance through revision of return under sub-section (6) of section 114 in certain cases.

(2) In case, the mechanism calculates and presents to the taxpayer a settlement offer for voluntary revision of return as per the criteria provided under sub-section (3), the taxpayer may avail the offer as provided in sub-section (4).

(3) The system generated settlement offer shall be calculated on the basis including but not limited to –

- (a) the stage of proceedings at which settlement is offered;
- (b) the taxpayer's compliance history, as maintained in FBR's data;
- (c) the nature and character of the discrepancy, including whether it involves a valuation or legal interpretation dispute, unexplained income or assets, or concealment; and
- (d) any other basis the Board may consider relevant to ensure revenue adequacy and equitable treatment of taxpayers.

(4) A taxpayer who opts to avail this mechanism shall within ten days from the date of settlement offer to –

- (a) accept the settlement offer on IRIS;
- (b) deposit the settlement offer amount along with revised return; and
- (c) revise the relevant return of income to incorporate the settled amount.

(5) The issues confronted to the taxpayer through notice of selection of audit, a notice under section 111, an audit report under sub-section (6) of section 177, a notice under sub-section (9) of section 122, as the case may be, shall stand abated, if the taxpayer revises the return by accepting the offer as provided in sub-section (4).

(6) Revision of return consequent upon acceptance of offer under sub-section (4) of this section shall not preclude proceedings in respect of any other issue or discrepancy not covered by the settlement offer, nor shall it affect proceedings for any other tax year.”;

(22) in section 143, –

(a) in sub-section (1), after the word “ship”, occurring for the second time, the expression “, or the authorised shipping agent as defined in clause (6A) of section 2,” shall be inserted;

(b) after sub-section (1), amended as aforesaid, the following new sub-sections shall be inserted, namely: –

“(1A) Notwithstanding anything contained in this Ordinance, only one return shall be furnished for each vessel or voyage, and such return shall cover the total freight and all related amounts attributable to the ship.

(1B) The master of ship or the authorised shipping agent responsible for manifest filing and freight handling in respect of a vessel shall furnish the return under this section, and no other person shall furnish such return for that vessel or voyage.”;

(c) in sub-section (2), –

(i) after the word “ship”, occurring for the first time, the expression “or authorised shipping agent” shall be inserted; and

(ii) after the word “master”, the words “or authorised shipping agent” shall be inserted;

(d) in sub-section (3), for the words “shall be”, the words “or authorized shipping agent shall be jointly and severally” shall be substituted;

(e) in sub-section (4), after the word “ship” occurring for the second time, the words “or authorised shipping agent” shall be inserted and after the word “charterer”, occurring for the second time, the expression “or authorised shipping agent” shall be inserted;

(f) in sub-section (5), after the word “Commissioner”, occurring at the end, the words “and electronic confirmation of filing of return and payment of tax under this section has been received in the prescribed manner” shall be inserted; and

(g) in sub-section (6), after the word “ship”, occurring for the second time, the words “or authorised shipping agent” shall be inserted;

(23) in section 147, sub-section (6C) shall be omitted;

(24) after section 151A, the following new section shall be inserted, namely:

—

“151B. Certain payments by life insurance companies and takaful operators. — (1) Every life insurance company, including a family takaful operator or a window takaful operator, making any payout, benefit, surrender value, maturity proceeds or similar payment to an individual under a life insurance policy, family takaful certificate, plan or arrangement shall, at the time of making such payment, deduct tax at the rate specified in Division IC of Part III of the First Schedule.

(2) For the purposes of sub-section (1), the amount liable to tax deduction shall be the gross amount of payout or benefit reduced by the aggregate amount of premiums or contributions paid by the policyholder or participant.

(3) The provisions of sub-section (1) shall not apply where the payout or benefit—

(a) is made on account of death of the insured or participant;

(b) is made on account of disability of the insured or participant; or

(c) is made after completion of seven years from the date of issuance of the policy, certificate or plan.

(4) Tax deducted under this section shall be treated as final tax on the income arising from such payout or benefit.”;

(25) in section 152, for sub-section (1DA), the following shall be substituted, namely:-

“(1DA)Every banking company maintaining a Foreign Currency Value Account (FCVA), Foreign Currency Business Value Account (FCBVA), Non-Resident Rupee Value Account (NRVA), or Non-Resident Rupee Business Value Account (NRBVA) shall deduct tax from capital gain arising on the disposal of debt instruments and Government securities and certificates (including Shariah compliant variant) invested through aforesaid accounts at the rate specified in Division II of Part III of the First Schedule.”;

(26) after section 154A, the following new section shall be inserted, namely:

—

“154B. Withholding tax on revenues Received from social media platforms. – (1) Every banking and non-banking financial institution shall, at the time of credit or receipt of any amount in an account of a person, deduct tax at the rate specified in Division IIIAB of Part III of the First Schedule, where such amount represents revenues received from social media platforms.

(2) For the purposes of this section -

- (a) “digital content creator” or “social media influencer” means any individual or entity deriving income from creation, publication, or monetization of content on digital platforms including but not limited to YouTube, Facebook, Instagram, Tik Tok or such others similar platforms; and
- (b) “payment” includes any inward remittance, transfer, or credit received through banking channels,

including through intermediaries such as online payment service providers or digital financial platforms.

- (3) The tax deducted under this section shall be –
- (a) minimum in the case of a resident person; and
 - (b) final tax in the case of a non-resident person not having a permanent establishment in Pakistan.

(4) The Board may, by notification in the official Gazette, prescribe rules for implementation, including identification and reporting mechanisms.”;

(27) in section 159, after sub-section (1B), the following new sub-section shall be inserted, namely: —

“(1C) Where a person has distributed ninety percent or more of its accounting income amongst the unit or certificate holders or shareholders, as the case may be, in accordance with the provisions of clause (99) of Part I of the Second Schedule for the last three years, the person shall be eligible for issuance of exemption certificate under sub-section (1) and the certificate shall be issued for the subsequent whole tax year.

(1D) Where a person has been issued approval under the provision of sub-clause (c) of clause (36) of section 2 of this Ordinance for a tax year, the person shall be eligible for issuance of exemption certificate under sub-section (1) and the certificate shall be issued for the said whole tax year.”;

(28) after section 165A, amended as aforesaid, the following new section shall be inserted, namely: –

“165AB. Reporting of financial transaction data by banking companies and financial institutions. — (1) Notwithstanding anything contained in the Banking Companies Ordinance, 1962 (LVII of 1962), the State Bank of Pakistan Act, 1956 (XXXIII of 1956), the Protection of Economic Reforms Act, 1992 (XII of 1992), or any other law for the time being in force, every banking company and Electronic Money Institutions (EMIs) shall electronically upload the information, as mentioned in sub-section (2), to the Central Data Hub, for algorithmic cross-matching of tax and bank information.

(2) Information in respect of an account holders having deposits or withdrawals exceeding one hundred million Rupees during a reporting period in any or all of the bank accounts maintained by the account holder, specifying particulars of deposits or withdrawals, including opening and closing balances, peak credits, and total credits during the reporting period.

(3) This information as shared above shall be digitally processed and shall not be visible to any of the Income Tax Authorities during this cross-matching process.

(4) In case of gross mismatch in the information in respect of an account holder, the digital system of the Board shall feed the information so required into the Compliance Risk Management (CRM) system of the Board and further proceedings shall be conducted by the National faceless centre as provided in this Ordinance.

(6) The Board shall ensure that such information, shared by the banks, remains strictly confidential and in no case is disclosed or misused in a manner to disregard the confidentiality measures provided in the statutes and rules governing commercial banking, save as provided in this section.

(7) In this section –

(a) “reporting period” means, in respect of a Financial Year, a period of six months, starting from:

(i) 1st day of July and ending on 31st day of December; and

(ii) 1st day of January and ending on 30th day of June,;

(b) “specified date” means the—

(i) 31st day of January in case of reporting period ending on 31st day of December; and

(ii) 31st day of July in case of reporting period ending on 30th day of June;

(c) “accounts” means bank accounts maintained by a person including current deposits, call deposits, saving deposits, fix deposits, term deposits, or any other such deposits by whatever name called;

(d) “peak credits” means the highest credit balance in all the bank accounts of the account holder on any given date during the reporting period;

- (e) “Central Data Hub” means a virtual repository of data and information maintained by the Board through PRAL; and
 - (f) “compliance risk management (CRM)” means a computer programme for identification and communication of compliance risks, including understatement of sales, overstatement of expenses, non-reporting or under-reporting of incomes, assets, and transactions.”;
- (29) in section 169, in sub-section (1), in clause (b), after the expression “154A”, the expression “, clause (b) of sub-section (3) of section 154B,” shall be inserted;
- (30) in section 174, for sub-section (5), the following shall be substituted, namely: –
- “(5) The Board may require any person or class of persons to install and use an electronic resource of such type and description as may be prescribed, or to act as an integrated enterprise through a notification in the official Gazette for the purpose of receiving, storing, matching and accessing information regarding any transaction that has a bearing on the tax liability of such person.”;
- (31) in section 175AA, in sub-section (1), -
- (a) in clause (a), -
 - (i) after the word “with”, occurring for the first time, the words “the State Bank of Pakistan and” shall be inserted; and

- (ii) after the word “the”, occurring for the fourth time, the expression “State Bank’s Central Data Repository (by any name) and” shall be inserted and the word “and” occurring at the end shall be omitted;
 - (b) in clause (b), after the word “the”, occurring for the first time, the words “State Bank of Pakistan, Microfinance banks, and Electronic Money Institutions (EMIs) and” shall be inserted and for the full stop occurring at the end, the expression “; and” shall be substituted; and
 - (c) after clause (b), amended as aforesaid, the following new clause shall be added, namely: –
 - “(c) the State Bank of Pakistan may establish, operate and maintain a secure centralized virtual repository of banking data, comprising such information, records, and financial transactions of persons maintained by Scheduled banks on the basis of unique identifiers, as may be prescribed by the Board and collect and provide data and results as per clauses (a) and (b) of this sub-section.”;
- (32) in section 177, after sub-section (6A), the following new sub-sections shall be added, namely, -
- “(6B) If, at any stage of the proceedings before him, if the Commissioner is of the opinion that having regard to, —
- (a) the nature and complexity of the accounts; or
 - (b) volume of the accounts; or

- (c) doubts about the correctness of the accounts; or
- (d) multiplicity of transactions in the accounts; or
- (e) specialised nature of business activity of the taxpayer; and interests of the revenue, is of the opinion that it is necessary so to do, he may, after giving the taxpayer a reasonable opportunity of being heard, and with the previous approval of the Chief Commissioner, direct the taxpayer to get either or all of the following to get the —
 - (i) accounts re-audited by an accountant, and to furnish a report of such audit duly signed and verified by such accountant including answers to the specific queries as the Commissioner may require;
 - (ii) inventory re-valued by a cost accountant, and to furnish a report of such inventory valuation duly signed and verified by such cost accountant including answers to the specific queries as the Commissioner may require; and
 - (iii) actuarial values in the accounts determined by an actuary and to furnish a report of such valuation duly signed and verified by such actuary including answers to the specific queries as the Commissioner may require;

Explanation: The accountant, the cost accountant, or actuary as referred to in sub-section (6B) shall be nominated by the Commissioner for the purposes of this sub-section from amongst the panel of such accountants, valuers, or actuaries nominated by the Board.”;

(33) in section 182, in sub-section (1), in the Table, -

(a) against S. No. 1, in column (3), for the Explanation, the following shall be substituted, namely: –

“Explanation. — For the purposes of this entry, it is declared that the expression "tax payable" means the higher of —

- (i) tax chargeable on the taxable income on the basis of assessment made or treated to have been made under sections 120, 121, 122, 122D, or 122E; or
- (ii) the highest tax payable by the person in any of the three immediately preceding tax years for which returns of income were duly filed.”;

(b) after S. No. 2, the following new S. Nos. and entries relating thereto in columns (2), (3) and (4) shall be inserted, namely: —

“2A	Where any person, having been required by the Board under	One million rupees for the first default, and two million rupees for	174(5)
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	<p>sub-section (5) of section 174 to install and use an electronic resource of the type and description prescribed for the purpose of storing and accessing information regarding any transaction that has a bearing on the tax liability of such person, fails to install such electronic resource within the time specified, or having installed it, fails to use, maintain, or operate it in the prescribed manner, or tampers with, disables, or circumvents such electronic resource.</p>	<p>each subsequent default.</p>	
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2B	<p>Where any agency, authority, institution, or organisation that is an integrated organisation within the meaning of section 175A, or has been notified as such by the Board, fails without reasonable cause to —</p> <p>(a) integrate its IT platform such data interface as notified by the Board within the time specified; or</p> <p>(b) share data of the categories and in the manner required under section 175A or the rules made thereunder; or</p>	<p>A penalty of five hundred thousand rupees for the first default and one million rupees for each subsequent default shall be imposed on the principal officer of the integrated organisation.</p> <p>"principal officer" for this purpose, means the person who, at the time of the default or during the period of continuing default, holds overall executive responsibility for the administration and functioning of the integrated organisation, by whatever title or designation that person may be referred</p>	175A;
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	<p>(c) provide complete, accurate, and timely data as required; or</p> <p>(d) designate a focal person as required; or</p> <p>(e) remedy a deficiency or non-compliance within thirty days of a written notice by the Board identifying the deficiency.</p>	<p>to under this ordinance, rules, or instrument constituting or governing that organisation, including but not limited to the Governor, Chairman, Chief Executive Officer, Director General, Managing Director, Secretary, or Principal Accounting Officer, as the case may be; where executive responsibility is shared between two or more persons by virtue of a collegiate body or board structure, the "principal officer" shall be the person who, within that body, holds specific responsibility for regulatory</p>	
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		<p>compliance, data governance, or information technology; and the absence of a formal designation, or a vacancy in the office, shall not relieve the person actually exercising the functions of the principal officer from liability under this section.</p>	
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(c) against S. No. 8,—

- (i) in sub-entry (a), in column (3), for the expression "twenty-five", the words "one hundred" shall be substituted;
- (ii) in sub-entry (b), in column (3), for the word "fifty", the words "two hundred " shall be substituted; and
- (iii) in sub-entry (c), in column (3), for the word "one", the word "three" shall be substituted;

(d) against S. No. 10, in column (3), for the word "twenty five ", the words "five hundred" shall be substituted and for the expression "50%", the expression "100%" shall be substituted;

- (e) against S. No. 12, in column (3), for the words "hundred thousand", the word "million" shall be substituted;
- (f) against S. No. 15, in column (3), for the word "forty", the expression "five hundred" shall be substituted and for the full stop occurring at the end a colon shall be substituted and thereafter the following new proviso shall be added, namely:—

"Provided that where the defaulter in such case is a company, its Principal Officer shall be personally liable to pay an additional penalty of five hundred thousand rupees for such offense.";

- (g) against S. No. 35, in column (2), —
 - (i) for the word " company", the expression " person, including a company" shall be substituted; and
 - (ii) after paragraph (c), the following Explanation shall be inserted, namely: —

"Explanation. — For the purposes of this entry, audited financial statements furnished in the form of image files, scanned documents, or password-protected files that are illegible or otherwise inaccessible to the concerned Inland Revenue authority shall be deemed to have been furnished as blank or incomplete documents."; and
- (h) after S. No. 35, amended as aforesaid, the following new S. Nos. and entries relating thereto in columns (2), (3) and (4) shall be added, namely: —

"36	Where a person claims a credit in respect of tax withheld at source under any provision of this Ordinance in excess of the amount verifiably deducted and deposited by the withholding agent, as confirmed through the Board's computerized system or otherwise.	Such person shall pay a penalty equal to the amount of excess credit claimed	168";
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- (34) in section 182A, in sub-section (1), in clause (a), in the proviso, –
- (a) in paragraph (i), for the word “twenty”, the words “one hundred” shall be substituted;
 - (b) in paragraph (ii), for the word “ten”, the word “fifty” shall be substituted; and
 - (c) in paragraph (iii), for the word “one”, the word “twenty-five” shall be substituted;
- (35) section 209A shall be omitted;
- (36) after section 209A, omitted as aforesaid, the following new sections shall be inserted, namely: –

“209B. Faceless jurisdiction of income-tax authorities. – (1)

Notwithstanding anything contained in this Ordinance, the Inland

Revenue tax authorities appointed in National faceless center shall perform all or such functions, and exercise all or such powers under this Ordinance as may be assigned to them in respect of such persons, or classes of persons, for such tax years of a person through algorithms developed by the Board.

(2) The jurisdiction so assigned under this Ordinance may be exclusive or concurrent. In case of concurrent jurisdiction, the powers and functions not assigned to the National faceless centre shall remain with the Commissioner having jurisdiction under section 209 of this Ordinance.

(3) The Board may transfer jurisdictions in respect of persons or classes of persons, for a specific tax year, for which the jurisdiction has already been assigned under this section, from National faceless center to the Commissioner having jurisdiction under section 209 of this Ordinance, on recommendation of the Chief Commissioner or on its own accord.

(4) The Chief Commissioner appointed in the National faceless center may request the Board to direct the Commissioner having jurisdiction under section 209 or any other Income Tax Authority, as it may deem fit to conduct physical verification including nature and size of the business, assets, investments, expenditures, and any other information or verification required by the Chief Commissioner for conducting any proceedings assigned to the National faceless centre:

Provided that the Board may exercise its power of allocation of verification through an algorithm-based system.

(5) Notwithstanding anything contained in any law for the time being in force, the identity of the authority exercising jurisdiction in the National faceless centre shall be kept confidential from the taxpayer, the authorized representative of the taxpayer, and any unauthorized person.

(6) No notice, order, demand, or assessment passed by an authority appointed at the National faceless centre shall be called in question or set aside merely on the ground that such authority did not have jurisdiction over the taxpayer under section 209 of this Ordinance, or lack of notified delegation of power under section 210 of this Ordinance, or because of the fact that identity of the authority has been kept confidential from the taxpayer as per sub-section (5).”;

(37) in section 216, in sub-section (3), -

(a) for clause (ba), the following shall be substituted, namely: –

“(ba) to an auditor, audit mentors and sectoral experts appointed on contractual basis or engaged through a third party including a payroll firm in the Federal Board of Revenue, after a non-disclosure agreement is made with such auditor as may be prescribed, to assist any authority mentioned in clauses (b) to (g) of sub-section (1) of section 207;”;

(b) in clause (ke), for the words “and international”, the expression “, international research institutions and international” shall be substituted;

(38) in section 222, in sub-section (2), after the word “auditors”, occurring for the first time, the expression “, audit mentors and sectoral experts” shall be inserted;

(39) for section 227D, the following shall be substituted, namely: -

“227D. National faceless centre.– (1) Notwithstanding anything to the contrary contained in any of the provisions of this Ordinance, the Board may, for the purposes of proceedings under this Ordinance in faceless manner, establish a National faceless center (hereinafter referred to as “the centre”) and specify its jurisdiction, powers and functions.

(2) The centre shall comprise a Director General and as many Chief Commissioners, Commissioners, Additional Commissioners, Deputy Commissioners, Assistant Commissioners, and any of the Income Tax Authorities mentioned in section 207 along with support staff, as the Board may deem fit for the purposes of this section.

(3) The Board may design algorithms for assigning any function or jurisdiction under this section to any of the authorities mentioned in sub-section (2).

(4) The Centre shall comprise as many wings and units as may be prescribed by the Board.

(5) The functions of audit, assessment, and quality control in a specific case for a specific tax year shall be performed by separate officers.

(6) All communications, among the units, or with the taxpayer, or an authorized representative of the taxpayer, or with any other person with respect to the information or documents or evidence or any other details, as may be necessary, shall be through electronic means.”;

(40) after section 228, the following new section shall be inserted, namely: –

“228A. Directorate General (Field Compliance), Inland Revenue. — (1) The Directorate General (Field Compliance) Inland Revenue shall consist of a Director General and as many Directors, Additional Directors, Deputy Directors and Assistant Directors and such other officers as the Board, may by notification in the official Gazette, appoint.

- (2) The Board may, by notification in the official Gazette, —
- (a) specify the functions and jurisdiction of the Directorate General and its officers; and
 - (b) confer the powers of authorities specified in section 207 upon the Directorate General and its officers.”;

(41) in section 231B, in sub-section (6), —

- (i) in clause (b), after the semi colon, occurring at the end, the word “and” shall be added, and
- (ii) clause (c) shall be omitted;

(42) section 236CA shall be omitted;

(43) after section 237B, the following new section shall be inserted, namely

:-

“237C. Uniform. - The Board may by notification in the official Gazette, prescribe rules for wearing of uniform by officers and staff of Inland Revenue Service of Pakistan.”;

(44) in the First Schedule, —

- (a) in Part I, —
 - (i) in Division I, in clause (2), for the Table, the following shall be substituted, namely: —

“TABLE

S. No.	Taxable Income	Rate of Tax
(1)	(2)	(3)
1.	Where taxable income does not exceed Rs. 600,000/-	0%
2.	Where taxable income exceeds Rs. 600,000/- but does not exceed Rs. 1,200,000	1% of the amount exceeding Rs. 600,000/-
3.	Where taxable income exceeds Rs. 1,200,000/- but does not exceed Rs. 2,200,000	Rs. 6,000 + 11% of the amount exceeding Rs. 1,200,000/-
4.	Where taxable income exceeds Rs. 2,200,000/- but does not exceed Rs. 3,200,000	Rs. 116,000 + 20% of the amount exceeding Rs. 2,200,000/-
5.	Where taxable income exceeds Rs. 3,200,000/- but does not exceed Rs. 4,100,000	316,000 + 25% of the amount exceeding Rs. 3,200,000/-
6.	Where taxable income exceeds Rs. 4,100,000/-	Rs. 541,000 + 29% of the amount exceeding Rs. 4,100,000/-

	but does not exceed Rs. 5,600,000	
7.	Where taxable income exceeds Rs. 5,600,000/- but does not exceed Rs. 7,000,000	Rs. 976,000 + 32% of the amount exceeding Rs. 5,600,000/-
8.	Where taxable income exceeds Rs. 7,000,000/-	Rs. 1,424,000 + 35% of the amount exceeding Rs. 7,000,000/-";

(ii) in Division IIB, for the Table, the following shall be substituted, namely: —

“TABLE

S. No.	Income under section 4C and person	Rate of Tax
1.	Income of a banking company exceeding Rs. 150 million	10% of the income
2.	Income of a person, whose income is computed as per Part I of the Fifth Schedule, exceeding Rs. 150 million, so far as it does not exceed the limit	10% of the income

	specified in rule 4 of that Part	
3	Income of a person, engaged in deriving income from sale of any kind of fertilizer, exceeding Rs. 150 million.	10% of the income
4	Income of a person other than those mentioned in S. No. 1, 2 and 3, exceeding Rs. 500 million	8% of the income

- (iii) in Division IVA, for the word “delivered”, the word “ordered” shall be substituted;
- (iv) in Division VII, in the third Proviso, after the word “shall”, the words “charge and” shall be inserted;
- (v) Division VIIC shall be omitted; and
- (vi) in Division IX, in the Table, in column (1), against S. No. 3 in column (2), entry (a) shall be omitted;
- (b) in Part III, —
- (i) after omitted Division IB, the following new Division shall be inserted, namely:—

“Division IC

**Certain payments by life insurance companies and
takaful operators**

S. No.	Description	Rate of Tax
(1)	(2)	(3)
1	Where payout or benefit is made within one year from the date of issuance of the life insurance policy, family takaful certificate or plan	15%
2	Where payout or benefit is made after one year but before completion of seven years from the date of issuance of the life insurance policy, family takaful certificate or plan.	10%”;

(ii) in Division III, —

(A) in paragraph (2), —

(1) in sub-paragraph (i), for the expression “6%”, the expression “7%” shall be substituted;

(2) for sub-paragraph (ii), the following new sub-paragraph shall be substituted; namely: —

“(ii) 15% in the case of independent professional services such as doctors, lawyers, architects, accountants,

software engineers or developers,
working independently;” and

(3) after sub-paragraph (ii), substituted as aforesaid, the following new sub-paragraphs shall be added, namely: —

“(iii) 1.5% of the gross amount payable to electronic and print media in case of advertising services; and

(iv) 14% of the gross amount in the case of services other than those covered in sub-paragraphs (i), (ii) and (iii).”;

(iii) in Division IIIAA, for the expression “15%”, the expression “20%” shall be substituted;

(iv) after Division IIIAA, the following new Division shall be inserted, namely: —

“Division IIIAB

Withholding Tax on Revenues Received from Social Media Platforms

The rate of tax to be deducted under section 151B shall —

(a) 5% in case of resident persons whose name appearing in the Active Taxpayers’ List; and

(b) 5% in case of non-resident person:

Provided that tax collected under clause (b) shall be final tax.”;

(v) in Division IV, —

- (A) in paragraph (1), for the expression “1%”, the expression “1.25%” shall be substituted; and
- (B) in paragraph (3), for the expression “1%”, the expression “1.25%” shall be substituted.; and
- (vi) in Division IVA, in the Table, in column (1), in S. No. (1), in the entry in column (3), for the figure “2026”, the figure “2029” shall be substituted; and
- (b) in Part IV, —
 - (i) for Division X, the following shall be substituted, namely:

“Division X

Advance tax on sale or transfer of immovable property

The rate of tax to be collected under section 236C shall be 2.75% of the gross amount of the consideration received.”;

- (ii) for Division XVIII, the following shall be substituted, namely: —

“Division XVIII

Advance tax on purchase of immovable property

The rate of tax to be collected under section 236K shall be 1.25% of the fair market value of the immovable property.”;

(iii) in Division XXVII, for the expression “5%”, the expression “0.5%” shall be substituted; and

(iv) Division XA shall be omitted;

(52) in the Second Schedule, —

(a) in Part I, —

(i) in clause (57), in sub-clause (4), in the Table, in column (1), —

(A) against Sr. No. (xiii), in column (2), for the expression “National Endowment Scholarship for Talent (NEST)”, the words “Pakistan Education Endowment Fund” shall be substituted; and

(B) after Sr. No. (lii), the following new Sr. Nos. and entries relating thereto in column (2), shall be added, namely: —

“liii	Pakistan Red Crescent Society
liv	Shaheen Foundation established by Pakistan Air Force
Iv	Dawat-e-Hadiya
Ivi	Bahria Foundation established by Pakistan Navy
Ivii	Sindh Institute of Urology and Transplantation.”;

- (ii) in clause (78), for the words “Foreign Currency Account Scheme”, the expression “any foreign currency account scheme(s)” shall be substituted; and
 - (iii) in clause (79), for the expression “non-resident individual holding a Pakistan Origin Card (POC) or National ID Card for Overseas Pakistanis (NICOP) or Computerized National ID Card (CNIC)”, the expression “a person maintaining a Non-Resident Pakistani Rupee Value Account “NRVA” or Non-Resident Business Value Account “NRBVA” under the scheme introduced by the State Bank of Pakistan” shall be substituted;
- (b) in Part II, —
- (i) in clause (5AA), for the word “individual”, the word “person” shall be substituted and for the expression “or a foreign currency account”, the expression “Foreign Currency Value Account (FCVA), Foreign Currency Business Value Account (FCBVA), Non-Resident Rupee Value Account (NRVA), or Non-Resident Rupee Business Value Account (NRBVA)” shall be substituted;
 - (ii) after clause (24CB), the following new clause shall be inserted, namely: —
 - “(24CC) The rate of tax under clause (b) of sub-section (1) of section 153 to be deducted from a person rendering terminal or port

service shall be twelve percent of the gross amount of payment.”; and

- (iii) for clause (24D), the following shall be substituted, namely:

—

“(24D) The rate of minimum tax under sub-section (1) of section 113 in the case of distributors, dealers, sub-dealers, wholesalers of packaged food, fertilizer, locally manufactured mobile phones, sugar and electronics shall be 0.5%, subject to the conditions that beneficiaries of reduced rate are appearing on the active taxpayers’ lists issued under the provisions of the Sales Tax Act, 1990 and the Income Tax Ordinance, 2001 (XLIX of 2001).”;

- (c) in Part IV, —

- (i) in clause (12A), for the word “to”, occurring for the second time, the word “by” shall be substituted;
- (ii) in clause (47B), after the expression “151,”, the expression “151A,” shall be inserted;
- (iii) clause (46A) shall be omitted;
- (iv) clause (57) shall be omitted;
- (v) in clause (111AB), for the expression “non-resident individual holding Pakistan Origin Card (POC) or National ID Card for Overseas Pakistanis (NICOP) or Computerized

National ID Card (CNIC) maintaining a Foreign Currency Value Account (FCVA) or Non-resident Pakistani Rupee Value Account (NRVA)”, the expression “Foreign Currency Value Account (FCVA), Foreign Currency Business Value Account (FCBVA), Non-Resident Rupee Value Account (NRVA), or Non-Resident Rupee Business Value Account (NRBVA)” shall be substituted;

- (vi) for clause (114A), the following shall be substituted, namely :-

“(114A) The provisions of clause (ae) of sub-section (1) of section 114 and section 181 shall not apply to a person maintaining a Foreign Currency Value Account (FCVA), Foreign Currency Business Value Account (FCBVA), Non-Resident Rupee Value Account (NRVA), or Non-Resident Rupee Business Value Account (NRBVA) with authorized banks in Pakistan under the foreign exchange regulations issued by the State Bank of Pakistan:

Provided that this clause shall not apply if the person referred in this clause has Pakistan-source taxable income other than the following; namely:—

- (a) profit on debt on FCVA, FCBVA, NRVA, or NRBVA ;
- (b) profit on debt earned on Government of Pakistan (GOP) securities either

conventional or Shariah Compliant where investment has been made from proceeds of FCVA, FCBVA, NRVA, or NRBVA;

(c) capital gain on disposal of immovable property acquired from proceeds of FCVA or NRVA;

(d) capital gain on disposal of securities traded on Pakistan Stock Exchange and units of mutual funds that are acquired from proceeds of FCVA, FCBVA, NRVA, or NRBVA; or

(e) dividend income from securities traded on Pakistan Stock Exchange and mutual funds that are acquired from proceeds of FCVA, FCBVA, NRVA, or NRBVA.”; and

(vii) in clause (115), for the word “one”, the word “two” shall be substituted;

(53) in the Eighth Schedule, rule 5 shall be omitted; and

(54) in the Tenth Schedule, —

(a) rule 1A shall be omitted; and

(b) in rule 10, clause (y) shall be omitted;

7. **Amendments in the Federal Excise Act, 2005.**— In the Federal Excise Act, 2005, the following further amendments shall be made, namely: -

(1) in section 2,—

(a) after clause (2), the following new clause shall be inserted, namely:-

“(2A)“**algorithmic settlement mechanism**” means algorithmic settlement mechanism provided under section 26AAA of the Sales Tax Act, 1990;”;

(b) after clause (9a), the following new clause shall be inserted, namely:-

“(9b)“**electronic invoicing system**” means such electronic system or mechanism as may be prescribed or approved by the Board for issuance and recording of sales tax invoices in electronic form;”;

(c) after clause (16), the following new clause shall be inserted, namely:-

“(16A1) “National faceless centre” means the National faceless centre as defined in section 32C of the Sales Tax Act, 1990 (VII of 1990); and

(d) after clause (19a), the following new clause shall be inserted, namely:-

“(19b) “**production monitoring system**” means any system or technology, used for the purposes of monitoring production and sale of goods, whether in real-time or otherwise, including such systems or technologies as may be prescribed by the Board from time to time;”;

(2) in section 3, after sub-section (3A), the following new sub-section shall be inserted, namely:-

“(3B) Notwithstanding anything contained in this section, there shall be levied and collected a Special Excise Duty in addition to duty imposed under sub-section (1), on such goods as listed in Table-IA of the First Schedule to this Act at the rates specified therein:

Provided that the Board may prescribe time, mechanism, procedure, mode and manner of collection for such duty.”;

(3) after section 7, the following new section shall be inserted, namely:-

“(7A) **National faceless centre and application of the provisions of the Sales Tax Act, 1990.**- (1) Notwithstanding anything contained in this Act, the audit and assessment proceedings under the Act may be conducted in the faceless manner by the National faceless centre.

(2) The provisions of the Sales Tax Act, 1990 (VII of 1990) relating to the establishment, assignment of jurisdiction, conduct of audit, assessment and appeals shall apply *mutatis mutandis*.

(3) Notwithstanding anything contained in this Act, the Board may establish digitally operated algorithmic settlement mechanism for settlement of proceedings at any stage before any order under this Act is passed and the provisions relating to algorithmic settlement mechanism of the Sales Tax Act, 1990 (VII of 1990) shall apply *mutatis mutandis*.

(4) in section 18, for sub-section (1), the following shall be substituted, namely:-

“(1) A person registered under this Act shall issue for each transaction an invoice including an advance receipt invoice, bearing a verifiable and unique FBR invoice number at the time of clearance or sale of goods

including goods chargeable to duty at the rate of zero per cent or providing or rendering services containing the following particulars in Urdu or English language, namely:—

- (a) name, address and registration number of the seller;
- (b) name, address and registration number of the buyer;
- (c) date of issue of the invoice;
- (d) description and quantity of goods or as the case may be, description of services;
- (e) value exclusive of excise duty;
- (f) amount of excise duty; and
- (g) value inclusive of excise duty:

Provided that the Board may notify any person or class of persons who may be allowed to issue an advance receipt invoice under the notified system:

Provided further that the condition of verifiable and unique FBR invoice number shall be applicable from a time as notified by the Board.”;

(5) in section 19,—

- (a) in clause (a), in sub-section (2), for the words “Federal Excise officer”, the words “Officer of Inland Revenue” shall be substituted; and
- (b) for sub-section (4), the following shall be substituted, namely:-

“(4) Any person who, without the approval of the Commissioner, directly or otherwise destroys, damages, erases or otherwise manipulates data stored in or used in connection with

a computer, equipment or system used for the electronic monitoring of production, manufacture, sales, clearance, stocks or any other related activity implemented under this Act and the rules made thereunder, including any production monitoring system, video analytics system or otherwise uses a computer, the purpose or effect of which is to reduce, avoid or evade any liability to duty of excise which would otherwise have been imposed by this Act, or to defeat any provisions of this Act and rules made there under shall be guilty of an offence and shall be liable to fine which may extend to seventy five thousand rupees or ten times of the duty involved whichever is higher and punishment with imprisonment which may extend to five years or both.”;

- (6) in section 26, for sub-section (1), the following shall be substituted, namely:-

“(1) The counterfeited cigarettes or beverages which have been manufactured or produced unlawfully and other dutiable goods on which duty of excise has not been paid in the manner as required under this Act and the rules made thereunder or such goods without affixing or affixing counterfeit tax stamps, bar codes, banderols, stickers, labels or bar codes, as required under section 45A of this Act, or goods which are required to be monitored through a production monitoring system under this Act and the rules made thereunder but are manufactured, produced, transported, removed or otherwise dealt with without such

monitoring in the prescribed manner, shall be liable to seizure along with the conveyance, which has been used for the movement, carriage or transportation of such goods.”;

- (7) in section 27, for sub-section (1), the following shall be substituted, namely:–

“(1) The cigarettes or beverages seized for the reasons of counterfeiting or such goods without affixing or affixing counterfeited tax stamps, banderoles, stickers, labels or barcodes, as required under section 45A of this Act ,or goods which are required to be monitored through a production monitoring system under this Act and the rules made thereunder but are manufactured, produced, transported, removed or otherwise dealt with without such monitoring in the prescribed manner, shall be liable to outright confiscation and shall be destroyed in the manner prescribed in sub-section (10) of section 19.”;

- (8) in section 33, in sub-section (1), for the words “Federal Excise officer”, the words “officer of Inland Revenue” shall be substituted;

- (9) after section 34A the following new section shall be inserted, namely: –

“34AA. Independent case scrutiny committee. – (1) A reference under section 34A of the Act before the High Court, or an appeal or review before the Federal Constitutional Court or the Supreme Court of Pakistan shall only be filed by the Commissioner Inland Revenue after the same has been

approved by an independent case scrutiny committee as constituted by the Board.

(2) The Board may constitute one or more such committees and assigned them cases or classes of cases decided by the Appellate Tribunal Inland Revenue or the High Court, as the case may be.

(3) The Committee shall comprise of the following Members as nominated by the Board –

(a) a retired judge of the Supreme Court of Pakistan, the Federal Constitutional Court, or any of High Court who shall also act as Chairman of the Committee;

(b) an Advocate having not less than fifteen years of experience in duty and commercial litigation before the High Court or Supreme Court of Pakistan, to be nominated from a panel notified by the Board from time to time; and

(c) a senior serving or retired officer of the FBR (BS 20 or above).

(4) The powers, functions, and procedure of the Committee along with remuneration of its Members shall be governed as may be prescribed.

(5) Recommendations of the committee shall be binding upon the Commissioner Inland Revenue having jurisdiction over the case.

(6) Notwithstanding anything contained in any other law for the time being in force, no suit, prosecution, or other legal proceedings

shall lie against the Members of the committee and the Commissioner Inland Revenue having jurisdiction over the case, in relation to the decisions made under this section.

(7) The committee constituted under this sub-section shall exercise its powers and functions with effect from the date of its constitution as notified by the Board.”;

(10) in section 43A, for the words “federal excise”, the words “of Inland Revenue” shall be substituted;

(11) in section 44, in sub-section (3), for the words “Federal Excise Officer”, the words “Officer of Inland Revenue” shall be substituted;

(12) for section 45A, the following shall be substituted, namely:–

“(45A) Monitoring or tracking by electronic or other means.–

(1) Subject to such conditions, restriction and procedures as it may deem fit to impose or specify, the Board may, by notification in the official Gazette, specify any registered person or class of registered persons or any goods or services or class of goods or services in respect of which monitoring or tracking of production, sales, clearance, stocks or any other related activity may be implemented through electronic or other means as may be prescribed.

(2) From such date as may be prescribed by the Board, no excisable goods shall be removed or sold by the manufacturer or any other person without affixing tax stamp, band role stickers, labels, bar code production monitoring system, video analytics, etc, in any such form, style and manner as may be prescribed by the Board in this behalf.

(3) Such tax stamps, banderols, stickers, labels, barcodes, production monitoring equipment etc., shall be acquired by the registered person referred to in sub-section (2) from a licensee appointed by the Board.”;

(13) in section 46,—

(a) for sub-sections (1), (2) and (2A), the following shall be substituted, namely:—

“(1) The officer of Inland Revenue authorized by the Board or the Commissioner may, after giving advance notice in writing, conduct audit of the records and documents of any person registered under this Act.

(2) In case the Commissioner has information or sufficient evidence showing that such registered person is involved in fraud or evasion of duty, he may authorize an officer of Inland Revenue not below the rank of Assistant Commissioner, to conduct audit at any time in a year.

(2A) After completion of the audit under this section of any other provisions of this Act, the officer of Inland Revenue shall, after obtaining the registered person’s explanation on all the issues raised in the audit, issue an audit report containing audit observations and finding.

(2B) For the purpose of sub-section (2), the Commissioner may conduct audit proceedings electronically through video links, or any other facility as prescribed by the Board.”;

(2C) After issuing the audit report under this section or any other provision of law, the officer of Inland Revenue may, if required pass an order under sub-section (2) of section 14, after providing an opportunity of being heard to the registered person under sub section (1) of section 14, imposing the amount of duty as per law, charging default surcharge, imposing penalty and recovery of any amount erroneously refunded.”;

- (b) in sub-section (3), for the proviso, the following shall be substituted, namely:–

“Provided that if a registered person deposits the amount of duty not paid, short paid or amount of duty evaded along with default surcharge during or after the audit but before the, issuance of show cause notice under sub-section (1) of section 14, he may deposit such amount along with twenty five percent of the amount of penalty prescribed under this Act or the rules made there under:

Provided further that if a registered person deposits the amount of duty not paid, short paid or amount of duty evaded along with default surcharge, after issuance of show cause notice under sub-section (1) of section 14, he may deposit such amount along with fifty percent of the amount of penalty prescribed under this Act or the rules made there under and in such case, further proceedings in the case shall abate.”;

- (c) after sub-section (3) amended as aforesaid, the following new sub-section shall be inserted, namely:-

“(3A) If, at any stage of the proceedings before him, if the Commissioner is of the opinion that having regard to, —

- (a) the nature and complexity of the accounts; or
- (b) volume of the accounts; or
- (c) doubts about the correctness of the accounts; or
- (d) multiplicity of transactions in the accounts; or
- (e) specialized nature of business activity of the

registered person, and interests of the revenue, is of the opinion that it is necessary so to do, he may, after giving the registered person a reasonable opportunity of being heard, and with the previous approval of the Chief Commissioner, direct the registered person to get either any or all of the following to get the —

- (i) accounts re-audited by an accountant, and to furnish a report of such audit duly signed and verified by such accountant including answers to the specific queries as the Commissioner may require; and
- (ii) inventory re-valued by a cost accountant, and to furnish a report of such inventory valuation duly signed and verified by such cost accountant including answers to the specific queries as the Officer of Inland Revenue may require;

Explanation.- The accountant or the cost accountant, as referred to in this sub-section shall be nominated by the Commissioner for the purposes of the said sub-section from amongst the panel of such accountants or cost accountants nominated by the Board.”;

(14) in the First Schedule,—

(1) in Table-1, in column (1),—

- (a) against S. No. 7a, in column (4), for the words “forty four”, the word “ten” shall be substituted;
- (b) against S. No. 8a, in column (4), for existing entries, the following shall be substituted, namely:—
“Rupees sixteen thousand five hundred per kg”
- (c) against S. No. 55 and 55B, in column (2), for the expression “2026”, the expression “2027” shall be substituted;
- (d) after S. No. 55, the following new S. No. and entries relating thereto in columns (2), (3) and (4) shall be inserted, namely:-

"55A	Electric cars, electric SUVs, and electric pickup vehicles, imported for personal use in CBU condition, of import value including Custom Duty:-	Respective Heading	
	(a) Not exceeding PKR 20 million		0%
	(b) exceeding PKR 20 million and upto PKR 30 million		30%
	(c) exceeding PKR 30 million		40%"

- (e) against S. No. 59, in column (2), for the words "excluding mineral and aerated waters", the expression "excluding mineral waters, aerated waters, hydration drinks or electrolyte beverages specifically formulated to support hydration, electrolytes replenishment not containing sugar **exceeding** 5g/100 ml or artificial sweetener" shall be substituted;
- (f) for entry 63, and entries relating thereto in columns (2), (3) and (4), following shall be substituted, namely: —

"63		2710.1951	
	Lubricating oil and base	2710.1952	Five percent ad valorem.";
	lubricating oils	2710.1953	
		2710.1993	

(g) after S. No. 64 and entries relating thereto in columns (2), (3) and (4), the following new S. No. and entries relating thereto shall be added, namely:—

"65	(i) Petroleum top Naphtha	2710.1942	(i) Rs. 80 per liter
	(ii) White Spirit/Mineral Turpentine Oil (MTT)	2710.1240	(ii) Rs. 80 per liter
	(iii) Solvent Oil	2710.1250	(iii) Rs. 80 per liter.";

(h) in Table-1, for Restriction-2, the following shall be substituted, namely:—

“(2) Restriction-2 – Brand variants at different price points.– No manufacturer or importer of cigarette can introduce or sell a new variant of the existing brand at a price lower than the lowest actual price of the existing brand. For the purposes of this restriction, current minimum price of existing brand means the lowest price of an existing brand on the day of announcement of Budget of the current financial year.

Explanation.– For the purpose of this restriction, brand variant means any cigarette brand with identical name, trademark, design, pattern or any unique distinguishing mark associated with an existing brand.”;

(2) after Table-1 amended as aforesaid, the following new Table shall be inserted, namely:–

“Table IA

S. No.	Description of goods	Heading/sub-heading Number	Rate of duty
(1)	(2)	(3)	(4)
1.	Imported motor cars, SUVs and other motor vehicles, excluding auto rickshaws, principally designed for the transport of persons (other than those of headings 87.02), and till the 30th day of June, 2027 electric vehicles (4	87.03 8704.2190 8704.3190	

(II) Europe (c) IATA Traffic Conference Area 3 (Far East, Australia, New Zealand and Pacific Islands)		(b)(II) Forty thousand rupees (c) Forty thousand rupees”;
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- (15) in the Second Schedule, after the omitted S. No. 4, in column (1) and entries relating thereto in columns (2) and (3), the following new S. No. shall be inserted, namely:—

“5.	Imported and locally produced:	
	(i) Petroleum top Naphtha	2710.1942
	(ii) White Spirit/Mineral Turpentine Oil (MTT)	2710.1240
	(iii) Solvent Oil	2710.1250”; and

- (16) in the Third Schedule, in Table-I, after S. No. 27, in column (1) and entries relating thereto in columns (2) and (3), the following new S. No. shall be inserted, namely:—

“28.	Import of bullet proof vehicles by the: i) Federal Government for logistic arrangements for Shanghai Cooperation Organization (SCO) summit subject to the prior approval from the Ministry of Foreign Affairs and the Ministry of Interior and Narcotics Control	Respective heading.”.
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	<p>ii) By the Federal Government or Provincial Government for threat of terrorism against a public functionary as determined by the Ministry of Interior and Narcotics Control, subject to approval by the Federal Government”.</p>	
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8. **Amendments of the Finance Act, 2022 (XIII of 2022).** — In the Finance Act, 2022 (XIII of 2022), in section 8, —

- (1) in sub-section (2), —
 - (a) in clause (ab), the word “and” at the end shall be omitted;
 - (b) in clause (ac), after the semicolon occurring at the end, the word “and” shall be added; and
 - (c) clause (b) shall be omitted;
- (2) in sub-section (3), —
 - (a) in clause (b), in the proviso, after the semicolon occurring at the end, the word “and” shall be added; and
 - (b) clause (c) shall be omitted;
- (3) in sub-section (4), in clause (g), for the expression “(ab), (ac) and (b)”, the expression, “(ab) and (ac) shall be substituted;
- (4) in sub-section (13), clause (c) shall be omitted; and
- (5) in the First Schedule, in the Table, in column (1), S. No. (4) and entries relating thereto in columns (2) and (3) shall be omitted.

STATEMENT OF OBJECTS AND REASONS

The purpose of this bill is to make financial provisions for the year beginning on the first day of July, 2026 and it shall come into force on the first day of July, 2026

(Senator Muhammad Aurangzeb)

Minister for Finance & Revenue

STATEMENT OF ESTIMATED TAX EXPENDITURE

Section 8 of Public Finance Management Act, 2019 provides that The Federal Government shall, in respect of every financial year cause to be laid down before the National Assembly, Finance Bill consistent with Article 73 of the Constitution including a statement of estimated tax expenditure of the Federal Government.

2. A Tax Expenditure Report 2026 providing the details of tax expenditure in FY 2024-25, which involves tax expenditure in Sales Tax of Rs. 1,273.98 Billion, a tax expenditure in respect of Customs Duty of Rs. 499.14 Billion and tax expenditure in respect of Income Tax of Rs. 579.70 Billion, arriving at a total estimated tax expenditure of Rs. 2,352.81 Billion is being laid before the Parliament.

NOTES ON CLAUSES

CUSTOMS ACT, 1969 (IV OF 1969)

- Clause 4(1) Seeks to add a new clause 2 (ssssa) to define State Warehouse for legal clarity.
- Clause 4(2) Seeks to amend sub-section 5 of section 19 to give continuity to the notifications issued under section 19 during the Financial year.
- Clause 4(3)(a) Seeks to amend sub-section (3) of section 32 to remove a legal lacuna whereby no mis-declaration case can be framed in multiple declarations up to twenty thousand.
- Clause 4(3)(b) Seeks to amend sub-section (3A) of section 32 to remove a legal lacuna whereby no mis-declaration case can be framed in multiple declarations up to one hundred thousand.
- Clause 4(4) Seeks to amend section 80 to provide legal cover to non-intrusive examination i.e. scanning.
- Clause 4(5)(a) Seeks to amend section 82 to streamline the imposition of penalty on late filing of GD and late removal of goods from ports after clearance.
- Clause 4(5)(b) Seeks to add proviso to section 82 to provide legal cover to outsource customs auctions.
- Clause 4(6)(a) Seeks to amend S.No.7A to section 156(1) to enhance the quantum of penalty on Terminal Operators from five hundred thousand rupees to ten million rupees for not entertaining delay and detention certificate issued by Customs.
- Clause 4(6)(b) Seeks to add a new S.No.62A in section 156(1) to penalize illegal removal of goods from state warehouses.

- Clause 4(6)(c) Seeks to amend the S.No.83 of Section 156(1) to include any officer of an authority bound to deposit the impugned goods under section 170 to customs.
- Clause 4(7) Seeks to amend section 157(2) to add Explanation of the word “removal” that it includes all types of illegal movement of smuggled goods.
- Clause 4(8) Seeks to amend section 170 to require any authority to hand over the goods liable for confiscation to Customs, without waiting for conclusion of the proceedings of case.
- Clause 4(9) Seeks to insert new sub-section (6) to section 179 to introduce Faceless Adjudication and virtual proceedings to enhance transparency, efficiency and quick disposal of cases.
- Clause 4(10) Seeks to add a new sub-section (6) to section 185A for empowering Special Judge to freeze the property of accused during trial if it is believed that the accused is involved in illegal transfer of money into or out of Pakistan.
- Clause 4(11) Seeks to add a new section 196JJ to provide legal cover to independent case scrutiny committee for filing or otherwise of appeal before the Courts.
- Clause 4(12) Seeks to amend section 215 to provide legal cover to also publish legal Notices/Orders in newspapers where respondent is not traceable
- Clause 4(13) Seeks to amend the First Schedule to the Customs Act, 1969
- Clause 4(14) Seeks to substitute the Fifth Schedule to the Customs Act, 1969

SALES TAX ACT, 1990

Clause 5(1)(a)	Seeks to insert new clauses (1AA) and (1AAA) after clause (1A) of section 2
Clause 5(1)(b)	Seeks to insert new clause (9AB) after omitted clause (9AA) of section 2
Clause 5(1)(c)	Seeks to insert new clause (17A) after clause (17) of section 2
Clause 5(1)(d)	Seeks to insert new clause (22)(1A) after clause (22) of section 2
Clause 5(1)(e)(i)	Seeks to insert the expression “having turnover more than two hundred million” after the expression, “wholesaler-cum-retailer” in sub-clause (d) in clause (43A) of section 2
Clause 5(1)(e)(ii)	Seeks to omit sub-clauses (f) and (g) of clause (43A) of section 2
Clause 5(1)(e)(iii)	Seeks to insert new sub-clause (gb) after omitted sub-clause (ga) of clause (43A) of section 2
Clause 5(1)(e)(iv)	Seeks to substitute a colon, for full stop and thereafter to add new proviso in sub-clause (h) of clause (43A) of section 2
Clause 5(1)(f)	Seeks to add Explanation after sub-clause (a) of clause (44) of section 2
Clause 5(1)(g)	Seeks to substitute the full stop, for the colon and thereafter to add the following expression in sub-clause (j) of clause (46) of section 2:
Clause 5(2)	Seeks to substitute a colon, for the full stop at the end and thereafter to add new proviso, after the first proviso in sub-section (2) of section 6

- Clause 5(3) Seeks to substitute a colon, for the full stop at the end and thereafter to add new proviso, in second proviso in sub-section (1) of section 8B
- Clause 5(4) Seeks to substitute a colon, for the full stop at the end and thereafter to add new proviso in section 9
- Clause 5(5) Seeks to inert new section11H after section 11G
- Clause 5(6) Seeks to insert the expression, “, has committed non-compliance of sub-section (5) and sub-section (6) of section 23 or section 40C” after the words “invoices” in sub-section (2) of section 21
- Clause 5(7)(i) Seeks to substitute the expression “as well as exempt supply shall issue a tax invoice including an advance receipt invoice, bearing a verifiable and unique FBR invoice number” for the words “supply shall issue a serially numbered tax invoice” in sub-section (1) of section 23
- Clause 5(7)(ii) Seeks to substitute for the existing provisos, after the Explanation in clause (b) of sub-section (1) of section 23
- Clause 5(8)(i) Seeks to insert new sub-sections (8A) and (8B) after sub-section (8) of section 25
- Clause 5(8)(ii) Seeks to substitute the words “issuing the audit report” for the words “completion of the audit” in sub-section (9) of section 25
- Clause 5(8)(iii)(a) Seeks to substitute the word “deposits” for the words “wishes to deposit” in sub-section (11) of section 25
- Clause 5(8)(iii)(b) Seeks to substitute the words “fifty percent” for the words “full amount” in the second proviso in sub-section (11) of section 25
- Clause 5(9) Seeks to insert new 30AA after section 30A

Clause 5(10)	Seeks to insert new section 30DDDB after section 30DDDA
Clause 5(11)	Seeks to insert new section 32C after section 32B
Clause 5(12)(a)(i)	Seeks to substitute the expression “fifty” for the expression “ten” in column (2) against S. No. 1 of section 33
Clause 5(12)(a)(ii)	Seeks to substitute the expression “thousand” for the expression “hundred” in the proviso in column (2) against S. No. 1 of section 33
Clause 5(12)(b)	Seeks to substitute the expression “twenty-five thousand rupees or five per cent” for the expression “five thousand rupees or three per cent” in column (2) against S. No. 2 of section 33
Clause 5(12)(c)(i)	Seeks to substitute the expression “fifty” for the expression “ten” in column (2) against S. No. 3 of section 33
Clause 5(12)(c)(ii)	Seeks to substitute the expression “ten” for the expression “five” in column (2) against S. No. 3 of section 33
Clause 5(12)(d)(i)	Seeks to substitute the expression “fifty thousand rupees or five per cent of the amount of the tax involved, whichever is higher” for the expression “ten thousand rupees or five per cent of the amount of the tax involved, whichever is higher” appearing for the first time in column (2) against S. No. 5 of section 33
Clause 5(12)(d)(ii)	Seeks to substitute the expression “thousand” for the expression “hundred” in the first proviso, in column (2) against S. No. 5 of section 33
Clause 5(12)(e)	Seeks to substitute the expression “fifty” for the expression “ten” in column (2) against S. No. 7 of section 33

Clause 5(12)(f)	Seeks to substitute the expression “fifty” for the expression “ten” in column (2) against S. No. 8 of section 33
Clause 5(12)(g)	Seeks to substitute S. No. 25 of section 33
Clause 5(12)(h)	Seeks to add S. Nos. 29, 30 and 31 and entries relating thereto in columns (1), (2) and (3) after S. No. 28 of section 33
Clause 5(13)(a)	Seeks to substitute sub-sections (2) and (3) of section 40C
Clause 5(13)(b)	Seeks to add new sub-section (6) after the omitted sub-section (5) of section 40C
Clause 5(14)	Seeks to insert new section 40F after section 40E
Clause 5(15)	Seeks to insert new section 45C after section 45B
Clause 5(16)(a) & (b)	Seeks to insert new sections 47AA and 47AAA after section 47A
Clause 5(17)	Seeks to add new sub-section (3) after sub-section (2) of section 56B
Clause 5(18)	Seeks to add new S. Nos. 56 to 76 and entries relating thereto in columns (2) and (3) after S. No. 55 in the Table of Third Schedule
Clause 5(19)(a)(i)	Seeks to substitute S. No. 32 and entries relating thereto in columns (2) and (3) in Table-1 of the Sixth Schedule
Clause 5(19)(a)(ii)	Seeks to substitute expression “2027” for the expression “2026” in column (2) against S.No. 157 of Table-1 of Sixth Schedule
Clause 5(19)(a)(iii)	Seeks to substitute S. No. 181 and entries relating thereto in columns (2) and (3) of Table-1 of the Sixth Schedule
Clause 5(19)(a)(iv)	Seeks to add new S. Nos. 182, 183, 184 and 185 and entries relating thereto in columns (2) and (3) after S. No. 181 of Table-1 of the Sixth Schedule

- Clause 5(19)(b) Seeks to add new S. Nos. 23 ad 24 and entries relating thereto in columns (2), (3) and (4) after S. No. 22 in Table-3 of the Sixth Schedule
- Clause 5(20)(a) Seeks to substitute expression “30th June, 2027” for the expression “30th June, 2026” in column (2) against S. No. 71 of Table-1 of Eighth Schedule
- Clause 5(20)(b) Seeks to substitute S. No. 80 and corresponding entries relating thereto in columns (2), (3) and (4) of Table-1 of Eighth Schedule
- Clause 5(21)(a) Seeks to add a comma after the word “companies” and thereafter to add the words “association of persons and individuals” in column (2) against S. No. 4 in the Table of Eleventh Schedule
- Clause 5(21)(b) Seeks to add a new S. No. 14 and entries relating thereto in columns (2), (3) and (4) after S. No. 13 in the Table of Eleventh Schedule
- Clause 5(22) Seeks to add provisos after clause (i), in clause (2), under the heading “Procedure and Conditions, after the Table, in the Twelfth Schedule

INCOME TAX ORDINANCE, XLIX OF 2001

- Clause 6(1)(a)(b)(c)
(d)(e) (f)(g)(h)(I)&(J) Seeks to insert, omit, and rationalize various definitions, including Algorithmic Settlement Mechanism, Authorised Shipping Agent, electronically readable format, National Faceless Centre, and PRAL, and to omit obsolete definitions.
- Clause 6(2) Seeks to make consequential amendments, including omission of the proviso relating to surcharge provisions.
- Clause 6(3) Seeks to provide that tax on digital transactions shall be adjustable for persons exceeding the specified turnover threshold.
- Clause 6(4) Seeks to omit provisions relating to deemed income on capital assets.
- Clause 6(5) Seeks to introduce a tax regime on certain life insurance and family takaful payouts.
- Clause 6(6)(a)&(b) Seeks to make consequential amendments arising from the insertion of section 7G and omission of section 7E.
- Clause 6(7) Seeks to provide for disallowance in cases of failure to install prescribed electronic resources and integration systems.
- Clause 6(8) Seeks to empower the Federal Government to rationalize specified withholding tax rates having the character of minimum tax.
- Clause 6(9) Seeks to substitute the tax credit regime relating to integration.
- Clause 6(10) Seeks to provide the cost basis for inherited immovable property.
- Clause 6(11) Seeks to clarify the treatment of transmission through family settlement after death.

- Clause 6(12) Seeks to include limited liability partnerships within the definitional framework.
- Clause 6(13) (a)&(b) Seeks to amend provisions relating to the taxation of associations of persons.
- Clause 6(14) Seeks to amend the provisions of section 99B.
- Clause 6(15) (a)&(b) Seeks to insert a new provision relating to the NCCPL capital gains tax mechanism.
- Clause 6(16) (a)&(b) Seeks to provide for electronic filing of financial statements in electronically readable format.
- Clause 6(16)(c) Seeks to allow voluntary revision of returns for settlement of tax proceedings.
- Clause 6(17) Seeks to insert a new section establishing the framework for faceless assessment, audit, and rectification.
- Clause 6(18) Seeks to insert a new section establishing faceless appellate proceedings before the Commissioner (Appeals).
- Clause 6(19) Seeks to insert a new section establishing an Independent Case Scrutiny Committee for higher court litigation.
- Clause 6(20)(a)&(b) Seeks to provide for reconstitution of the ADR Committee in specified cases.
- Clause 6(21) Seeks to establish the statutory framework for the Algorithmic Settlement Mechanism.
- Clause 6(22) (a)(b) (c) (d)(e)(f)&(g) Seeks to introduce the authorised shipping agent regime and related compliance obligations.

Clause 6(23)	Seeks to omit sub-section (6C) of section 147.
Clause 6(24)	Seeks to insert a new section relating to certain payments made by life insurance companies and takaful operators.
Clause 6(25)	Seeks to substitute sub-section (1DA) of section 152.
Clause 6(26)	Seeks to introduce withholding tax on social media and influencer revenues.
Clause 6(27)	Seeks to insert two new provisions in section 159.
Clause 6(28)	Seeks to insert a new section for reporting of financial transaction data by banking companies and financial institutions.
Clause 6(29)	Seeks to make consequential amendments relating to final tax provisions.
Clause 6(30)	Seeks to strengthen the framework for electronic integration and invoicing systems.
Clause 6(31)(a)(b) &(c)	Seeks to expand the framework for banking data exchange and the centralized repository.
Clause 6(32)	Seeks to provide for re-audit, inventory valuation, and actuarial valuation powers.
Clause 6(33)(a)(b)(c)(d)(e)(f)(g)&(h)	Seeks to rationalize and enhance penalties.
Clause 6(34)(a)(b)&(c)	Seeks to reduce the tax liability threshold for ATL status.
Clause 6(35)	Seeks to transfer uniform provisions to the newly inserted section 237C.

- Clause 6(36) Seeks to insert a new section regarding faceless jurisdiction of income tax authorities.
- Clause 6(37)(a)&(b) Seeks to amend provisions relating to disclosure of anonymized taxpayer data to researchers and specialists.
- Clause 6(38) Seeks to replace auditors with audit mentors and sectoral experts.
- Clause 6(39) Seeks to establish the framework for the National Faceless Centre.
- Clause 6(40) Seeks to establish the Directorate General (Enforcement), Inland Revenue.
- Clause 6(41)(i)&(ii) Seeks to amend clause (b) of sub-section (6) of section 231B.
- Clause 6(42) Seeks to consolidate uniform provisions under section 237C.
- Clause 6(43) Seeks to omit section 236CA.
- Clause 6(44)(a)(b) &(c) Seeks to make amendments relating to insurance payouts, social media income, exporters, minimum tax, omission of deemed income tax rates, revision of super tax rates, and changes in tax slabs for salaried persons; and amendments in Divisions X and XVIII relating to immovable property.
- Clause 6(45)(a)(b) &(c) Seeks to insert new provisions and make consequential amendments, including reduced-rate and exemption provisions in Parts I, II, and IV.
- Clause 6(46) Seeks to omit rule 5 of the Eighth Schedule.
- Clause 6(47)(a)&(b) Seeks to omit rule 1A and clause (y) of rule 10 of the Tenth Schedule.

FEDERAL EXCISE ACT, 2005

- | | |
|-----------------|---|
| Clause 7(1)(a) | Seeks to insert new clause (2A) after clause (2) of section 2 |
| Clause 7(1)(b) | Seeks to insert new clause (9b) after clause (9a) of section 2 |
| Clause 7(1)(c) | Seeks to insert new clause (16A1) after clause (16) of section 2 |
| Clause 7(1)(d) | Seeks to insert new clause (19b) after clause (19a) of section 2 |
| Clause 7(2) | Seeks to insert new sub-section (3B) after sub-section (3A) of section 3 |
| Clause 7(3) | Seeks to insert new section 7A after section 7 |
| Clause 7(4) | Seeks to substitute sub-section (1) of section 18 |
| Clause 7(5)(a) | Seeks to substitute the words “Officer of Inland Revenue” for the words “Federal Excise officer” in clause (a) of sub-section (2) of section 19 |
| Clause 7(5)(b) | Seeks to substitute sub-section (4) of section 19 |
| Clause 7(6) | Seeks to substitute sub-section (1) of section 26 |
| Clause 7(7) | Seeks to substitute sub-section (1) of section 27 |
| Clause 7(8) | Seeks to substitute the words “officer of Inland Revenue” for the words “Federal Excise officer” in sub-section (1) of section 33 |
| Clause 7(9) | Seeks to insert new section 34AA after section 34A |
| Clause 7(10) | Seeks to substitute the words “of Inland Revenue” for the words “federal excise” in section 43A |
| Clause 7(11) | Seeks to substitute the words the words “Officer of Inland Revenue” for the words “Federal Excise Officer” in sub-section (3) of section 44 |
| Clause 7(12) | Seeks to substitute section 45A |
| Clause 7(13)(a) | Seeks to substitute sub-sections (1), (2) an (2A) of section 46 |

- Clause 7(13)(b) Seeks to substitute provisos in sub-section (3) of section 46
- Clause 7(13)(c) Seeks to insert new sub-section (3A) amended as aforesaid after sub-section (3) of section 46
- Clause 7(14)(I)(a) Seeks to substitute the word “ten” for the words “forty four” against S. No. 7a of Table-1 of First Schedule
- Clause 7(14)(I)(b) Seeks to substitute in order to increase FED on e-liquid at Rupees sixteen thousand five hundred per kg” from rupees ten thousand per kg or sixty five percent of the retail whichever is higher against S. No. 8a of Table-1 of the First Schedule
- Clause 7(14)(I)(c) Seeks to substitute the expression “2027” for expression “2026” in column (2) against S. Nos. 55 and 55B of Table-1 of First Schedule
- Clause 7(14)(I)(d) Seeks to insert new S. No. 55A after S. No. 55 in Table-1 of First Schedule
- Clause 7(14)(I)(e) Seeks to substitute the expression “excluding mineral waters, aerated waters, hydration drinks/ electrolyte beverages specifically formulated to support hydration, electrolytes replenishment not containing sugar exceeding 5g/ 100 ml or artificial sweetener.” for the expression “excluding mineral and aerated waters” in column (2) against S. No. 59 of Table-1 of the First Schedule
- Clause 7(14)(I)(f) Seeks to substitute S. No. 63 of Table-1 of the First Schedule
- Clause 7(14)(I)(g) Seeks to add new S. No. 65 and entries relating thereto in columns (2), (3) and (4) after S. No. 64 of Table-1 of First Schedule
- Clause 7(14)(I)(h) Seeks to substitute Restriction-2 in Table-1 of First Schedule
- Clause 7(14)(2) Seeks to insert new Table 1A and entries relating thereto in columns (2), (3) and (4) after Table-1 of First Schedule

- Clause 7(14)(3) Seeks to substitute S. No. 3 in column (2), for sub-clause (ii) of clause (b) and entries relating thereto in column (4) in Table-II of First Schedule
- Clause 7(15) Seeks to add new S. No. 5 and entries relating thereto in columns (2) and (3) after omitted S. No. 4 of Second Schedule
- Clause 7(16) Seeks to insert new S. No. 28 and entries relating thereto in columns (2) and (3) after S. No. 27 in Table-I, in the Third Schedule

The Statement of estimated Tax Expenditure of the Federal Government as required under Section 8 of Public Finance Management Act 2019 is appended at the end of this bill as Annex-A.

SALIENT FEATURES

BUDGET 2026-27

CUSTOMS ACT 1969

1. GUIDING PRINCIPLES:

- Strategic tariff rationalization via the National Tariff Policy (NTP) 2025-30.
- Simplification, trade facilitation, and enhancement of system efficiency.
- Targeted public health relief and economic stimulus for key sectors.

2. TARIFF RATIONALIZATION (NTP 2025-30):

- Reduction of the existing Customs Duty (CD) from 20% to 15% and 10%, existing 15% and 10% to 10% and 5%, and existing 5% to 0% respectively for input goods of different industrial sectors on 92 tariff lines.

3. REDUCTION IN ADDITIONAL CUSTOMS DUTY (ACD) RATES:

- Reduction of ACD from **6% to 4%** on **449 Tariff Lines**.
- Reduction of ACD from **4% to 2%** on **2,107 Tariff Lines**.
- Elimination of ACD from **2% to 0%** on **569 Tariff Lines**.

4. REVIEW OF REGULATORY DUTY (RD) REGIME:

- RD greater than 20% are brought down and capped at 20% for **359 Tariff Lines**.
- **20% reduction** on all RD rates between 2.5% and 20% across **1,347 Tariff Lines**.
- RD rates of 2.5%, 2% and 1% are reduced by 20% or completely eliminated – **208 Tariff Lines**

5. REVIEW OF EXEMPTION REGIME (FIFTH SCHEDULE):

- Deletion of entries from the Fifth Schedule where concessionary CD equals or exceeds the First Schedule general tariff.
- Exemption of **CD** on critical cancer-related Active Pharmaceutical Ingredients (APIs) under the Fifth Schedule.
- Reduction of Customs Duty from **20% to 10%** on specialized construction-related vehicles for construction sector.
- Exemption of CD on import on Defence Imports.

6. Exemption of CD, ACD and RD on import of Agricultural Machinery.
7. Exemption of CD on import of bullet proof vehicles for Shanghai Cooperation Organization Summit and for the import of bullet proof vehicles by Federal or Provincial government, for the on-going war against terrorism.
8. 15 new PCT Codes created and description of 2 PCT Codes amended for trade facilitation and statistical purposes.
9. State warehouses authorized by Collector of Customs have been defined to bring legal clarity in the type of warehouses.
10. To remove a legal lacuna, it has been clarified that the threshold of exemption for framing of misdeclaration case shall be irrespective of the number of Goods declaration involved and shall only be limited by the amount of revenue involved; by removing the words "in a case".
11. Scanning of cargo has been given legal cover to facilitate non-intrusive process of "Scanning" under the Act.
12. The Board is authorized to rationalize the penalties and prescribe appeal mechanism and exempt specified class of goods or Customs stations from such penalty through Rules; for delayed GD filing/clearance of goods at ports, and also authorized Collectors to reduce such penalties.
13. The Board may authorize any person, as defined under the Customs Act, to conduct auctions of auctionable goods in the prescribed manner, thereby improving efficiency and transparency.
14. The maximum penalty on terminal operators for failure to honor Delay Detention Certificates issued by Customs has been increased from Rs. 500,000 to Rs. 10 million.
15. A new penal clause added to prescribe specific penalty for unauthorized removal and misappropriation of goods from customs state warehouses.
16. An explanation is introduced for legal clarity of the word, "removal" which shall include carrying, transporting, depositing, harboring, keeping, concealing, retailing, or any other act facilitating the movement or possession of smuggled goods.

17. Any authority is now required to hand over seized goods liable to confiscation to the Customs authorities for proceedings under the Customs Act, irrespective of any pending proceedings under any other law for the time being in force with corresponding change in its penal clause.
18. Faceless Adjudication introduced to avoid face to face interaction between adjudicating officer and the respondents through virtual proceedings to enhance transparency, efficiency and quick disposal of cases.
19. Special Judges is being empowered to freeze assets of accused persons involved in illegal transfer of funds into or out of Pakistan to prevent dissipation of their assets during trial.
20. Independent Case Scrutiny Committees being introduced to examine and decide matters relating to filing of appeals before courts to avoid frivolous litigation.
21. Provision has been introduced allowing service of summons through newspaper publication where the accused person is not traceable.

SALIENT FEATURES

BUDGET 2026-27

SALES TAX ACT 1990

The proposed budgetary measures pertaining to Sales Tax for FY 2026-27 are:

1. RELIEF MEASURES

- i. Grant of exemption from sales tax to magazines
- ii. Extension in exemption on import of CKD for electric vehicles till 30.06.2027
- iii. Enhancement in scope of exemption on parts of aircrafts for import and lease by M/s PIACL
- iv. Withdrawal of exemption of sales tax on family planning devices
- v. Abolition of tampon tax
- vi. Exemption of sales tax to boost strategic investment in shipping
- vii. Exemption to strategic imports for SCO summit and counter terrorism
- viii. Exemption of sales tax on import of capital goods for upgradation and overhaul of existing refineries.
- ix. Addition of new S. No. in the Sixth Schedule
- x. Extension in date of sunset for electric vehicles till 30.06.2027

2. REVENUE MEASURES

- i. Expansion of Third Schedule to ensure payment of sales tax at consumer price by the manufacturers at manufacturing stage
- ii. Withholding of sales tax by the toll manufacturers from unregistered buyers
- iii. Enhancement in scope of withholding sales tax by AOPs and individuals from unregistered persons
- iv. Imposition/recovery of 3% VAT from the manufacturers if the imported raw material is sold in same state
- v. Rationalization of amount of penalty on certain offences and inclusion of three more offences in section 33 for imposition of penalty

3. STREAMLINING MEASURES

- i. Insertion definition of advance receipt invoice, algorithmic settlement mechanism, electronic invoicing system, national faceless centre and production monitoring system
- ii. Streamlining of definition tier-1 retailers. Inclusion of retailer having two hundred million or more annual turnover, in the category of tier-1 retailer
- iii. Insertion of explanation to clarify the time of delivery of goods to the recipient
- iv. Grant of power to Board to outsource the function of valuation of goods
- v. Addition of new proviso in section 6 to impose tax on steel sector on the basis of monthly electricity units consumed
- vi. Addition of new proviso in section 8B to enhance or decrease limit of input tax adjustment
- vii. Insertion of proviso in section 9 for adjustment through issuance of debit and credit notes electronically.
- viii. Insertion of new section 11H for faceless audit and assessment.
- ix. Substitution of sub-section (2) of section 21 to discourage fake/flying invoices and fraudulent activities
- x. Substitution of sub-section (1) of section 23 for issuance of invoice against exempt supplies also.
- xi. Insertion of new sub-section (8A) in section 25 for audit by the Chartered Accountant or Cost and Management Accountant
- xii. Insertion of section 30AA – faceless jurisdiction
- xiii. Insertion of section 30DDDB for establishment of Directorate General (Field Compliance) by Inland Revenue
- xiv. Insertion of new section 32C for creation of National Faceless centre
- xv. Substitution of section (2) and (3) of 40C for production monitoring system and video analytic
- xvi. Addition of new sub-section (6) in section 40C for seizure and confiscation of goods without affixing tax stamps, stickers etc.
- xvii. Insertion of new section 40F for auction of confiscation goods

- xviii. Insertion of section 45C – faceless appeal procedure
- xix. Insertion of section 47AA – Algorithmic Settlement Mechanism
- xx. Insertion of section 47AAA – Independent case scrutiny committee
- xxi. Addition of new sub-section (3) of section 56B for maintaining centralized directory
- xxii. Addition of proviso under Twelfth Schedule to restrict sale of imported same state goods.

SALIENT FEATURES

BUDGET 2026-27

INCOME TAX ORDINANCE 2001

1. RELIEF MEASURES:

- i. **Reduction in tax rates for salaried individuals:** Income tax rates for salaried taxpayers have been reduced through restructuring of tax slabs. Additional intermediate slabs have been introduced and the threshold for the maximum tax rate of 35% has been increased from Rs. 4.1 million to Rs. 7 million.
- ii. **Abolition of tax on deemed income from immovable property:** Section 7E, relating to taxation of deemed income from capital assets situated in Pakistan, has been omitted.
- iii. **Rationalization of Super Tax:** Super Tax has been abolished for persons having income of up to Rs. 500 million. The rate has been reduced from 10% to 8% for persons having income of more than Rs. 500 million. However, these concessions do not apply to banking, ENP and fertilizer sectors.
- iv. **Reduction in advance tax on sale and purchase of immovable property:** Advance tax rates under sections 236C (4.5 to 5.5 percent) and 236K (1.5 to 2.5 percent) have been reduced and converted into lower flat rates of 2.75% and 1.5% to encourage documentation and facilitate transactions in the real estate sector.
- v. **Rationalization of tax collection from exporters:** Tax collection on export proceeds (1% withholding tax and 1% advance tax) has been reduced from 2 % to 1.25% in order to encourage exports.
- vi. **Extension of concessional tax rate for IT and IT-enabled services exports:** The reduced tax rate of 0.25% for exporters of IT and IT-enabled services has been extended from 2026 up to Tax Year 2029.

- vii. **Reduction in tax on foreign payments through cards:** Advance tax on foreign remittances made through debit, credit and prepaid cards has been reduced from 5% to 0.5%.
- viii. **Adjustability of tax on e-commerce transactions:** Tax deducted on e-commerce transactions shall be adjustable for sellers having turnover exceeding Rs.200 million.
- ix. **Tax credit for integration with FBR systems:** A tax credit equal to 10% of the investment made in electronic resources for integration with FBR's computerized systems has been introduced to facilitate documentation and digital compliance.
- x. **Withdrawal of advance tax on foreign TV plays and advertisements:** Advance tax on payments for foreign television plays and advertisements has been withdrawn.
- xi. **Exemptions for welfare and charitable entities:** Income tax exemption has been extended to specified charitable and welfare organizations including Pakistan Red Crescent Society, Shaheen Foundation, Bahria Foundation, SIUT and Dawat-e-Hadiya. These entities already had approval u/s 2(36) of the Ordinance and two exemption as available in Clause 66 of Part I of the First Schedule. This exemption facilitates the entities as they are not required to obtain exemption from the Commissioner every year.
- xii. **Exemption for Special Purpose Vehicles under asset-backed securitization:** Income of qualifying Special Purpose Vehicles established for asset-backed securitization has been exempted to facilitate capital market development.
- xiii. **Facilitation for Resident Pakistanis on ownership of foreign moveable and immovable assets:** Currently Capital Value Tax is being charged on foreign movable and immovable assets of resident Pakistanis. The same is proposed to be abolished.

- xiv. **Enhanced turnover threshold for withholding exemption of small traders:** The turnover threshold for exemption from withholding tax for small traders has been increased from Rs. 100 million to Rs. 200 million.
- xv. **Automatic issuance of exemption certificates for whole year:** Funds and eligible non-profit organizations meeting prescribed conditions shall be entitled to issuance of exemption certificates for the whole financial year.
- xvi. **Determination of cost of inherited immovable property and family settlements:** The law has been clarified regarding determination of cost basis of inherited immovable property and tax treatment of family settlements after death.

2. REVENUE MEASURES:

- i. **Tax on sham life insurance policies:** In order to discourage misuse of life insurance policies and to reduce arbitrage through sham life insurance policies, a tax has been proposed on such schemes.
- ii. **Withholding tax on income from social media platforms:** A withholding tax regime has been introduced on revenues received by digital content creators and social media influencers from platforms such as YouTube, Facebook, Instagram and TikTok. Banking and financial institutions shall deduct tax on such receipts.
- iii. **Rationalization of withholding tax rates on services:** The withholding tax structure on services has been revised. The rate for specified services has been enhanced, independent professionals have been separately categorized and rates for certain other services have been rationalized.
- iv. **Revision of minimum tax rate for distributors and wholesalers:** The reduced minimum tax rate for distributors, dealers, sub-dealers and wholesalers of specified sectors has been increased from 0.25% to 0.5%, subject to prescribed documentation requirements.

- v. **Algorithmic cross-matching of banking and tax information:** Banking companies and Electronic Money Institutions shall electronically provide information relating to high-value deposits and withdrawals for algorithmic comparison with tax declarations to identify significant mismatches and broaden the tax base.
- vi. **Strengthening of electronic integration of businesses:** The Board has been empowered to require specified persons to install electronic resources and integrate business systems for real-time reporting of transactions. Failure to comply may result in disallowance of expenditure.
- vii. **Rationalization of penalty regime:** Penalties for non-compliance, including failure to furnish statements, integration failures, late inclusion in ATL and incorrect withholding tax claims, have been enhanced to improve deterrence and adjust inflation.
- viii. **Application of Tenth Schedule to capital gains on listed securities:** The exclusion available from enhanced tax rates applicable to non-ATL persons on capital gains from listed securities has been withdrawn to encourage tax compliance and return filing.

3. STREAMLINING MEASURES:

- i. **Establishment of National Faceless Centre:** A National Faceless Centre is being established to conduct faceless audits, assessments and appeals through technology-driven processes, reducing taxpayer interface and enhancing transparency.
- ii. **Introduction of Algorithmic Settlement Mechanism:** A new automated settlement mechanism has been introduced to allow taxpayers to settle identified discrepancies through a technology-based process without separate penalty or default surcharge.

- iii. **Independent Case Scrutiny Committee:** An independent mechanism has been introduced for scrutiny of departmental litigation to improve quality and consistency of tax litigation management.
- iv. **Streamlining of Alternative Dispute Resolution (ADR):** The ADR framework has been revised to improve efficiency and facilitate quicker resolution of tax disputes.
- v. **Streamlining taxation of shipping income of non-residents:** Comprehensive provisions have been introduced to define Authorized Shipping Agents and strengthen taxation and compliance relating to non-resident shipping operations.
- vi. **Streamlining computation of capital gains on listed securities:** The role of NCCPL in computation and determination of capital gains on listed securities has been expanded and clarified.
- vii. **Mandatory electronic filing and machine-readable financial statements:** Companies shall be required to submit financial statements in electronically readable formats to facilitate automated processing and analysis.
- viii. **Special audit through accountants, cost accountants and actuaries:** The Commissioner has been empowered to require re-audit, inventory valuation or actuarial valuation by independent experts in appropriate cases.
- ix. **Engagement of audit experts and rationalization of disclosure provisions:** The Board has been enabled to engage specialists and strengthen disclosure mechanisms to improve audit effectiveness and compliance.
- x. **Establishment of Directorate General (Field Compliance), Inland Revenue:** A dedicated Directorate General (Field Compliance) has been created to strengthen compliance functions.

- xi. **Broadening of special procedure for small traders and shopkeepers:**
The scope of special procedures for small traders and shopkeepers has been expanded through amendments in section 99B.
- xii. **Technical, consequential and administrative amendments:** Various streamlining, administrative and consequential amendments have been made to improve clarity, implementation and administration of the Income Tax Ordinance, 2001.

SALIENT FEATURES
BUDGET 2026-27
FEDERAL EXCISE ACT 2005

The proposed budgetary measures pertaining to Federal Excise for FY 2026-27 are:

1.RELIEF MEASURES

- i. Reduction in Federal Excise Duty on foreign travel
- ii. Reduction in FED on import of acetate tow Rs. 44000 to Rs. 10000
- iii. Removing Federal Excise Duty on WHO standard compliant sports/ electrolytes replenishing beverages
- iv. Exemption to strategic imports of vehicle for SCO summit and counter-terrorism
- v. Extension of Exemption on Import of CKD kits for electric vehicles for one year extended to 30.06.2027

2. REVENUE MEASURES

- i. Imposition of FED at Rs. 16500 from Rs. 10000 per kg e-liquid for electronic cigarettes. This measure also remove the highest possible tariff of 65% of the retail price imposed under the previous regime.
- ii. Imposition of FED on Naphtha, solvent oil and turpentine etc.
- iii. Imposition of FED on luxury EVs and other Luxury Vehicles
- iv. Imposition of FED on base oil, base lubricating oil in addition to lubricating oil
- v. Insertion of New Table 1A of the First Schedule to the Federal Excise Act, 2005 for imposition of FED on luxury imported vehicles

3. STREAMLINING MEASURES

- i. Insertion definition of advance receipt invoice, algorithmic settlement mechanism, electronic invoicing system, national faceless centre and production monitoring system
- ii. Addition of New Section 7A, for adoption of Faceless Audit and Assessment
- iii. Substitution of Sub-Section (1) of Section 18 for issuance of invoice for dutiable and zero-rated supply of goods
- iv. Substitution of Sub-Section (4) of Section 19 – penalty for destruction of goods without approval of the Commissioner.
- v. Substitution of Sub-Section (1) of Section 26 – seizure of counterfeited cigarette and beverages and other goods without tax stamp, barcodes etc.
- vi. Substitution of Sub-Section (1) of Section 27 – seizure and destruction of counterfeited cigarettes and beverages
- vii. Insertion of Section 34AA – establishment of Independent Case Scrutiny Committee
- viii. Substitution of Section 45A of The Federal Excise Act, 2005 – monitoring or tracking by electronic or other means of excisable goods
- ix. Insertion of New Sub-Section (3A) In Section 46, hiring of auditors or accountant for conducting for specialized where the Commissioner deem necessary on account of complexity of financial transaction
- x. Addition of new entry in Second Schedule to make FED levied on above mentioned petroleum products in VAT mode

The Second Schedule

[(See section 4(14))]

In the Customs Act, 1969 (IV of 1969), FOR THE Fifth Schedule, the following shall be substituted, namely:-

“THE FIFTH SCHEDULE

[see section 18(1A)]

Part-I

Import of Plant, Machinery, Equipment and Apparatus, including Capital Goods for various industries/sectors

Note: - For the purposes of this Part, the following conditions shall apply, besides the conditions as specified in column (5) of the Table below: -

- (i) the imported goods as are not listed in the locally manufactured items, notified through a Customs General Order issued by the Federal Board of Revenue (FBR) from time to time or, as the case may be, certified as such by the Engineering Development Board:

Provided that the condition of “local manufacturing” shall not be applicable on import of machinery, equipment and other capital goods imported as plant for setting up of a new power unit of 25 MW and above duly certified by Ministry of Water and Power in respect of those power projects which are on IPP mode meant for supply of electricity to national grid;

Provided further that condition of local manufacturing shall not be applicable for a period of three years, commencing on 1st July, 2018 and ending on 30th June, 2021, against Sr.No.12 of Table under Part-I of Fifth Schedule to the Customs Act, 1969, on import of machinery, equipment and other capital goods imported for new private transmission lines projects under the valid contract (s) or letter (s) of credit and the total C&F value of such imports for the project is US \$ 50 million or above duly certified by the Ministry of Energy (Power Division);

Provided further that condition of local manufacturing shall not be applicable against Sr. No.38 of the Table, on import of plant, machinery and

equipment if imported by registered pharmaceutical manufacturers for their own use subject to NOC from Ministry of Health.

Provided further that condition of local manufacturing shall not be applicable against Sr. No.15A and 29 of the Table.

- (ii) except for S. Nos. 1(H), 14, 20,21 and 22 of the Table, the Chief Executive, or the person next in hierarchy duly authorized by the Chief Executive or Head of the importing company shall certify in the prescribed manner and format as per Annex-A that the imported items are the company's *bona fide* requirement. He shall furnish all relevant information online to Pakistan Customs Computerized System against a specific user ID and password obtained under section 155D of the Customs Act, 1969 IV of 1969). In already computerized Collectorates or Customs stations where the Pakistan Customs Computerized System is not operational, the Director Reforms and Automation or any other person authorized by the Collector in this behalf shall enter the requisite information in the Pakistan Customs Computerized System on daily basis, whereas entry of the data obtained from the customs stations which have not yet been computerized shall be made on weekly basis;
- (iii) in case of partial shipments of machinery and equipment for setting up a plant, the importer shall, at the time of arrival of first partial shipment, furnish complete details of the machinery, equipment and components required for the complete plant, duly supported by the contract, lay out plan and drawings;
- (iv) For "Respective Headings" entries in column (3) of the Table against which more than one rate of customs duty has been mentioned in column (4), the rate of 0%, 3% or 11% shall be applicable only for such goods which are chargeable to 0%, 3% or 11% duty respectively under the First Schedule to the Customs Act, 1969. In all such type of entries, a maximum concessionary rate (i.e. 5%, 10% or 15%) has also been mentioned in column (4) of each entry which shall be applicable on the goods which are subject to any of the all remaining higher duty slab rates under the First Schedule to the Customs Act, 1969.

Explanation I.— In entries where customs duty rates 0%, 3% and 5% have been mentioned in column (4), the rate 0% or 3% shall be applicable only for such goods which are chargeable to 0% or 3% duty respectively under First Schedule to the Customs Act, 1969. Whereas for all higher slabs (11%, 16%, 20% and above) concessionary rate of 5% shall be applicable.

Explanation II. – In entries where customs duty rates 3%, 5% have been mentioned in column (4), the rate 3% shall be applicable only for such goods which are chargeable to 3% duty under First Schedule to the Customs Act, 1969. Whereas for all higher slabs (11%, 16%, 20% and above) concessionary rate of 5% shall be applicable.

Explanation III. – In entries where customs duty rates 0%, 3%, 10% have been mentioned in column (4), the rate 0% or 3% shall be applicable only for such goods which are chargeable to 0% or 3% duty respectively under First Schedule to the Customs Act, 1969. Whereas for all higher slabs (11%, 16%, 20% and above) concessional rate of 10% shall be applicable.

Explanation IV. – In entries where customs duty rates 0%, 3%, 11%, 15% have been mentioned in column (4), the rate 0%, 3% or 11% shall be applicable only for such goods which are chargeable to 0%, 3% or 11% duty respectively under First Schedule to the Customs Act, 1969. Whereas for all higher slabs (16%, 20% and above) concessional rate of 15% shall be applicable.; and

- (v) Goods imported temporarily for projects under serial numbers 9, 10, 11 and 12, if not re-exported on the conclusion of the project, may be allowed retention or transfer after conclusion of the project, from one company or project to another entitled company or project, with prior approval of the Board, against payment of 0.25% surcharge on C&F value of the goods for each year of retention, besides payment of duties and taxes, chargeable, if any.

Explanation. - Capital Goods mean any plant, machinery, equipment, spares and accessories, classified in Chapters 84, 85 or any other chapter of the Pakistan Customs Tariff, required for-

- (a) the manufacture or production of any goods, and includes refractory bricks and materials required for setting up a furnace, catalysts, machine tools, packaging machinery and equipment, refrigeration equipment, power generating sets and equipment, instruments for testing, research and development, quality control, pollution control and the like; and
- (b) use in mining, agriculture, fisheries, animal husbandry, floriculture, horticulture, livestock, cool chain, dairy, poultry industry, IT sector, storage, communication and infrastructure development of SEZs by Zone Developer.

TABLE

S. No.	Description	PCT Code	Customs Duty (%)	Conditions
(1)	(2)	(3)	(4)	(5)
1	Agricultural Machinery			
	A) Tillage and seed bed preparation equipment.			Nil

(1). Tractor mounted trencher	8701.9220 8701.9320	0%	
(2). Laser land leveler comprising laser transmitter, laser receiver, control box, rigid mast pack, with or without scrapper	Respective headings	0%	
B) Omitted.			
C) Irrigation, Drainage and Agro-Chemical Application Equipment			Nil
(1). Submersible pumps (up to 75 lbs and head 150 meters) and field drainage pumps.	8413.7011 8413.7019	0%	
(2). Air release valves, pressure gauges, water meters, back flow preventers and automatic controllers.	8481.1000 8481.3000	0%	
(3). Tube well filters or strainers.	8421.2100	0%	
(D) Harvesting, Threshing and Storage Equipment.			Nil
(1). Fodder rake.	8201.3000	0%	
(2). Fodder/forage wagon.	8716.8090	0%	
E) Fertilizer and Plant Protection Equipment.			Nil
(1). Spray pumps (diaphragm type).	8413.8100	0%	
(2). All types of mist blowers.	8414.5990	0%	
F) Dairy, Livestock and poultry, machinery			Nil
(1). Milk chillers.	8418.6910 8418.6990	2%	
(2). Tubular heat exchanger (for pasteurization).	8419.5000	2%	
(3). Milk processing plant, milk spray drying plant, Milk UHT plant.	8419.8100	2%	
(4). Grain storage silos for poultry.	Respective headings	2%	
(5). Insulated sand witch panels	Respective headings	2%	

(6). Dairy, livestock and poultry sheds.	9406.1020 9406.9020	2%	
(7). Milk filters.	8421.2900	2%	
(8). Omitted			
(9). Any other machinery and equipment for manufacturing of dairy products	Ch. 84 & 85	3%	If imported by manufacturers which are members of Pakistan Dairy Association.
(10) Fans for use in dairy sheds	8414.5990	3%	If imported by members of Corporate Dairy Farmers Association.
(G) Post-harvest Handling and Processing and Miscellaneous Machinery.			
(1). Pre-fabricated CO ₂ Controlled Stores.	9406.1090 9406.9090	0%	In respect of goods mentioned in Column (2) read with PCT mentioned in Column (3), the Ministry of National Food Security and Research shall certify in the prescribed manner and format as per Annex-B to the effect that the imported goods are <i>bona fide</i> requirement for use in the Agriculture sector. The Authorized Officer of the Ministry shall furnish all relevant information online to Pakistan Customs Computerized System against a specific user ID and password obtained under section 155D

				of the Customs Act, 1969.
	H) Green House Farming and Other Green House Equipment.			<p>1. In respect of goods of mentioned in Column (2) read with PCTs mentioned in Column (3), the Ministry of National Food Security and Research shall certify in the prescribed manner and format as per Annex-B to the effect that the imported goods are <i>bona fide</i> requirement for use in the Agriculture sector. The Authorized Officer of the Ministry shall furnish all relevant information online to Pakistan Customs Computerized System against a specific user ID and password obtained under section 155D of the Customs Act, 1969.</p> <p>2. The goods shall not be sold or otherwise disposed of within a period of five years of its import except with the prior approval of the FBR.</p>
	(1). Geo-synthetic liners (PP/PE Geo synthetic films of more than 500 microns).	3921.9090	0%	
	(2). Greenhouses (prefabricated).	9406.1010 9406.9010	0%	
	(3). Tunnel farming equipment consisting of the following:- (a) Plastic covering and mulch film	3920.1000 3926.9099	0%	
	(I) Machinery, Equipment and Other Capital Goods for Miscellaneous Agro-Based Industries like Milk Processing, Fruit, Vegetable or Flowers			In respect of goods of mentioned in Column (2) read with PCTs mentioned in Column (3), the

Grading, Picking or Processing etc.			Ministry of National Food Security and Research shall certify in the prescribed manner and format as per Annex-B to the effect that the imported goods are bona fide requirement for use in the Agriculture sector. The Authorized Officer of the Ministry shall furnish all relevant information online to Pakistan Customs Computerized System against a specific user ID and password obtained under section 155D of the Customs Act, 1969.
(1). Evaporators for juice concentrate.	8419.8990	0%	
(2). Machinery used for dehydration and freezing.	8418.6990	0%	
(3). Heat exchange unit.	8419.5000	0%	
(4). Machinery used for filtering and refining of pulps/juices.	8421.2200	0%	
(5). Complete Rice Par Boiling Plant.	8419.8990 & Respective Headings	0%	
(J) Horticulture and Floriculture			
(1). Machines for making cartons, boxes, cases, tubes, drums or similar containers, other than by moulding	8441.3000	0%	
(2). PU panels (Insulation).	Respective headings	0%	
(3). Generator sets 10 to 25 KVA.	8502.1120 8502.1130	0%	
(4). Refrigerating machines with engine fitted on common base for refrigerated containers.	8418.6920	0%	
(5). Other refrigerating or freezing chests, cabinets.	8418.5000	0%	

	(6). Tubes, pipes and hollow profiles of iron and steel.	7304.3100 7304.3900	0%	
	(7). Hand tools.	Respective Headings	0%	
	(K) Machinery, equipment, capital goods, and materials for setting up, modernization, replacement or expansion for hatcheries, farms, feed mills and seafood processing units of fish and shrimp sector.	Respective Headings	0%,3%, 5%	<p>1. Imports by fish/ shrimp hatcheries, farms, feed mills and seafood processing units, registered under the Sales Tax Act, 1990 and Fisheries Development Board or concerned Ministry; and</p> <p>2. Ministry of National Food Security and Research shall certify in the prescribed manner and format as per Annex-B to the effect that the imported goods are bona fide requirement. The Authorized Officer of the Ministry shall furnish all relevant information online to Pakistan Customs Computerized System against a specific user ID and password obtained under Section 155D of the Customs Act, 1969.</p>
2	Machinery and equipment for development of grain handling and storage facilities including silos.	Respective Headings	0%	
3	Cool chain machinery, equipment including Capital goods.	Respective Headings	0%	If imported by Cool Chain Industry including such

				sectors engaged in establishing or providing cool chain activities or part thereof.
4	Machinery and equipment for initial installation, balancing, modernization, replacement or expansion of desalination plants, coal firing system, gas processing plants and oil and gas field prospecting.	Respective Headings	0%,3%, 5%	Condition (iv) of the preamble.
5	Following machinery, equipment, apparatus, and medical, surgical, dental and veterinary furniture, materials, fixtures and fittings imported by hospitals and medical or diagnostic institutes: -			<p>1. The project requirement shall be approved by the Board of Investment (BOI). The Authorized Officer of BOI shall certify the item wise requirement of the project in the prescribed format and manner as per Annex-B and shall furnish all relevant information Online to Pakistan Customs Computerized System against a specific user ID and password obtained under Section 155D of the Customs Act, 1969 (IV of 1969);</p> <p>2. The goods shall not be sold or otherwise disposed of without prior approval of the FBR and the payment of customs-duties and taxes at statutory</p>
	A. Medical Equipment.			
	(1) Medical surgical dental or veterinary furniture.	9402.9090	5%	
	(2) Operating Table.	9402.9010	5%	
	(3) Emergency Operating Lights.	9405.4990	5%	
	(4) Hospital Beds with mechanical fittings.	9402.9020	5%	
	(5) Gymnasium equipment.	Respective Headings	0%,3%,5%	
	(6) Cooling Cabinet.	9506.9100	5%	
	(7) Refrigerated Liquid Bath.	8418.5000	5%	
	(8) Omitted			
	B. Cardiology/Cardiac Surgery Equipment			
	(1) Cannulas.	9018.3940	5%	
	(2) Manifolds.	8481.8090	5%	
	(3) Intra venous cannula i.v. catheter.	9018.3940	5%	
	C. Disposable Medical Devices			
	(1) Self-disabling safety sterile syringes.	9018.3110	5%	

	(2) Insulin syringes.	9018.3110	5%	<p>rates be leviable at the time of import. Breach of this condition shall be construed as a criminal offence under the Customs Act, 1969 (IV of 1969).</p> <p>3. For sub-entry at serial A (6) and sub-entry at serial D (2) Condition (iv) of the preamble.</p>
	D. Other Related Equipment			
	(1) Fire extinguisher.	8424.1000	5%	
	(2) Fixtures & fittings for hospitals	Respective Headings	0%,3%,5%	
6.	<p>1. Machinery, equipment, materials, capital goods, specialized vehicles (4x4 non luxury) i.e. single or double cabin pickups, accessories, spares, chemicals and consumables meant for mineral exploration phase.</p> <p>2. Construction machinery, equipment and specialized vehicles, excluding passenger vehicles, imported on temporary basis as required for the exploration phase.</p>	Respective Headings	0%	<p>1. This concession shall be available to those Mineral Exploration and Extraction Companies or their authorized operators or contractors who hold permits, licenses, leases and who enter into agreements with the Government of Pakistan or a Provincial Government.</p> <p>2. Temporarily imported goods shall be cleared against a security in the form of a post-dated cheque for the differential amount between the statutory rate of customs duty and sales tax and the amount payable under this</p>

			<p>Schedule, along with an undertaking to pay the customs duty and sales tax at the statutory rates in case such goods are not re-exported on conclusion of the project.</p> <p>3. The goods shall not be sold or otherwise disposed of without prior approval of the FBR. In case such goods are sold or otherwise disposed of after Ten years of their importation, the same shall be subject to payment of duties& taxes as prescribed by the FBR. In case these goods are sold or otherwise disposed of without prior approval of the FBR or before the period of Ten years from the date of their importation, the same shall be subject to payment of statutory rates of duties& taxes as were applicable at the time of import. These goods shall, however, be allowed to be transferred to other entitled projects of the sector, with prior approval of the FBR, subject to</p>
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				payment of duties and taxes, if applicable. The re-export of these goods may also be allowed subject to prior approval of the Chief Collector of Customs.
7	<p>1. Machinery, equipment, materials, capital goods, specialized vehicles (4x4 non luxury) i.e. single or double cabin pickups, accessories, spares, chemicals and consumables meant for mine construction phase or extraction phase. Imports made for mine construction phase shall also be entitled to deferred payment of duty for a period of five years. However, a surcharge @ 6% per annum shall be charged on the deferred amount.</p> <p>2. Construction machinery, equipment and specialized vehicles, excluding passenger vehicles, imported on temporary basis as required for mine construction or extraction phase.</p>	Respective Headings	0%,3%,5%	<p>1.This concession shall be available to those Mineral Exploration and Extraction Companies or their authorized operators or contractors who hold permits, licenses, leases and who enter into agreements with the Government of Pakistan or a Provincial Government.</p> <p>2. Temporarily imported goods shall be cleared against a security in the form of a post-dated cheque for the differential amount between the statutory rate of customs duty and sales tax and the amount payable under this Schedule, along with an undertaking to pay the customs duty and sales tax at the statutory rates in case such goods are not re-exported</p>

			<p>on conclusion of the project.</p> <p>3. The goods shall not be sold or otherwise disposed of without prior approval of the FBR. In case such goods are sold or otherwise disposed of after Ten years of their importation, the same shall be subject to payment of duties & taxes as prescribed by the FBR. In case these goods are sold or otherwise disposed of without prior approval of the FBR or before the period of Ten years from the date of their importation, the same shall be subject to payment of statutory rates of duties & taxes as were applicable at the time of import. These goods shall, however, be allowed to be transferred to other entitled projects of the sector, with prior approval of the FBR, subject to payment of duties and taxes, if applicable. The re-export of these goods may also be allowed subject to prior approval of the</p>
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				Chief Collector of Customs. 4. Condition (iv) of the preamble.
8	Coal mining machinery, equipment, spares, including vehicles for site use i.e. single or double cabin pickups imported for Thar Coal Field.	Respective Headings	0%	<p>1.This concession shall be available to those Mining Companies or their authorized operators or contractors who hold permits, licenses, leases and who enter into agreements with the Government of Pakistan or a Provincial Government.</p> <p>2. The goods shall not be sold or otherwise disposed of without prior approval of the FBR. In case such goods are sold or otherwise disposed of after Ten years of their importation, the same shall be subject to payment of duties & taxes as prescribed by the FBR. In case these goods are sold or otherwise disposed of without prior approval of the FBR or before the period of Ten years from the date of their importation, the same shall be subject to payment of statutory rates of duties & taxes as were applicable at</p>

				the time of import. These goods shall, however, be allowed to be transferred to other entitled projects of the sector, with prior approval of the FBR, subject to payment of duties and taxes, if applicable. The re-export of these goods may also be allowed subject to prior approval of the Chief Collector of Customs.
8(a)	1. Imports or exports made by or for the qualified investment in respect of the project as specified at Serial No.1 of the First Schedule to the Foreign Investment (Promotion and Protection) Act, 2022.	Respective Headings	0%	The concession shall be available subject to conditions, limitations and restrictions as prescribed in Serial 1 & 2 of Part-F of the Second Schedule to the Foreign Investment (Promotion and Protection) Act, 2022.
	2. Household goods of employees of Reko Diq Mining Company (Private) Limited. Explanation: - for the purpose of this Serial, the concession of Customs Duty includes all duties and levies leviable under the Customs Act, 1969.	Respective Headings	0%	Only such employees can claim the benefit who are either citizen of a country other than Pakistan or who for the Tax Year immediately prior to the import of goods were non-resident in Pakistan for the purpose of Income Tax Ordinance, 2001.

<p>9</p>	<p>1. Machinery, equipment and spares meant for initial installation, balancing, modernization, replacement or expansion of projects for power generation through oil, gas, coal, wind and wave energy including under construction projects, which entered into an implementation agreement with the Government of Pakistan.</p> <p>2. Construction machinery, equipment and specialized vehicles, excluding passenger vehicles, imported on temporary basis as required for the construction of project.</p>	<p>Respective Headings</p>	<p>0%,3%,5%</p>	<p>1. This concession shall also be available to primary contractors of the project upon fulfillment of the following conditions, namely:-</p> <p>(a)the contractor shall submit a copy of the contract or agreement under which he intends to import the goods for the project;</p> <p>(b) the chief executive or head of the contracting company shall certify in the prescribed manner and format as per Annex-A that the imported goods are the project's bona fide requirements; and</p>
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			<p>2. Temporarily imported goods shall be cleared against a security in the form of a post-dated cheque for the differential amount between the statutory rate of customs duty and sales tax and the amount payable under this Schedule, along with an undertaking to pay the customs duty and sales tax at the statutory rates in case such goods are not re-exported on conclusion of the project.</p> <p>3. The goods shall not be sold or otherwise disposed of without prior approval of the FBR. In case such goods are sold or otherwise disposed of after Ten years of their importation, the same shall be subject to payment of duties & taxes as prescribed by the FBR. In case these goods are sold or otherwise disposed of without prior approval of the FBR or before the period of Ten years from the date of their importation, the same shall be</p>
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				<p>subject to payment of statutory rates of duties & taxes as were applicable at the time of import. The construction machinery may, however, be allowed to be transferred to other entitled projects of the sector, with prior approval of the FBR, subject to payment of duties and taxes, if applicable. The re-export of these goods may also be allowed subject to prior approval of the Chief Collector of Customs.</p> <p>4. Condition (iv) of the preamble.</p>
10	<p>1. Machinery, equipment and spares meant for initial installation, balancing, modernization, replacement or expansion of projects for power generation through gas, coal, hydel and oil including under construction projects.</p> <p>2. Construction machinery, equipment and specialized vehicles, excluding passenger vehicles, imported on temporary basis as required for the construction of project.</p>	Respective Headings	0%,3%,5%	-do-

11.	<p>1. Machinery, equipment and spares meant for initial installation, balancing, modernization, replacement or expansion of projects for power generation through nuclear and renewable energy sources like solar, wind, micro-hydel, bio-energy, ocean, waste-to-energy and hydrogen cell etc.</p> <p>2. Construction machinery, equipment and specialized vehicles, excluding passenger vehicles, imported on temporary basis as required for the construction of project.</p> <p>Explanation:-The expression “projects for power generation” means any project for generation of electricity whether small, medium or large and whether for supply to the national grid or to any other user or for in house consumption.</p>	Respective Headings	0%	<p>1.This concession shall also be available to primary contractors of the project upon fulfillment of the following conditions, namely: -</p> <p>(a)the contractor shall submit a copy of the contract or agreement under which he intends to import the goods for the project;</p> <p>(b) the chief executive or head of the contracting company shall certify in the prescribed manner and format as per Annex-A that the imported goods are the project’s bona fide requirements; and</p> <p>2. temporarily imported goods shall be cleared against a security in the form of a post-dated cheque for the differential amount between the statutory rate of customs duty and sales tax and the amount payable under this Schedule, along with an undertaking to pay the customs duty and sales tax at</p>
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				<p>the statutory rates in case such goods are not re-exported on conclusion of the project.</p> <p>3. The goods shall not be sold or otherwise disposed of without prior approval of the FBR. In case such goods are sold or otherwise disposed of after Ten years of their importation, the same shall be subject to payment of duties & taxes as prescribed by the FBR. In case these goods are sold or otherwise disposed of without prior approval of the FBR or before the period of Ten years from the date of their importation, the same shall be subject to payment of statutory rates of duties & taxes as were applicable at the time of import. The construction machinery may, however, be allowed to be transferred to other entitled projects of the sector, with prior approval of the FBR, subject to payment of duties and taxes, if applicable. The re-export of these</p>
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				goods may also be allowed subject to prior approval of the Chief Collector of Customs.
12	<p>1. Machinery and equipment meant for power transmission and grid stations including under construction projects.</p> <p>Explanation.- For the purpose of this concession "machinery and equipment" shall mean:-</p> <p>(a) machinery and equipment operated by power of any description, such as used in the generation of power;</p> <p>(b) apparatus, appliances, metering and testing apparatus, mechanical and electrical control, transmission gear and transmission tower, power transmission and distribution cables and conductors, insulators, damper spacer and hardware and parts thereof adapted to be used in conjunction with the machinery and equipment as specified in clause (a) above; and</p> <p>c) Components parts of machinery and equipment, as specified in clauses (a) and (b) above, identifiable for use in or with machinery imported for the project and equipment including spares</p>	Respective Headings	0%,3%, 5%	<p>1.This concession shall also be available to primary contractors of the project upon fulfillment of the following conditions, namely:-</p> <p>(a)the contractor shall submit a copy of the contract or agreement under which he intends to import the goods for the project;</p> <p>(b) the chief executive or head of the contracting company shall certify in the prescribed manner and format as per Annex-A that the imported goods are the project's bona fide requirements; and</p> <p>2. temporarily imported goods shall be cleared against a security in the form of a post-dated cheque for the differential amount between the statutory rate of customs duty and sales tax and the amount payable under this Schedule, along with an undertaking</p>

	<p>for the purposes of the project.</p> <p>2. Construction machinery, equipment and specialized vehicles, excluding passenger vehicles, imported on temporary basis as required for the construction of the project.</p>		<p>to pay the customs duty and sales tax at the statutory rates in case such goods are not re-exported on conclusion of the project.</p> <p>3. The goods shall not be sold or otherwise disposed of without prior approval of the FBR. In case such goods are sold or otherwise disposed of after Ten years of their importation, the same shall be subject to payment of duties & taxes as prescribed by the FBR. In case these goods are sold or otherwise disposed of without prior approval of the FBR or before the period of Ten years from the date of their importation, the same shall be subject to payment of statutory rates of duties & taxes as were applicable at the time of import. The construction machinery may, however, be allowed to be transferred to other entitled projects of the sector, with prior approval of the FBR, subject to payment of duties and taxes, if</p>
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				applicable. The re-export of these goods may also be allowed subject to prior approval of the Chief Collector of Customs. 4. Condition (iv) of the preamble.
13	Following machinery, equipment and other education and research related items imported by technical institutes, training institutes, research institutes, schools, colleges and universities:-			Nil
	(1) Filtering or purifying machinery and apparatus for water.	8421.2100	0%	
	(2) Other filtering or purifying machinery and apparatus for liquids.	8421.2900	0%	
	(3) Other thermostats.	9032.1090	0%	
	(4) Spares, accessories and reagents for scientific equipment.	Respective Headings	0%	
14	Machinery, equipment, raw materials, components and other capital goods for use in buildings, fittings, repairing or refitting of ships, boats or floating structures imported by Karachi Shipyard and Engineering Works Limited.	Respective Headings	0%	
15	Machinery, equipment and other capital goods meant for initial installation, balancing,	Respective Headings	0%, 3%, 10%	Condition (iv) of the preamble.

	modernization, replacement or expansion of oil refining (mineral oil and other value-added petroleum products), petrochemical and petrochemical downstream products including fibers and heavy chemical industry, cryogenic facility for ethylene storage and handling.			
15A	Machinery, equipment and other capital goods meant for initial installation, balancing, modernization, replacement or expansion of petroleum oil refining.	Respective Headings	0%	1. In respect of goods mentioned in Column (2), the Ministry of Energy (Petroleum Division) shall certify that the refinery project is an approved project under the relevant Petroleum Refining Policy; and the Oil and Gas Regulatory Authority (OGRA) shall certify in the prescribed manner and format as per Annex-B to the effect that the imported goods are bona fide requirement for use in petroleum oil refining and are being imported in accordance with the conditions of

				<p>the relevant Petroleum Refining Policy. The authorized officer of OGRA, acting on behalf of the authority, shall furnish all relevant information online to Pakistan Customs Computerized System against a specific user ID and password obtained under section 155D of the Customs Act, 1969.</p> <p>2.</p> <p>i. The goods shall not be sold or otherwise disposed of without prior approval of the FBR. In case such goods are sold or otherwise disposed of after Ten years of their importation, the same shall be subject to payment of duties & taxes as prescribed by the FBR. In case of disposal of goods without prior approval, FBR shall also initiate legal action as</p>
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				<p>required under the law.</p> <p>ii. In case these goods are sold or otherwise disposed of without prior approval of the FBR or before the period of Ten years from the date of their importation, the same shall be subject to payment of statutory rates of duties & taxes as were applicable at the time of import and at the current exchange rate.</p> <p>iii. These goods shall, however, be allowed to be transferred to other entitled projects of the sector, with prior approval of the FBR, subject to payment of duties and taxes, if applicable.</p> <p>iv. The re-export of these goods may also be allowed subject to prior approval of the Chief Collector of Customs.</p>
16	Machinery and equipment imported by an industrial concern.	Respective Headings	0%,3%, 11%, 15%	Condition (iv) of the preamble.

17	Following machinery and equipment for marble, granite and gem stone extraction and processing industries.			<p>1. For the projects of Gem Stone & Jewelry Industry, CEO/COO, Pakistan Gem and Jewelry Company shall certify in the prescribed format and manner as per Annex-B that the imported goods are <i>bona fide</i> project requirement. The authorized person of the Company shall furnish all relevant information online to Pakistan Customs Computerized System against a specific user ID and password obtained under section 155D of the Customs Act, 1969.</p> <p>2. For the projects of Marble & Granite Industry, CEO/COO, Pakistan Stone Development Company shall certify in the prescribed format and manner as per Annex-B that the imported goods are bonafide project requirement. The authorized persons of the Company shall furnish all relevant information online to Pakistan Customs</p>
	(1) Polishing cream or material.	3405.9000	5%	
	(2) Fiber glass mesh	7019.6990	5%	
	(3) Chain saw/diamond wire saw in all sizes and dimensions and spares thereof, diamond wire joints all types and dimensions, chain for chain saw and diamond wires for wire saw and spare widia.	8202.4000	5%	
		8202.9100	5%	
	(4) Gin saw blades.	8202.9910	5%	
	(5) Gang saw blades/ diamond saw blades/ multiple blades or all types and dimensions.	8202.9990	5%	
	(6) Air compressor (27cft and above).	8414.8010	5%	
(7) Machine and tool for stone work; sand blasting machines; tungsten carbide tools; diamond tools & segments (all type & dimensions), hydraulic jacking machines, hydraulic manual press machines, air/hydro pillows, compressed air rubber pipes, hydraulic drilling machines, manual and power drilling machines, steel drill rods and spring (all sizes and dimensions), whole finding system with accessories, manual portable rock drills,	Respective headings	0%,3%,5%		

	cross cutter and bridge cutters.			
				<p>Computerized System against a specific user ID and password obtained under section 155D of the Customs Act, 1969.</p> <p>3. The goods shall not be sold or otherwise disposed of without prior approval of the FBR. In case such goods are sold or otherwise disposed of after Five years of their importation, the same shall be subject to payment of duties & taxes as prescribed by the FBR. In case these goods are sold or otherwise disposed of without prior approval of the FBR or before the period of Five years from the date of their importation, the same shall be subject to payment of statutory rates of duties & taxes as were applicable at the time of import. The machinery may, however, be allowed to be transferred to other entitled projects of the sector, with prior approval of the FBR, subject to payment of duties and taxes, if</p>

				<p>applicable. The re-export of these goods may also be allowed subject to prior approval of the Chief Collector of Customs.</p> <p>4. Condition (iv) of the preamble.</p>
18	<p>1. Machinery, equipment and other project related items including capital goods, for setting up of power generation plants, water treatment plants and other infrastructure related projects located in an area of 30 km around the zero point in Gwadar.</p> <p>2. Machinery, equipment and other project related items for setting up of hotels located in an area of 30 km around the zero point in Gwadar.</p>	Respective Headings	0%	<p>1. Ministry of Industries, Production & Special Initiatives, shall certify in the prescribed manner and format as per Annex-B that the imported goods are <i>bona fide</i> project requirement. The authorized officer of the Ministry shall furnish all relevant information online to Pakistan Customs Computerized System against a specific user ID and password obtained under section 155D of the Customs Act, 1969.</p> <p>2. The goods shall not be sold or otherwise disposed of without prior approval of the FBR and payment of customs duties and taxes leviable at the time of import.</p> <p>3. Condition (iv) of the preamble.</p>
		Respective Headings	0%,3%,5%	

19	Effluent treatment plants.	Respective headings	0%,3%,5%	Condition (iv) of the preamble.
20	Following items for use with solar energy: -		0%	Nil
	(1) Off-grid/On-grid solar power system (with or without provision for USB/charging port) comprising of :			
	i. Batteries for specific utilization with the system (not exceeding 50 Ah in case of portable system).	8507.2090 8507.3000 8507.6000		
	ii. Essential connecting wires (with or without switches).	8544.4990		
	iii. Inverters (off-grid/ on-grid/ hybrid with provision for direct connection/ input renewable energy source and with Maximum Power Point Tracking (MPPT).	8504.4090		
	iv. Bulb holder	8536.6100		
	(2) Water purification plants operating on solar energy.	8421.2100		
21	Following systems and items for dedicated use with renewable source of energy like solar, wind, geothermal etc.			Nil
	1. Parts for Solar Parabolic Power Plants.			
	(i). Absorbers/Receivers tubes.	8503.0090	0%	
	(ii). Control panel with other accessories.	8537.1090	0%	
	1(a) Parts for Solar Dish Stirling Engine.			
	(i). Control panel with accessories.	8537.1090 8537.2000	0%	
	(ii). Stirling Engine Generator	8501.6100	0%	

	2. (a) Solar Air Conditioning Plant	8415.1099	0%	
	(b) Parts for Solar Air Conditioning Plant			
	(i). Absorption chillers.	8418.6990	0%	
	(ii). Cooling towers.	8419.8910	0%	
	(iii). Pumps.	8413.3090	0%	
	(iv). Air handling units.	8415.8290	0%	
	(v). Fan coils units.	8415.9099	0%	
	3.(a) Solar Desalination System	8421.2100	0%	
	(b) Parts for Solar Desalination System			
	(i). Solar water pumps.	8413.3090	0%	
	(ii). Deep Cycle Solar Storage batteries.	8507.2000	0%	
	(iii). Inverters (off grid/on grid/ hybrid) with provision for direct connection/input from renewable energy source and with Maximum Power Point Tracking (MPPT)	8504.4090	0%	
	4. (a) Solar Water Heaters with accessories.	8419.1990	0%	
	(b) Parts for Solar Water Heaters			
	(i). Insulated tank	7309.0000 7310.0000	0% 0%	
	(ii). Vacuum tubes (Glass)	7020.0090	0%	
	(iii). Mounting stand	Respective headings	0%	
	(iv). Copper and Aluminum tubes	Respective heading	0%	
	(c) Accessories:			
	(i). Electronic controller	Respective headings	0%	
	(ii). Assistant/ Feeding tank			
	(iii). Circulation Pump			
	(iv). Electric Heater/ Immersion Rod (one piece with one solar water heater)			

	(v). Solenoid valve (one piece with one solar water heater)			
	(vi). Selective coating for absorber plates			
	5. (a) Parts for PV Modules			If imported by the local assemblers / manufacturers of PV Modules registered under the Sales Tax Act, 1990 subject to quota determination by the Input Output Co-efficient Organization (IOCO)
	(i). Tempered Glass.	7007.1900	0%	
	(ii). Aluminum frames.	7610.9000	0%	
	(iii). O-Ring.	4016.9990	0%	
	(iv). Adhesive labels.	3919.9090	0%	
	(v). Junction box & Cover.	8538.9090	0%	
	(vi). Sheet mixture of Paper and plastic	3920.9900	0%	
	(vii). Ribbon for PV Modules (made of silver, copper and lead).	Respective headings	0%	
	(viii). EVA (Ethyl Vinyl Acetate) Sheet (Chemical).	3920.9900	0%	
	(b). Raw materials for the manufacture of PV Modules		0%	If imported by the local assemblers or manufacturers registered under the Sales Tax Act, 1990, of PV Modules subject to quota determination by the Input Output Co-efficient Organization (IOCO).”;
	(i). Silicone Adhesive/ Sealant.	3214.9010		
	(ii). MC4 Connectors.	8536.9090		
	(iii). Back sheet film.	3920.9900		
	(iv). Packing boxes/ modules.	4819.1000 4819.5000		
	(v). Corner block.	7616.9990		
	(vi). Polyethylene Compound	3901.9000		
	(vii). Omitted			
	(viii).Plates, sheets and strip of cellular rubber (vulcanized).	4008.1190		
	(ix). Omitted			
	(c) Parts of Solar Inverters		0%	If imported by the local assemblers and manufacturers registered under the Sales Tax Act, 1990, of PV Modules subject to quota determination
	(i). Control board	8504.4090		
	(ii). Power board	8504.4090		
	(iii). Omitted			
	(iv). Omitted			
	(v). Omitted			
	(vi). LCD Display	8531.2000 8524.1100		

	(vii). Display board	8531.2000		by the Input Output Co-efficient Organization (IOCO).”;
	(viii). AC input & output terminal	8536.9090		
	(ix). Battery input terminals	8507.9000		
	(x). PV terminals	8536.9090		
	(xi). Casings (Plastic or Steel)	8504.9090		
	(xii). Circuit Board (CB) for inverters	8534.0000		
	(xiii). Omitted			
	(d) Parts of Lithium Batteries		0%	If imported by the local assemblers or manufacturers of Lithium Batteries registered under the Sales Tax Act, 1990, subject to quota determination by the Input Output Co-efficient Organization (IOCO).
	(i). Cells	8507.9000		
	(ii). Omitted			
	(iii). BMS (level 1) Electronic Card	8507.9000		
	(iv). Casing	8507.9000		
	(v). Harness Set (Cells Monitoring Wires with tags)	8544.4290		
	(vi). Output Terminal with screws	8536.9090		
	(vii). Power Cables (Battery Internal)	8544.4290		
	(viii). DC Fan	8414.5990		
	(ix). DC Breaker	{Omitted} [Omitted] 8536.2090		
	(x). Packing Screws	7318.1590		
	(xi). Terminal Covers	3926.9099		
	(xii). Acrylic Sheet (Short Circuit Safety Sheet)	3920.5900 3921.9090		
	(xiii). Other Accessories (Temp Sensors, connectors, assembly items, Handles).	8536.9090, [Omitted] 8507.9000		
	6. Following machinery and equipment imported by manufacturing units of Solar Cells, Solar Panels, Solar Inverters & Solar Batteries:-		0%	1. Engineering Development Board (EDB) shall certify in the prescribed manner and format as per Annex-B that the imported goods are bona fide project requirement. The
	(a) Solar Cell Manufacturing Equipment.			

	(i) Aluminum and silver paste.	Respective headings		<p>authorized officer of the EDB shall furnish all relevant information online to Pakistan Customs Computerized System against a specific user ID and password obtained under section 155D of the Customs Act, 1969.</p> <p>2. The goods shall not be sold or otherwise disposed of without prior approval of the FBR and payment of customs duties and taxes leviable as prescribed by FBR.</p> <p>3. Condition (iv) of the preamble.</p>
	(b) Solar PV Modules Panels manufacturing machinery and equipment.			
	(i). Omitted			
	(ii). Omitted			
	(iii). Omitted			
	(iv). Omitted			
	(v). Omitted			
	(vi). Omitted			
	(vii). Omitted			
	(viii). Omitted			
	(ix). Omitted			
	(x). Omitted			
	(xi). Omitted			
	(xii). Omitted			
	(xiii). Omitted			
	(xiv). Omitted			
	(xv). Omitted			
	(xvi). Omitted			
	(xvii) Omitted			
	(xviii) Omitted			
	(xix) Omitted			
	(xx). Omitted			
	(xxi). Omitted			
	(xxii). Omitted			
	(xxiii). Structures & parts of structures.	7308.9090		
	(xxiv). Omitted			
	(xxv). Air or gas compressors, hoods.	8414.8020		
	(xxvi). Omitted			
	(xxvii). Omitted			
	(xxviii). Omitted			
	(xxix). Omitted			
	(xxx). Electric heating resistors.	8516.8090		
	(xxxi) Electric app for switching/protect electric circuits, not exceeding 1,000 volts.	8536.9090		
	(c) Solar Inverters manufacturing			

	machinery and equipment.			
	(i). Omitted			
	(ii). Omitted			
	(iii). Omitted			
	(iv). Omitted			
	(v). Omitted			
	(vi). Solder Pot	8419.8990		
	(vii). Solder Cleaning Equipment	8419.8990		
	(viii). Omitted			
	(ix). Omitted			
	(d) Lithium ion batteries manufacturing machinery and equipment.			
	(i). Omitted			
	(ii). Omitted			
	(iii). Storage tanks	7310.1000		
	(iv). Glue port	8419.8990		
	(v). Transfer tanks	7310.1000		
	(vi). Omitted			
	(vii). Omitted			
	(viii). Booster pumps	8413.7090		
	(ix). Magnetic filters	8421.3990		
	(x). Omitted			
	(xi). Omitted			
	(xii). Omitted			
	(xiii). Omitted			
	(xiv). Omitted			
	(xv). Omitted			
	(xvi). Omitted			
	(xvii). Omitted			
	(xviii). Omitted			
	(xix). Omitted			
	(xx). Omitted			
	(xxi). Omitted			
	(xxii). Omitted			
	(xxiii). Omitted			
	(xxiv). Omitted			
	(xxv). Omitted			
	(xxvi). Omitted			
	7. Solar chargers for charging electronic devices.	8504.4020	5%	
	8. Wind Turbines.			

	(i). Turbine with Generator/ Alternator.	Respective headings	0%	
	(ii). Nacelle with rotor with or without tail.			
	(iii). Blades.			
	(iv). Pole/ Tower.			
	(v). Inverter for use with Wind Turbine.			
	(vi). Deep Cycle Cell/ Battery (for use with wind turbine).	8507.2000	0%	
	9. Wind water pump	8413.8100	5%	
	10. Geothermal energy equipment.			
	(i). Geothermal Heat Pumps.	8418.6100	0%	
	(ii). Geothermal Reversible Chillers.	8418.6990	0%	
	(iii). Air handlers for indoor quality control equipment.	8418.6990	0%	
	(iv). Hydronic heat pumps.	8418.6100	0%	
	(v). Slim Jim heat exchangers.	8418.6100	0%	
	(vi). HDPE fusion tools.	8419.5000	0%	
	(vii). Geothermal energy Installation tools and Equipment.	8419.8990	0%	
	(viii). Thermostats and IntelliZone.	9032.1090	0%	
	11. Any other item approved by the Alternative Energy Development Board (AEDB) and concurred to by the FBR.	Respective headings	0%	
22	Following items for promotion of renewable energy technologies or for conservation of energy:-			Nil
	(i). SMD/LED/LVD lights with or without ballast, fittings and fixtures.	9405.1190 9405.1990 8539.3290 8539.5210 8539.5220	0%	

(ii).	SMD/LED/LVD lights, with or without ballast, PV module, fitting and fixtures	9405.4990 8539.3290 8539.5210 8539.5220	0%
(iii).	Tubular Day lighting Device.	9405.5010	0%
(iv).	Solar torches.	8513.1040	0%
(v).	Lanterns and related instruments.	8513.1090	0%
(vi).	LVD induction lamps.	8539.3290	0%
(vii).	LED Bulb/Tube lights.	8539.5210 8539.5220	0%
(viii).	PV module, with or without, the related components including invertors (off-grid/on grid/ hybrid) with provision for direct connection/input from renewable energy source and with Maximum Power Point Tracking (MPPT), charge controllers and solar batteries.	[Omitted] 8504.4090 8507.0000	0%
(ix).	Water pumps operating on solar energy along with solar pump controllers	8413.7011 8413.7019 8413.7090 8504.4090	0% 0% 0%
(x).	Energy saver lamps of varying voltages	8539.3110 8539.3210	0% 0%
(xi).	Energy Saving Tube Lights.	8539.3120 8539.3220	0% 0%
(xii).	Invertors (off-grid/on grid/hybrid) with provision for direct connection/input from renewable energy source and with Maximum Power Point Tracking (MPPT).	8504.4090	0%

23	Parts, Components and inputs for manufacturing LED lights, Bulbs and their Parts:-			If imported by LED Light, Bulbs and their Parts manufacturers registered under the Sales Tax Act, 1990 subject to annual quota determination by the Input Output Coefficient Organization (IOCO).
	(i). Housing/Shell, shell cover and base cap for all kinds of LED Lights and Bulbs	Respective headings	0%	
	(ii). Pickling preparations for metal surfaces; soldering brazing or welding powders and pastes consisting of metal and other materials	3810.9090	0%	
	(iii). Poly Butylene Terephthalate	3907.7000	0%	
	(iv). (iv) Bare Metal Clad Printed Circuit Board (MCPCB)	8534.0000	11%	
	(v). (v) Stuffed Metal Clad Printed Circuit Board (MCPCB)	8539.9090	0%	
	(vi). Constant Current Power Supply for of LED Lights and Bulbs (1-300W)	8504.4090	0%	
	(vii). Lenses for LED lights and Bulbs	9001.9000	0%	
	(viii). Aluminum Electrolytic capacitor	8532.2200	0%	
	(ix). SMT Electrical Transformer	8504.3100	0%	
	(x). Tantalum capacitors (DIP/SMD)	8532.2100	0%	
(xi). Other inductors, small transformer, coil (DIP/SMD)	8504.4090 8504.5000	0%		
24	Plant, machinery and equipment used in production of bio-diesel.	Respective headings	0%	The Alternative Energy Development Board (AEDB), Islamabad shall certify in the prescribed manner and format as per Annex-B that the imported goods are

				<i>bona fide</i> project requirement. The goods shall not be sold or otherwise disposed of within a period of five years of their import except with the prior approval of the FBR and payment of customs duties and taxes leviable at the time of import.
25	Plant, machinery and equipment imported for setting up fruit processing and preservation units in Gilgit-Baltistan, Balochistan and Malakand Division.	Respective headings	0%	The plant, machinery and equipment released under the said serial number shall not be used in any other area which is not eligible for the said concession. In case of violation, duty and taxes shall be recovered beside initiation of penal action under the Customs Act, 1969.
26	Plant machinery and equipment imported during the period commencing on 1st July, 2014 and ending on 30th June, 2024 for setting up of industries in erstwhile FATA Areas.	Respective headings	0%	The plant machinery and equipment under the said serial number shall be released on certification from Provincial Home Secretary that the goods are bonafide requirement of the unit as per Annex B. The goods shall not be sold or otherwise disposed of without prior approval of the Board.

27	Following motor vehicles for the transport of goods and special purpose motor vehicles imported by the Construction Companies:-			This concession shall be available to motor vehicles for the transport of goods and special purpose motor vehicles imported by Construction Companies registered with Security and Exchange Commission of Pakistan (SECP) and Pakistan Engineering Council.
	1. Dumpers designed for off highway use.	8704.1090	10%	
	2. Super swinger truck conveyors.	8705.9000	10%	
	3. Mobile canal lining equipment.	8705.9000	10%	
	4. Transit mixers.	8705.4000	10%	
	5. Concrete Placing trucks.	8705.9000	10%	
	6. Crane lorries.	8705.1000	10%	
28	Plant, machinery and production line equipment used for the manufacturing of mobile phones.	Respective headings	0%	This exemption is available to local manufacturers of mobile phones duly certified by Pakistan Telecommunication Authority.
29	Charging station for electric vehicle	8504.4030	0%	Nil
30	Pre-fabricated room/structures for setting up of new hotels /motels in Hill Stations, Gilgit-Baltistan, AJK, and Coastal Areas of Baluchistan (excluding Hub)	9406.1090 9406.9090	8%	(i) The concerned ministry or department shall approve the project. The Authorized Officer of the ministry or department shall certify in the prescribed format and manner as per Annex-B that the imported goods are bona fide project requirement and shall furnish all

				<p>relevant information online to Pakistan Customs Computerized System against a specific user ID and password obtained under section 155D of the Customs Act, 1969.</p> <p>(ii) IOCO shall verify and determine the requirement of such Pre-fabricated structures in the form of finished rooms for setting up new hotels/motels in the specified areas.</p>
31.	Omitted.			
32.	Cinematographic, film production and post-film production equipment imported during the period commencing on the 1st July, 2022 and ending on the 30th June, 2027.			<p>i. The Ministry of Information and Broadcasting shall certify in the prescribed manner and format as per Annex-B to the effect that the imported goods are bona-fide requirement. The Authorized Officer of Ministry shall furnish all relevant information online to</p>
	(1) Omitted		0%	
	(2) 3D Glasses	9004.9000	0%	
	(3) Digital Loud Speakers	8518.2200	0%	
	(4) Digital Processor	8519.8190	0%	
	(5) Sub-woofer and Surround Speakers	8518.2990	0%	
	(6) Amplifiers	8518.5000	0%	
	(7) Audio rack and termination board	7326.9090 8537.1090	0%	

	(8) Music Distribution System	8519.8990	0%	Pakistan Customs Computerized System against specific user ID and password obtained under section 155D of the Customs Act, 1969. ii. The goods shall not be sold or otherwise disposed of within a period of five years of their import except with the prior approval of the FBR. (ii) IOCO shall verify and determine quota requirement of such equipment
	(9) Seats	9401.7100	0%	
	(10) Recliners	9401.7900	0%	
	(11) Wall Panels and metal profiles	7308.9090	0%	
	(12) Step Lights	9405.4990	0%	
	(13) Illuminated Signs	9405.6100 9405.6900	0%	
	(14) Dry Walls	6809.1100	0%	
	(15) Ready Gips	3214.9090	0%	
33.	New Fire-fighting vehicles manufactured as such by OEMs	8705.3000	10%	The goods shall not be sold or otherwise disposed-off within a period of five years of its import without prior approval of the FBR and payment of customs duties and taxes leviable at the time of import.

34	<p>Plant and machinery excluding consumer durable goods and office equipment as imported by greenfield industries, intending to manufacture taxable goods, during their construction and installation period.</p>	Chapters 84 and 85	0%	<p>This exemption shall be available subject to fulfillment of following conditions, namely:</p> <p>-</p> <p>(a) the importer is registered under the Sales Tax Act on or after the first day of July, 2019;</p> <p>(b) the industry is not established by splitting up or reconstruction or reconstitution of an undertaking already in existence or by transfer of machinery or plant from another industrial undertaking in Pakistan.</p> <p>(c)exemption certificate issued by the Commissioner Inland Revenue having jurisdiction; and</p> <p>(d) the goods shall not be sold or otherwise disposed of without prior approval of the FBR and the payment of customs duties and taxes leviable at the time of import.</p>
35	<p>1. Plant, machinery and equipment, materials, specialized vehicles or vessels, accessories, spares, chemicals and consumables, as are not</p>	Respective headings	5%	<p>1. In respect of goods mentioned in Column (2), the Ministry of Energy (Petroleum Division) shall certify in the</p>

	<p>manufactured locally, imported by developers, contractors and service companies involved in infrastructure development of Large Diameter Pipelines (i.e. 24” and above) projects namely, North South Gas Pipeline Project (NSGP), Turkmenistan, Afghanistan, Pakistan and India Pipeline Project (TAPI), Iran Pakistan Gas Pipeline Project (IP), RLNG-III Pipeline (RLNG-III), or any other project declared as “Large Diameter Gas Pipeline Project” by the Ministry of Energy (Petroleum Division).</p>			<p>prescribed manner and format as per Annex-B to the effect that the imported goods are bonafide requirement for use in the project. The Authorized Officer of the Ministry shall furnish all relevant information online to Pakistan Customs Computerized System against a specific user ID and password obtained under section 155D of the Customs Act, 1969.</p> <p>2. The concession available to contractors and service companies of the project will be subject to the following conditions, namely: -</p> <p>(a) the contractor and the service provider shall submit a copy of the contract or agreement under which he intends to import the goods for the project;</p> <p>(b) the chief executive or head of the</p>
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	<p>2. Plant, machinery and equipment, materials, specialized vehicles or vessels, accessories, spares, chemicals and consumables, as are manufactured locally, imported by developers, contractors and service companies of the above projects.</p>	<p>Respective headings</p>	<p>10%</p>	<p>contracting company shall certify in the prescribed manner and format as per Annex-A that the imported goods are the project's bona fide requirements; and</p>
	<p>3. HR Coils, Line Pipe, Pylons/Piles, whether or not manufactured locally, imported by developers and contractors of above projects.</p>	<p>Respective Headings</p>	<p>0%</p>	<p>3. Items imported at concessionary rates which become surplus, scrap, junk, obsolete or otherwise shall be disposed of in the following manner, namely: - (a) in the event an item other than specialized vehicles, is sold to another company involved in infrastructure development of Large Diameter Pipelines, no import duties shall be levied or charged. Otherwise, it shall be sold through a public tender and duties shall be recovered at the rate of ten per cent ad valorem of the sale proceeds;</p>

			<p>(b) for specialized vehicles there would be a minimum retention period of five years after which the vehicles may be disposed of in the manner provided in (a) above except that the full rate of import duties, net of any import duties already paid, shall be charged subject to an adjustment of depreciation at the rate of two per cent per month up to a maximum of twenty four months;</p> <p>(c) specialized vehicles can be surrendered at any time to the Government of Pakistan, without payment of any import duties, under intimation to the FBR; and</p> <p>(d) these items, if rendered as scrap, with change in their physical status, composition or condition and PCT classification, shall be chargeable to</p>
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				<p>duties & taxes accordingly, at standard rates;</p> <p>4. In the event a dispute arises whether any item is entitled to exemption under this schedule, the item will be immediately released by the Customs Department against a corporate guarantee valid for a period of nine months, extendable by the concerned Collector of Customs on time to time basis. A certificate from the relevant Regulatory Authority that the item is covered under this serial number shall be given due consideration by the Customs Department towards finally resolving the dispute. Disputes regarding the local manufacturing only shall be resolved through the Engineering Development Board.</p>
	4. Machinery, equipment, vessels, dumpers, specialized vehicles, accessories, spares and all other items essentially required for the above	Respective headings	0%	1. The concession available to contractors and service companies of the project will be subject to the

	<p>projects imported by developers, contractors and service companies on an import-cum-export basis for a period of five years.</p>		<p>following conditions, namely: -</p> <ul style="list-style-type: none"> (a) the contractor and the service provider shall submit a copy of the contract or agreement under which he intends to import the goods for the project; (b) the chief executive or head of the contracting company shall certify in the prescribed manner and format as per Annex-A that the imported goods are the project's bona fide requirements; and <p>2. Ministry of Energy (Petroleum Division) shall certify in the prescribed manner and format as per Annex-B to the effect that the imported goods are bonafide requirement for the project.</p> <p>3. Temporarily imported goods shall be cleared against a corporate guarantee valid for a</p>
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				<p>period of <u>five</u> years equal to the value of import duties and taxes exempted, extendable by the Collector of Customs on time to time basis, if the importer has a definite contract. The concerned Collector shall allow extension for a further period, as deemed appropriate, on payment of <u>one percent</u> surcharge for each year on C&F value of the goods for which extension has been sought. Should the goods etc., not be exported on the expiry of the project or transferred with the approval of the Collector of Customs to another Large Diameter Pipeline Project, or the period of stay has been extended by the Collector of Customs, then the developer, contractor or service company, as the case may be, shall be liable to pay</p>
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				duties and taxes as chargeable at the time of import.
36	Machinery, equipment and other project related items for setting up of Submarine Cable Landing stations			If imported by Internet Service providers registered under the Sales Tax Act 1990, duly certified by the Ministry of Information Technology and Telecommunication and Pakistan Telecommunication Authority (PTA), and subject to annual quota determination by the Input Output Co-efficient Organization (IOCO).
	(i) Tubes Pipes and hollow profiles of cast iron	7303.0000	0%	
	(ii) Articles of non-malleable cast iron	7325.1000	0%	
	(iii) Static Converters	8504.4090	0%	
	(iv) Machines for the reception, conversion and transmission or regeneration of voice, images or other data, including switching and routing apparatus	8517.6290	0%	
	(v) Optical fiber Cables	8544.7000	0%	
37	Other Electric Conductors exceeding 32000V	8544.6090	11%	If imported by manufacturers of transformers, registered under the Sales Tax Act 1990.
38	Plant, Machinery and equipment	Respective headings	5%	if imported by registered pharmaceutical manufacturers for their own use subject to NOC from Ministry of Health
39	Following items for Tourism Projects			
	Pre-fabricated room/structures for setting up of new hotels/motels in Hill Stations	9406.1090	50% of the prevailing rate of customs duty	Subject to certification by the concerned Secretary of Provincial Tourism
		9406.9090		
	Prefabricated Structure (Complete Units)	6810.9100		
Camping and Glamping site equipment and accessories	Respective headings			

	Vessels for Adventure sports and commercial use, including rowing boats, canoes, sailboats etc.	8903.1100 8903.1200 8903.1900 8903.2100 8903.2200 8903.2300		Department or equivalent Authorized Officer of the Federal Government as bona fide requirement of the approved projects.
	Water-skis, surf-boards, sailboards and other water-sport equipment:	9506.2100 9506.2900		
	Ice skates and roller skates, including skating boots with skates attached	9506.7000		
	Ski-boots, cross country ski footwear and snowboard boots	6402.1200		
		6403.1200		
		6403.1900		
		6403.2000		
	Snow-skis and other snow-ski equipment	6403.4000		
		9506.1100		
		9506.1200		
		9506.1900		
		9506.9990		
	Diving equipment	9506.6999		
	Zamboni Ice Resurfacing Machines	Respective heading		
	Ice Curling rock	7013.4900		
	Zip line equipment and accessories	9503.0090		
	White PE dasher boards for ice rinks	3920.1000		
	Gloves, mittens and mitts specially designed for use in sports, belts and bandoliers	4203.2100		
		4203.2930		
		4203.3000		
	Mountaineering, Rock climbing equipment, accessories and rock wall building material and accessories	Respective headings		
	Omitted			
	Omitted			
	Omitted			
	Omitted			
	Other Laundry equipment & accessories	{Omitted}		
		8716.8090		
		{Omitted}		
		{Omitted}		
		8716.8090		
		{Omitted}		

		{Omitted}		
		{Omitted}		
		{Omitted}		
		9403.2000		
	Steam Double Effect Absorption Chillers	8418.6990		
	Air Handling Units (AHUs)	8415.8390		
	Cooling Towers	8419.8910		
	Steam Boilers Gas train starter train pressure control piping with pressure gauge with complete Accessories	8419.8100		
	Other HVAC Equipment & Accessories	8502.1310		
		8419.8910		
		7013.9900		
		8402.9020		
		7322.1100		
		8415.8190		
		3925.9000		
		8415.8390		
	8414.3090			
	Sewerage Treatment Plant	8421.2100		
	Elevators	8428.1010		
	Escalators	8428.4000		
	Generating sets	8502.1310		
	Transformer	8504.3400		
	Distribution Board	8504.4090		
	Chandeliers	9405.1110		
		9405.1910		
	Other Electrical Equipment	8481.1000		
		8504.4090		
		8544.1190		
	Dish washing Machine	8422.1900		
	Ice Cube Machine + Bin	8418.6990		
	Double Door Upright Freezer	8418.5000		
	Food Processor	8509.8000		
	Coffee Machine	8419.8100		
	Ovens & Burners	8419.8100		
		8418.5000		
		8418.6990		
		4419.0000		
		7020.0090		
		8509.4020		
		8509.8000		
		8516.5090		
		8716.8090		

	Other Kitchen Equipment & Accessories	9403.2000		
		8419.8100		
		8418.6990		
		8418.5000		
		4419.0000		
		8509.8000		
		8422.1900		
		8419.8100		
		8414.6000		
		9403.2000		
	Housekeeping equipment Commercial Dry Vacuum Cleaning Equipment	8508.1190		
	Fire Alarm and Suppression System	8531.2000		
	Fire Sprinkler System	8481.1000		
Fire Extinguishers	8424.1000			

Annex-A

Header Information											
NTN/FTN of Importer			Regulatory authority no.				Name of Regulatory authority				
(1)			(2)				(3)				
Details of Input goods (to be filled by the chief executive of the importing company)								Goods imported (Collectorate of import)			
HS Code	Description	Specs	Custom Duty rate (applicable)	Sales Tax rate (applicable)	WHT	Quantity	UOM	Quantity imported	Collectorate	GD. No.	GD date & Mach.No
(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)

CERTIFICATE BY THE CHIEF EXECUTIVE, OR THE PERSON NEXT IN HIERARCHY DULY AUTHORIZED BY THE CHIEF EXECUTIVE:

It is certified that the description and quantity mentioned above commensurate with the project requirement and that the same are not manufactured locally. It is further certified that the above items shall not be used for any other purpose.

Signature _____
 Name _____
 C.N.I.C. No. _____

NOTE: - In case of clearance through Pakistan Customs Computerized System, the above information shall be furnished on line against a specific user I.D. and password obtained under section 155D of the Customs Act, 1969(IV of 1969).

Explanation. -

Chief Executive means. -

1. owner of the firm, in case of sole proprietorship; or
2. partner of firm having major share, in case of partnership firm; or
3. Chief Executive Officer or the Managing Director in case of limited company or multinational organization; or
4. Principal Officer in case of a foreign company.

Annex-B

Header Information											
NTN/FTN of Importer						Approval No.					
(1)						(2)					
Details of Input goods (to be filled by the authorized officer of the Regulatory Authority)								Goods imported (Collectorate of import)			
HS Code	Description	Specs	Custom Duty rate (applicable)	Sales Tax rate (applicable)	WHT	Quantity	UOM	Quantity imported	Collectorate	GD. No.	GD date & Mach No.
(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)

CERTIFICATE BY THE AUTHORIZED OFFICER OF THE REGULATORY AUTHORITY: It is hereby certified that the imported goods are genuine and *bonafide* requirement of the project and the same are not manufactured locally.

Signature & Seal of the Authorized Officer _____

Designation _____

NOTE:- In case of clearance through Pakistan Customs Computerized System, the above information shall be furnished on line against a specific user I.D. and password obtained under section 155D of the Customs Act, 1969(IV of 1969).

Part-II

Import of Active Pharmaceutical Ingredients, Excipients/Chemicals, Drugs, Packing Material/ Raw Materials for Packing and Diagnostic Kits and Equipment, Components and other Goods

The Imports under this part shall be subject to following conditions, namely. -

- (i). The active pharmaceutical ingredients, Excipients /chemicals, packing material and raw material for packing shall be imported only for in-house use in the manufacture of specified pharmaceutical substances, as approved by the Drug Regulatory Agency of Pakistan.
- (ii). The requirement for active pharmaceutical ingredients and Excipients/chemicals, drugs as specified in Table A, B & C, shall be determined by the Drug Regulatory Agency of Pakistan;
- (iii). The requirement for packing materials/raw materials for packing, as specified in Table-D, shall be determined by Input Output Coefficient Organization;
- (iv). The designated/authorized representative person of Drug Regulatory Agency of Pakistan shall furnish all relevant information, as set out in this part, online to the Customs computerized system, accessed through the unique user identifier obtained under section 155 d of the Customs Act 1969, along with the password thereof.
- (v). For "Respective Headings" entries in column (3) of the Table against which two rates of customs duty 3% and 5% have been mentioned in Column (4), the rate of 3% shall be applicable only for such goods which are chargeable to 3% duty under the First Schedule to the Customs Act 1969.

Table A
Active Pharmaceutical Ingredients (API)

Sr. No	Description	PCT code	Customs duty (%)
1	Acyclovir Usp	2933.5990	0
2	Albendazole - Human Grade	2933.9990	0
3	Alfacalcidole	3004.9099	0
4	Alogliptin Benzoate	2942.0000	0
5	Alprazolam	2933.9100	0
6	Amikacin Sulpate	2941.9090	0
7	Amiloride HCL	2933.9990	0
8	Amlodipine	2933.3990	0
9	Amoxicillin sodium sterile BP	2941.1000	0

10	Amoxicillin Sodium With Clavulanate Potassium (Sterile)	3003.2000	0
11	Amphotericin B Lyophilized	2941.9090	0
12	Ampicillin sodium sterile USP/BP (Pharmaceutical grade)	2941.1000	0
13	Amprolium HCl	2933.5990	0
14	Apixaban and its salts	2933.7990	0
15	ARIPIPRAZOLE	2933.7990	0
16	Artemether	2932.9990	0
17	Atorvastatin	2933.9990	0
18	Atorvastatin Calcium	2933.9990	0
19	Atracurium Besylate	2933.4990	0
20	Atropine Sulphate	2941.9090	0
21	Azilsartan Kamedoxomil	2934.9990	0
22	Bacitracin and its derivatives	2941.9060	0
23	Benazepril Related Compound	2933.7990	0
24	Benzyl pencillin sodium/potassium	2941.1000	0
25	Betahistine Di Hcl	2933.3990	0
26	Betaine Glucuronate	2923.9010	0
27	Betamethasone	2937.2200	0
28	Biapenem	2941.9090	0
29	Bisacodyl	2933.3990	0
30	Bosentan Monohydrate	2935.9090	0
31	BromocriptineMs(G) Msa/Ds 01	2939.6900	0
32	BUPIVACAINE HYDROCHLORIDE	2933.9990	0
33	Calcium Lactobionate Oral	2918.1600	0
34	Calcium Lactobionate Special Grade	2940.0000	0
35	Canagliflozin Hemihydrate	2934.9990	0
36	Candesartan Cilextil	2933.9990	0
37	Captopril	2933.9990	0
38	Carbamazepine	2933.9990	0
39	Carbenicillin and its salts	2941.1000	0
40	Carbinoxamine Maleate	2933.3990	0
41	Carfecillin	2941.1000	0
42	Cariprazine Hydrochloride	2933.5990	0
43	CARVEDILOL	2933.9990	0
44	Cefazolin Sodium Sterile	2941.9090	0
45	Cefepime Hydrochloride/L-Arginine Sterile USP	2941.9090	0
46	Cefoperazone And Sulbactam Sodium	2941.9090	0
47	Cefotaxime / Cefotaxime sodium	2941.9090	0
48	Cefpirome	2941.9090	0
49	Cefpodoxime Proxetil	2941.9090	0
50	Cefquinome Sulfate	2941.9090	0

51	Ceftazidime Pentahydrate	2941.9090	0
52	Ceftiofur HCL Sterile	2941.9090	0
53	Cefuroxime Axetil	2941.9090	0
54	Cefuroxime Sodium Sterile	2941.9090	0
55	Celecoxib	2935.9090	0
56	Cetirizin Dihydrochloride Ep	2933.5990	0
57	Cetirizine Dihydrochloride	2933.5990	0
58	Chloromycetin Palmitate	2941.4000	0
59	Chlorpheniramine Maleate	2933.3990	0
60	Chlortetracycline Hydrochloride	2941.3000	0
61	Chlorthalidone Micronized Powder	2935.9090	0
62	Clamipramine Hcl Ep	2933.9990	0
63	Clavulanate Potassium With Microcrystalline Cellulose (Avicel)	3003.9090	0
64	Clavulanate Potassium With Silicon Di-Oxide (Syloid)	3003.9090	0
65	Clemastine Hydrogen Fumarate	2933.9990	0
66	Clindamycin Phosphate	2941.9060	0
67	Clonazepam	2933.9100	0
68	Clopramide Base/Ds 01	2935.9090	0
69	Clopidogrel Bisulphate	2934.9990	0
70	Clotrimazole	2933.2900	0
71	Co-DergocrineMs (Gram) A 01	2939.6900	0
72	Colistin Sulphate	2941.9090	0
73	Dabigatran Etextilate Mesylate	2933.3990	0
74	Dapagliflozin	2934.9990	0
75	Darifenacin Hydrobromide	2934.9990	0
76	Deferiprone	2933.3990	0
77	Desmoder H/Hexamethylen Di-Iso	2929.1000	0
78	Dexibuprofen	2916.3990	0
79	Dextro Methophen HBR	2933.9990	0
80	Dextro-MethorphHbr	2933.4990	0
81	Diclofenac Diethylamine	2922.4990	0
82	Diclofenac Potassium BP	2922.4990	0
83	Diiodohydroxyquinoline	2934.9990	0
84	Diphenhydramine	2922.1990	0
85	DI-Carnitine HCl	2923.9090	0
86	Domperidone	2933.3990	0
87	Doripenem	2941.9090	0
88	Dorzolamide HCl	2935.9090	0
89	Doxycycline Hyclate	2941.3000	0
90	Doxylamine Succinate	2933.3990	0
91	Drotavarine Hcl	2933.4990	0

92	Drotaverine HCL Tab and Injectable Grade	2934.9990	0
93	Ebastine	2933.3990	0
94	Edoxaban Monohydrate	2934.9990	0
95	Elvitegavir	2934.9990	0
96	Emtricitabine	2934.9990	0
97	Enalapril Maleate Usp 23	2933.9990	0
98	Enoxacin Sesquihfrtae	2933.5990	0
99	Enrofloxacin Base	2933.5990	0
100	Enrofloxacin HCl	2941.9090	0
101	Entecavir (Monohydrate) and Its Salts	2933.3990	0
102	Ertapenem Sodium	2941.9090	0
103	Erythrocin J	2941.5000	0
104	Erythromycin Thiocynate	2941.5000	0
105	Erythropoietin IP	2934.9990	0
106	Eslicarbazepine Acetate	2933.4990	0
107	Eslicarbazipine Acetate	2933.3990	0
108	Ethambutol HCl	2941.9090	0
109	Etoricoxib	2933.9990	0
110	Euflavine Bp (Acriflavine)	2933.9990	0
111	EZETIMIBE	2934.9990	0
112	Famotidine	2934.1090	0
113	Favipiravir	2933.9990	0
114	Febuxostat	2934.1090	0
115	Fenpiverinium Bromide	2933.9990	0
116	Ferric Carboxy Maltos Complex	3824.9999	0
117	Ferric Hydroxide Polymaltose Complex Inj.Grade	2821.1020	0
118	Ferric Pyrophosphate Nf	2835.3900	0
119	FERROUS FUMARATE	2917.1900	0
120	Ferrous Sulphate	2833.2910	0
121	Fexofenadine	2933.3990	0
122	Filgrastim	2934.9990	0
123	Florfenicol	2941.4000	0
124	Flucloxacillin sodium	2941.1000	0
125	Fluconazole	2933.9990	0
126	Flumequine Base	2933.9990	0
127	Flunixin Megulamine	2933.3990	0
128	Fluoxetine Hcl	2922.1990	0
129	Flurbiprofen	2916.3990	0
130	Fosfomycin Calcium	2941.9090	0
131	Fosfomycin Calcium	2941.9090	0
132	Fosfomycin Trometamol	2941.9090	0
133	Fractionated Coconut Oil	2915.9000	0

134	Furaltadone HCl	2934.9990	0
135	Furosemide (Imp)	2935.9090	0
136	Fusidic Acid	2941.9090	0
137	Gabapentin	2922.4990	0
138	Gemifloxacin Mesylate	2933.9990	0
139	Gentamicine Sulphate	2941.9090	0
140	Gentamyein	2941.9090	0
141	Glibenclamide	2935.9090	0
142	Gliclazide	2935.9090	0
143	Glimepiride	2935.9090	0
144	Glipizide	2935.9090	0
145	Haloperidol	2934.1090	0
146	Hydrochlorothiazide	2935.9090	0
147	Hydrocortisone Usp Micro	2937.2100	0
148	Hydroxychloroquine Sulphate	2933.4990	0
149	Ibandronate Sodium Monohydrate	2922.4990	0
150	Iloperidone	2934.9990	0
151	Imipenem Cilastatin Sodium (Sterile Mixture Sod Bicarbonate)	2941.9090	0
152	Imipenem With Cilastatin Sodium Sterile	3824.9999	0
153	Imipramine Hydrochlor/Ds 01	2933.9990	0
154	Iron III Hydroxide Polymaltose Complex	2821.1020	0
155	Iron III Isomaltoside, Inj. Grade	3824.9999	0
156	Iron Sucrose	3824.9999	0
157	Isoniazid	2933.3990	0
158	Ivabradine HCl	2933.7990	0
159	Ivermectin	2941.9090	0
160	Ketoprofen	2918.3000	0
161	Ketorolac Tromethamine	2933.9990	0
162	Lactulose	2940.0000	0
163	Lamivudine	2933.3990	0
164	Ledipasvir	2934.9990	0
165	Ledipasvir And Copovidone Solid Dispersion	2934.9990	0
166	Leflunomide	2934.9990	0
167	Letrozole	2933.9990	0
168	Levamisole Hydrochloride	2934.9990	0
169	levetiracetam	2933.7990	0
170	Levocetirizine Dihydrochloride	2933.5990	0
171	Levosulpiride	2935.9090	0
172	Linaclotide and its derivatives	2933.9990	0
173	Linagliptin	2933.5990	0
174	Lincomycin Hcl	2941.9090	0

175	Linezolid	2934.9990	0
176	LINZOLID	2934.9990	0
177	Lisinopril and its derivatives	2933.9990	0
178	Loratadine	2933.3990	0
179	Lorazepam	2933.9100	0
180	Lorcaserin Hydrochloride Hemihydrate	2934.9990	0
181	L-Ornithine	2922.4990	0
182	Lornoxicam	2934.9990	0
183	Losartan Potassium	3824.9999	0
184	Lumefantrine	2922.1990	0
185	Mefloquine HCl	2933.4990	0
186	Meropenem Sodium Carbonate, Inj. Grade	2941.9090	0
187	Meropenem Trihydrate (Sterile)	2941.9090	0
188	Mesalazine	2922.4990	0
189	Metopine	2933.3990	0
190	Metronidazole Benzoate	2933.9990	0
191	Midazolam	2933.9100	0
192	Midazolam HCl	2933.9100	0
193	Minocycline Hydrochloride	2941.3000	0
194	Minoxidil	2933.5990	0
195	Mirabegron	2934.1090	0
196	Montelukast Sodium	2933.4990	0
197	Mupirocin	2941.9060	0
198	Neomycin Sulphate	2941.9060	0
199	Neomycin Sulphate	2941.9090	0
200	Neomycin SulphBp 700 U/Mg Mic	2941.9060	0
201	NICORANDIL	2933.9990	0
202	Nitazoxanide	2934.1090	0
203	Norfloxacin	2933.5940	0
204	Novobiocin Sodium	2941.9090	0
205	Nystatin (Mycostatin Micropul)	2941.9060	0
206	NystatinUsp Powder	2941.9060	0
207	OFLOXACIN	2934.9990	0
208	Olanzapine	2934.9990	0
209	Olaquinox	2933.9990	0
210	Olmesartan Medoxomil	2933.3990	0
211	Omarigliptin	2933.5990	0
212	Ossein Mineral Complex	2106.9090	0
213	Oxalitin	3004.9099	0
214	Oxfendazole	2933.9990	0
215	Oxytetracycline Dihydrate Injectable Grade	2941.3000	0
216	Oxytetracycline HCl	2941.3000	0

217	Palanosetron Hydrochloride	2933.7990	0
218	Paroxetine HCL Hemihydrate	2934.9990	0
219	Peg Filgrastim	2934.9990	0
220	Pencillin V.Potassium	2941.1000	0
221	Pencillinbenzathin	2941.1000	0
222	Perindopril Arginine	3824.9999	0
223	Pheneramine Maleate	2933.9990	0
224	Pindolol Base/Ds Pur	2933.9990	0
225	Pioglitazone HCL	2934.1090	0
226	Piperacillin Sodium	2941.1000	0
227	Piperacillin Sodium & Tazobactam Sodium (Sterile)	3003.2000	0
228	Piperaquine Phosphate	2933.5990	0
229	Piperazine Anhydrous (Pharmaceutical grade).	2935.9090	0
230	Piroxicam Betacyclodextrine	2934.9990	0
231	Pitavastatin Calcium	2934.9990	0
232	Polymyxin B Sulphate USP Micro	2941.9060	0
233	Polymyxin B SulphBp 8000 U/Mg	2941.9060	0
234	Potassium Chloride	2827.3900	0
235	Potassium Clavulanate (Avicel Mix)1:1 and (Syloid MIX) 1:1	3824.9999	0
236	Potassium Clavulanate with Microcrystalline Cellulose 1:1	3824.9999	0
237	Prasugrel HCl	2934.9990	0
238	Pregabalin	2922.4990	0
239	Procaine pencillinG.fortified, sodium/potassium	2941.1000	0
240	Procyclidine Hcl	2933.9990	0
241	Psyllium Husk Powder	1211.9000	0
242	PYRIDOSTIGMINE BROMIDE	2933.3990	0
243	Pyrimethamine	2933.5990	0
244	Quetiapine Fumarate	2934.9990	0
245	Ramipril	2933.9990	0
246	Ranolazine	2933.5990	0
247	Rebamipide	2933.7990	0
248	Remdesivir	2934.9990	0
249	Ribavirin	2934.9990	0
250	Rifampicin	2941.9090	0
251	Rifaximin	2941.9090	0
252	Risedronate Sodium	2933.3990	0
253	Risperidone	2934.9990	0
254	Rivaroxaban	2934.9990	0
255	Roflumilast	2933.3990	0
256	Rosuvastatin Calcium	2935.9090	0

257	Saccharomyces Boulardii (LYNSIDE)	3824.9999	0
258	Sacubitril + Valsartan	2933.9990	0
259	Saxagliptin HCl	2933.9990	0
260	Silodosin	2933.9990	0
261	Simvastatin	2932.2090	0
262	Omitted		
263	Solifenacin Succinate	2933.4990	0
264	Sparfloxacin	2933.5990	0
265	Sulfadoxine	2935.9090	0
266	Sulfathiazole	2935.9090	0
267	Sulphadoxine	2935.9090	0
268	Sulphanilamide	2935.9050	0
269	Sulphaquinoxaline Sodium	2935.9090	0
270	Sultamicilliatosylate	2941.1000	0
271	Sultamicillin (Pharmaceutical grade)	2941.1000	0
272	Telmisartan	2933.9990	0
273	TemazepamUsp 28/Ep 4th Ed	2933.9100	0
274	Teneligliptin	3004.9099	0
275	Tenofovir Alafenamide Fumarate	2933.5990	0
276	Tenofovir Alafenamide Hemifumarate	2933.5990	0
277	Tenofovir Disoproxil Fumarate	2933.5990	0
278	Thiocolchicoside	2935.9090	0
279	Ticagrelor	2933.5990	0
280	TICAGRELOR and Its Salts	2934.9990	0
281	Ticarcilin disodium	2941.1000	0
282	TIGECYCLINE	2942.0000	0
283	Tilmicosin Base	2941.9090	0
284	Timolol Maleate	2934.9990	0
285	Tiotropium Bromide Monohydrate (Pre-mix)	2939.8090	0
286	Tirofiban HCL	2935.9090	0
287	Tizanidine HCl	2934.9990	0
288	Tobramycin	2941.9090	0
289	Trandolapril	2933.9990	0
290	Tranexamic Acid	2922.4990	0
291	Trelagliptin Succinate	2934.9990	0
292	Triacetine	2915.3990	0
293	Triclabendazole	2933.9990	0
294	Trimetazidine Hcl	2933.5990	0
295	Omitted		
296	Tripolidine Hcl B.P (94%)	2933.3990	0
297	Valsartan	2933.9990	0
298	Vancomycin Hcl	2941.9060	0

299	Vancomycin HCL	2941.9090	0
300	Velpatasvir Co-Povidone	2934.9990	0
301	Vigabatrin	2922.4990	0
302	Vonoprazone Fumarate	2933.9990	0
303	Vorapaxar	2934.9990	0
304	VORICONAZOLE	2934.9990	0
305	Vortioxetine Hydrobromide	2933.5990	0
306	Zinc Bacitracin 10%	2941.9090	0
307	Zinc Sulphate Monohydrate	2833.2940	0
308	Zoledronic Acid Monohydrate	2933.9990	0
309	Zolpidem Hemitartrate	2933.9990	0
310	Aspirin	2918.2210	0
311	Pantoprazole Sodium (Injec Grade)	2933.3990	0
312	Omitted		
313	Omitted		
314	Cloxacillin sodium sterile USP/BP	2941.1000	0
315	Bacampicillin HCL	2941.1000	0
316	Cloxacillin and its salts excluding sodium (compacted/ powder form for oral use)	2941.1000	0
317	Clarithromycin Powder	2941.5000	0
318	Roxithromycin	2941.5000	0
319	Azithromycin	2941.9090	0
320	Ceftriaxonesodium	2941.9090	0
321	D-Cycloserine	2941.9090	0
322	Acrinol Pad	3005.9010	0
323	Benzalkonium Chloride Pad (BKC)	3005.9090	0
324	Sodium Casinate	3501.9000	0
325	Sulfobutylate	3505.2010	
326	Activated Glucuronate	3824.9999	0
327	ChondrotinSulphate	3913.9090	0
328	Polyethylene Film	3920.9900	0
329	Acetone	2914.1100	0
330	Anti-Foam	3824.9999	0
331	Acetic Anhydride	2915.2400	0
332	(+)-(1S,2S)-2-Methylamino-1-Phenylpropan-1-OL Base	2939.4900	0
333	4-(N-Acetyl) Amino-N1-(5-Methyl-3-Isoxazolyl) Benzenesulfonamide	2935.9090	0
334	Add (1RS,2RS)-2-(dimethylamino) methyl)-1-(3-methoxyphenyl) cyclohexanol	2942.0000	0
335	5-(2,4,5-trimethoxyphenyl) methyl) pyrimidine-2, 4-diamine (TMP Technical)	2933.5920	0
336	Para-Amino-Phenol	2922.2900	0

337	Add 2-(4-Isobutylphenyl) Propionic Acid Crude	2916.3990	0
338	Racemic-2-{4(4-chlorophenyl)phenyl methyl}-1 piperazin Ethanol (Crude)	2933.5990	0
339	1-[1-[[[(1 R)-1-(3-(1 E)-2(-7-chloro-2 quinoliyl)phenyl]-3-[2(1-hydro xylmethylethyl)phenyl)propyl]thiomethyl cyclopropane acetic acid (montelukast acid pure)	2933.4990	0
340	1-cyclopropyl- 6-fluro-4 oxo-7 piperazine-iyquinoline - 3 carboxylic acid - hydrochloric acid (crude)	2933.5990	0
341	1-Cyclopropyl- 6-fluoro-1,4dihydro-8-methoxy-7((4as,7as)-octahydro-6H-pyrrolo(3,4- b)pyridine 6-yl)-4-oxo-3-quinolinecarboxylic acid	2933.4920	0
342	9,10-Difloro-2,3-dihydro-3 methyl-7-oxo-7Hpyrido[1,2,3-de]-1,4-benzoxazine-6 carboxylic acid crude	2934.9990	0
343	(S)-(-)-9 floro-2,3 Dihydro-3-Methyl-10-14Methyl-1-piperazinyl)-7-oxo-7H- pyrido (1,2,3 de)1,4-Benzoxzine-6-Carboxylic acid hemihydrates Crude	2933.4990	0
344	Sitagliptin Free Base	2933.5990	0
345	2-(2-chlorophenyl)-2-(methylamino cyclohexanone (Ketamine Base)	2922.3900	0
346	Glacial Acetic Acid	2915.1100	0
347	Activated carbon	3802.1000	0
348	Sodium Hydro-Sulfite	2831.1010	0
349	Methanol	2905.1100	0
350	Potassium Hydroxide	2815.2000	0
351	Dimethylformamide	2924.1990	0
352	n-heptane	2901.1090	0
353	Ethylene diamine tetra acetic acid	2921.2100	0
354	Iso Propyl Alcohol	2905.1220	0
355	Acid Hypophosphorous:	Respective heading	0
356	Acid PipmidcTrydae	Respective heading	0
357	Acid Citric Anhydrous	Respective heading	0
358	Propylparaben (Aseptofom-P)	Respective heading	0
359	MethylparabenAseptofom-M)	Respective heading	0
360	Sodium Benzoate	Respective heading	0
361	Sodium Sulfate	Respective heading	0

362	Cupric Chloride	Respective heading	0
363	Mama Copolymer	Respective heading	0
364	Sodium Valproate	Respective heading	0
365	Sodium Cyclamate	Respective heading	0
366	Magnesium Hydroxide Paste	Respective heading	0
367	Bacitracin Usp Powder Microniz	Respective heading	0
368	Pyritinol Base Fine Powder	Respective heading	0
369	Pyritinol Di-Hcl Mono Hydrate	Respective heading	0
370	Sodium Picosulphate	Respective heading	0
371	Pindolol Base	Respective heading	0
372	Nimesulide	Respective heading	0
373	Doxycycline Hydrochloride Bp	Respective heading	0
374	Simvastatin Ep	Respective heading	0
375	Cefaclor Monohydrate	Respective heading	0
376	Clobetasol Propionate	Respective heading	0
377	Betamethasone Base	Respective heading	0
378	Betamethasone 17-Valerate	Respective heading	0
379	Bacitracin Zinc Bp (69 Mcg/Mg)	Respective heading	0
380	Hydrocortisone Acetate Micronised	Respective heading	0
381	Glimepiride Granules 0.606% (W/W (1 Mg)	Respective heading	0
382	Asciminib	2934.9990	0
383	Abiraterone Acetate	2937.2900	0
384	Azacitidine	2933.5990	0
385	Bortezomib	2934.9990	0
386	Cabozantinib HCl	2934.9990	0
387	Capecitabine USP	2934.9990	0

388	Cisplatin	2843.9000	0
389	Carboplatin	2843.9000	0
390	Cyclophosphamide	2934.9990	0
391	Cytarabine	2934.9990	0
392	Daunorubicin	2941.9090	0
393	Doxorubicin	2941.9090	0
394	Epirubicin	2941.9090	0
395	Idarubicin	2941.9090	0
396	Imatinib Mesylate (Beta form)	2933.5990	0
397	Lenalidomide Hemihydrate	2933.9990	0
398	Lenalidomide Anhydrous	2933.9990	0
399	Lenvatinib	2933.9990	0
400	Mycophenolate Mofetil	2934.9990	0
401	Mycophenolate Sodium	2941.9090	0
402	Nilotinib Monohydrochloride Monohydrate	2933.5990	0
403	Olaparib	2933.5990	0
404	Osimeritinib	2933.9990	0
405	Palbociclib	2933.5990	0
406	Pazopanib Hydrochloride	2935.9090	0
407	Pemetrexed Disodium	2933.5990	0
408	6-Amino Peniciltanic Acid (6-APA)	2934.9990	0
409	D(-) Alpha Phenylglycine (DAPG)	2922.4990	0
410	3-(2-Chlorophenyl)-5-Methyl Isoxazol-4-Carbonyl Chloride (CMIC Chloride)	2934.9990	0
411	3-(2-Chloro-6-Fluorophenyl)-5-Methyl Isoxazole-4-Carbonyl Chloride (FCMIC Chloride)	2934.9990	0
412	7-Amino Desacetoxy Cephalosporanic Acid (7-ADCA)	2934.9990	0
413	D(-) Dihydro Phenylglycine Dane's Salt (DHPG-DS) / D(-)Dihydrophenylglycine (Dane Sodium Salt)	2922.4990	0
414	Dihydro Phenylglycine Methyl Ester Hydrochloride	Respective heading	0
415	D- Phenyl glycine Methyl Ester HCl (D-PGME.HCl)/ ALPHA PHENYL GLYCINE METHYL ESTER	2922.4990	0
416	7-Amino 3-Chloro Cephalosporanic Acid (7-ACCA)	2934.9990	0
417	7-Amino 3-Vinyl Cephalosporanic Acid (7-AVCA)/ 7-Amino-3-Vinyl-3-Cephem-4-Carboxylic Acid (7-AVCA)	2934.9990	0
418	(7-phenyl-acetamido-3-chloromethyl Cephalosporanic Acid p-methoxybenzyl ester (GCLE)	2934.9990	0

419	Cefotaxime Free Acid	2941.9090	0
420	Ceftriaxone Sodium Crude	2941.9090	0
421	7-Chloro-6-Fluoro- 1cyclopropyl-1,4-Oxoquinoline-3-Carb-Oxylic Acid Fluoroquinolonic Acid (Ciprofloxacin Q-Acid)	2933.4990	0
422	Acetyl Sulfamethoxazole Intermediate	2935.9090	0
423	Erythromycin (MICA ESTER)	Respective heading	0
424	Erythromycin Thiocyanate Oxime	2941.5000	0
425	Ethyl Quinolonic Acid	2933.4990	0
426	1-Cyclopropyl-6,7-Difluoro-1,4-Dhydro-8-Methoxy-4-Oxo-3-Quinoline Carboxylic Acid/Ethyl Ester (Moxifloxacin Q. Acid/ Ester)	2933.3990	0
427	2,8-Diazabicyclo [4,3,0] nonane (Moxifloxacin Side Chain)	2933.9990	0
428	(2S)-l-(Chloroacetyl)-2-pyrrolidinecarbonitrile	2934.9990	0
429	9,10-Difluoro-2,3-Dihydro-3-Methyl-7-Oxo-(3s)-7h-Pyrido(1,2,3-De)-l,4-Benzoxazine-6-Carboxylic Acid (Levofloxacin Q Acid)	2934.9990	0
430	N-Methyl Piperazine	2933.5990	0
431	Ethyl Quinolonic Acid	2933.4990	0
432	D,D, Aza Erythromycin	2934.9990	0
433	Erythromycin, 6-0-Methyl-2,4-Bis-0-(Trimethylsilyl),9-[0-(l-Ethoxy-1 -Methylethyl) Oxime]	2941.5000	0
434	2-Cyanopyrazine	Respective heading	0
435	Simvastatin Ammonium Salt	Respective heading	0
436	Amlodipine Crude or Amlodipine Base	2933.3990	0
437	2-[1-[[[l R)-l-[E]-2-(7-Chloroquinolin-2-yl)ethenyl]phenyl]-3-[2-(2-hydroxypropan-2-yl)phenyl]propyl]sulfanylmethyl]cyclopropyl]acetic acid /Montelukast Acid	2933.4990	0
438	(S)-Isopropyl 2((S)-2-(((2R,3R,4R,5R)-5-(2,4-dioxo-3,4-dihydropyrimidin-1(2H)-yl-4- fluoro-3-benzoyl-4-ethyltetrahydrofuran-2-yl)(methoxy)(phenoxy)-phosphorylamino)propanoate	2934.9990	0
439	2'R)-2'-Deoxy-2'-fluoro-2'-methyluridine	2934.9990	0
440	N-[(S)-(2,3,4,5,6-Pentafluorophenoxy)phenoxyphosphinyl]-L-alanine 1- Methylethyl ester	2934.9990	0
441	1 -ethyl-(3-dimethylaminepropyl) carbodiimide HCl (EDCI)	2925.2990	0
442	(6s)-6-[5-[7-[2-(1R,3S,4S)-2-	2933.3990	0

	Azabicyclo[2,2,1]hept-3-yl-1H-benzimidazol-6-yl]-9,9-difluoro-9H-imidazol-2-yl]-5-azaspiro[2,4]heptane hydrochloride (1:4)		
443	Ledipasvir Acetone Solvate	2933.3990	0
444	(2S,4S)-2-[5-[1,11-Dihydro-2-[(2S,5S)-1-[(2S)-2-[(methoxycarbonyl)amino]-3-methyl-1-oxobutyl]-5-methyl-2-pyrrolidinyl][2]benzopyrano[4',3':6,7]naphtha[1,2-d]imidazole-9-yl]-1H-imidazol-2-yl]-4-(methoxymethyl)-1-pyrrolidinecarboxylic acid 1,1-dimethylethyl ester	2934.9990	0
445	(2S)-1-(Chloroacetyl)-2-pyrrolidinecarbonitrile	2934.9990	0
446	Remdesivir Intermediate N-1 / Crude Acetonide/ 2-Ethylbutyl (R) -((3aR,4R,6aR)-6-(4-Aminopyrrolo[2,1-f][1,2,4]triazin-7-yl)-6-cyano-2,2-dimethyltetrahydrofuro[3,4-d][1,3]dioxo-4-yl)methoxy) (phenoxy)phosphoryl)-L-alaninate	2934.9990	0
447	3,6-Dichloropyrazine-2-carbonitrile	2933.9990	0
448	4,7-dichloro Quinoline	2933.4990	0
449	Valsartan methyl ester	2933.9990	0
450	Cefuroxime Acid	2941.9090	0
451	Dihydrophenyl Glycine Methyl Ester Hydrochloride (D-HPGME HCl)	2922.4990	0
452	2-(4-Isobutylphenyl) propanoic acid crude	2916.3990	0
453	(1S)-1,5-Anhydro-1-C-[4-chloro-3-[[4-[(3S)-tetrahydro-3 furanyl]oxy]phenyl] methyl] Phenyl]-D- glucitol tetraacetate (Empagliflozin N-1)	2932.9990	0
454	Cyprohepatadine Hydrochloride	2933.3990	0
455	Theophylline-7-Acetic acid	2939.5900	0
456	DL-Carnitinenitrile Chloride	2926.9090	0
457	1,3,7-TRIMETHYIPURINE-2,6-Dione (Base Crude)	2939.2090	0
458	3-[4-(2-Chloro Acetyl)-3-Hydroxy-3-methyl-2-amino]-6-chloro benzophenone	2942.0000	0
459	8-Chloro-1-methyl-6-phenyl-4H-[1,2,4]triazolo[4,3-a][1,4]benzodiazepine	2942.0000	0
460	2-N-Methyl-5-chlorobenzophenone	2942.0000	0
461	2-N-Methyl Chloroacetamido-5-chloro Benzophenone	2942.0000	0
462	1 methyl piperazine	2935.9090	0
463	Para-Amino-Phenol	2922.2900	0
464	2-(4-Isobutylphenyl) Propionic Acid Crude	2916.3990	0
465	Racemic-2-{4(4-chlorophenyl) phenyl methyl}-1-piperazin Ethanol (Crude)	2933.5990	0
466	1-[1-[[[(1R)-1-[3-(1E)-2-(7-chloro-2-quinoliyl)phenyl]-3-[2(1-hydroxyl-1-methylethyl)phenyl]propyl] thiomethyl] cyclopropane acetic acid	2933.5990	0

467	l-cyclopropyl- 6-fluro-4 oxo-7 piperazine-i-yl-quinoline - 3 carboxylic acid -hydrochloric acid (crude)	Respective heading	0
468	9,10-Difluro-2,3-dihydro-3 methyl-7-oxo-7H-pyrido[1,2,3-de]-1,4-benzoxazine-6 carboxylic acid crude	2934.9990	0
469	(S)-(-)-9 fluro-2,3Dihydro-3-Methyl-10-(4-Methyl-l-piperazinyl)-7-oxo-7H-pyrido(1,2,3de)-l,4-Benzoxazine-6-Carboxylic acid hemihydrates Crude	2934.4990	0
470	1-Cyclopropyl-6-fluoro-1,4dihydro-8-methoxy-7-((4as,7as)-octahydro-6H-pyrrolo(3,4-b)pvridine-6-yl)-4-oxo-3-quinolinecarboxylic acid	2933.4920	0
471	Sitagliptin Free Base	2933.5990	0
472	2-(2-chlorophenyl)-2-(methylamino) cyclohexanone (Ketamine Base)	2922.3900	0
473	Acetylsalicylic Acid Crude	2918.2290	0
474	(±)-4-[- -hydroxy-4-[-4-(hydroxydiphenylmethyl)-1- piperidiny]-butyl]-a,a-dimethylbenzeneacetic acid (Intermediate as Fexofenadine Base	Respective heading	0
475	Caffeine	Respective heading	0
476	Levofloxacin	Respective heading	0
477	Cephadroxil Monohydrate, Ciprofloxacin HCL, Moxifloxacin, Ciprofloxacin Base, Cephradine, Cefixime	Respective heading	0
478	5-(3,4,5 trimethoxybenzyl) pyrimidine-2,4-diamine (TMP technical)	Respective heading	0
479	Sodium Fusidate	2941.9090	0

Table B
(Excipients/Chemicals)

S No	Description	PCT Code	Customs Duty (%)
(1)	(2)	(3)	(4)
1	Worked grains of other cereals. (Pharmaceutical grade)	1104.2900	5%
2	Sterillisable maize (corn) starch (Pharmaceutical grade)	1108.1200	5%
3	Gum Benjamin BP (Pharmaceutical grade)	1301.2000	5%
4	(i). Balsam, Tolu BP/USP. (ii). Gum acacia powder BP	1301.9090	5%

	(iii). Gumbenzoin, Styrax, ragacanth, Xanthan (Pharmaceutical grades)		
5	Other vegetable saps and extracts (Pharmaceutical grade)	1302.1900	10%
6	Other mucilages and thickeners (Pharmaceutical grade)	1302.3900	5%
7	(i). Rhubarb leaves or roots. (ii). Valerine roots (Pharmaceutical grade)	1404.9090	5%
8	Refined palm kernel or babassu oil (Pharmaceutical grade)	1513.2900	5%
9	Other fixed vegetable fats and oils (Pharmaceutical grade)	1515.1900	5%
10	Castor oil (Pharmaceutical grade)	1515.3000	5%
11	Vegetable fats and oils (Pharmaceutical grade)	1516.2010 1516.2020	5%
12	Sugar (pharmaceutical grade) if imported by manufacturer of pharmaceutical Products on the quantity to be determined by Ministry of Health	1701.9910	5%
13	(i). Dextrate (Pharmaceutical grade). (ii). Dextrose (injectable grade and pharmaceutical grade)	1702.3000	5%
14	Malt extract (Pharmaceutical grade)	1901.9010	5%
15	Ethyl alcohol	2207.1000	5%
16	(i). Sodium chloride (NaCl). (ii). Sodium chloride (injectable grade) (Pharmaceutical grades)	2501.0090	5%
17	Oils and other products of the distillation of high temperature coal tar (Pharmaceutical grade)	2707.9990	5%
18	Liquid paraffin (Pharmaceutical grade).	2710.1995	5%
19	Plastibase (Pharmaceutical grade)	2710.9900	5%
20	Microcrystalline petroleum wax, ozokerite, lignite wax, peat wax and other mineral waxes (Pharmaceutical grade)	2712.9090	5%
21	Iodine (Pharmaceutical grade)	2801.2000	5%
22	Boric acid (Pharmaceutical grade)	2810.0020	5%

23	Phosphorous pentachloride (Pharmaceutical grade)	2812.9000	5%
24	(i). Sodium hydroxide (ii). Sodium hydroxide solid or aqueous solution (Pharmaceutical grade)	2815.1100	5%
25	Disodium sulphate (Pharmaceutical grade)	2833.1100	5%
26	Sodium sulphate anhydrous (Pharmaceutical grade)	2833.1900	5%
27	Sodium hydrogen carbonate (sodium bicarbonate) (Pharmaceutical grade)	2836.3000	5%
28	Dglucitol (Sorbitol) (Pharmaceutical grade).	2905.4400	5%
29	Acetone (Pharmaceutical grade)	2914.1100	5%
30	Formic acid (Pharmaceutical grade)	2915.1100	5%
31	Acetic acid	2915.2100	5%
32	Acetic anhydride (Pharmaceutical grade)	2915.2400	5%
33	Ethyl acetate (Pharmaceutical grade)	2915.3100	5%
34	Stearic acid (Pharmaceutical grade)	2915.7010	5%
35	(i). Butyl phthalate (ii). Dibutylphthalate (Pharmaceutical grade)	2917.3410	5%
36	Hydroxy benzoic acid (Pharmaceutical grade)	2918.2900	5%
37	Propyl Paraben Sodium Salt	2918.2900	5%
38	{{(4-ethyl-2,3-dioxo-1-piperazinyl)Carbonyl amino}-4 hydroxy-benzene acetic acid (HO-EPCP) (Pharma grade)	2933.5990	5%
39	N-Methyl morpholine (Pharmaceutical grade)	2933.9100	5%
40	Methanone	2933.9100	5%
41	1-H-tetrazole-1-acetic acid[TAA](Pharmaceutical grade)	2933.9990	5%
42	(i). 2-Methyl-5-mercepto 1,3,4-hiazole[MMTD];	2934.1090	5%
	(ii). (Z)-2(2-aminothiazole-4-yl)-2-Tert-Butoxycarbonyl) methoxyimino Acetic acid (ATMA);		5%

	ii). (Z)-2-(2-aminothiazole -4-yl)-2-(tert-Butoxycarbonyl)- isopropoxyimino Acetic Acid[ATIBAA or ATBA;		5%
	v). Sin-methoxyiminoFuranyl Acetic acid Ammonium Salt(SIMA);		5%
	v). 7-[[2-Furany(sin-methoxyimino)acetyl]amino}-3-hydroxymethyl cep-3-em-4-carboxylic acid(Pharma grade);		5%
43	Mica Ester	2934.1090	5%
44	(+)-(1S,2S)-2-methylamino-1-phenylpropan-1-ol base	2939.4900	5%
45	Chlorophyll (Pharmaceutical grade)	3203.0090	5%
46	Edible ink (Pharmaceutical grade)	3215.1990	5%
47	Non-ionic surface-active agents	3402.4200	5%
48	Other surface-active agents (Pharma grade)	3402.4990	5%
49	(i). Alkyl aryl sulfonate. (ii). Ampnocerin "K" or "KS" (Pharma grade)	3402.9000	5%
50	Casein	3501.1000	5%
51	(i)Modified starches (Pharmaceutical grade). (ii)Rich starch	3505.1090	5%
52	Pencillin G. Amidase enzyme	3507.9000	5%
53	Activated carbon (Pharmaceutical grade).	3802.1000	5%
54	Other activated natural mineral products (Pharmaceutical grade).	3802.9000	5%
55	Stearic acid (Pharmaceutical grade)	3823.1100	5%
56	Industrial fatty alcohols (Pharmaceutical grade)	3823.7000	5%
57	Polyglycerylricinoleates (Pharmaceutical grade)	3907.9900	5%
58	Cellulose nitrates non-plasticised	3912.2010	5%

**Table C
(Drugs)**

S No	Description	PCT Code	Customs duty (%)
(1)	(2)	(3)	(4)

1	Dextrose (injectable grade and pharma grade)	1702.3000	10%
2	Sodium chloride (injectable grade) (Pharmaceutical grade).	2501.0090	5%
3	Oseltamivir	2922.4990	0%
4	Zanamivir	2924.2990	0%
5	All types of vaccines, Interferon and medicines for Hepatitis.	Respective headings	0%
6	All vaccines and antisera	Respective headings	0%
7	Antihemophilic factor ix (Human)	3002.4190	0%
8	Blood fraction & immunological products (biological products) including rabies immunological (150 IU per ml) (Human)	3002.4190	0%
9	Factor viii & plasma derived fibrin sealant. (Human)	3002.4190	0%
10	Hepatitis B immunoglobuline (Human)	3002.4190	0%
11	Human albumin (Human)	3002.4190	0%
12	Intravenous immunoglobuline (Human)	3002.4190	0%
13	Intramuscular immunoglobuline (Human)	3002.4190	0%
14	Tetanusimmunoglobuline (250 IU/ml) (Human)	3002.4190	0%
15	Injection Anti-Diphtheria (human) 300mcg/vial	3002.9010	0%
16	Medicinal eye Drops	3004.9050	10%
17	Ointments, medicinal	3004.9060	10%
18	Alfacalcidole Injection	3004.9099	0%
19	All medicines of cancer. An illustrative list is given below, namely:-	3004.9099	0%
	(i). Aminoglutethimide		
	(ii). Anastrozole		
	(iii). Asparaginase		
	(iv). Azathioprine		
	(v). BCG strain 2-8x10 ⁸ CFU per vial		
	(vi). Belomycin		
	(vii). Bevacizumab		
	(viii). Bicalutamide		
	(ix). Bortezomib		
	(x). Busulfan		

(xi). Capecitabine		
(xii). Carboplatin		
(xiii). Cetuximab		
(xiv). Chlorambucil		
(xv). Chlormethine		
(xvi). Cisplatin		
(xvii). Cladribine		
(xviii). Cyclophosphamide		
(xix). Cyproterone acetate		
(xx). Cytarabine		
(xxi). Dacarbazine		
(xxii). Dactinomycin		
(xxiii). Danunorubicin		
(xxiv). DocetaxelTrihydrate		
(xxv). Diethylstilbestrol- DiphosphateSodium		
(xxvi). Disodium Clodronatetetrahydrate		
(xxvii). Disodium Pamidronate		
(xxviii). Doxorubicin		
(xxix). Epirubicin		
(xxx). Erlotinib		
(xxxi). Etoposide		
(xxxii). Filgrastim		
(xxxiii). Fludarabine		
(xxxiv). 5-Fluorouracil		
(xxxv). Flutamide		
(xxxvi). Folinic Acid, calcium salt		
(xxxvii). Gemcitabine		
(xxxviii). Goserelin		
(xxxix). Granisetron		
(xl). Hydroxyurea		
(xli). Ibandronic acid		
(xlii). Ifosfamide		
(xliii). Imatinibmisilate		
(xliv). Irinotecan		
(xlv). Lenograstim		
(xlvi). Letrozole		
(xlvii). Leuprorelin		
(xlviii). Lomustine		

	(xlix). Medroxyprogesterone		
	(l). Megestrol		
	(li). Melphalan		
	(lii). Mercaptopurine		
	(liii). Methotrexate		
	(liv). Mitomycine		
	(lv). Mitoxantrone		
	(lvi). Octreotide		
	(lvii). Ondansetron		
	(lviii). Oxaliplatin		
	(lix). Paclitaxel		
	(lx). Pemetrexed		
	(lxi). Procarbazine		
	(lxii). Rituximab		
	(lxiii). Sorafenib (as tosylate)		
	(lxiv). Tamoxifen		
	(lxv). 6-Thioguanine		
	(lxvi). Topotecan		
	(lxvii). Trastuzumab		
	(lxviii). Tretinoin		
	(lxix). Triptorelin Acetate		
	(lxx). Tropisetron		
	(lxxi). Vinblastine		
	(lxxii). Vincristine		
	(lxxiii). Vinorelbine		
	(lxxiv). Zoledronic Acid		
	(lxxv). Tasigna(Nilotinib)		
	(lxxvi). Temozolomide		
20	All medicines of Cardiac. An illustrative list is given below, namely:-	3004.9099	0%
	(i). Abeiximab		
	(ii). Adenosine		
	(iii). Contrast Media for angiography MRI (Iopamidol and Iohexol Inj. and etc.)		
	(iv). Dopamine/Dobutamine		
	(v). Glyceroltrinitrate infusion or tablets		
	(vi). Isosorbide Injection 8(Mono/dinitrate)]		
	(vii). Heparin		
	(viii). Lopromide (Ultravist)		
	(ix). Nitroglycerine spray		

	(x). Nitroglycerin tablets		
	(xi). Streptokinase		
	(xii). Sodium AmidotrizoateMeglumine Amidotrizoate (Urograffin)		
	(xiii). Reteplase (Thrombolytic treatment of suspected myocardial infarction)		
	xiv). Urokinase		
21	All medicines for HIV/AIDS. An illustrative list is given below, namely:-	3004.9099	0%
	(i). Atazanavir		
	(ii). Darunavir		
	(iii). Diadanosine		
	(iv). Efavirenz		
	(v). Indinavir		
	(vi). Lamivuldine		
	(vii). Lopinavir		
	(viii). Navirapine		
	(ix). Nelfinavir		
	(x). Ritonavir		
	(xi). Saquinavir		
	(xii). Stavudine		
	(xiii). Zaduvidine		
	xiv). Zalcitabine		
22	All medicines for thalassaemia. An illustrative list is given below, namely:-	3004.9099	0%
	(i). Deferasirox		
	(ii). Defriprone		
	(iii). DesferrioxamineMesylate		
23.	Drug used for kidney dialysis and kidney transplant, Hemodialysis solution/ concentrate and Peritoneal dialysis solution/concentrate, List of drugs is given below, namely:-	3004.9099	0%
	(i). Azathioprin		
	(ii). Basilliximab		
	(iii). Cyclosporine		
	(iv). Daclizumab		
	(v). Everolimus		
	(vi). Muromonab-CB3		
	(vii). Mycophenolic acid		
	(viii). Mycophenolic acid and its salts		

	(ix). Grafalon		
24	Beclomethasone Aerosol/Vials	3004.9099	0%
25	Cyclosporine Injection	3004.9099	0%
26	Cyclosporine Microemulsion Cap/Solution and etc	3004.9099	0%
27	Erythropoietin Injection, EpoetinbetaErythropotin alpha	3004.9099	0%
28	Ipratropium Bromide Aerosol/Vials	3004.9099	0%
29	Salbutamol Aerosol/Vials	3004.9099	0%
30	Sodium Fusidate Injection	3004.9099	0%
31	Vancomycin Chromatographically Purified Injection	3004.9099	0%
32	Analgesic Medicated Plaster	3005.9090	0%
33	Cystagon, Cysta drops and Trientine Capsules (for personal use only)	3004.9099	0%
34	Meglumine antimonite	3004.9099	0%
35	Imiglucerase	3004.9099	0%
36	Alghlucosidase Alfa	3004.9099	0%
37	Laronidase	3004.9099	0%
38	Agalsidase	3004.9099	0%
39	Poractant Alfa	3004.3900	0%
40	Caffeine Citrate	3004.3900	0%
41	Bovine Lipid Extract Surfactant	3004.3900	0%

Table D
(Packing Materials/Raw Materials for Packing/Bandages)

S. No	Description	PCT Code	Customs duty (%)
(1)	(2)	(3)	(4)
1	Blood Bags CPDA-1: With blood transfusion set pack in Aluminum foil with set.	Respective Heading	0%
2	Surgical tape in jumbo rolls	3005.1010	5%
3	Cetylpyridinium chloride pad	3005.9090	5%
4	Polyacrylate (Acrylic Copolymers)	3906.9090	5%
5	PVC non-toxic tubing (Pharmaceutical grade)	3917.2390	5%
6	PVC lay flat tube material grade (Pharmaceutical grade)	3917.3100	5%

7	Pre-printed polypropylene tubes with tamper proof closures (with or without dessicant) indicating particulars of registered drug and manufacturer (Pharmaceutical grade)	3917.3910	3%
8	Other self-adhesive plates, sheets, film, foils, strip and other flat shapes of plastic (Pharmaceutical grade)	3919.1090	5%
9	Rigid PVC Film (Pharmaceutical grade)	3920.4910	10%
10	PVC/PVDC (Pharmaceutical grade)	3920.4990	5%
11	(i). Plastic eye baths. (ii). Printed viskerings (Pharmaceutical grade)	3923.1000	5%
12	Printed poly bags for infusion sets (Pharma grade)	3923.2100	5%
13	Non-toxic plastic bags for I.V. solutions and other infusions (Pharmaceutical grade)	3923.2900	5%
14	Plastic nebulizer or dropper bottles (Pharma grade).	3923.3090	5%
15	Stopper for I.V. Solutions (Pharmaceutical grade).	3923.5000	5%
16	Piston caps	3926.9099	5%
17	(i) 13 mm Rubber stoppers for injections. (ii) 20 mm and 32 mm Rubber stopper for injections (Pharmaceutical grade)	4016.9990	5%
18	Collagen strip (catgut) (Pharmaceutical grade)	4206.0000	5%
19	Medical bleached craft paper with heat seal coating (Pharmaceutical grade)	4810.3900	5%
20	(i) Self-adhesive paper and paper board. (ii) Cold seal coated paper (Pharmaceutical grade)	4811.4100	5%
21	Paper and paper board coated, impregnated or covered with plastic (Pharmaceutical grade)	4811.5990	5%
22	Paper Core for Surgical Tape (Pharmaceutical Grade)	4822.9000	5%

23	(i) Other packing containers, including record sleeves (ii) Glassine sleeve (Pharmaceutical grade)	4819.5000	5%
24	Laminated heat sealable paper	4811.4900	5%
25	Kraft paper (wax coated)	4811.6010	5%
26	Non-woven paper	4811.9000	5%
27	Non-woven fabric	5603.9200 5603.9300	5%
28	Coated Fabric	5903.9000	5%
29	Empty glass infusion bottle with and without graduation USP II (Pharmaceutical grade)	7010.9000	5%
30	(i) Neutral glass cartridges with rubber dices and plungers and aluminium seals. (ii) Neutral glass vials 1-2 ml U.S.P-1. (iii) Moulded glass vials U.S.P. Type III (for antibiotics Inj-powder). (iv) Glass bottle USP type I. (v) Neutral, clear glass, USP type I (pre-sterilized) close mouth. (vi) Moulded glass vials (Pharmaceutical grade)	7010.9000	5%
31	(i) Aluminum foil, "printed" coated with mylar polyester or surlyn monomer resin on one side and vinyl coating on the other side indicating particulars of drugs and manufacturers (Pharmaceutical grade). (ii) Aluminum foil printed, indicating particulars of drugs and manufacturers in rolls for wrapping. (iii) Printed Aluminium Foil for Sachet/I.V. Infusion Bag] (iv) Printed Alu+Alu-Cold forming Aluminium Foil bearing the particulars of drugs and manufacturers Pharmaceutical grade].	7607.1990 7607.2000	5%

	(v) Aluminium Foil coated with nucryl resin Top and bottom (vi) Printed Aluminium Bag for I.V. Solutions/Infusion		
32	(i). Anodized aluminum bottle. (ii). Rubber plug tear off seal. (iii). Closing lid (aluminium A1, High density polyethylene/polypropylene) (Pharmaceutical Grade)	7612.9090	5%
33	(i) Stoppers for I.V. solutions. (ii) Tear off aluminium seals for injectables. (iii) Flip off seals for injectable vials. (iv) Rubber plug with Tear off seal. (v) Closing lid (Aluminium A1. High density polyethylene/polypropylene) (Pharmaceutical grade)	8309.9090	5%
34	Eyeless sutures needles (Pharmaceutical grade)	9018.3200	5%
35	Non-toxic plastic bags for I.V. solutions of dextrose and other infusions (Pharmaceutical grade)	9018.3910	5%

Table E
(Diagnostic Kits/Equipment)
[Omitted]

Part-III

Raw Materials/Inputs for Poultry and Textile Sector; Other Goods

The imports under this part shall be subject to following conditions, besides the conditions specified in the Table given below namely: -

- (i) the designated/authorized person of the following Ministries, or as the case may be, companies shall furnish all relevant information as detailed in the table below on line to the Customs Computerized System, accessed through the unique users identifier obtained under section 155D of the Customs Act, 1969, along with the password thereof, namely: -
 - (a) Ministry of Industries, Production and Special Initiatives, in case of imported goods specified against serial numbers 24of Table;

- (b) M/s Lotte Chemical Pakistan Ltd, in case of imported goods specified against serial number 35 of Table;
- (c) Ministry of National Food Security and Research, in case of goods, specified against serial number 24 and 29 of Table;
- (ii) Omitted.
- (iii) in already computerized Collectorates and Custom-stations where the Customs Computerized System is not yet operational, the Director Reforms and Automation or any other authorized officer shall feed the requisite information about clearance/release of goods under this notification in the Customs Computerized System on daily basis, and the data obtained from the Custom-stations, which have not yet been computerized, on weekly basis.

Table

Sr. No.	Description	PCT Code	Customs duty (%)	Condition
(1)	(2)	(3)	(4)	(5)
1	Omitted			
1A	Live stock	Respective heading	0%	if imported for research purpose by registered units under the Sales Tax Act, 1990, certified by Ministry of National Food Security and Research.”;
2	Hatching (Fertilized) egg for grandparent and parent stock of <i>Gallus domesticus</i> (chicken)	0407.1100	3%	Nil
3	Omitted			
4	Omitted.			
5	Omitted			
6	Omitted.			
7	Omitted			
8	Omitted			
9	Omitted			
10	Omitted			
11	Omitted.			
12	Omitted.			
13	Omitted.			

14	Omitted.			
15	Omitted			
16	Food preparations	1901.9020 1901.9090	16%	-do-
17	Bread crumbs	1905.9000	16%	-do-
18	Sauces and preparation therefor, mixed condiments and mixed seasonings	2103.9000	16%	-do-
19	Sodium Iron (Na Fe EDTA), and other premixes of Vitamins, Minerals and Micro- nutrients (food grade)	Respective headings	0%	Nil
20	Omitted			
21	Omitted			
22	Omitted			
23	Omitted			
24	Omitted			
25	Omitted			
26	Omitted			
27	Fish and Shrimp Feed	2309.9000	0%	Nil
28	Omitted			
29	Omitted			
30	Omitted			
30A	Medicaments	3004.9099	3%	If imported by poultry sector
31	Omitted			
32	Omitted			
33	Omitted			
34	Omitted			
35	(i) Omitted (ii) Omitted (iii) Omitted (iv) Omitted			
36	Omitted			
37	Omitted			
38	Omitted.			
39	Omitted			

40	Omitted			
41	Omitted			
42	Chilli Extract	3302.1090	3%	If imported by units certified by Ministry of National Food Security and Research to be vertically integrated poultry processing units engaged in production of value added chicken products.
43	Fatty Alcohol Ethoxylate	3402.4200	5%	If imported by manufacturers of Sodium Lauryl Ether Sulphate, registered under the Sales Tax Act, 1990.
44	(i). Adhesives based on polymers or rubbers ii). Hot melt adhesives	3506.9190	11%	If imported by the manufacturers of Diapers registered under the Sales Tax Act, 1990 subject to annual quota determination by the IOCO and certification by the Engineering Development Board that the imported goods are not manufactured locally.
45	Omitted			
46	Omitted			
47	Omitted			
48	Omitted			
49	Other	3808.9990	0%	Nil
50	Omitted			
51	Pet Resin Bottle Grade	3907.6120 3907.6920	8.5%	Nil
52	(i) Polyester Resin (ii) Omitted	3907.9900	10%	If imported by the manufacturers of Powder Coatings, registered under the Sales Tax Act, 1990 and subject to annual quota determination by the IOCO.
53	Omitted			
54	Omitted			
55	Omitted			
56	Pre-laminated Tape	3919.1090 [Omitted]	16%	If imported by the manufacturers of Diapers registered under the Sales Tax Act, 1990 subject to annual quota determination by the

				IOCO and certification by the Engineering Development Board that the imported goods are not manufactured locally.
57	Frontal Tape	3919.9090 [Omitted]	16%	-do-
58	[Omitted]			
59	Omitted			
60	Omitted.			
61	Omitted.			
62	Uncoated Film of Poly (ethylene terephthalate)	3920.6200	11%	If imported by the manufacturers of Metalized Yarn registered under the Sales Tax Act, 1990 subject to annual quota determination by the IOCO.
63	Omitted.			
64	Omitted.			
65	Omitted.			
66	Omitted.			
67	Omitted.			
68	Omitted.			
69	Blister Paper	4802.6990	10%	If imported by the manufacturers of I.V. Canola registered under the Sales Tax Act, 1990 and subject to annual quota determination by the IOCO.
70	Omitted			
71	Omitted.			
72	Omitted.			
73	Omitted.			
74	Omitted.			
75	Omitted.			
76	Omitted.			
77	Omitted.			
78	Omitted.			
79	Omitted.			
80	Omitted.			
81	Omitted.			
82	Omitted.			
83	Omitted.			

84	Omitted.			
85	Omitted.			
86	Omitted.			
87	Omitted.			
88	Omitted.			
89	Omitted.			
90	Omitted.			
91	Omitted.			
92	Omitted.			
93	Carbon steel strips of thickness 0.09 to 0.1 mm and width 22.2 to 22.4 mm	7226.9200	5%	If imported by manufacturers of shaving blades/razors, registered under the Sales Tax Act, 1990, subject to annual quota determination by the Input Output Co-efficient Organization (IOCO).
94	Omitted.			
95	Aluminium Wire not alloyed	7605.1900	11%	If imported by the manufacturers of Metalized Yarn registered under the Sales Tax Act, 1990 subject to annual quota determination by the IOCO.
96	(i) [Omitted] (ii) [Omitted]			
97	CKD kits for compression-ignition internal combustion piston engines (diesel engines of 3 HP to 36 HP)	8408.9000	3%	This concession is only available to those parts of CKD kits as are not manufactured locally if imported by local manufacturers / assemblers of these engines.
98	Omitted.			
99	Smartphones	8517.1390	0%	Nil
99A	Smartphones in CKD / SKD condition	8517.1310	0%	i. If imported by local assemblers/ manufacturers duly certified by Pakistan Telecommunication Authority (PTA) subject to quota determination by the Input

					Output Co-efficient Organization (IOCO). ii. Imports shall be subject to production of type approval certificate from PTA. iii. Local assemblers/manufacturers shall furnish consignment wise NOC from PTA.
100	Cellular Mobile Phone	8517.1419	0%		Nil
101	Cellular mobile phones in CKD/SKD condition	8517.1411	0%		i. If imported by local assemblers/manufacturers duly certified by Pakistan Telecommunication Authority (PTA) subject to quota determination by the Input Output Co-efficient Organization (IOCO). ii. Imports shall be subject to production of type approval certificate from PTA. iii. Local assemblers/manufacturers shall furnish consignment wise NOC from PTA.
102	Refrigerated out door cabinet designed for insertion of electric and electronic apparatus	8418.6940	0		Nil
103	Omitted.				
104	(i). Omitted		0%		If imported by SIM and Smart Card manufacturers registered under Sales Tax Act, 1990, as per quota determined by IOCO
	(ii). Magnetic sheets	8519.8190			
	(iii). Omitted				

	(iv). Polyvinyl Chloride (PVC) Rigid Film	3920.4910		as per procedure prescribed in SRO 565(I) /2006.
	(v). Biaxially Oriented Polypropylene (BOPP) film, laminated	3920.2040		
105	Omitted.			
106	Defence stores, excluding those of the National Logistic Cell	93.00 & Respective headings	0%	If imported by the Federal Government for the use of Defence Services whether the goods have been imported against foreign exchange allocation or otherwise.
107	(i) Paper having specification 60 to 90 gsm of 20x30, 23x30, 23x36, 23x33 and 30x40 inches in sheets; and (ii) Art card or board (200 to 300 gsm) and art paper having specification 60 to 130 gsm of 20x30 inches, 23x30 inches, 23x36, 30x40 inches and 700x1000 mm in sheets	4802.6990 4810.1990	0%	(1) If imported by a Federal or Provincial Government Institution or a Nashir-e-Quran approved by respective Provincial Quran Board for printing of Holy Quran; (2) In case of Nashir-e-Quran the quantity of paper to be imported would be determined by IOCO; and (3) The Nashir-e-Quran may also get printing done from another printer (vendor), duly registered under Sales Tax Act, 1990 and with relevant Provincial Quran Board, having suitable in-house facility, subject to approval of the IOCO. Imports made by Nashir-e-Quran availing the facility of printing through vendors will be cleared against submission of bank guarantee or pay order. In such case, - (i) the vendor shall have a firm contract with the Nashir-e-Quran; (ii) the Nashir-e-Quran may provide the

				<p>imported paper, to the vendor;</p> <p>(iii) the vendor shall not be entitled to import the paper, under this scheme for printing of Quran to be supplied to the Nashir-e-Quran;</p> <p>(iv) the vendor, after completing the printing, shall supply the printed Quran to that Nashir-e-Quran only with whom he held the firm contract; and</p> <p>(v) the vendor shall also maintain proper record of the imported paper utilized, and printed Quran supplied to the Nashir-e-Quran;</p> <p>(vi) the security deposited by the Nashir-e-Quran at the time of clearance shall be released after NOC from IOCO regarding consumption of paper and supply of finished product as per the contract.</p>
108	(i) Omitted			If imported by a Sales Tax registered person engaged in manufacturing of Optical Fiber Cable subject to quota determination by IOCO
	(ii) Polybutylene Terephthalate	3907.7000	0%	
	(iii) Fiber reinforced plastic/glass reinforced polypropylene	3916.9000	0%	
	(iv) Polyester rigid film	3920.6310	5%	
	(v) Weighing more than 150 g/m ² (Nonwovens)	5603.9400	5%	
	(vi) Omitted			
	(vii) Omitted			
	(viii) Backed	7607.2000	5%	
	(ix) Single/Multimode Optical Fiber	9001.1000	0%	

	(x) Stamping foils	3212.1000	0%	
109	Omitted			
110	Omitted			
111	(i) Other	3506.9190	5%	If imported by manufacturers of diapers/sanitary napkins registered under the Sales Tax Act, 1990, subject to annual quota determination and verification by the Input Output Co-efficient Organization (IOCO) and certification by the Engineering Development Board that the imported goods are not manufactured locally.
	(ii) Other	3906.9090	5%	
	(iii) Of polymers of ethylene	3920.1000	16%	
	(iv) Omitted			
	(v) Of polymers of ethylene	3923.2100	5%	
	(vi) Omitted			
	(vii) Omitted			
	(viii) Omitted			
112	(i) Malt extracts & Food prep	1901.9020	5%	Imports by manufacturers of infant formula milk, registered under the Sales Tax Act, 1990, subject to annual quota determination and verification by the Input Output Co-efficient Organization (IOCO).
	(ii) Other	1901.9090	5%	
	(iii) Cans of Iron and steel	7310.2900	10%	
113	(i) Dextrose	1702.3000	0%	If imported by manufacturers of fluids and powders for use in hemodialyzers, registered under the Sales Tax Act, 1990, subject to annual quota determination by the Input Output Co-efficient Organization (IOCO).
	(ii) Sodium Chloride pharma grade	2501.0090		
	(iii) Calcium Chloride pharma grade	2827.2000		
	(iv) Magnesium Chloride Pharma grade	2827.3100		
	(v) Potassium Chloride	2827.3900		
	(vi) Sodium bicarbonate pharma grade	2836.3000		
	(vii) Potassium Chloride pharma grade	3104.2000		
114	Omitted.			
115	(i)AKD wax	3809.9200	0%	

	(ii) Finishing agent	3809.9200	0%	If imported by manufacturers of Paper sizing agents, registered under the Sales Tax Act, 1990, subject to annual quota determination by the Input Output Co-efficient Organization (IOCO).
	(iii) Cationic	3402.4190	0%	
116	(i) Omitted		0%	If imported by manufacturers of Home Appliances, registered under the Sales Tax Act, 1990, subject to annual quota determination by the Input Output Co-efficient Organization (IOCO); and certification from Inland Revenue Department that all dealers of the manufacturing unit are registered with Sales Tax department.
	(ii) Omitted			
	(iii) Omitted			
	(iv) Articles of glass	7020.0090		
	(v) Omitted			
	(vi) Omitted			
	(vii) Omitted			
	(viii) Omitted			
	(ix) Omitted			
	(x) Omitted			
	(xi) Omitted			
	(xii) AC motors, single phase	8501.4090		
	(xiii) Transformers	8504.3100		
	(xiv) Omitted			
	(xv) Omitted			
	(xvi) Glass board for manufacturing TV panels (LCD, LED, OLED, HDI etc.)	8529.9090	10%	
		(xvii) Omitted		
117	Base oil	2710.1993	0%	If imported by manufacturers of coning oil, white oil and other textile oils, registered under the Sales Tax Act, 1990, subject to annual quota determination by the Input Output Co-efficient Organization (IOCO).
118.	CNG vehicle conversion kits.	8409.9191 8409.9991	5%	Brands of kits approved by OGRA, if imported by authorized dealers.

119	Organic composite solvents and thinners, not elsewhere specified or included; prepared paint or varnish removers.	3814.0000	4%	If imported by manufacturers of Butyl Acetate and Dibutyl Orthophthalates registered under the Sales Tax Act 1990, subject to annual quota determination by Input Output Co-efficient Organization (IOCO).
120	Plasticised (Poly Vinyl Chloride)	3904.2200	0%	If imported by manufacturers of disposable syringes and saline infusion sets, registered under the Sales Tax Act 1990, subject to annual quota determination by Input Output Co-efficient Organization (IOCO).
121	Other saturated Polyesters	3907.9900	5%	If imported by manufacturers of interlining/ buckram, registered under the Sales Tax Act 1990, subject to annual quota determination by Input Output Co-efficient Organization (IOCO).;
122	(i) Skimmed milk powder	0402.1000	0%	(i) If imported by manufacturers registered under the Sales Tax Act 1990, of Ready to Use Supplementary Foods (RUSF) duly authorized by United Nations World Food Program (UNWFP) and subject to annual quota determination by Input Output Co-efficient Organization (IOCO).”, (ii) If imported by manufacturers registered under the Sales Tax Act 1990, of Ready-To-Use Therapeutic Food (RUTF), duly authorized by United Nations International Children Emergency fund (UNICEF) and subject to annual quota determination by Input Output Co-efficient Organization (IOCO).”,
	(ii) Whey powder	0404.1010		
	(iii) Omitted			
	(iv) Omitted			
	(v) Omitted			
	(vi) Groundnuts shelled weather or not broken	1202.4200		
	(vii) Other	1507.9000		
	(viii) Palm Olein	1511.9030		
	(ix) Other	1514.9900		
	(x) Vegetable fats and their fractions	1516.2010		
	(xi) Other	1517.9000		
	(xii) Malto dextrans	1702.9030		
	(xiii) Other	2106.9090		
	(xiv) Other	3404.9090		
	(xv) Omitted			

123	Omitted.			
124	Newsprint in rolls or sheets	4801.0000	0%	If imported by newspaper or periodical publishers certified by the All Pakistan Newspaper Society(APNS)
125	(i) Other	3215.1190	0%	If imported by manufacturers registered under the Sales Tax Act 1990, Of Auto-Disable Syringes with quota determination by IOCO and subject to NOC from Ministry of National Health Services Regulation and Coordination (MoNHSR&C).
	(ii) Polypropylene	3902.1000	0%	
	(iii) Propylene copolymers	3902.3000	0%	
	(iv) Plasticised	3904.2200	0%	
	(v) Epoxide resins	3907.3000	0%	
	(vi) Biaxially Oriented Polypropylene (BOPP) film, laminated	3920.2040	0%	
	(vii) Other	3921.9090	0%	
	(viii) Gaskets of rubber	4016.9310	0%	
	(ix) Printing paper	4802.5510	0%	
	(x) Tubular metal needles and needles for sutures	9018.3200	0%	
126	(i) Aluminum foil rolled but not further worked "7 microns to 100 microns"	7607.1100	0%	if imported by manufacturers registered under the Sales Tax Act 1990, of pharmaceutical packaging subject to quota determination by IOCO.
	(ii) Film and sheet of polyamides " 20 microns to 40 microns"	3920.9200	0%	
127	(i) Other	3005.9090	0%	if imported by manufacturers registered under the Sales Tax Act 1990, of First Aid Bandages Manufacturing Industry subject to quota determination by IOCO.
	(ii) Other	3920.2090	0%	
	(iii) Other woven fabrics (Dyed)	5407.5200	0%	
128	Omitted			
129	Omitted			
130	(i) Shoe adhesives	3506.9110	5%	If imported by registered under the Sales Tax Act 1990, Shoe manufacturers subject to quota determination by IOCO.
	(ii) Phenolic resins	3909.4000	5%	
	(iii)Of polymers of ethylene	3920.1000	5%	
	(iv)Other	3920.2090	5%	

	(v)Other	3921.9090	5%	
	(vi)Shoe lasts	3926.9060	5%	
	(vii)Uppers and parts thereof, other than stiffeners	6406.1000	5%	
	(viii)Outer soles and heels of rubber	6406.2010	15%	
	(ix)Buckle	8308.9020	5%	
	(x) Weighing more than 150 g/m ²	5603.1400	5%	
	(xi) Weighing more than 70 g/m ² but not more than 150 g/m ²	5603.9300	5%	
	(xii)Dyed	5407.9200	5%	
	(xiii) Of yarns of different colours	5407.9300	5%	
	(xiv) Printed	5407.9400	5%	
	(xv) Of other materials	6702.9000	5%	
131	(i)PVC Emulsion grade	3904.1010	0%	
	(ii)Release paper	4811.5990	3%	
132	Decorative base paper for printing (70 g/m ² or less with at least one side calendared, un-sized for printing of wood grain and fancy designs)	Respective heading	0%	If imported by manufacturers registered under the Sales Tax Act 1990, of Decorative Printed Industry subject to quota determination by IOCO.
133	Spray Valves/Pumps with or without spray cap/ actuator for aerosol products	8481.8090	0%	If imported by manufacturers registered under the Sales Tax Act 1990, of Aerosol subject to quota determination by IOCO.

134	PET Scrap	3915.9000	11%	If imported by manufacturers registered under the Sales Tax Act 1990, of Polyester Staple Fiber and Recycled PET (REPT) Flaks subject to quota determination by IOCO.
135	(i) Butt welding	7307.9300	3%	If imported by manufacturers registered under the Sales Tax Act 1990, of Boilers Manufacturers subject to quota determination by IOCO.
	(ii) Iron and alloy steel U-sections of various heights	7216.3110 7216.3210 7216.3310	10%	
	(iii) Safety or relieve valves	8481.4000	10%	
136	Omitted			
137	Woven fabrics obtained from strip and the like	5407.2000	5%	If imported by manufacturers registered under the Sales Tax Act 1990, of Machine made Carpets subject to quota determination by IOCO.
138	Omitted			
139	Specialty paper 40-50 grams having specification of wood free, white, glossy and one side coated for Gravure Printing Process	4810.9900	0%	If imported by manufacturers registered under the Sales Tax Act 1990, of Flexible Packaging Industry subject to quota determination by IOCO.
140	Omitted			
141	Omitted			
142	Hermetic bags and cocoons	Respective heading	0%	Subject to certification by Ministry of National Food and Security (MoNFS&R) that imported goods are bona fide requirement for use in the Agriculture Sector. The authorized officer of the Ministry shall furnish all relevant information on line to Pakistan Customs Computerized System against specific user ID and Password obtained under section 155D of the Customs Act, 1969.
143	Lithium Ion Cells	8507.6000	0%	If imported by manufacturers registered under the Sales Tax Act 1990, of lithium-ion

				batteries subject to quota determination by IOCO.
144	Omitted			
145	Raw materials used in the manufacturing of the COVID-19 related items i.e, VTM, IV Cannula, N95 Masks, Surgical Masks, Face Shields, Tyrek Suits	Respective heading	0%	If imported by manufacturers registered under the Sales Tax Act 1990, subject to NOC issued by DRAP and Quota determined by IOCO
146	Carpets	5701.1010	0%	If imported by exporters registered under the Sales Tax Act 1990, of Hand-woven Carpets.
147	[Omitted]			
148	Poly-butylene terephthalate	3907.7000	0%	If imported by Sales Tax registered manufacturers of Filament Brushes subject to IOCO quota determination.
149	Membrane for filtering or purifying water	8421.2100	0%	If imported by Sales Tax registered manufacturers of water filtration plants subject to IOCO quota determination.
150	Carbon Fiber Composite Core	8545.9090	0%	If imported by Sales Tax registered manufacturers of Aluminum Conductor Composite Core subject to IOCO quota determination.
151	Omitted			
152	Following Raw Materials for the manufacturing of Filters other than automotive:-		5%	If imported by Sales Tax registered manufacturers of Filters other than automotive subject to IOCO quota determination.
	(i) Adhesive	3506.9190		
	(ii) Epoxide resins	3907.3000		
	(iii) Filter media/paper	4811.5990 4811.9000		

	(iv) Non-woven fabric media	5603.9200 5603.9300 5603.9400		
	(vi) Steel plates/sheets of prime quality	Respective heading		
153	Live (baby / brood stock) fish and shrimp/prawns for breeding and production in commercial farms and hatcheries	0301.9100 0301.9300 0301.9900 0306.3600	0%	Nil
154	Omitted			

Part-IV
Imports of Machinery and Equipment for Textile Sector

TABLE

S.No.	PCT Code	Rate of Duty	Condition
(1)	(2)	(3)	(4)
1.	Omitted		
2.	Omitted		
3.	Omitted		
4.	Omitted		
5.	Omitted		
6.	Omitted		
7.	Omitted		
8.	Omitted		
9.	Omitted		
10.	Omitted		
11.	Omitted		
12.	Omitted		
13.	Omitted		
14.	Omitted		
15.	8446.1000	0%	Machinery and equipment, not manufactured locally, if imported by textiles and apparel industrial units

			registered as manufacturers cum exporters under Sales Tax Act, 1990
16.	8446.2100	0%	-do-
17.	Omitted		
18.	Omitted		
19.	Omitted		
20.	Omitted		
21.	Omitted		
22.	Omitted		
23.	Omitted		
24.	Omitted		
25.	Omitted		
26.	Omitted		
27.	Omitted		
28.	Omitted		
29.	Omitted		
30.	Omitted		
31.	Omitted		
32.	Omitted		
33.	Omitted		
34.	Omitted		
35.	Omitted		
36.	Omitted		
37.	Omitted		
38.	Omitted		
39.	Omitted		
40.	Omitted		
41.	Omitted		
42.	Omitted		
43.	Omitted		
44.	8448.3110	0%	Machinery and equipment, not manufactured locally, if imported by textiles and apparel industrial units registered as manufacturers cum exporters under Sales Tax Act, 1990
45.	8448.3190	0%	-do-
46.	8448.3330	0%	-do-
47.	8502.1390	0%	-do-

Explanation: - For the purpose of this Part the expression “excluding those manufactured locally” means the goods which are not included in the list of locally manufactured goods specified in General Order issued by the Federal Board of Revenue or as the case may be, certified as such by the Engineering Development Board.

**Part-V
(Omitted vide Finance Act, 2023)**

**Part-V(A)
Import of Electric Vehicles (EV) CBU & their Parts
Under Electric Vehicle Policy 2020**

TABLE-I

[For 2-3 Wheelers, 4-Wheelers & Heavy Commercial Vehicles (CBUs)]

No.	Description	PCT Code	Customs Duty (%)	Conditions
(1)	(2)	(3)	(4)	(5)
1.	Electric auto rickshaw	8703.803 0	50% of the prevailing tariff rate of customs duty as specified in the First Schedule to the Customs Act, 1969).	The concession shall be admissible on and from the 1st day of July, 2025 till 30 th day of June, 2026, on import of 10 electric vehicles (CBU) of the same variant to be assembled/ manufactured as mentioned in column (2) of this table, to the extent of maximum 200 units, to 2-3 wheeler segment, duly approved / certified by the Engineering Development Board (EDB). EDB shall monitor compliance with the EV Policy 2020 and intimate FBR immediately in case of violation by any manufacturer to stop
2.	3-Wheeler electric loader	8711.606 0		
3.	Electric motorcycle	8711.604 0		

				further clearance at the concessional rate, specified in column 4.
4.	Electric buses	8702.409 0	1%	Nil
5.	Electric trucks	8704.603 0	1%	Nil
6.	Electric prime movers	8701.249 0	1%	Nil
7.	Electric Vehicles 4-wheelers excluding vehicles of value exceeding US\$ 50,000.	8703.809 0	25%	The concession shall be admissible w.e.f. 1 st July, 2022 till 30th June 2026.
8.	Electric Vehicles 4-wheelers	8703.809 0	50% of the rate of customs duty as specified in the column (4) of the serial No 7 above.	The concession shall be admissible till 30th June 2026, on import of Electric Vehicles 4-wheelers (CBU) per company of the same variant to be assembled / manufactured as mentioned in column (2) of this table to the extent of maximum 100 units per company, duly approved/certified by Engineering Development Board (EDB). EDB shall monitor compliance with EV Policy 2020 and intimate FBR immediately in case of violation by any manufacturer to stop further clearance at the concessional rate, specified in column (4).

TABLE-II
[For CKD & EV Specific Parts]

S. No.	Description of vehicles	Description of imported goods	Customs duty (%)	Conditions
(1)	(2)	(3)	(4)	(5)
1.	Electric auto rickshaw (PCT code 8703.8030)	(i) Following EV specific components for assembly / manufacturing in any kit form (CKD): - (a) Batteries other than lead acid (PCT code 85.07), (b) Battery Charger (PCT code 8504.4020), (c) Controller (PCT code 8542.3100), (d) Electric Motor (PCT code 8501.3200), (e) Three connection terminal (PCT code 8504.9090), (f) Converter (PCT code 8502.4000), (g) Signal Hook (PCT code 8504.9090)	1% (notwithstanding the rate of customs duty on these items as specified in the First Schedule to the Customs Act, 1969).	The concession shall be admissible to manufacturers of electric auto rickshaws on and from the 1st day of July, 2025 till 30 th day of June, 2026 subject to certification and quota determination by the Engineering Development Board (EDB).
		(ii) Component for assembly / manufacturing in any kit form (CKD)- Non-localized parts.	15%	The concession shall be admissible subject to the conditions mentioned at Para-2 of SRO 656(I)/2006 dated 22.06.2006.
		(iii) Component for assembly / manufacturing in any kit form (CKD)- Localized parts.	15% plus Additional Customs Duty levied under SRO 693(I)/2006 dated 01.07.2006	Subject to the conditions mentioned at Para-2 of SRO 656(I)/2006 dated 22.06.2006.

2.	3-Wheeler electric loader (PCT code 8711.6060)	<p>(i) Following EV specific components for assembly / manufacturing in any kit form (CKD): -</p> <p>(a) Batteries other than lead acid (PCT code 85.07),</p> <p>(b) Gear (PCT code 8483.4019),</p> <p>(c) Electric motor with axle (PCT code 8711.6050),</p> <p>(d) Controller (PCT code 8542.3100),</p> <p>(e) Power Switch (PCT code 8536.5029)</p> <p>(f) Electric auto cut (PCT code 8504.9090).</p> <p>(g) Battery Connection (PCT code 8544.4229)</p> <p>(h) Battery Charger (PCT code 8504.4020),</p> <p>(i) Junction Box (PCT code 8536.4910)</p>	1% (notwithstanding the rate of customs duty as specified in the First Schedule to the Customs Act, 1969).	The concession shall be admissible to manufacturers of 3-Wheeler electric loader on and from the 1st day of July, 2025 till 30 th day of June, 2026 subject to certification and quota determination by the Engineering Development Board (EDB).
		(ii) Component for Assembly / manufacturing in any kit form (CKD)- Non-Localized parts.	15%	The concession shall be admissible subject to the conditions mentioned at Para-2 of SRO 656(I)/2006 dated 22.06.2006.
		(iii) Component for Assembly / manufacturing in any kit form (CKD)- Localized parts.	15% plus Additional Customs Duty levied under SRO 693(I)/2006 dated 01.07.2006	Subject to the conditions mention at Para-2 of SRO 656(I)/2006 dated 22.06.2006.

3.	Electric motorcycle (PCT code 8711.6040)	<p>i) Following EV specific components for assembly / manufacturing in any kit form (CKD): -</p> <p>(a) Electric Motor (PCT code 8501.3200), (b) Battery Charger (PCT code 8504.4020), (c) Switches (PCT code 8536.5029), (d) Junction Box (PCT code 8536.4910), (e) Controller (PCT code 8542.3100), (f) Converter (PCT code 8454.1000), (g) Batteries other than lead acid (PCT code 85.07)</p>	1% (notwithstanding the rate of customs duty as specified in the First Schedule to the Customs Act, 1969).	The concession shall be admissible to manufacturers of electric motorcycle on and from the 1st day of July, 2025 till 30 th day of June, 2026 subject to certification and quota determination by the Engineering Development Board (EDB).
		(ii) Component for Assembly / manufacturing in any kit form (CKD)- Non-Localized parts.	15%	The concession shall be admissible subject to the conditions mentioned at Para-2 of SRO 656(I)/2006 dated 22.06.2006.
		(iii) Component for Assembly / manufacturing in any kit form (CKD)- Localized parts.	15% plus Additional Customs Duty levied under SRO 693(I)/2006 dated 01.07.2006	Subject to the conditions mentioned at Para-2 of SRO 656(I)/2006 dated 22.06.2006.
4.	Electric Buses (PCT code 8702.4090)	Components in any kit form (CKD) (PCT code 8702.4010)	1%	(i) The concession shall be admissible on import of

				<p>CKD kits to manufacturer s of electric buses on and from the 1st day of July, 2025 till 30th day of June, 2026 to certification and quota determinatio n by the Engineering Development Board (EDB).</p> <p>(ii) The concession shall be admissible subject to the conditions mentioned at Para-2 of SRO 656(I)/2006 dated 22.06.2006.</p>
5.	Electric Trucks (PCT code 8704.6030) g.v.w. exceeding 5 tonnes	Components in any kit form (CKD) (PCT code 8704.6020)	1%	<p>(i) The concession shall be admissible on import of CKD kits to manufacturer s of electric trucks on and from the 1st day of July, 2025 till 30th day of June, 2026 subject to certification and quota determinatio</p>

				<p>n by the Engineering Development Board (EDB). (ii) The concession shall be admissible subject to the conditions mentioned at Para-2 of SRO 656(I)/2006 dated 22.06.2006.</p>
6.	Electric Prime Movers (PCT code 8701.2490)	Components in any kit form (CKD) (PCT code 8701.2410)	1%	<p>(i) The concession shall be admissible on import of CKD kits to manufacturers of electric prime movers on and from the 1st day of July, 2025 till 30th day of June, 2026 subject to certification and quota determination by the Engineering Development Board (EDB). (ii) The concession shall be admissible subject to the conditions</p>

				mentioned at Para-2 of SRO 656(I)/2006 dated 22.06.2006.
7.	(i) Electric Vehicles 4-wheelers (PCT Code 8703.8090) (ii) Electric Trucks (LCVs of g.v.w. not exceeding 5 tonnes (PCT Code 8704.6030) (iii) Electric Vans (PCT Code 8702.4090)	(i) EV Specific components for assembly/manufacture in any kit-form (CKD)	1% (notwithstanding the rate of customs duty on these items as specified in the First Schedule to the Customs Act 1969).	The concession shall be admissible to manufacturers of electric vehicles 4-wheelers till 30 th June 2026, subject to certification and quota determination by the Engineering Development Board (EDB).
		(ii) Components for assembly/manufacture in any kit-form (CKD) Non-localized parts.	10%	The concession shall be admissible till 30 th June 2026 subject to the conditions mentioned at Para-2 of the SRO 656(I)/2006 dated 22.06.2006.
		(iii) Components for assembly/ manufacture in any kit-form (CKD) Localized parts.	25%	The concession shall be admissible till 30 th June

				2026 subject to the conditions mentioned at Para-2 of the SRO 656(I)/2006 dated 22.06.2006.
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TABLE-III

[Miscellaneous]

S. No.	Description	Customs duty (%)	Conditions
(1)	(2)	(3)	(4)
1.	Plant and machinery specifically designed for use in manufacturing of electric vehicles.	0%	(i)The concession shall be admissible on one-time basis for setting up the new assembly and/ or manufacturing facility of electric vehicles, and for expansion in the existing units, duly approved/ certified, by the Engineering Development Board (EDB). (ii)The concession shall be admissible to manufacturers of the electric vehicles specified in column (2) of Table-II above, subject to certification by EDB that the plant & machinery is specifically designed for use in setting up of electric vehicle manufacturing only.
2.	Import of inputs for manufacturing of EV specific parts, as mentioned against S. No. 1, 2 and 3, of Table-II above, by vendors and OEMs of EV manufacturing .	0%	(i) The concession shall be admissible to manufacturers and vendors of EV specific parts, subject to certification and quota determination by EDB. (ii) The concession shall be admissible subject to the conditions mentioned under

			SRO 655(I)/2006 dated 22.06.2006.
3.	Import of CBU chargers with CKD kits for electric vehicles as specified in column 2 of Table-II above.	1% (Notwithstanding the rate of customs duty as specified in the First Schedule to Customs Act, 1969).	The concession shall be admissible on the CBU chargers, imported with CKD kits of 2-3 wheelers, 4-wheelers and HCV vehicles specified in Table-II above, subject to EDB certification.

Part-V(B)
Import of Hybrid Electric Vehicles (CBUs)
Under Auto Industry Development and Export Policy (AIDEP) 2021-26

TABLE-I

S. No	Description	PCT Code	CD%	Condition
(1)	(2)	(3)	(4)	(5)
1.	Hybrid Electric Vehicles (HEV) (CBU)	8702.2090 8702.3090	1%	The concession shall be admissible to manufacturers on import of same variant to be assembled / manufactured locally from the date of issuance of manufacturing certificate and quota determination by Engineering Development Board (EDB).
2.	Hybrid Electric Vehicles (HEV) (CBU)	8704.4100 8704.4200 8704.5100 8704.5200	1%	The concession shall be admissible to manufacturers on import of same variant to be assembled / manufactured locally from the date of issuance of manufacturing certificate and quota

				determination by Engineering Development Board (EDB).
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TABLE-II
Import of Parts for Hybrid Vehicles
Under Auto Industry Development and Export Policy (AIDEP) 2021-26

S. No.	Description of Imported Good	PCT Code	CD %	Condition
(1)	(2)	(3)	(4)	(5)
1.	Following parts for Hybrid Electric Vehicle: -	Respective headings	4%	The concession shall be admissible to manufacturers of Hybrid electric vehicles subject to certification and quota determination by the Engineering Development Board (EDB).
	1. Battery pack and its parts: (i) thermistor (ii) resistor (iii) capacitor (iv) bus bar			
	2. Cooling system for battery packs including blower, tubes, hoses, pump			
	3. Sensor hybrid vehicle battery voltage			
	4. Inverter assembly with converter (Power control unit)			
	5. Electric motor and generator for Transaxle assembly			
	6. Battery charging system / inlet connectors			
	7. Hybrid system control unit / hybrid ECU			
	8. Junction box			
2.	Following parts for Plug-in-Hybrid Electric Vehicle: -	Respective headings	3%	The concession shall be admissible to manufacturers of Plug-in Hybrid electric vehicles subject to certification and quota
	1. Battery pack and its parts: (i) thermistor			

(ii) resistor (iii) capacitor (iv) bus bar			determination by the Engineering Development Board (EDB).
2.Cooling system for battery packs including blower, tubes, hoses, pump			
3.Sensor hybrid vehicle battery voltage			
4.Inverter assembly with converter (Power control unit)			
5.Electric motor and generator for Transaxle assembly			
6.Battery charging system / inlet connectors			
7.Hybrid system control unit / hybrid ECU			
8.Junction box			
9.Charger			
10.Charging port"			

Part V(C)
Import of Agricultural Tractors
TABLE

S. No.	Description	PCT Code	Customs Duty%
(1)	(2)	(3)	(4)
1.	Agricultural Tractors, having an engine capacity exceeding 26 kW but not exceeding 75kW	8701.9220 8701.9320	15%
2.	Agricultural Tractors (other than mentioned at S. No. 1 above)	8701.9100, 8701.9400 8701.9500	10%

Part-VI

Imports of Aviation Related Goods i.e. Aircrafts and Parts etc.
by Airline Companies/Industry under National Aviation Policy 2023

Note: - For the purposes of this Part, the following conditions shall apply besides the conditions as specified in column (5) of the Table below: -

- (i) The exemption shall be admissible to Maintenance, Repair & Overhaul Companies (MROs) and Aircraft Maintenance Organizations (AMOs) duly authorized by the Defence Division, and the Airline Companies having valid registration and license from the Pakistan Civil Aviation Authority under the Pakistan Civil Aviation Act, 2023 duly shared with the Customs Computerized System or Pakistan Single Window to the effect that the intending importer is operating in the country or intends to operate in the country in the airline sector;
- (ia) The list of imported items is duly approved by the Pakistan Airports Authority, Defence Division, Government of Pakistan for every consignment imported by MRO or AMO in line with Policy Framework approved by the Government of Pakistan;
- (ii) The Chief Executive, or the person next in hierarchy duly authorized by the Chief Executive or Head of the importing Company shall certify that the imported goods/items are the company's *bonafide* requirement and shall be used for the purpose as defined/notified by the Defence Division, Government of Pakistan under the Aviation Policy. The importer shall declare all relevant information to the Customs while claiming exemption regarding genuineness of the claim through Customs computerized system or Pakistan single window; and
- (iii) In case of deviation from the above stipulations, the Collector of Customs shall initiate proceedings for recovery of duty and taxes under the relevant laws.

TABLE

S. No.	Description of goods	PCT Code	Customs duty	Special Condition
(1)	(2)	(3)	(4)	(5)
1.	Aircraft	8802.4000	0%	Whether imported or acquired on wet or dry lease. In case of M/s Pakistan International Airlines Corporation this exemption shall be admissible.
2.	Spare parts	Respective headings	0%	For use in aircraft, trainer aircraft and simulators.
3.	Maintenance Kits	Respective headings	0%	For use in trainer aircraft (8802.2000 & 8802.3000).
4.	Machinery, equipment, tools, kits and parts	Respective headings	0%	For setting up Maintenance, Repair & Overall (MRO) workshop and for overhauling of aircrafts by MRO company and Aircraft Maintenance Organization (AMO) recognized by Defence Division.

5.	Machinery, equipment, operational tools, furniture & fixture	Respective headings	0%	On one-time basis for exclusive use of New/ Greenfield airports by company authorized by Defence Division.
6.	Aviation simulators	Respective headings	0%	On one-time basis for aircrafts by airline company recognized by Defence Division.
7.	Aircraft engine	8407.1000	0%	For use in aircraft and trainer aircraft.

**Part-VII Miscellaneous
[Omitted]**

Part-VIII

Imports of specific Goods allowed at Joint Border Sustenance Markets

In order to ensure smooth functioning and operationalization of Border Markets in specific border areas, the imports under this part shall be subject to following conditions, namely.

-

- (i) Border markets will be functional for two days each week and total allowance per day for the visitor will be \$100.
- (ii) The Customs Value of imported goods will be displayed for ascertaining the admissible quantities of imported goods.
- (iii) The visitor will purchase goods from any category up to US \$50 on concessional rate of leviable duty/taxes as mentioned in column (4) of the Table.
- (iv) In case, a visitor chooses to purchase goods of value more than \$50 from a specific category, it will be considered as commercial quantity being liable to duty/taxes on statutory rates.
- (v) The Customs staff posted at the border market will make an entry via electronic system for the goods purchased by the visitor on the prescribed format as notified by the Board.
- (vi) A system generated receipt will be issued to the visitor bearing his Name & CNIC No. by the Custom Officer in respect of goods purchased along with payable Customs Duty.

Table

S. No.	Description	PCT Code	Customs Duty (%)
(1)	(2)	(3)	(4)

Category-I

1	Seed (potatoes)	0701.1000	5
2	Tomatoes, fresh or chilled.	0702.0000	5
3	Onions and shallots	0703.1000	5
4	Garlic	0703.2000	5
5	Other	0704.9000	5
6	Carrots and turnips	0706.1000	5
7	Cucumbers and gherkins fresh or chilled.	0707.0000	5
8	Peas (pisum sativum)	0708.1000	5
9	Beans (vigna spp., phaseolus spp.)	0708.2000	5
10	Other leguminous vegetables	0708.9000	5
11	Peas (Pisum sativum)	0713.1000	5
12	Grams (dry/whole)	0713.2010	5
13	Other	0713.2090	5
14	Beans of the species Vigna mungo (L.) Hepper or Vigna radiata (L.) Wilczek	0713.3100	5
15	Small red (Adzuki) beans (Phaseolus or Vigna angularis)	0713.3200	5
16	Kidney beans including white beans	0713.3300	5
17	Bambara – vigna subteranea or vaahdzeia subterrea	0713.3400	5
18	Cow peas (Vigna unguiculata)	0713.3500	5
19	Other	0713.3990	5
20	Lentils (dry whole)	0713.4010	5
21	Broad beans (Vicia faba var. Major) and horse beans (Vicia faba var. Equina, Vicia faba var. Minor)	0713.5000	5
22	Pigeon peas (cajanus cajan)	0713.6000	5
23	Other	0713.9090	5
24	Vanilla (Neither crushed nor ground)	0905.1000	5
25	Cinnamon	0906.1100	5
26	Other (cinnamon and cinnamon tree flowers)	0906.1900	5
27	Neither crushed nor ground (Cloves)	0907.1000	5
28	Crushed or ground (Cloves)	0907.2000	5
29	Neither Crushed nor ground (Nutmeg)	0908.1100	5
30	Crushed or ground (Nutmeg)	0908.1200	5
31	Neither crushed nor ground (Maze)	0908.2100	5
32	Crushed or ground (Maze)	0908.2200	5
33	Large (cardamoms)	0908.3110	5
34	Small (cardamoms)	0908.3120	5
35	Crushed or ground (Cardamoms)	0908.3200	5
36	Neither crushed nor ground (Coriander)	0909.2100	5
37	Crushed or ground (Coriander)	0909.2200	5

38	Neither crushed nor ground (Seeds of Cumin)	0909.3100	5
39	Crushed or ground (Seeds of Cumin)	0909.3200	5
40	Neither crushed nor ground (Seeds of Anise, Badian, Caraway, Fennel etc)	0909.6100	5
41	Crushed or ground (Seeds of Anise, Badian, Caraway, Fennel etc)	0909.6200	5
42	Thyme; bay leaves	0910.9910	5
43	Barley (seeds)	1003.1000	5
44	Other (barley)	1003.9000	5
45	Sunflower seeds ,whether or not broken	1206.0000	5
46	Locust beans	1212.9200	5
47	Cereal straws and husks	1213.0000	5
48	Animal Fats and Oil and their fractions	1516.1000	5
49	Vegetable Fats and their fractions	1516.2010	5
50	Vegetable Oils and their fractions	1516.2020	5
51	Knives and cutting blades for paper and paper board	8208.9010	5
Category-II			
1	Of a fat content, by weight, not exceeding 1 % (Milk and Cream)	0401.1000	10
2	Of a fat content, by weight, exceeding 1 % but not exceeding 6 % (Milk and Cream)	0401.2000	10
3	Of a fat content, by weight, exceeding 6 % but not exceeding 10% (Milk and Cream)	0401.4000	10
4	Of a fat content, by weight, exceeding 10 % (Milk and Cream)	0401.5000	10
5	Leeks and other alliaceous vegetables	0703.9000	10
6	Cauliflowers and headed broccoli	0704.1000	10
7	Brussels sprouts	0704.2000	10
8	Cabbage lettuce (head lettuce)	0705.1100	10
9	Other	0705.1900	10
10	Witloof chicory (cichorium intybus var.foliosum)	0705.2100	10
11	Other	0705.2900	10
12	Other	0706.9000	10
13	Fruits of the genus Capsicum or of the genus Pimenta	0709.6000	10
14	Figs	0804.2000	10
15	Fresh (grapes)	0806.1000	10
16	Dried (grapes)	0806.2000	10
17	Watermelons	0807.1100	10
18	Other	0807.1900	10
19	Apples	0808.1000	10
20	Green tea	0902.1000	10
21	Other green tea	0902.2000	10
22	Crushed or ground (Ginger)	0910.1200	10

23	Turmeric (curcuma)	0910.3000	10
24	Other	0910.9990	10
25	Lactose (sugar)	1702.1110	10
26	Lactose syrup	1702.1120	10
27	Other	1702.1900	10
28	Caramel	1702.9020	10
29	Oilcake and other solid residues, whether or not ground or in the form of pellets, resulting from the extraction of soya bean oil.	2304.0000	10
30	Other (animal feed)	2309.9000	10
31	For sewing (thread)	5204.2010	10
32	For embroidery (Thread)	5204.2020	10
33	Spades and shovels	8201.1000	10
34	Other (Tools for masons, watchmakers, miners and hand tools nes)	8205.5900	10
35	For kitchen appliances or for machines used by the food industry	8208.3000	10
36	Other	8208.9090	10
Category-III			
1	Yogurt	0403.2000	20
2	Other (potatoes)	0701.9000	20
3	Sweet corn	0710.4000	20
4	Mixtures of vegetables	0710.9000	20
5	Fresh (dates)	0804.1010	20
6	Dried (dates)	0804.1020	20
7	Apricots	0809.1000	20
8	Sour cherries (Prunus cerasus)	0809.2100	20
9	Other	0809.2900	20
10	Peaches, including nectarines	0809.3000	20
11	Plums and sloes	0809.4000	20
12	Strawberries	0810.1000	20
13	Kiwi fruit	0810.5000	20
14	Neither crushed nor ground (Ginger)	0910.1100	20
15	Other (Durum wheat (excl. Seed for sowing))	1001.1900	20
16	Other (Wheat and meslin (excl. Seed for sowing, and durum wheat))	1001.9900	20
17	Of wheat (flour)	1101.0010	20
18	Of meslin (flour)	1101.0020	20
19	Vermicelli	1902.1920	20
20	Other (packed cake)	1905.9000	20
21	Homogenised preparations	2007.1000	20
22	Citrus fruit	2007.9100	20
23	Other	2007.9900	20
24	Organic surface-active products and preparations for washing the skin, in the form of	3401.3000	20

	liquid or cream and put up for retail sale, whether or not containing soap		
25	Preparations put up for retail sale	3402.5000	20
26	Other	3402.9000	20
27	Others (Tableware and kitchenware of porcelain or china)	6911.1090	20
28	Other (Household articles nes & toilet articles of porcelain or china)	6911.9000	20
29	Other (Glassware for table or kitchen purposes (excl. Glass having a linear c)	7013.4900	20
30	Other (Glassware nes (other than that of 70.10 or 70.18))	7013.9900	20
31	Spoons	8215.9910	20
32	Other (Tableware articles not in sets and not plated with precious meta)	8215.9990	20
33	Bicycles and other cycles (including delivery tricycles), not motorised.	8712.0000	20
34	Vacuum flasks	9617.0010	20
35	Other	9617.0020	20".

The Second Schedule

[(See section 4(14))]

In the Customs Act, 1969 (IV of 1969), FOR THE Fifth Schedule, the following shall be substituted, namely:-

“THE FIFTH SCHEDULE

[see section 18(1A)]

Part-I

Import of Plant, Machinery, Equipment and Apparatus, including Capital Goods for various industries/sectors

Note: - For the purposes of this Part, the following conditions shall apply, besides the conditions as specified in column (5) of the Table below: -

- (i) the imported goods as are not listed in the locally manufactured items, notified through a Customs General Order issued by the Federal Board of Revenue (FBR) from time to time or, as the case may be, certified as such by the Engineering Development Board:

Provided that the condition of “local manufacturing” shall not be applicable on import of machinery, equipment and other capital goods imported as plant for setting up of a new power unit of 25 MW and above duly certified by Ministry of Water and Power in respect of those power projects which are on IPP mode meant for supply of electricity to national grid;

Provided further that condition of local manufacturing shall not be applicable for a period of three years, commencing on 1st July, 2018 and ending on 30th June, 2021, against Sr.No.12 of Table under Part-I of Fifth Schedule to the Customs Act, 1969, on import of machinery, equipment and other capital goods imported for new private transmission lines projects under the valid contract (s) or letter (s) of credit and the total C&F value of such imports for the project is US \$ 50 million or above duly certified by the Ministry of Energy (Power Division);

Provided further that condition of local manufacturing shall not be applicable against Sr. No.38 of the Table, on import of plant, machinery and

equipment if imported by registered pharmaceutical manufacturers for their own use subject to NOC from Ministry of Health.

Provided further that condition of local manufacturing shall not be applicable against Sr. No.15A and 29 of the Table.

- (ii) except for S. Nos. 1(H), 14, 20,21 and 22 of the Table, the Chief Executive, or the person next in hierarchy duly authorized by the Chief Executive or Head of the importing company shall certify in the prescribed manner and format as per Annex-A that the imported items are the company's *bona fide* requirement. He shall furnish all relevant information online to Pakistan Customs Computerized System against a specific user ID and password obtained under section 155D of the Customs Act, 1969 IV of 1969). In already computerized Collectorates or Customs stations where the Pakistan Customs Computerized System is not operational, the Director Reforms and Automation or any other person authorized by the Collector in this behalf shall enter the requisite information in the Pakistan Customs Computerized System on daily basis, whereas entry of the data obtained from the customs stations which have not yet been computerized shall be made on weekly basis;
- (iii) in case of partial shipments of machinery and equipment for setting up a plant, the importer shall, at the time of arrival of first partial shipment, furnish complete details of the machinery, equipment and components required for the complete plant, duly supported by the contract, lay out plan and drawings;
- (iv) For "Respective Headings" entries in column (3) of the Table against which more than one rate of customs duty has been mentioned in column (4), the rate of 0%, 3% or 11% shall be applicable only for such goods which are chargeable to 0%, 3% or 11% duty respectively under the First Schedule to the Customs Act, 1969. In all such type of entries, a maximum concessionary rate (i.e. 5%, 10% or 15%) has also been mentioned in column (4) of each entry which shall be applicable on the goods which are subject to any of the all remaining higher duty slab rates under the First Schedule to the Customs Act, 1969.

Explanation I.— In entries where customs duty rates 0%, 3% and 5% have been mentioned in column (4), the rate 0% or 3% shall be applicable only for such goods which are chargeable to 0% or 3% duty respectively under First Schedule to the Customs Act, 1969. Whereas for all higher slabs (11%, 16%, 20% and above) concessionary rate of 5% shall be applicable.

Explanation II. – In entries where customs duty rates 3%, 5% have been mentioned in column (4), the rate 3% shall be applicable only for such goods which are chargeable to 3% duty under First Schedule to the Customs Act, 1969. Whereas for all higher slabs (11%, 16%, 20% and above) concessionary rate of 5% shall be applicable.

Explanation III. – In entries where customs duty rates 0%, 3%, 10% have been mentioned in column (4), the rate 0% or 3% shall be applicable only for such goods which are chargeable to 0% or 3% duty respectively under First Schedule to the Customs Act, 1969. Whereas for all higher slabs (11%, 16%, 20% and above) concessional rate of 10% shall be applicable.

Explanation IV. – In entries where customs duty rates 0%, 3%, 11%, 15% have been mentioned in column (4), the rate 0%, 3% or 11% shall be applicable only for such goods which are chargeable to 0%, 3% or 11% duty respectively under First Schedule to the Customs Act, 1969. Whereas for all higher slabs (16%, 20% and above) concessional rate of 15% shall be applicable.; and

- (v) Goods imported temporarily for projects under serial numbers 9, 10, 11 and 12, if not re-exported on the conclusion of the project, may be allowed retention or transfer after conclusion of the project, from one company or project to another entitled company or project, with prior approval of the Board, against payment of 0.25% surcharge on C&F value of the goods for each year of retention, besides payment of duties and taxes, chargeable, if any.

Explanation. - Capital Goods mean any plant, machinery, equipment, spares and accessories, classified in Chapters 84, 85 or any other chapter of the Pakistan Customs Tariff, required for-

- (a) the manufacture or production of any goods, and includes refractory bricks and materials required for setting up a furnace, catalysts, machine tools, packaging machinery and equipment, refrigeration equipment, power generating sets and equipment, instruments for testing, research and development, quality control, pollution control and the like; and
- (b) use in mining, agriculture, fisheries, animal husbandry, floriculture, horticulture, livestock, cool chain, dairy, poultry industry, IT sector, storage, communication and infrastructure development of SEZs by Zone Developer.

TABLE

S. No.	Description	PCT Code	Customs Duty (%)	Conditions
(1)	(2)	(3)	(4)	(5)
1	Agricultural Machinery			
	A) Tillage and seed bed preparation equipment.			Nil

(1). Tractor mounted trencher	8701.9220 8701.9320	0%	
(2). Laser land leveler comprising laser transmitter, laser receiver, control box, rigid mast pack, with or without scrapper	Respective headings	0%	
B) Omitted.			
C) Irrigation, Drainage and Agro-Chemical Application Equipment			Nil
(1). Submersible pumps (up to 75 lbs and head 150 meters) and field drainage pumps.	8413.7011 8413.7019	0%	
(2). Air release valves, pressure gauges, water meters, back flow preventers and automatic controllers.	8481.1000 8481.3000	0%	
(3). Tube well filters or strainers.	8421.2100	0%	
(D) Harvesting, Threshing and Storage Equipment.			Nil
(1). Fodder rake.	8201.3000	0%	
(2). Fodder/forage wagon.	8716.8090	0%	
E) Fertilizer and Plant Protection Equipment.			Nil
(1). Spray pumps (diaphragm type).	8413.8100	0%	
(2). All types of mist blowers.	8414.5990	0%	
F) Dairy, Livestock and poultry, machinery			Nil
(1). Milk chillers.	8418.6910 8418.6990	2%	
(2). Tubular heat exchanger (for pasteurization).	8419.5000	2%	
(3). Milk processing plant, milk spray drying plant, Milk UHT plant.	8419.8100	2%	
(4). Grain storage silos for poultry.	Respective headings	2%	
(5). Insulated sand witch panels	Respective headings	2%	

(6). Dairy, livestock and poultry sheds.	9406.1020 9406.9020	2%	
(7). Milk filters.	8421.2900	2%	
(8). Omitted			
(9). Any other machinery and equipment for manufacturing of dairy products	Ch. 84 & 85	3%	If imported by manufacturers which are members of Pakistan Dairy Association.
(10) Fans for use in dairy sheds	8414.5990	3%	If imported by members of Corporate Dairy Farmers Association.
(G) Post-harvest Handling and Processing and Miscellaneous Machinery.			
(1). Pre-fabricated CO ₂ Controlled Stores.	9406.1090 9406.9090	0%	In respect of goods mentioned in Column (2) read with PCT mentioned in Column (3), the Ministry of National Food Security and Research shall certify in the prescribed manner and format as per Annex-B to the effect that the imported goods are <i>bona fide</i> requirement for use in the Agriculture sector. The Authorized Officer of the Ministry shall furnish all relevant information online to Pakistan Customs Computerized System against a specific user ID and password obtained under section 155D

				of the Customs Act, 1969.
	H) Green House Farming and Other Green House Equipment.			<p>1. In respect of goods of mentioned in Column (2) read with PCTs mentioned in Column (3), the Ministry of National Food Security and Research shall certify in the prescribed manner and format as per Annex-B to the effect that the imported goods are <i>bona fide</i> requirement for use in the Agriculture sector. The Authorized Officer of the Ministry shall furnish all relevant information online to Pakistan Customs Computerized System against a specific user ID and password obtained under section 155D of the Customs Act, 1969.</p> <p>2. The goods shall not be sold or otherwise disposed of within a period of five years of its import except with the prior approval of the FBR.</p>
	(1). Geo-synthetic liners (PP/PE Geo synthetic films of more than 500 microns).	3921.9090	0%	
	(2). Greenhouses (prefabricated).	9406.1010 9406.9010	0%	
	(3). Tunnel farming equipment consisting of the following:- (a) Plastic covering and mulch film	3920.1000 3926.9099	0%	
	(I) Machinery, Equipment and Other Capital Goods for Miscellaneous Agro-Based Industries like Milk Processing, Fruit, Vegetable or Flowers			In respect of goods of mentioned in Column (2) read with PCTs mentioned in Column (3), the

Grading, Picking or Processing etc.			Ministry of National Food Security and Research shall certify in the prescribed manner and format as per Annex-B to the effect that the imported goods are bona fide requirement for use in the Agriculture sector. The Authorized Officer of the Ministry shall furnish all relevant information online to Pakistan Customs Computerized System against a specific user ID and password obtained under section 155D of the Customs Act, 1969.
(1). Evaporators for juice concentrate.	8419.8990	0%	
(2). Machinery used for dehydration and freezing.	8418.6990	0%	
(3). Heat exchange unit.	8419.5000	0%	
(4). Machinery used for filtering and refining of pulps/juices.	8421.2200	0%	
(5). Complete Rice Par Boiling Plant.	8419.8990 & Respective Headings	0%	
(J) Horticulture and Floriculture			
(1). Machines for making cartons, boxes, cases, tubes, drums or similar containers, other than by moulding	8441.3000	0%	
(2). PU panels (Insulation).	Respective headings	0%	
(3). Generator sets 10 to 25 KVA.	8502.1120 8502.1130	0%	
(4). Refrigerating machines with engine fitted on common base for refrigerated containers.	8418.6920	0%	
(5). Other refrigerating or freezing chests, cabinets.	8418.5000	0%	

	(6). Tubes, pipes and hollow profiles of iron and steel.	7304.3100 7304.3900	0%	
	(7). Hand tools.	Respective Headings	0%	
	(K) Machinery, equipment, capital goods, and materials for setting up, modernization, replacement or expansion for hatcheries, farms, feed mills and seafood processing units of fish and shrimp sector.	Respective Headings	0%,3%, 5%	1. Imports by fish/ shrimp hatcheries, farms, feed mills and seafood processing units, registered under the Sales Tax Act, 1990 and Fisheries Development Board or concerned Ministry; and 2.Ministry of National Food Security and Research shall certify in the prescribed manner and format as per Annex-B to the effect that the imported goods are bona fide requirement. The Authorized Officer of the Ministry shall furnish all relevant information online to Pakistan Customs Computerized System against a specific user ID and password obtained under Section 155D of the Customs Act, 1969.
2	Machinery and equipment for development of grain handling and storage facilities including silos.	Respective Headings	0%	
3	Cool chain machinery, equipment including Capital goods.	Respective Headings	0%	If imported by Cool Chain Industry including such

				sectors engaged in establishing or providing cool chain activities or part thereof.
4	Machinery and equipment for initial installation, balancing, modernization, replacement or expansion of desalination plants, coal firing system, gas processing plants and oil and gas field prospecting.	Respective Headings	0%,3%, 5%	Condition (iv) of the preamble.
5	Following machinery, equipment, apparatus, and medical, surgical, dental and veterinary furniture, materials, fixtures and fittings imported by hospitals and medical or diagnostic institutes: -			<p>1. The project requirement shall be approved by the Board of Investment (BOI). The Authorized Officer of BOI shall certify the item wise requirement of the project in the prescribed format and manner as per Annex-B and shall furnish all relevant information Online to Pakistan Customs Computerized System against a specific user ID and password obtained under Section 155D of the Customs Act, 1969 (IV of 1969);</p> <p>2. The goods shall not be sold or otherwise disposed of without prior approval of the FBR and the payment of customs-duties and taxes at statutory</p>
	A. Medical Equipment.			
	(1) Medical surgical dental or veterinary furniture.	9402.9090	5%	
	(2) Operating Table.	9402.9010	5%	
	(3) Emergency Operating Lights.	9405.4990	5%	
	(4) Hospital Beds with mechanical fittings.	9402.9020	5%	
	(5) Gymnasium equipment.	Respective Headings	0%,3%,5%	
	(6) Cooling Cabinet.	9506.9100	5%	
	(7) Refrigerated Liquid Bath.	8418.5000	5%	
	(8) Omitted			
	B. Cardiology/Cardiac Surgery Equipment			
	(1) Cannulas.	9018.3940	5%	
	(2) Manifolds.	8481.8090	5%	
	(3) Intra venous cannula i.v. catheter.	9018.3940	5%	
	C. Disposable Medical Devices			
	(1) Self-disabling safety sterile syringes.	9018.3110	5%	

	(2) Insulin syringes.	9018.3110	5%	<p>rates be leviable at the time of import. Breach of this condition shall be construed as a criminal offence under the Customs Act, 1969 (IV of 1969).</p> <p>3. For sub-entry at serial A (6) and sub-entry at serial D (2) Condition (iv) of the preamble.</p>
	D. Other Related Equipment			
	(1) Fire extinguisher.	8424.1000	5%	
	(2) Fixtures & fittings for hospitals	Respective Headings	0%,3%,5%	
6.	<p>1. Machinery, equipment, materials, capital goods, specialized vehicles (4x4 non luxury) i.e. single or double cabin pickups, accessories, spares, chemicals and consumables meant for mineral exploration phase.</p> <p>2. Construction machinery, equipment and specialized vehicles, excluding passenger vehicles, imported on temporary basis as required for the exploration phase.</p>	Respective Headings	0%	<p>1. This concession shall be available to those Mineral Exploration and Extraction Companies or their authorized operators or contractors who hold permits, licenses, leases and who enter into agreements with the Government of Pakistan or a Provincial Government.</p> <p>2. Temporarily imported goods shall be cleared against a security in the form of a post-dated cheque for the differential amount between the statutory rate of customs duty and sales tax and the amount payable under this</p>

			<p>Schedule, along with an undertaking to pay the customs duty and sales tax at the statutory rates in case such goods are not re-exported on conclusion of the project.</p> <p>3. The goods shall not be sold or otherwise disposed of without prior approval of the FBR. In case such goods are sold or otherwise disposed of after Ten years of their importation, the same shall be subject to payment of duties& taxes as prescribed by the FBR. In case these goods are sold or otherwise disposed of without prior approval of the FBR or before the period of Ten years from the date of their importation, the same shall be subject to payment of statutory rates of duties& taxes as were applicable at the time of import. These goods shall, however, be allowed to be transferred to other entitled projects of the sector, with prior approval of the FBR, subject to</p>
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				payment of duties and taxes, if applicable. The re-export of these goods may also be allowed subject to prior approval of the Chief Collector of Customs.
7	<p>1. Machinery, equipment, materials, capital goods, specialized vehicles (4x4 non luxury) i.e. single or double cabin pickups, accessories, spares, chemicals and consumables meant for mine construction phase or extraction phase. Imports made for mine construction phase shall also be entitled to deferred payment of duty for a period of five years. However, a surcharge @ 6% per annum shall be charged on the deferred amount.</p> <p>2. Construction machinery, equipment and specialized vehicles, excluding passenger vehicles, imported on temporary basis as required for mine construction or extraction phase.</p>	Respective Headings	0%,3%,5%	<p>1.This concession shall be available to those Mineral Exploration and Extraction Companies or their authorized operators or contractors who hold permits, licenses, leases and who enter into agreements with the Government of Pakistan or a Provincial Government.</p> <p>2. Temporarily imported goods shall be cleared against a security in the form of a post-dated cheque for the differential amount between the statutory rate of customs duty and sales tax and the amount payable under this Schedule, along with an undertaking to pay the customs duty and sales tax at the statutory rates in case such goods are not re-exported</p>

			<p>on conclusion of the project.</p> <p>3. The goods shall not be sold or otherwise disposed of without prior approval of the FBR. In case such goods are sold or otherwise disposed of after Ten years of their importation, the same shall be subject to payment of duties & taxes as prescribed by the FBR. In case these goods are sold or otherwise disposed of without prior approval of the FBR or before the period of Ten years from the date of their importation, the same shall be subject to payment of statutory rates of duties & taxes as were applicable at the time of import. These goods shall, however, be allowed to be transferred to other entitled projects of the sector, with prior approval of the FBR, subject to payment of duties and taxes, if applicable. The re-export of these goods may also be allowed subject to prior approval of the</p>
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				Chief Collector of Customs. 4. Condition (iv) of the preamble.
8	Coal mining machinery, equipment, spares, including vehicles for site use i.e. single or double cabin pickups imported for Thar Coal Field.	Respective Headings	0%	<p>1.This concession shall be available to those Mining Companies or their authorized operators or contractors who hold permits, licenses, leases and who enter into agreements with the Government of Pakistan or a Provincial Government.</p> <p>2. The goods shall not be sold or otherwise disposed of without prior approval of the FBR. In case such goods are sold or otherwise disposed of after Ten years of their importation, the same shall be subject to payment of duties & taxes as prescribed by the FBR. In case these goods are sold or otherwise disposed of without prior approval of the FBR or before the period of Ten years from the date of their importation, the same shall be subject to payment of statutory rates of duties & taxes as were applicable at</p>

				the time of import. These goods shall, however, be allowed to be transferred to other entitled projects of the sector, with prior approval of the FBR, subject to payment of duties and taxes, if applicable. The re-export of these goods may also be allowed subject to prior approval of the Chief Collector of Customs.
8(a)	1. Imports or exports made by or for the qualified investment in respect of the project as specified at Serial No.1 of the First Schedule to the Foreign Investment (Promotion and Protection) Act, 2022.	Respective Headings	0%	The concession shall be available subject to conditions, limitations and restrictions as prescribed in Serial 1 & 2 of Part-F of the Second Schedule to the Foreign Investment (Promotion and Protection) Act, 2022.
	2. Household goods of employees of Reko Diq Mining Company (Private) Limited. Explanation: - for the purpose of this Serial, the concession of Customs Duty includes all duties and levies leviable under the Customs Act, 1969.	Respective Headings	0%	Only such employees can claim the benefit who are either citizen of a country other than Pakistan or who for the Tax Year immediately prior to the import of goods were non-resident in Pakistan for the purpose of Income Tax Ordinance, 2001.

<p>9</p>	<p>1. Machinery, equipment and spares meant for initial installation, balancing, modernization, replacement or expansion of projects for power generation through oil, gas, coal, wind and wave energy including under construction projects, which entered into an implementation agreement with the Government of Pakistan.</p> <p>2. Construction machinery, equipment and specialized vehicles, excluding passenger vehicles, imported on temporary basis as required for the construction of project.</p>	<p>Respective Headings</p>	<p>0%,3%,5%</p>	<p>1. This concession shall also be available to primary contractors of the project upon fulfillment of the following conditions, namely:-</p> <p>(a)the contractor shall submit a copy of the contract or agreement under which he intends to import the goods for the project;</p> <p>(b) the chief executive or head of the contracting company shall certify in the prescribed manner and format as per Annex-A that the imported goods are the project's bona fide requirements; and</p>
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				<p>2. Temporarily imported goods shall be cleared against a security in the form of a post-dated cheque for the differential amount between the statutory rate of customs duty and sales tax and the amount payable under this Schedule, along with an undertaking to pay the customs duty and sales tax at the statutory rates in case such goods are not re-exported on conclusion of the project.</p> <p>3. The goods shall not be sold or otherwise disposed of without prior approval of the FBR. In case such goods are sold or otherwise disposed of after Ten years of their importation, the same shall be subject to payment of duties & taxes as prescribed by the FBR. In case these goods are sold or otherwise disposed of without prior approval of the FBR or before the period of Ten years from the date of their importation, the same shall be</p>
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				<p>subject to payment of statutory rates of duties & taxes as were applicable at the time of import. The construction machinery may, however, be allowed to be transferred to other entitled projects of the sector, with prior approval of the FBR, subject to payment of duties and taxes, if applicable. The re-export of these goods may also be allowed subject to prior approval of the Chief Collector of Customs.</p> <p>4. Condition (iv) of the preamble.</p>
10	<p>1. Machinery, equipment and spares meant for initial installation, balancing, modernization, replacement or expansion of projects for power generation through gas, coal, hydel and oil including under construction projects.</p> <p>2. Construction machinery, equipment and specialized vehicles, excluding passenger vehicles, imported on temporary basis as required for the construction of project.</p>	Respective Headings	0%,3%,5%	-do-

11.	<p>1. Machinery, equipment and spares meant for initial installation, balancing, modernization, replacement or expansion of projects for power generation through nuclear and renewable energy sources like solar, wind, micro-hydel, bio-energy, ocean, waste-to-energy and hydrogen cell etc.</p> <p>2. Construction machinery, equipment and specialized vehicles, excluding passenger vehicles, imported on temporary basis as required for the construction of project.</p> <p>Explanation:-The expression “projects for power generation” means any project for generation of electricity whether small, medium or large and whether for supply to the national grid or to any other user or for in house consumption.</p>	Respective Headings	0%	<p>1.This concession shall also be available to primary contractors of the project upon fulfillment of the following conditions, namely: -</p> <p>(a)the contractor shall submit a copy of the contract or agreement under which he intends to import the goods for the project;</p> <p>(b) the chief executive or head of the contracting company shall certify in the prescribed manner and format as per Annex-A that the imported goods are the project’s bona fide requirements; and</p> <p>2. temporarily imported goods shall be cleared against a security in the form of a post-dated cheque for the differential amount between the statutory rate of customs duty and sales tax and the amount payable under this Schedule, along with an undertaking to pay the customs duty and sales tax at</p>
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			<p>the statutory rates in case such goods are not re-exported on conclusion of the project.</p> <p>3. The goods shall not be sold or otherwise disposed of without prior approval of the FBR. In case such goods are sold or otherwise disposed of after Ten years of their importation, the same shall be subject to payment of duties & taxes as prescribed by the FBR. In case these goods are sold or otherwise disposed of without prior approval of the FBR or before the period of Ten years from the date of their importation, the same shall be subject to payment of statutory rates of duties & taxes as were applicable at the time of import. The construction machinery may, however, be allowed to be transferred to other entitled projects of the sector, with prior approval of the FBR, subject to payment of duties and taxes, if applicable. The re-export of these</p>
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				goods may also be allowed subject to prior approval of the Chief Collector of Customs.
12	<p>1. Machinery and equipment meant for power transmission and grid stations including under construction projects.</p> <p>Explanation.- For the purpose of this concession "machinery and equipment" shall mean:-</p> <p>(a) machinery and equipment operated by power of any description, such as used in the generation of power;</p> <p>(b) apparatus, appliances, metering and testing apparatus, mechanical and electrical control, transmission gear and transmission tower, power transmission and distribution cables and conductors, insulators, damper spacer and hardware and parts thereof adapted to be used in conjunction with the machinery and equipment as specified in clause (a) above; and</p> <p>c) Components parts of machinery and equipment, as specified in clauses (a) and (b) above, identifiable for use in or with machinery imported for the project and equipment including spares</p>	Respective Headings	0%,3%, 5%	<p>1.This concession shall also be available to primary contractors of the project upon fulfillment of the following conditions, namely:-</p> <p>(a)the contractor shall submit a copy of the contract or agreement under which he intends to import the goods for the project;</p> <p>(b) the chief executive or head of the contracting company shall certify in the prescribed manner and format as per Annex-A that the imported goods are the project's bona fide requirements; and</p> <p>2. temporarily imported goods shall be cleared against a security in the form of a post-dated cheque for the differential amount between the statutory rate of customs duty and sales tax and the amount payable under this Schedule, along with an undertaking</p>

	<p>for the purposes of the project.</p> <p>2. Construction machinery, equipment and specialized vehicles, excluding passenger vehicles, imported on temporary basis as required for the construction of the project.</p>		<p>to pay the customs duty and sales tax at the statutory rates in case such goods are not re-exported on conclusion of the project.</p> <p>3. The goods shall not be sold or otherwise disposed of without prior approval of the FBR. In case such goods are sold or otherwise disposed of after Ten years of their importation, the same shall be subject to payment of duties & taxes as prescribed by the FBR. In case these goods are sold or otherwise disposed of without prior approval of the FBR or before the period of Ten years from the date of their importation, the same shall be subject to payment of statutory rates of duties & taxes as were applicable at the time of import. The construction machinery may, however, be allowed to be transferred to other entitled projects of the sector, with prior approval of the FBR, subject to payment of duties and taxes, if</p>
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				applicable. The re-export of these goods may also be allowed subject to prior approval of the Chief Collector of Customs. 4. Condition (iv) of the preamble.
13	Following machinery, equipment and other education and research related items imported by technical institutes, training institutes, research institutes, schools, colleges and universities:-			Nil
	(1) Filtering or purifying machinery and apparatus for water.	8421.2100	0%	
	(2) Other filtering or purifying machinery and apparatus for liquids.	8421.2900	0%	
	(3) Other thermostats.	9032.1090	0%	
	(4) Spares, accessories and reagents for scientific equipment.	Respective Headings	0%	
14	Machinery, equipment, raw materials, components and other capital goods for use in buildings, fittings, repairing or refitting of ships, boats or floating structures imported by Karachi Shipyard and Engineering Works Limited.	Respective Headings	0%	
15	Machinery, equipment and other capital goods meant for initial installation, balancing,	Respective Headings	0%, 3%, 10%	Condition (iv) of the preamble.

	modernization, replacement or expansion of oil refining (mineral oil and other value-added petroleum products), petrochemical and petrochemical downstream products including fibers and heavy chemical industry, cryogenic facility for ethylene storage and handling.			
15A	Machinery, equipment and other capital goods meant for initial installation, balancing, modernization, replacement or expansion of petroleum oil refining.	Respective Headings	0%	1. In respect of goods mentioned in Column (2), the Ministry of Energy (Petroleum Division) shall certify that the refinery project is an approved project under the relevant Petroleum Refining Policy; and the Oil and Gas Regulatory Authority (OGRA) shall certify in the prescribed manner and format as per Annex-B to the effect that the imported goods are bona fide requirement for use in petroleum oil refining and are being imported in accordance with the conditions of

				<p>the relevant Petroleum Refining Policy. The authorized officer of OGRA, acting on behalf of the authority, shall furnish all relevant information online to Pakistan Customs Computerized System against a specific user ID and password obtained under section 155D of the Customs Act, 1969.</p> <p>2.</p> <p>i. The goods shall not be sold or otherwise disposed of without prior approval of the FBR. In case such goods are sold or otherwise disposed of after Ten years of their importation, the same shall be subject to payment of duties & taxes as prescribed by the FBR. In case of disposal of goods without prior approval, FBR shall also initiate legal action as</p>
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				<p>required under the law.</p> <p>ii. In case these goods are sold or otherwise disposed of without prior approval of the FBR or before the period of Ten years from the date of their importation, the same shall be subject to payment of statutory rates of duties & taxes as were applicable at the time of import and at the current exchange rate.</p> <p>iii. These goods shall, however, be allowed to be transferred to other entitled projects of the sector, with prior approval of the FBR, subject to payment of duties and taxes, if applicable.</p> <p>iv. The re-export of these goods may also be allowed subject to prior approval of the Chief Collector of Customs.</p>
16	Machinery and equipment imported by an industrial concern.	Respective Headings	0%,3%, 11%, 15%	Condition (iv) of the preamble.

17	Following machinery and equipment for marble, granite and gem stone extraction and processing industries.			<p>1. For the projects of Gem Stone & Jewelry Industry, CEO/COO, Pakistan Gem and Jewelry Company shall certify in the prescribed format and manner as per Annex-B that the imported goods are <i>bona fide</i> project requirement. The authorized person of the Company shall furnish all relevant information online to Pakistan Customs Computerized System against a specific user ID and password obtained under section 155D of the Customs Act, 1969.</p> <p>2. For the projects of Marble & Granite Industry, CEO/COO, Pakistan Stone Development Company shall certify in the prescribed format and manner as per Annex-B that the imported goods are bonafide project requirement. The authorized persons of the Company shall furnish all relevant information online to Pakistan Customs</p>
	(1) Polishing cream or material.	3405.9000	5%	
	(2) Fiber glass mesh	7019.6990	5%	
	(3) Chain saw/diamond wire saw in all sizes and dimensions and spares thereof, diamond wire joints all types and dimensions, chain for chain saw and diamond wires for wire saw and spare widia.	8202.4000	5%	
		8202.9100	5%	
	(4) Gin saw blades.	8202.9910	5%	
	(5) Gang saw blades/ diamond saw blades/ multiple blades or all types and dimensions.	8202.9990	5%	
	(6) Air compressor (27cft and above).	8414.8010	5%	
(7) Machine and tool for stone work; sand blasting machines; tungsten carbide tools; diamond tools & segments (all type & dimensions), hydraulic jacking machines, hydraulic manual press machines, air/hydro pillows, compressed air rubber pipes, hydraulic drilling machines, manual and power drilling machines, steel drill rods and spring (all sizes and dimensions), whole finding system with accessories, manual portable rock drills,	Respective headings	0%,3%,5%		

	cross cutter and bridge cutters.			
				<p>Computerized System against a specific user ID and password obtained under section 155D of the Customs Act, 1969.</p> <p>3. The goods shall not be sold or otherwise disposed of without prior approval of the FBR. In case such goods are sold or otherwise disposed of after Five years of their importation, the same shall be subject to payment of duties & taxes as prescribed by the FBR. In case these goods are sold or otherwise disposed of without prior approval of the FBR or before the period of Five years from the date of their importation, the same shall be subject to payment of statutory rates of duties & taxes as were applicable at the time of import. The machinery may, however, be allowed to be transferred to other entitled projects of the sector, with prior approval of the FBR, subject to payment of duties and taxes, if</p>

				<p>applicable. The re-export of these goods may also be allowed subject to prior approval of the Chief Collector of Customs.</p> <p>4. Condition (iv) of the preamble.</p>
18	<p>1. Machinery, equipment and other project related items including capital goods, for setting up of power generation plants, water treatment plants and other infrastructure related projects located in an area of 30 km around the zero point in Gwadar.</p> <p>2. Machinery, equipment and other project related items for setting up of hotels located in an area of 30 km around the zero point in Gwadar.</p>	Respective Headings	0%	<p>1. Ministry of Industries, Production & Special Initiatives, shall certify in the prescribed manner and format as per Annex-B that the imported goods are <i>bona fide</i> project requirement. The authorized officer of the Ministry shall furnish all relevant information online to Pakistan Customs Computerized System against a specific user ID and password obtained under section 155D of the Customs Act, 1969.</p> <p>2. The goods shall not be sold or otherwise disposed of without prior approval of the FBR and payment of customs duties and taxes leviable at the time of import.</p> <p>3. Condition (iv) of the preamble.</p>
		Respective Headings	0%,3%,5%	

19	Effluent treatment plants.	Respective headings	0%,3%,5%	Condition (iv) of the preamble.
20	Following items for use with solar energy: -		0%	Nil
	(1) Off-grid/On-grid solar power system (with or without provision for USB/charging port) comprising of :			
	i. Batteries for specific utilization with the system (not exceeding 50 Ah in case of portable system).	8507.2090 8507.3000 8507.6000		
	ii. Essential connecting wires (with or without switches).	8544.4990		
	iii. Inverters (off-grid/ on-grid/ hybrid with provision for direct connection/ input renewable energy source and with Maximum Power Point Tracking (MPPT).	8504.4090		
	iv. Bulb holder	8536.6100		
	(2) Water purification plants operating on solar energy.	8421.2100		
21	Following systems and items for dedicated use with renewable source of energy like solar, wind, geothermal etc.			Nil
	1. Parts for Solar Parabolic Power Plants.			
	(i). Absorbers/Receivers tubes.	8503.0090	0%	
	(ii). Control panel with other accessories.	8537.1090	0%	
	1(a) Parts for Solar Dish Stirling Engine.			
	(i). Control panel with accessories.	8537.1090 8537.2000	0%	
	(ii). Stirling Engine Generator	8501.6100	0%	

	2. (a) Solar Air Conditioning Plant	8415.1099	0%	
	(b) Parts for Solar Air Conditioning Plant			
	(i). Absorption chillers.	8418.6990	0%	
	(ii). Cooling towers.	8419.8910	0%	
	(iii). Pumps.	8413.3090	0%	
	(iv). Air handling units.	8415.8290	0%	
	(v). Fan coils units.	8415.9099	0%	
	3.(a) Solar Desalination System	8421.2100	0%	
	(b) Parts for Solar Desalination System			
	(i). Solar water pumps.	8413.3090	0%	
	(ii). Deep Cycle Solar Storage batteries.	8507.2000	0%	
	(iii). Inverters (off grid/on grid/ hybrid) with provision for direct connection/input from renewable energy source and with Maximum Power Point Tracking (MPPT)	8504.4090	0%	
	4. (a) Solar Water Heaters with accessories.	8419.1990	0%	
	(b) Parts for Solar Water Heaters			
	(i). Insulated tank	7309.0000 7310.0000	0% 0%	
	(ii). Vacuum tubes (Glass)	7020.0090	0%	
	(iii). Mounting stand	Respective headings	0%	
	(iv). Copper and Aluminum tubes	Respective heading	0%	
	(c) Accessories:			
	(i). Electronic controller	Respective headings	0%	
	(ii). Assistant/ Feeding tank			
	(iii). Circulation Pump			
	(iv). Electric Heater/ Immersion Rod (one piece with one solar water heater)			

	(v). Solenoid valve (one piece with one solar water heater)			
	(vi). Selective coating for absorber plates			
	5. (a) Parts for PV Modules			If imported by the local assemblers / manufacturers of PV Modules registered under the Sales Tax Act, 1990 subject to quota determination by the Input Output Co-efficient Organization (IOCO)
	(i). Tempered Glass.	7007.1900	0%	
	(ii). Aluminum frames.	7610.9000	0%	
	(iii). O-Ring.	4016.9990	0%	
	(iv). Adhesive labels.	3919.9090	0%	
	(v). Junction box & Cover.	8538.9090	0%	
	(vi). Sheet mixture of Paper and plastic	3920.9900	0%	
	(vii). Ribbon for PV Modules (made of silver, copper and lead).	Respective headings	0%	
	(viii). EVA (Ethyl Vinyl Acetate) Sheet (Chemical).	3920.9900	0%	
	(b). Raw materials for the manufacture of PV Modules		0%	If imported by the local assemblers or manufacturers registered under the Sales Tax Act, 1990, of PV Modules subject to quota determination by the Input Output Co-efficient Organization (IOCO).”;
	(i). Silicone Adhesive/ Sealant.	3214.9010		
	(ii). MC4 Connectors.	8536.9090		
	(iii). Back sheet film.	3920.9900		
	(iv). Packing boxes/ modules.	4819.1000 4819.5000		
	(v). Corner block.	7616.9990		
	(vi). Polyethylene Compound	3901.9000		
	(vii). Omitted			
	(viii). Plates, sheets and strip of cellular rubber (vulcanized).	4008.1190		
	(ix). Omitted			
	(c) Parts of Solar Inverters		0%	If imported by the local assemblers and manufacturers registered under the Sales Tax Act, 1990, of PV Modules subject to quota determination
	(i). Control board	8504.4090		
	(ii). Power board	8504.4090		
	(iii). Omitted			
	(iv). Omitted			
	(v). Omitted			
	(vi). LCD Display	8531.2000 8524.1100		

	(vii). Display board	8531.2000		by the Input Output Co-efficient Organization (IOCO).”;
	(viii). AC input & output terminal	8536.9090		
	(ix). Battery input terminals	8507.9000		
	(x). PV terminals	8536.9090		
	(xi). Casings (Plastic or Steel)	8504.9090		
	(xii). Circuit Board (CB) for inverters	8534.0000		
	(xiii). Omitted			
	(d) Parts of Lithium Batteries		0%	If imported by the local assemblers or manufacturers of Lithium Batteries registered under the Sales Tax Act, 1990, subject to quota determination by the Input Output Co-efficient Organization (IOCO).
	(i). Cells	8507.9000		
	(ii). Omitted			
	(iii). BMS (level 1) Electronic Card	8507.9000		
	(iv). Casing	8507.9000		
	(v). Harness Set (Cells Monitoring Wires with tags)	8544.4290		
	(vi). Output Terminal with screws	8536.9090		
	(vii). Power Cables (Battery Internal)	8544.4290		
	(viii). DC Fan	8414.5990		
	(ix). DC Breaker	{Omitted} [Omitted] 8536.2090		
	(x). Packing Screws	7318.1590		
	(xi). Terminal Covers	3926.9099		
	(xii). Acrylic Sheet (Short Circuit Safety Sheet)	3920.5900 3921.9090		
	(xiii). Other Accessories (Temp Sensors, connectors, assembly items, Handles).	8536.9090, [Omitted] 8507.9000		
	6. Following machinery and equipment imported by manufacturing units of Solar Cells, Solar Panels, Solar Inverters & Solar Batteries:-		0%	1. Engineering Development Board (EDB) shall certify in the prescribed manner and format as per Annex-B that the imported goods are bona fide project requirement. The
	(a) Solar Cell Manufacturing Equipment.			

	(i) Aluminum and silver paste.	Respective headings		<p>authorized officer of the EDB shall furnish all relevant information online to Pakistan Customs Computerized System against a specific user ID and password obtained under section 155D of the Customs Act, 1969.</p> <p>2. The goods shall not be sold or otherwise disposed of without prior approval of the FBR and payment of customs duties and taxes leviable as prescribed by FBR.</p> <p>3. Condition (iv) of the preamble.</p>
	(b) Solar PV Modules Panels manufacturing machinery and equipment.			
	(i). Omitted			
	(ii). Omitted			
	(iii). Omitted			
	(iv). Omitted			
	(v). Omitted			
	(vi). Omitted			
	(vii). Omitted			
	(viii). Omitted			
	(ix). Omitted			
	(x). Omitted			
	(xi). Omitted			
	(xii). Omitted			
	(xiii). Omitted			
	(xiv). Omitted			
	(xv). Omitted			
	(xvi). Omitted			
	(xvii) Omitted			
	(xviii) Omitted			
	(xix) Omitted			
	(xx). Omitted			
	(xxi). Omitted			
	(xxii). Omitted			
	(xxiii). Structures & parts of structures.	7308.9090		
	(xxiv). Omitted			
	(xxv). Air or gas compressors, hoods.	8414.8020		
	(xxvi). Omitted			
	(xxvii). Omitted			
	(xxviii). Omitted			
	(xxix). Omitted			
	(xxx). Electric heating resistors.	8516.8090		
	(xxxi) Electric app for switching/protect electric circuits, not exceeding 1,000 volts.	8536.9090		
	(c) Solar Inverters manufacturing			

	machinery and equipment.			
	(i). Omitted			
	(ii). Omitted			
	(iii). Omitted			
	(iv). Omitted			
	(v). Omitted			
	(vi). Solder Pot	8419.8990		
	(vii). Solder Cleaning Equipment	8419.8990		
	(viii). Omitted			
	(ix). Omitted			
	(d) Lithium ion batteries manufacturing machinery and equipment.			
	(i). Omitted			
	(ii). Omitted			
	(iii). Storage tanks	7310.1000		
	(iv). Glue port	8419.8990		
	(v). Transfer tanks	7310.1000		
	(vi). Omitted			
	(vii). Omitted			
	(viii). Booster pumps	8413.7090		
	(ix). Magnetic filters	8421.3990		
	(x). Omitted			
	(xi). Omitted			
	(xii). Omitted			
	(xiii). Omitted			
	(xiv). Omitted			
	(xv). Omitted			
	(xvi). Omitted			
	(xvii). Omitted			
	(xviii). Omitted			
	(xix). Omitted			
	(xx). Omitted			
	(xxi). Omitted			
	(xxii). Omitted			
	(xxiii). Omitted			
	(xxiv). Omitted			
	(xxv). Omitted			
	(xxvi). Omitted			
	7. Solar chargers for charging electronic devices.	8504.4020	5%	
	8. Wind Turbines.			

	(i). Turbine with Generator/ Alternator.	Respective headings	0%	
	(ii). Nacelle with rotor with or without tail.			
	(iii). Blades.			
	(iv). Pole/ Tower.			
	(v). Inverter for use with Wind Turbine.			
	(vi). Deep Cycle Cell/ Battery (for use with wind turbine).	8507.2000	0%	
	9. Wind water pump	8413.8100	5%	
	10. Geothermal energy equipment.			
	(i). Geothermal Heat Pumps.	8418.6100	0%	
	(ii). Geothermal Reversible Chillers.	8418.6990	0%	
	(iii). Air handlers for indoor quality control equipment.	8418.6990	0%	
	(iv). Hydronic heat pumps.	8418.6100	0%	
	(v). Slim Jim heat exchangers.	8418.6100	0%	
	(vi). HDPE fusion tools.	8419.5000	0%	
	(vii). Geothermal energy Installation tools and Equipment.	8419.8990	0%	
	(viii). Thermostats and IntelliZone.	9032.1090	0%	
	11. Any other item approved by the Alternative Energy Development Board (AEDB) and concurred to by the FBR.	Respective headings	0%	
22	Following items for promotion of renewable energy technologies or for conservation of energy:-			Nil
	(i). SMD/LED/LVD lights with or without ballast, fittings and fixtures.	9405.1190 9405.1990 8539.3290 8539.5210 8539.5220	0%	

(ii).	SMD/LED/LVD lights, with or without ballast, PV module, fitting and fixtures	9405.4990 8539.3290 8539.5210 8539.5220	0%
(iii).	Tubular Day lighting Device.	9405.5010	0%
(iv).	Solar torches.	8513.1040	0%
(v).	Lanterns and related instruments.	8513.1090	0%
(vi).	LVD induction lamps.	8539.3290	0%
(vii).	LED Bulb/Tube lights.	8539.5210 8539.5220	0%
(viii).	PV module, with or without, the related components including invertors (off-grid/on grid/ hybrid) with provision for direct connection/input from renewable energy source and with Maximum Power Point Tracking (MPPT), charge controllers and solar batteries.	[Omitted] 8504.4090 8507.0000	0%
(ix).	Water pumps operating on solar energy along with solar pump controllers	8413.7011 8413.7019 8413.7090 8504.4090	0% 0% 0%
(x).	Energy saver lamps of varying voltages	8539.3110 8539.3210	0% 0%
(xi).	Energy Saving Tube Lights.	8539.3120 8539.3220	0% 0%
(xii).	Invertors (off-grid/on grid/hybrid) with provision for direct connection/input from renewable energy source and with Maximum Power Point Tracking (MPPT).	8504.4090	0%

23	Parts, Components and inputs for manufacturing LED lights, Bulbs and their Parts:-			If imported by LED Light, Bulbs and their Parts manufacturers registered under the Sales Tax Act, 1990 subject to annual quota determination by the Input Output Coefficient Organization (IOCO).
	(i). Housing/Shell, shell cover and base cap for all kinds of LED Lights and Bulbs	Respective headings	0%	
	(ii). Pickling preparations for metal surfaces; soldering brazing or welding powders and pastes consisting of metal and other materials	3810.9090	0%	
	(iii). Poly Butylene Terephthalate	3907.7000	0%	
	(iv). (iv) Bare Metal Clad Printed Circuit Board (MCPCB)	8534.0000	11%	
	(v). (v) Stuffed Metal Clad Printed Circuit Board (MCPCB)	8539.9090	0%	
	(vi). Constant Current Power Supply for of LED Lights and Bulbs (1-300W)	8504.4090	0%	
	(vii). Lenses for LED lights and Bulbs	9001.9000	0%	
	(viii). Aluminum Electrolytic capacitor	8532.2200	0%	
	(ix). SMT Electrical Transformer	8504.3100	0%	
	(x). Tantalum capacitors (DIP/SMD)	8532.2100	0%	
(xi). Other inductors, small transformer, coil (DIP/SMD)	8504.4090 8504.5000	0%		
24	Plant, machinery and equipment used in production of bio-diesel.	Respective headings	0%	The Alternative Energy Development Board (AEDB), Islamabad shall certify in the prescribed manner and format as per Annex-B that the imported goods are

				<i>bona fide</i> project requirement. The goods shall not be sold or otherwise disposed of within a period of five years of their import except with the prior approval of the FBR and payment of customs duties and taxes leviable at the time of import.
25	Plant, machinery and equipment imported for setting up fruit processing and preservation units in Gilgit-Baltistan, Balochistan and Malakand Division.	Respective headings	0%	The plant, machinery and equipment released under the said serial number shall not be used in any other area which is not eligible for the said concession. In case of violation, duty and taxes shall be recovered beside initiation of penal action under the Customs Act, 1969.
26	Plant machinery and equipment imported during the period commencing on 1st July, 2014 and ending on 30th June, 2024 for setting up of industries in erstwhile FATA Areas.	Respective headings	0%	The plant machinery and equipment under the said serial number shall be released on certification from Provincial Home Secretary that the goods are bonafide requirement of the unit as per Annex B. The goods shall not be sold or otherwise disposed of without prior approval of the Board.

27	Following motor vehicles for the transport of goods and special purpose motor vehicles imported by the Construction Companies:-			This concession shall be available to motor vehicles for the transport of goods and special purpose motor vehicles imported by Construction Companies registered with Security and Exchange Commission of Pakistan (SECP) and Pakistan Engineering Council.
	1. Dumpers designed for off highway use.	8704.1090	10%	
	2. Super swinger truck conveyors.	8705.9000	10%	
	3. Mobile canal lining equipment.	8705.9000	10%	
	4. Transit mixers.	8705.4000	10%	
	5. Concrete Placing trucks.	8705.9000	10%	
	6. Crane lorries.	8705.1000	10%	
28	Plant, machinery and production line equipment used for the manufacturing of mobile phones.	Respective headings	0%	This exemption is available to local manufacturers of mobile phones duly certified by Pakistan Telecommunication Authority.
29	Charging station for electric vehicle	8504.4030	0%	Nil
30	Pre-fabricated room/structures for setting up of new hotels /motels in Hill Stations, Gilgit-Baltistan, AJK, and Coastal Areas of Baluchistan (excluding Hub)	9406.1090 9406.9090	8%	(i) The concerned ministry or department shall approve the project. The Authorized Officer of the ministry or department shall certify in the prescribed format and manner as per Annex-B that the imported goods are bona fide project requirement and shall furnish all

				<p>relevant information online to Pakistan Customs Computerized System against a specific user ID and password obtained under section 155D of the Customs Act, 1969.</p> <p>(ii) IOCO shall verify and determine the requirement of such Pre-fabricated structures in the form of finished rooms for setting up new hotels/motels in the specified areas.</p>
31.	Omitted.			
32.	Cinematographic, film production and post-film production equipment imported during the period commencing on the 1st July, 2022 and ending on the 30th June, 2027.			<p>i. The Ministry of Information and Broadcasting shall certify in the prescribed manner and format as per Annex-B to the effect that the imported goods are bona-fide requirement. The Authorized Officer of Ministry shall furnish all relevant information online to</p>
	(1) Omitted		0%	
	(2) 3D Glasses	9004.9000	0%	
	(3) Digital Loud Speakers	8518.2200	0%	
	(4) Digital Processor	8519.8190	0%	
	(5) Sub-woofer and Surround Speakers	8518.2990	0%	
	(6) Amplifiers	8518.5000	0%	
	(7) Audio rack and termination board	7326.9090 8537.1090	0%	

	(8) Music Distribution System	8519.8990	0%	Pakistan Customs Computerized System against specific user ID and password obtained under section 155D of the Customs Act, 1969. ii. The goods shall not be sold or otherwise disposed of within a period of five years of their import except with the prior approval of the FBR. (ii) IOCO shall verify and determine quota requirement of such equipment
	(9) Seats	9401.7100	0%	
	(10) Recliners	9401.7900	0%	
	(11) Wall Panels and metal profiles	7308.9090	0%	
	(12) Step Lights	9405.4990	0%	
	(13) Illuminated Signs	9405.6100 9405.6900	0%	
	(14) Dry Walls	6809.1100	0%	
	(15) Ready Gips	3214.9090	0%	
33.	New Fire-fighting vehicles manufactured as such by OEMs	8705.3000	10%	The goods shall not be sold or otherwise disposed-off within a period of five years of its import without prior approval of the FBR and payment of customs duties and taxes leviable at the time of import.

34	<p>Plant and machinery excluding consumer durable goods and office equipment as imported by greenfield industries, intending to manufacture taxable goods, during their construction and installation period.</p>	<p>Chapters 84 and 85</p>	<p>0%</p>	<p>This exemption shall be available subject to fulfillment of following conditions, namely:</p> <ul style="list-style-type: none"> - (a) the importer is registered under the Sales Tax Act on or after the first day of July, 2019; (b) the industry is not established by splitting up or reconstruction or reconstitution of an undertaking already in existence or by transfer of machinery or plant from another industrial undertaking in Pakistan. (c)exemption certificate issued by the Commissioner Inland Revenue having jurisdiction; and (d) the goods shall not be sold or otherwise disposed of without prior approval of the FBR and the payment of customs duties and taxes leviable at the time of import.
35	<p>1. Plant, machinery and equipment, materials, specialized vehicles or vessels, accessories, spares, chemicals and consumables, as are not</p>	<p>Respective headings</p>	<p>5%</p>	<p>1. In respect of goods mentioned in Column (2), the Ministry of Energy (Petroleum Division) shall certify in the</p>

	<p>manufactured locally, imported by developers, contractors and service companies involved in infrastructure development of Large Diameter Pipelines (i.e. 24” and above) projects namely, North South Gas Pipeline Project (NSGP), Turkmenistan, Afghanistan, Pakistan and India Pipeline Project (TAPI), Iran Pakistan Gas Pipeline Project (IP), RLNG-III Pipeline (RLNG-III), or any other project declared as “Large Diameter Gas Pipeline Project” by the Ministry of Energy (Petroleum Division).</p>			<p>prescribed manner and format as per Annex-B to the effect that the imported goods are bonafide requirement for use in the project. The Authorized Officer of the Ministry shall furnish all relevant information online to Pakistan Customs Computerized System against a specific user ID and password obtained under section 155D of the Customs Act, 1969.</p> <p>2. The concession available to contractors and service companies of the project will be subject to the following conditions, namely: -</p> <p>(a) the contractor and the service provider shall submit a copy of the contract or agreement under which he intends to import the goods for the project;</p> <p>(b) the chief executive or head of the</p>
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	<p>2. Plant, machinery and equipment, materials, specialized vehicles or vessels, accessories, spares, chemicals and consumables, as are manufactured locally, imported by developers, contractors and service companies of the above projects.</p>	<p>Respective headings</p>	<p>10%</p>	<p>contracting company shall certify in the prescribed manner and format as per Annex-A that the imported goods are the project's bona fide requirements; and</p>
	<p>3. HR Coils, Line Pipe, Pylons/Piles, whether or not manufactured locally, imported by developers and contractors of above projects.</p>	<p>Respective Headings</p>	<p>0%</p>	<p>3. Items imported at concessionary rates which become surplus, scrap, junk, obsolete or otherwise shall be disposed of in the following manner, namely: - (a) in the event an item other than specialized vehicles, is sold to another company involved in infrastructure development of Large Diameter Pipelines, no import duties shall be levied or charged. Otherwise, it shall be sold through a public tender and duties shall be recovered at the rate of ten per cent ad valorem of the sale proceeds;</p>

			<p>(b) for specialized vehicles there would be a minimum retention period of five years after which the vehicles may be disposed of in the manner provided in (a) above except that the full rate of import duties, net of any import duties already paid, shall be charged subject to an adjustment of depreciation at the rate of two per cent per month up to a maximum of twenty four months;</p> <p>(c) specialized vehicles can be surrendered at any time to the Government of Pakistan, without payment of any import duties, under intimation to the FBR; and</p> <p>(d) these items, if rendered as scrap, with change in their physical status, composition or condition and PCT classification, shall be chargeable to</p>
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				<p>duties & taxes accordingly, at standard rates;</p> <p>4. In the event a dispute arises whether any item is entitled to exemption under this schedule, the item will be immediately released by the Customs Department against a corporate guarantee valid for a period of nine months, extendable by the concerned Collector of Customs on time to time basis. A certificate from the relevant Regulatory Authority that the item is covered under this serial number shall be given due consideration by the Customs Department towards finally resolving the dispute. Disputes regarding the local manufacturing only shall be resolved through the Engineering Development Board.</p>
	4. Machinery, equipment, vessels, dumpers, specialized vehicles, accessories, spares and all other items essentially required for the above	Respective headings	0%	1. The concession available to contractors and service companies of the project will be subject to the

	<p>projects imported by developers, contractors and service companies on an import-cum-export basis for a period of five years.</p>		<p>following conditions, namely: -</p> <ul style="list-style-type: none"> (a) the contractor and the service provider shall submit a copy of the contract or agreement under which he intends to import the goods for the project; (b) the chief executive or head of the contracting company shall certify in the prescribed manner and format as per Annex-A that the imported goods are the project's bona fide requirements; and <p>2. Ministry of Energy (Petroleum Division) shall certify in the prescribed manner and format as per Annex-B to the effect that the imported goods are bonafide requirement for the project.</p> <p>3. Temporarily imported goods shall be cleared against a corporate guarantee valid for a</p>
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				<p>period of <u>five</u> years equal to the value of import duties and taxes exempted, extendable by the Collector of Customs on time to time basis, if the importer has a definite contract. The concerned Collector shall allow extension for a further period, as deemed appropriate, on payment of <u>one percent</u> surcharge for each year on C&F value of the goods for which extension has been sought. Should the goods etc., not be exported on the expiry of the project or transferred with the approval of the Collector of Customs to another Large Diameter Pipeline Project, or the period of stay has been extended by the Collector of Customs, then the developer, contractor or service company, as the case may be, shall be liable to pay</p>
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				duties and taxes as chargeable at the time of import.
36	Machinery, equipment and other project related items for setting up of Submarine Cable Landing stations			If imported by Internet Service providers registered under the Sales Tax Act 1990, duly certified by the Ministry of Information Technology and Telecommunication and Pakistan Telecommunication Authority (PTA), and subject to annual quota determination by the Input Output Co-efficient Organization (IOCO).
	(i) Tubes Pipes and hollow profiles of cast iron	7303.0000	0%	
	(ii) Articles of non-malleable cast iron	7325.1000	0%	
	(iii) Static Converters	8504.4090	0%	
	(iv) Machines for the reception, conversion and transmission or regeneration of voice, images or other data, including switching and routing apparatus	8517.6290	0%	
	(v) Optical fiber Cables	8544.7000	0%	
37	Other Electric Conductors exceeding 32000V	8544.6090	11%	If imported by manufacturers of transformers, registered under the Sales Tax Act 1990.
38	Plant, Machinery and equipment	Respective headings	5%	if imported by registered pharmaceutical manufacturers for their own use subject to NOC from Ministry of Health
39	Following items for Tourism Projects			
	Pre-fabricated room/structures for setting up of new hotels/motels in Hill Stations	9406.1090	50% of the prevailing rate of customs duty	Subject to certification by the concerned Secretary of Provincial Tourism
		9406.9090		
	Prefabricated Structure (Complete Units)	6810.9100		
Camping and Glamping site equipment and accessories	Respective headings			

	Vessels for Adventure sports and commercial use, including rowing boats, canoes, sailboats etc.	8903.1100 8903.1200 8903.1900 8903.2100 8903.2200 8903.2300		Department or equivalent Authorized Officer of the Federal Government as bona fide requirement of the approved projects.
	Water-skis, surf-boards, sailboards and other water-sport equipment:	9506.2100 9506.2900		
	Ice skates and roller skates, including skating boots with skates attached	9506.7000		
	Ski-boots, cross country ski footwear and snowboard boots	6402.1200		
		6403.1200		
		6403.1900		
		6403.2000		
	Snow-skis and other snow-ski equipment	6403.4000		
		9506.1100		
		9506.1200		
		9506.1900		
		9506.9990		
	Diving equipment	9506.6999		
	Zamboni Ice Resurfacing Machines	Respective heading		
	Ice Curling rock	7013.4900		
	Zip line equipment and accessories	9503.0090		
	White PE dasher boards for ice rinks	3920.1000		
	Gloves, mittens and mitts specially designed for use in sports, belts and bandoliers	4203.2100		
		4203.2930		
		4203.3000		
	Mountaineering, Rock climbing equipment, accessories and rock wall building material and accessories	Respective headings		
	Omitted			
	Omitted			
	Omitted			
	Omitted			
	Other Laundry equipment & accessories	{Omitted}		
		8716.8090		
		{Omitted}		
		{Omitted}		
		8716.8090		
		{Omitted}		

		{Omitted}		
		{Omitted}		
		{Omitted}		
		9403.2000		
	Steam Double Effect Absorption Chillers	8418.6990		
	Air Handling Units (AHUs)	8415.8390		
	Cooling Towers	8419.8910		
	Steam Boilers Gas train starter train pressure control piping with pressure gauge with complete Accessories	8419.8100		
	Other HVAC Equipment & Accessories	8502.1310		
		8419.8910		
		7013.9900		
		8402.9020		
		7322.1100		
		8415.8190		
		3925.9000		
		8415.8390		
	8414.3090			
	Sewerage Treatment Plant	8421.2100		
	Elevators	8428.1010		
	Escalators	8428.4000		
	Generating sets	8502.1310		
	Transformer	8504.3400		
	Distribution Board	8504.4090		
	Chandeliers	9405.1110		
		9405.1910		
	Other Electrical Equipment	8481.1000		
		8504.4090		
		8544.1190		
	Dish washing Machine	8422.1900		
	Ice Cube Machine + Bin	8418.6990		
	Double Door Upright Freezer	8418.5000		
	Food Processor	8509.8000		
	Coffee Machine	8419.8100		
	Ovens & Burners	8419.8100		
		8418.5000		
		8418.6990		
		4419.0000		
		7020.0090		
		8509.4020		
		8509.8000		
		8516.5090		
		8716.8090		

	Other Kitchen Equipment & Accessories	9403.2000		
		8419.8100		
		8418.6990		
		8418.5000		
		4419.0000		
		8509.8000		
		8422.1900		
		8419.8100		
		8414.6000		
		9403.2000		
	Housekeeping equipment Commercial Dry Vacuum Cleaning Equipment	8508.1190		
	Fire Alarm and Suppression System	8531.2000		
	Fire Sprinkler System	8481.1000		
Fire Extinguishers	8424.1000			

Annex-A

Header Information											
NTN/FTN of Importer			Regulatory authority no.				Name of Regulatory authority				
(1)			(2)				(3)				
Details of Input goods (to be filled by the chief executive of the importing company)								Goods imported (Collectorate of import)			
HS Code	Description	Specs	Custom Duty rate (applicable)	Sales Tax rate (applicable)	WHT	Quantity	UOM	Quantity imported	Collectorate	GD. No.	GD date & Mach.No
(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)

CERTIFICATE BY THE CHIEF EXECUTIVE, OR THE PERSON NEXT IN HIERARCHY DULY AUTHORIZED BY THE CHIEF EXECUTIVE:

It is certified that the description and quantity mentioned above commensurate with the project requirement and that the same are not manufactured locally. It is further certified that the above items shall not be used for any other purpose.

Signature _____
 Name _____
 C.N.I.C. No. _____

NOTE: - In case of clearance through Pakistan Customs Computerized System, the above information shall be furnished on line against a specific user I.D. and password obtained under section 155D of the Customs Act, 1969(IV of 1969).

Explanation. -

Chief Executive means. -

1. owner of the firm, in case of sole proprietorship; or
2. partner of firm having major share, in case of partnership firm; or
3. Chief Executive Officer or the Managing Director in case of limited company or multinational organization; or
4. Principal Officer in case of a foreign company.

Annex-B

Header Information											
NTN/FTN of Importer						Approval No.					
(1)						(2)					
Details of Input goods (to be filled by the authorized officer of the Regulatory Authority)								Goods imported (Collectorate of import)			
HS Code	Description	Specs	Custom Duty rate (applicable)	Sales Tax rate (applicable)	WHT	Quantity	UOM	Quantity imported	Collectorate	GD. No.	GD date & Mach No.
(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)

CERTIFICATE BY THE AUTHORIZED OFFICER OF THE REGULATORY AUTHORITY: It is hereby certified that the imported goods are genuine and *bonafide* requirement of the project and the same are not manufactured locally.

Signature & Seal of the Authorized Officer _____

Designation _____

NOTE:- In case of clearance through Pakistan Customs Computerized System, the above information shall be furnished on line against a specific user I.D. and password obtained under section 155D of the Customs Act, 1969(IV of 1969).

Part-II

Import of Active Pharmaceutical Ingredients, Excipients/Chemicals, Drugs, Packing Material/ Raw Materials for Packing and Diagnostic Kits and Equipment, Components and other Goods

The Imports under this part shall be subject to following conditions, namely. -

- (i). The active pharmaceutical ingredients, Excipients /chemicals, packing material and raw material for packing shall be imported only for in-house use in the manufacture of specified pharmaceutical substances, as approved by the Drug Regulatory Agency of Pakistan.
- (ii). The requirement for active pharmaceutical ingredients and Excipients/chemicals, drugs as specified in Table A, B & C, shall be determined by the Drug Regulatory Agency of Pakistan;
- (iii). The requirement for packing materials/raw materials for packing, as specified in Table-D, shall be determined by Input Output Coefficient Organization;
- (iv). The designated/authorized representative person of Drug Regulatory Agency of Pakistan shall furnish all relevant information, as set out in this part, online to the Customs computerized system, accessed through the unique user identifier obtained under section 155 d of the Customs Act 1969, along with the password thereof.
- (v). For "Respective Headings" entries in column (3) of the Table against which two rates of customs duty 3% and 5% have been mentioned in Column (4), the rate of 3% shall be applicable only for such goods which are chargeable to 3% duty under the First Schedule to the Customs Act 1969.

Table A
Active Pharmaceutical Ingredients (API)

Sr. No	Description	PCT code	Customs duty (%)
1	Acyclovir Usp	2933.5990	0
2	Albendazole - Human Grade	2933.9990	0
3	Alfacalcidole	3004.9099	0
4	Alogliptin Benzoate	2942.0000	0
5	Alprazolam	2933.9100	0
6	Amikacin Sulpate	2941.9090	0
7	Amiloride HCL	2933.9990	0
8	Amlodipine	2933.3990	0
9	Amoxicillin sodium sterile BP	2941.1000	0

10	Amoxicillin Sodium With Clavulanate Potassium (Sterile)	3003.2000	0
11	Amphotericin B Lyophilized	2941.9090	0
12	Ampicillin sodium sterile USP/BP (Pharmaceutical grade)	2941.1000	0
13	Amprolium HCl	2933.5990	0
14	Apixaban and its salts	2933.7990	0
15	ARIPIPRAZOLE	2933.7990	0
16	Artemether	2932.9990	0
17	Atorvastatin	2933.9990	0
18	Atorvastatin Calcium	2933.9990	0
19	Atracurium Besylate	2933.4990	0
20	Atropine Sulphate	2941.9090	0
21	Azilsartan Kamedoxomil	2934.9990	0
22	Bacitracin and its derivatives	2941.9060	0
23	Benazepril Related Compound	2933.7990	0
24	Benzyl pencillin sodium/potassium	2941.1000	0
25	Betahistine Di Hcl	2933.3990	0
26	Betaine Glucuronate	2923.9010	0
27	Betamethasone	2937.2200	0
28	Biapenem	2941.9090	0
29	Bisacodyl	2933.3990	0
30	Bosentan Monohydrate	2935.9090	0
31	BromocriptineMs(G) Msa/Ds 01	2939.6900	0
32	BUPIVACAINE HYDROCHLORIDE	2933.9990	0
33	Calcium Lactobionate Oral	2918.1600	0
34	Calcium Lactobionate Special Grade	2940.0000	0
35	Canagliflozin Hemihydrate	2934.9990	0
36	Candesartan Cilextil	2933.9990	0
37	Captopril	2933.9990	0
38	Carbamazepine	2933.9990	0
39	Carbenicillin and its salts	2941.1000	0
40	Carbinoxamine Maleate	2933.3990	0
41	Carfecillin	2941.1000	0
42	Cariprazine Hydrochloride	2933.5990	0
43	CARVEDILOL	2933.9990	0
44	Cefazolin Sodium Sterile	2941.9090	0
45	Cefepime Hydrochloride/L-Arginine Sterile USP	2941.9090	0
46	Cefoperazone And Sulbactam Sodium	2941.9090	0
47	Cefotaxime / Cefotaxime sodium	2941.9090	0
48	Cefpirome	2941.9090	0
49	Cefpodoxime Proxetil	2941.9090	0
50	Cefquinome Sulfate	2941.9090	0

51	Ceftazidime Pentahydrate	2941.9090	0
52	Ceftiofur HCL Sterile	2941.9090	0
53	Cefuroxime Axetil	2941.9090	0
54	Cefuroxime Sodium Sterile	2941.9090	0
55	Celecoxib	2935.9090	0
56	Cetirizin Dihydrochloride Ep	2933.5990	0
57	Cetirizine Dihydrochloride	2933.5990	0
58	Chloromycetin Palmitate	2941.4000	0
59	Chlorpheniramine Maleate	2933.3990	0
60	Chlortetracycline Hydrochloride	2941.3000	0
61	Chlorthalidone Micronized Powder	2935.9090	0
62	Clamipramine Hcl Ep	2933.9990	0
63	Clavulanate Potassium With Microcrystalline Cellulose (Avicel)	3003.9090	0
64	Clavulanate Potassium With Silicon Di-Oxide (Syloid)	3003.9090	0
65	Clemastine Hydrogen Fumarate	2933.9990	0
66	Clindamycin Phosphate	2941.9060	0
67	Clonazepam	2933.9100	0
68	Clopramide Base/Ds 01	2935.9090	0
69	Clopidogrel Bisulphate	2934.9990	0
70	Clotrimazole	2933.2900	0
71	Co-DergocrineMs (Gram) A 01	2939.6900	0
72	Colistin Sulphate	2941.9090	0
73	Dabigatran Etxilate Mesylate	2933.3990	0
74	Dapagliflozin	2934.9990	0
75	Darifenacin Hydrobromide	2934.9990	0
76	Deferiprone	2933.3990	0
77	Desmoder H/Hexamethylen Di-Iso	2929.1000	0
78	Dexibuprofen	2916.3990	0
79	Dextro Methophen HBR	2933.9990	0
80	Dextro-MethorphHbr	2933.4990	0
81	Diclofenac Diethylamine	2922.4990	0
82	Diclofenac Potassium BP	2922.4990	0
83	Diiodohydroxyquinoline	2934.9990	0
84	Diphenhydramine	2922.1990	0
85	DI-Carnitine HCl	2923.9090	0
86	Domperidone	2933.3990	0
87	Doripenem	2941.9090	0
88	Dorzolamide HCl	2935.9090	0
89	Doxycycline Hyclate	2941.3000	0
90	Doxylamine Succinate	2933.3990	0
91	Drotavarine Hcl	2933.4990	0

92	Drotaverine HCL Tab and Injectable Grade	2934.9990	0
93	Ebastine	2933.3990	0
94	Edoxaban Monohydrate	2934.9990	0
95	Elvitegavir	2934.9990	0
96	Emtricitabine	2934.9990	0
97	Enalapril Maleate Usp 23	2933.9990	0
98	Enoxacin Sesquihfrtae	2933.5990	0
99	Enrofloxacin Base	2933.5990	0
100	Enrofloxacin HCl	2941.9090	0
101	Entecavir (Monohydrate) and Its Salts	2933.3990	0
102	Ertapenem Sodium	2941.9090	0
103	Erythrocin J	2941.5000	0
104	Erythromycin Thiocynate	2941.5000	0
105	Erythropoietin IP	2934.9990	0
106	Eslicarbazepine Acetate	2933.4990	0
107	Eslicarbazipine Acetate	2933.3990	0
108	Ethambutol HCl	2941.9090	0
109	Etoricoxib	2933.9990	0
110	Euflavine Bp (Acriflavine)	2933.9990	0
111	EZETIMIBE	2934.9990	0
112	Famotidine	2934.1090	0
113	Favipiravir	2933.9990	0
114	Febuxostat	2934.1090	0
115	Fenpiverinium Bromide	2933.9990	0
116	Ferric Carboxy Maltos Complex	3824.9999	0
117	Ferric Hydroxide Polymaltose Complex Inj.Grade	2821.1020	0
118	Ferric Pyrophosphate Nf	2835.3900	0
119	FERROUS FUMARATE	2917.1900	0
120	Ferrous Sulphate	2833.2910	0
121	Fexofenadine	2933.3990	0
122	Filgrastim	2934.9990	0
123	Florfenicol	2941.4000	0
124	Flucloxacillin sodium	2941.1000	0
125	Fluconazole	2933.9990	0
126	Flumequine Base	2933.9990	0
127	Flunixin Megulamine	2933.3990	0
128	Fluoxetine Hcl	2922.1990	0
129	Flurbiprofen	2916.3990	0
130	Fosfomycin Calcium	2941.9090	0
131	Fosfomycin Calcium	2941.9090	0
132	Fosfomycin Trometamol	2941.9090	0
133	Fractionated Coconut Oil	2915.9000	0

134	Furaltadone HCl	2934.9990	0
135	Furosemide (Imp)	2935.9090	0
136	Fusidic Acid	2941.9090	0
137	Gabapentin	2922.4990	0
138	Gemifloxacin Mesylate	2933.9990	0
139	Gentamicine Sulphate	2941.9090	0
140	Gentamyein	2941.9090	0
141	Glibenclamide	2935.9090	0
142	Gliclazide	2935.9090	0
143	Glimepiride	2935.9090	0
144	Glipizide	2935.9090	0
145	Haloperidol	2934.1090	0
146	Hydrochlorothiazide	2935.9090	0
147	Hydrocortisone Usp Micro	2937.2100	0
148	Hydroxychloroquine Sulphate	2933.4990	0
149	Ibandronate Sodium Monohydrate	2922.4990	0
150	Iloperidone	2934.9990	0
151	Imipenem Cilastatin Sodium (Sterile Mixture Sod Bicarbonate)	2941.9090	0
152	Imipenem With Cilastatin Sodium Sterile	3824.9999	0
153	Imipramine Hydrochlor/Ds 01	2933.9990	0
154	Iron III Hydroxide Polymaltose Complex	2821.1020	0
155	Iron III Isomaltoside, Inj. Grade	3824.9999	0
156	Iron Sucrose	3824.9999	0
157	Isoniazid	2933.3990	0
158	Ivabradine HCl	2933.7990	0
159	Ivermectin	2941.9090	0
160	Ketoprofen	2918.3000	0
161	Ketorolac Tromethamine	2933.9990	0
162	Lactulose	2940.0000	0
163	Lamivudine	2933.3990	0
164	Ledipasvir	2934.9990	0
165	Ledipasvir And Copovidone Solid Dispersion	2934.9990	0
166	Leflunomide	2934.9990	0
167	Letrozole	2933.9990	0
168	Levamisole Hydrochloride	2934.9990	0
169	levetiracetam	2933.7990	0
170	Levocetirizine Dihydrochloride	2933.5990	0
171	Levosulpiride	2935.9090	0
172	Linaclotide and its derivatives	2933.9990	0
173	Linagliptin	2933.5990	0
174	Lincomycin Hcl	2941.9090	0

175	Linezolid	2934.9990	0
176	LINZOLID	2934.9990	0
177	Lisinopril and its derivatives	2933.9990	0
178	Loratadine	2933.3990	0
179	Lorazepam	2933.9100	0
180	Lorcaserin Hydrochloride Hemihydrate	2934.9990	0
181	L-Ornithine	2922.4990	0
182	Lornoxicam	2934.9990	0
183	Losartan Potassium	3824.9999	0
184	Lumefantrine	2922.1990	0
185	Mefloquine HCl	2933.4990	0
186	Meropenem Sodium Carbonate, Inj. Grade	2941.9090	0
187	Meropenem Trihydrate (Sterile)	2941.9090	0
188	Mesalazine	2922.4990	0
189	Metopine	2933.3990	0
190	Metronidazole Benzoate	2933.9990	0
191	Midazolam	2933.9100	0
192	Midazolam HCl	2933.9100	0
193	Minocycline Hydrochloride	2941.3000	0
194	Minoxidil	2933.5990	0
195	Mirabegron	2934.1090	0
196	Montelukast Sodium	2933.4990	0
197	Mupirocin	2941.9060	0
198	Neomycin Sulphate	2941.9060	0
199	Neomycin Sulphate	2941.9090	0
200	Neomycin SulphBp 700 U/Mg Mic	2941.9060	0
201	NICORANDIL	2933.9990	0
202	Nitazoxanide	2934.1090	0
203	Norfloxacin	2933.5940	0
204	Novobiocin Sodium	2941.9090	0
205	Nystatin (Mycostatin Micropul)	2941.9060	0
206	NystatinUsp Powder	2941.9060	0
207	OFLOXACIN	2934.9990	0
208	Olanzapine	2934.9990	0
209	Olaquinox	2933.9990	0
210	Olmesartan Medoxomil	2933.3990	0
211	Omarigliptin	2933.5990	0
212	Ossein Mineral Complex	2106.9090	0
213	Oxalitin	3004.9099	0
214	Oxfendozale	2933.9990	0
215	Oxytetracycline Dihydrate Injectable Grade	2941.3000	0
216	Oxytetracycline HCl	2941.3000	0

217	Palanasetron Hydrochloride	2933.7990	0
218	Paroxetine HCL Hemihydrate	2934.9990	0
219	Peg Filgrastim	2934.9990	0
220	Pencillin V.Potassium	2941.1000	0
221	Pencillinbenzathin	2941.1000	0
222	Perindopril Arginine	3824.9999	0
223	Pheneramine Maleate	2933.9990	0
224	Pindolol Base/Ds Pur	2933.9990	0
225	Pioglitazone HCL	2934.1090	0
226	Piperacillin Sodium	2941.1000	0
227	Piperacillin Sodium & Tazobactam Sodium (Sterile)	3003.2000	0
228	Piperaquine Phosphate	2933.5990	0
229	Piperazine Anhydrous (Pharmaceutical grade).	2935.9090	0
230	Piroxicam Betacyclodextrine	2934.9990	0
231	Pitavastatin Calcium	2934.9990	0
232	Polymyxin B Sulphate USP Micro	2941.9060	0
233	Polymyxin B SulphBp 8000 U/Mg	2941.9060	0
234	Potassium Chloride	2827.3900	0
235	Potassium Clavulanate (Avicel Mix)1:1 and (Syloid MIX) 1:1	3824.9999	0
236	Potassium Clavulanate with Microcrystalline Cellulose 1:1	3824.9999	0
237	Prasugrel HCl	2934.9990	0
238	Pregabalin	2922.4990	0
239	Procaine pencillinG.fortified, sodium/potassium	2941.1000	0
240	Procyclidine Hcl	2933.9990	0
241	Psyllium Husk Powder	1211.9000	0
242	PYRIDOSTIGMINE BROMIDE	2933.3990	0
243	Pyrimethamine	2933.5990	0
244	Quetiapine Fumarate	2934.9990	0
245	Ramipril	2933.9990	0
246	Ranolazine	2933.5990	0
247	Rebamipide	2933.7990	0
248	Remdesivir	2934.9990	0
249	Ribavirin	2934.9990	0
250	Rifampicin	2941.9090	0
251	Rifaximin	2941.9090	0
252	Risedronate Sodium	2933.3990	0
253	Risperidone	2934.9990	0
254	Rivaroxaban	2934.9990	0
255	Roflumilast	2933.3990	0
256	Rosuvastatin Calcium	2935.9090	0

257	Saccharomyces Boulardii (LYNSIDE)	3824.9999	0
258	Sacubitril + Valsartan	2933.9990	0
259	Saxagliptin HCl	2933.9990	0
260	Silodosin	2933.9990	0
261	Simvastatin	2932.2090	0
262	Omitted		
263	Solifenacin Succinate	2933.4990	0
264	Sparfloxacin	2933.5990	0
265	Sulfadoxine	2935.9090	0
266	Sulfathiazole	2935.9090	0
267	Sulphadoxine	2935.9090	0
268	Sulphanilamide	2935.9050	0
269	Sulphaquinoxaline Sodium	2935.9090	0
270	Sultamicilliatosylate	2941.1000	0
271	Sultamicillin (Pharmaceutical grade)	2941.1000	0
272	Telmisartan	2933.9990	0
273	TemazepamUsp 28/Ep 4th Ed	2933.9100	0
274	Teneligliptin	3004.9099	0
275	Tenofovir Alafenamide Fumarate	2933.5990	0
276	Tenofovir Alafenamide Hemifumarate	2933.5990	0
277	Tenofovir Disoproxil Fumarate	2933.5990	0
278	Thiocolchicoside	2935.9090	0
279	Ticagrelor	2933.5990	0
280	TICAGRELOR and Its Salts	2934.9990	0
281	Ticarcilin disodium	2941.1000	0
282	TIGECYCLINE	2942.0000	0
283	Tilmicosin Base	2941.9090	0
284	Timolol Maleate	2934.9990	0
285	Tiotropium Bromide Monohydrate (Pre-mix)	2939.8090	0
286	Tirofiban HCL	2935.9090	0
287	Tizanidine HCl	2934.9990	0
288	Tobramycin	2941.9090	0
289	Trandolapril	2933.9990	0
290	Tranexamic Acid	2922.4990	0
291	Trelagliptin Succinate	2934.9990	0
292	Triacetine	2915.3990	0
293	Triclabendazole	2933.9990	0
294	Trimetazidine Hcl	2933.5990	0
295	Omitted		
296	Tripolidine Hcl B.P (94%)	2933.3990	0
297	Valsartan	2933.9990	0
298	Vancomycin Hcl	2941.9060	0

299	Vancomycin HCL	2941.9090	0
300	Velpatasvir Co-Povidone	2934.9990	0
301	Vigabatrin	2922.4990	0
302	Vonoprazone Fumarate	2933.9990	0
303	Vorapaxar	2934.9990	0
304	VORICONAZOLE	2934.9990	0
305	Vortioxetine Hydrobromide	2933.5990	0
306	Zinc Bacitracin 10%	2941.9090	0
307	Zinc Sulphate Monohydrate	2833.2940	0
308	Zoledronic Acid Monohydrate	2933.9990	0
309	Zolpidem Hemitartrate	2933.9990	0
310	Aspirin	2918.2210	0
311	Pantoprazole Sodium (Injec Grade)	2933.3990	0
312	Omitted		
313	Omitted		
314	Cloxacillin sodium sterile USP/BP	2941.1000	0
315	Bacampicillin HCL	2941.1000	0
316	Cloxacillin and its salts excluding sodium (compacted/ powder form for oral use)	2941.1000	0
317	Clarithromycin Powder	2941.5000	0
318	Roxithromycin	2941.5000	0
319	Azithromycin	2941.9090	0
320	Ceftriaxonesodium	2941.9090	0
321	D-Cycloserine	2941.9090	0
322	Acrinol Pad	3005.9010	0
323	Benzalkonium Chloride Pad (BKC)	3005.9090	0
324	Sodium Casinate	3501.9000	0
325	Sulfobutylate	3505.2010	
326	Activated Glucuronate	3824.9999	0
327	ChondrotinSulphate	3913.9090	0
328	Polyethylene Film	3920.9900	0
329	Acetone	2914.1100	0
330	Anti-Foam	3824.9999	0
331	Acetic Anhydride	2915.2400	0
332	(+)-(1S,2S)-2-Methylamino-1-Phenylpropan-1-OL Base	2939.4900	0
333	4-(N-Acetyl) Amino-N1-(5-Methyl-3-Isoxazolyl) Benzenesulfonamide	2935.9090	0
334	Add (1RS,2RS)-2-(dimethylamino) methyl)-1-(3-methoxyphenyl) cyclohexanol	2942.0000	0
335	5-(2,4,5-trimethoxyphenyl) methyl) pyrimidine-2, 4-diamine (TMP Technical)	2933.5920	0
336	Para-Amino-Phenol	2922.2900	0

337	Add 2-(4-Isobutylphenyl) Propionic Acid Crude	2916.3990	0
338	Racemic-2-{4(4-chlorophenyl)phenyl methyl}-1 piperazin Ethanol (Crude)	2933.5990	0
339	1-[1-[[[(1 R)-1-(3-(1 E)-2(-7-chloro-2 quinoliyl)phenyl]-3-[2(1-hydro xylmethylethyl)phenyl)propyl]thiomethyl cyclopropane acetic acid (montelukast acid pure)	2933.4990	0
340	1-cyclopropyl- 6-fluro-4 oxo-7 piperazine-iyquinoline - 3 carboxylic acid - hydrochloric acid (crude)	2933.5990	0
341	1-Cyclopropyl- 6-fluoro-1,4dihydro-8-methoxy-7((4as,7as)-octahydro-6H-pyrrolo(3,4- b)pyridine 6-yl)-4-oxo-3-quinolinecarboxylic acid	2933.4920	0
342	9,10-Difloro-2,3-dihydro-3 methyl-7-oxo-7Hpyrido[1,2,3-de]-1,4-benzoxazine-6 carboxylic acid crude	2934.9990	0
343	(S)-(-)-9 floro-2,3 Dihydro-3-Methyl-10-14Methyl-1-piperazinyl)-7-oxo-7H- pyrido (1,2,3 de)1,4-Benzoxzine-6-Carboxylic acid hemihydrates Crude	2933.4990	0
344	Sitagliptin Free Base	2933.5990	0
345	2-(2-chlorophenyl)-2-(methylamino cyclohexanone (Ketamine Base)	2922.3900	0
346	Glacial Acetic Acid	2915.1100	0
347	Activated carbon	3802.1000	0
348	Sodium Hydro-Sulfite	2831.1010	0
349	Methanol	2905.1100	0
350	Potassium Hydroxide	2815.2000	0
351	Dimethylformamide	2924.1990	0
352	n-heptane	2901.1090	0
353	Ethylene diamine tetra acetic acid	2921.2100	0
354	Iso Propyl Alcohol	2905.1220	0
355	Acid Hypophosphorous:	Respective heading	0
356	Acid PipmidcTrydae	Respective heading	0
357	Acid Citric Anhydrous	Respective heading	0
358	Propylparaben (Aseptofom-P)	Respective heading	0
359	MethylparabenAseptofom-M)	Respective heading	0
360	Sodium Benzoate	Respective heading	0
361	Sodium Sulfate	Respective heading	0

362	Cupric Chloride	Respective heading	0
363	Mama Copolymer	Respective heading	0
364	Sodium Valproate	Respective heading	0
365	Sodium Cyclamate	Respective heading	0
366	Magnesium Hydroxide Paste	Respective heading	0
367	Bacitracin Usp Powder Microniz	Respective heading	0
368	Pyritinol Base Fine Powder	Respective heading	0
369	Pyritinol Di-Hcl Mono Hydrate	Respective heading	0
370	Sodium Picosulphate	Respective heading	0
371	Pindolol Base	Respective heading	0
372	Nimesulide	Respective heading	0
373	Doxycycline Hydrochloride Bp	Respective heading	0
374	Simvastatin Ep	Respective heading	0
375	Cefaclor Monohydrate	Respective heading	0
376	Clobetasol Propionate	Respective heading	0
377	Betamethasone Base	Respective heading	0
378	Betamethasone 17-Valerate	Respective heading	0
379	Bacitracin Zinc Bp (69 Mcg/Mg)	Respective heading	0
380	Hydrocortisone Acetate Micronised	Respective heading	0
381	Glimepiride Granules 0.606% (W/W (1 Mg)	Respective heading	0
382	Asciminib	2934.9990	0
383	Abiraterone Acetate	2937.2900	0
384	Azacitidine	2933.5990	0
385	Bortezomib	2934.9990	0
386	Cabozantinib HCl	2934.9990	0
387	Capecitabine USP	2934.9990	0

388	Cisplatin	2843.9000	0
389	Carboplatin	2843.9000	0
390	Cyclophosphamide	2934.9990	0
391	Cytarabine	2934.9990	0
392	Daunorubicin	2941.9090	0
393	Doxorubicin	2941.9090	0
394	Epirubicin	2941.9090	0
395	Idarubicin	2941.9090	0
396	Imatinib Mesylate (Beta form)	2933.5990	0
397	Lenalidomide Hemihydrate	2933.9990	0
398	Lenalidomide Anhydrous	2933.9990	0
399	Lenvatinib	2933.9990	0
400	Mycophenolate Mofetil	2934.9990	0
401	Mycophenolate Sodium	2941.9090	0
402	Nilotinib Monohydrochloride Monohydrate	2933.5990	0
403	Olaparib	2933.5990	0
404	Osimeritinib	2933.9990	0
405	Palbociclib	2933.5990	0
406	Pazopanib Hydrochloride	2935.9090	0
407	Pemetrexed Disodium	2933.5990	0
408	6-Amino Peniciltanic Acid (6-APA)	2934.9990	0
409	D(-) Alpha Phenylglycine (DAPG)	2922.4990	0
410	3-(2-Chlorophenyl)-5-Methyl Isoxazol-4-Carbonyl Chloride (CMIC Chloride)	2934.9990	0
411	3-(2-Chloro-6-Fluorophenyl)-5-Methyl Isoxazole-4-Carbonyl Chloride (FCMIC Chloride)	2934.9990	0
412	7-Amino Desacetoxy Cephalosporanic Acid (7-ADCA)	2934.9990	0
413	D(-) Dihydro Phenylglycine Dane's Salt (DHPG-DS) / D(-)Dihydrophenylglycine (Dane Sodium Salt)	2922.4990	0
414	Dihydro Phenylglycine Methyl Ester Hydrochloride	Respective heading	0
415	D- Phenyl glycine Methyl Ester HCl (D-PGME.HCl)/ ALPHA PHENYL GLYCINE METHYL ESTER	2922.4990	0
416	7-Amino 3-Chloro Cephalosporanic Acid (7-ACCA)	2934.9990	0
417	7-Amino 3-Vinyl Cephalosporanic Acid (7-AVCA)/ 7-Amino-3-Vinyl-3-Cephem-4-Carboxylic Acid (7-AVCA)	2934.9990	0
418	(7-phenyl-acetamido-3-chloromethyl Cephalosporanic Acid p-methoxybenzyl ester (GCLE)	2934.9990	0

419	Cefotaxime Free Acid	2941.9090	0
420	Ceftriaxone Sodium Crude	2941.9090	0
421	7-Chloro-6-Fluoro- 1cyclopropyl-1,4-Oxoquinoline-3-Carb-Oxylic Acid Fluoroquinolonic Acid (Ciprofloxacin Q-Acid)	2933.4990	0
422	Acetyl Sulfamethoxazole Intermediate	2935.9090	0
423	Erythromycin (MICA ESTER)	Respective heading	0
424	Erythromycin Thiocyanate Oxime	2941.5000	0
425	Ethyl Quinolonic Acid	2933.4990	0
426	1-Cyclopropyl-6,7-Difluoro-1,4-Dhydro-8-Methoxy-4-Oxo-3-Quinoline Carboxylic Acid/Ethyl Ester (Moxifloxacin Q. Acid/ Ester)	2933.3990	0
427	2,8-Diazabicyclo [4,3,0] nonane (Moxifloxacin Side Chain)	2933.9990	0
428	(2S)-l-(Chloroacetyl)-2-pyrrolidinecarbonitrile	2934.9990	0
429	9,10-Difluoro-2,3-Dihydro-3-Methyl-7-Oxo-(3s)-7h-Pyrido(1,2,3-De)-l,4-Benzoxazine-6-Carboxylic Acid (Levofloxacin Q Acid)	2934.9990	0
430	N-Methyl Piperazine	2933.5990	0
431	Ethyl Quinolonic Acid	2933.4990	0
432	D,D, Aza Erythromycin	2934.9990	0
433	Erythromycin, 6-0-Methyl-2,4-Bis-0-(Trimethylsilyl),9-[0-(l-Ethoxy-1 -Methylethyl) Oxime]	2941.5000	0
434	2-Cyanopyrazine	Respective heading	0
435	Simvastatin Ammonium Salt	Respective heading	0
436	Amlodipine Crude or Amlodipine Base	2933.3990	0
437	2-[1-[[[l R)-l-[E]-2-(7-Chloroquinolin-2-yl)ethenyl]phenyl]-3-[2-(2-hydroxypropan-2-yl)phenyl]propyl]sulfanylmethyl]cyclopropyl]acetic acid /Montelukast Acid	2933.4990	0
438	(S)-Isopropyl 2((S)-2-(((2R,3R,4R,5R)-5-(2,4-dioxo-3,4-dihydropyrimidin-1(2H)-yl-4- fluoro-3-benzoyl-4-ethyltetrahydrofuran-2-yl)(methoxy)(phenoxy)-phosphorylamino)propanoate	2934.9990	0
439	2'R)-2'-Deoxy-2'-fluoro-2'-methyluridine	2934.9990	0
440	N-[(S)-(2,3,4,5,6-Pentafluorophenoxy)phenoxyphosphinyl]-L-alanine 1- Methylethyl ester	2934.9990	0
441	1 -ethyl-(3-dimethylaminepropyl) carbodiimide HCl (EDCI)	2925.2990	0
442	(6s)-6-[5-[7-[2-(1R,3S,4S)-2-	2933.3990	0

	Azabicyclo[2,2,1]hept-3-yl-1H-benzimidazol-6-yl]-9,9-difluoro-9H-imidazol-2-yl]-5-azaspiro[2,4]heptane hydrochloride (1:4)		
443	Ledipasvir Acetone Solvate	2933.3990	0
444	(2S,4S)-2-[5-[1,11-Dihydro-2-[(2S,5S)-1-[(2S)-2-[(methoxycarbonyl)amino]-3-methyl-1-oxobutyl]-5-methyl-2-pyrrolidinyl][2]benzopyrano[4',3':6,7]naphtha[1,2-d]imidazole-9-yl]-1H-imidazol-2-yl]-4-(methoxymethyl)-1-pyrrolidinecarboxylic acid 1,1-dimethylethyl ester	2934.9990	0
445	(2S)-1-(Chloroacetyl)-2-pyrrolidinecarbonitrile	2934.9990	0
446	Remdesivir Intermediate N-1 / Crude Acetonide/ 2-Ethylbutyl (R) -((3aR,4R,6aR)-6-(4-Aminopyrrolo[2,1-f][1,2,4]triazin-7-yl)-6-cyano-2,2-dimethyltetrahydrofuro[3,4-d][1,3]dioxo-4-yl)methoxy) (phenoxy)phosphoryl)-L-alaninate	2934.9990	0
447	3,6-Dichloropyrazine-2-carbonitrile	2933.9990	0
448	4,7-dichloro Quinoline	2933.4990	0
449	Valsartan methyl ester	2933.9990	0
450	Cefuroxime Acid	2941.9090	0
451	Dihydrophenyl Glycine Methyl Ester Hydrochloride (D-HPGME HCl)	2922.4990	0
452	2-(4-Isobutylphenyl) propanoic acid crude	2916.3990	0
453	(1S)-1,5-Anhydro-1-C-[4-chloro-3-[[4-[[[(3S)-tetrahydro-3 furanyl]oxy]phenyl] methyl] Phenyl]-D- glucitol tetraacetate (Empagliflozin N-1)	2932.9990	0
454	Cyprohepatadine Hydrochloride	2933.3990	0
455	Theophylline-7-Acetic acid	2939.5900	0
456	DL-Carnitinenitrile Chloride	2926.9090	0
457	1,3,7-TRIMETHYIPURINE-2,6-Dione (Base Crude)	2939.2090	0
458	3-[4-(2-Chloro Acetyl)-3-Hydroxy-3-methyl-2-amino]-6-chloro benzophenone	2942.0000	0
459	8-Chloro-1-methyl-6-phenyl-4H-[1,2,4]triazolo[4,3-a][1,4]benzodiazepine	2942.0000	0
460	2-N-Methyl-5-chlorobenzophenone	2942.0000	0
461	2-N-Methyl Chloroacetamido-5-chloro Benzophenone	2942.0000	0
462	1 methyl piperazine	2935.9090	0
463	Para-Amino-Phenol	2922.2900	0
464	2-(4-Isobutylphenyl) Propionic Acid Crude	2916.3990	0
465	Racemic-2-{4(4-chlorophenyl) phenyl methyl}-1-piperazin Ethanol (Crude)	2933.5990	0
466	1-[1-[[[(1R)-1-[3-(1E)-2-(7-chloro-2-quinoliyl)phenyl]-3-[2(1-hydroxyl-1-methylethyl)phenyl]propyl] thiomethyl} cyclopropane acetic acid	2933.5990	0

467	l-cyclopropyl- 6-fluro-4 oxo-7 piperazine-i-yl-quinoline - 3 carboxylic acid -hydrochloric acid (crude)	Respective heading	0
468	9,10-Difluro-2,3-dihydro-3 methyl-7-oxo-7H-pyrido[1,2,3-de]-1,4-benzoxazine-6 carboxylic acid crude	2934.9990	0
469	(S)-(-)-9 fluro-2,3Dihydro-3-Methyl-10-(4-Methyl-l-piperazinyl)-7-oxo-7H-pyrido(1,2,3de)-l,4-Benzoxazine-6-Carboxylic acid hemihydrates Crude	2934.4990	0
470	1-Cyclopropyl-6-fluoro-l,4dihydro-8-methoxy-7-((4as,7as)-octahydro-6H-pyrrolo(3,4-b)pvridine-6-yl)-4-oxo-3-quinolinecarboxylic acid	2933.4920	0
471	Sitagliptin Free Base	2933.5990	0
472	2-(2-chlorophenyl)-2-(methylamino) cyclohexanone (Ketamine Base)	2922.3900	0
473	Acetylsalicylic Acid Crude	2918.2290	0
474	(±)-4-[- -hydroxy-4-[-4-(hydroxydiphenylmethyl)-1- piperidiny]-butyl]-a,a-dimethylbenzeneacetic acid (Intermediate as Fexofenadine Base	Respective heading	0
475	Caffeine	Respective heading	0
476	Levofloxacin	Respective heading	0
477	Cephadroxil Monohydrate, Ciprofloxacin HCL, Moxifloxacin, Ciprofloxacin Base, Cephradine, Cefixime	Respective heading	0
478	5-(3,4,5 trimethoxybenzyl) pyrimidine-2,4-diamine (TMP technical)	Respective heading	0
479	Sodium Fusidate	2941.9090	0

**Table B
(Excipients/Chemicals)**

S No	Description	PCT Code	Customs Duty (%)
(1)	(2)	(3)	(4)
1	Worked grains of other cereals. (Pharmaceutical grade)	1104.2900	5%
2	Sterillisable maize (corn) starch (Pharmaceutical grade)	1108.1200	5%
3	Gum Benjamin BP (Pharmaceutical grade)	1301.2000	5%
4	(i). Balsam, Tolu BP/USP. (ii). Gum acacia powder BP	1301.9090	5%

	(iii). Gumbenzoin, Styrax, ragacanth, Xanthan (Pharmaceutical grades)		
5	Other vegetable saps and extracts (Pharmaceutical grade)	1302.1900	10%
6	Other mucilages and thickeners (Pharmaceutical grade)	1302.3900	5%
7	(i). Rhubarb leaves or roots. (ii). Valerine roots (Pharmaceutical grade)	1404.9090	5%
8	Refined palm kernel or babassu oil (Pharmaceutical grade)	1513.2900	5%
9	Other fixed vegetable fats and oils (Pharmaceutical grade)	1515.1900	5%
10	Castor oil (Pharmaceutical grade)	1515.3000	5%
11	Vegetable fats and oils (Pharmaceutical grade)	1516.2010 1516.2020	5%
12	Sugar (pharmaceutical grade) if imported by manufacturer of pharmaceutical Products on the quantity to be determined by Ministry of Health	1701.9910	5%
13	(i). Dextrate (Pharmaceutical grade). (ii). Dextrose (injectable grade and pharmaceutical grade)	1702.3000	5%
14	Malt extract (Pharmaceutical grade)	1901.9010	5%
15	Ethyl alcohol	2207.1000	5%
16	(i). Sodium chloride (NaCl). (ii). Sodium chloride (injectable grade) (Pharmaceutical grades)	2501.0090	5%
17	Oils and other products of the distillation of high temperature coal tar (Pharmaceutical grade)	2707.9990	5%
18	Liquid paraffin (Pharmaceutical grade).	2710.1995	5%
19	Plastibase (Pharmaceutical grade)	2710.9900	5%
20	Microcrystalline petroleum wax, ozokerite, lignite wax, peat wax and other mineral waxes (Pharmaceutical grade)	2712.9090	5%
21	Iodine (Pharmaceutical grade)	2801.2000	5%
22	Boric acid (Pharmaceutical grade)	2810.0020	5%

23	Phosphorous pentachloride (Pharmaceutical grade)	2812.9000	5%
24	(i). Sodium hydroxide (ii). Sodium hydroxide solid or aqueous solution (Pharmaceutical grade)	2815.1100	5%
25	Disodium sulphate (Pharmaceutical grade)	2833.1100	5%
26	Sodium sulphate anhydrous (Pharmaceutical grade)	2833.1900	5%
27	Sodium hydrogen carbonate (sodium bicarbonate) (Pharmaceutical grade)	2836.3000	5%
28	Dglucitol (Sorbitol) (Pharmaceutical grade).	2905.4400	5%
29	Acetone (Pharmaceutical grade)	2914.1100	5%
30	Formic acid (Pharmaceutical grade)	2915.1100	5%
31	Acetic acid	2915.2100	5%
32	Acetic anhydride (Pharmaceutical grade)	2915.2400	5%
33	Ethyl acetate (Pharmaceutical grade)	2915.3100	5%
34	Stearic acid (Pharmaceutical grade)	2915.7010	5%
35	(i). Butyl phthalate (ii). Dibutylphthalate (Pharmaceutical grade)	2917.3410	5%
36	Hydroxy benzoic acid (Pharmaceutical grade)	2918.2900	5%
37	Propyl Paraben Sodium Salt	2918.2900	5%
38	{{(4-ethyl-2,3-dioxo-1- piperazinyl)Carbonyl amino}-4 hydroxy- benzene acetic acid (HO-EPCP) (Pharma grade)	2933.5990	5%
39	N-Methyl morpholine (Pharmaceutical grade)	2933.9100	5%
40	Methanone	2933.9100	5%
41	1-H-tetrazole-1-acetic acid[TAA](Pharmaceutical grade)	2933.9990	5%
42	(i). 2-Methyl-5-mercepto 1,3,4- hiazole[MMTD];	2934.1090	5%
	(ii). (Z)-2)2-aminothiazole-4-yl)-2-Tert- Butoxycarbonyl) methoxyimino Acetic acid (ATMA);		5%

	ii). (Z)-2-(2-aminothiazole -4-yl)-2-(tert-Butoxycarbonyl)- isopropoxyimino Acetic Acid[ATIBAA or ATBA];		5%
	v). Sin-methoxyiminoFuranyl Acetic acid Ammonium Salt(SIMA);		5%
	v). 7-[[2-Furany(sin-methoxyimino)acetyl]amino]-3-hydroxymethyl cep-3-em-4-carboxylic acid(Pharma grade);		5%
43	Mica Ester	2934.1090	5%
44	(+)-(1S,2S)-2-methylamino-1-phenylpropan-1-ol base	2939.4900	5%
45	Chlorophyll (Pharmaceutical grade)	3203.0090	5%
46	Edible ink (Pharmaceutical grade)	3215.1990	5%
47	Non-ionic surface-active agents	3402.4200	5%
48	Other surface-active agents (Pharma grade)	3402.4990	5%
49	(i). Alkyl aryl sulfonate. (ii). Ampnocerin "K" or "KS" (Pharma grade)	3402.9000	5%
50	Casein	3501.1000	5%
51	(i)Modified starches (Pharmaceutical grade). (ii)Rich starch	3505.1090	5%
52	Pencillin G. Amidase enzyme	3507.9000	5%
53	Activated carbon (Pharmaceutical grade).	3802.1000	5%
54	Other activated natural mineral products (Pharmaceutical grade).	3802.9000	5%
55	Stearic acid (Pharmaceutical grade)	3823.1100	5%
56	Industrial fatty alcohols (Pharmaceutical grade)	3823.7000	5%
57	Polyglycerylricinoleates (Pharmaceutical grade)	3907.9900	5%
58	Cellulose nitrates non-plasticised	3912.2010	5%

**Table C
(Drugs)**

S No	Description	PCT Code	Customs duty (%)
(1)	(2)	(3)	(4)

1	Dextrose (injectable grade and pharma grade)	1702.3000	10%
2	Sodium chloride (injectable grade) (Pharmaceutical grade).	2501.0090	5%
3	Oseltamivir	2922.4990	0%
4	Zanamivir	2924.2990	0%
5	All types of vaccines, Interferon and medicines for Hepatitis.	Respective headings	0%
6	All vaccines and antisera	Respective headings	0%
7	Antihemophilic factor ix (Human)	3002.4190	0%
8	Blood fraction & immunological products (biological products) including rabies immunological (150 IU per ml) (Human)	3002.4190	0%
9	Factor viii & plasma derived fibrin sealant. (Human)	3002.4190	0%
10	Hepatitis B immunoglobuline (Human)	3002.4190	0%
11	Human albumin (Human)	3002.4190	0%
12	Intravenous immunoglobuline (Human)	3002.4190	0%
13	Intramuscular immunoglobuline (Human)	3002.4190	0%
14	Tetanusimmunoglobuline (250 IU/ml) (Human)	3002.4190	0%
15	Injection Anti-Diphtheria (human) 300mcg/vial	3002.9010	0%
16	Medicinal eye Drops	3004.9050	10%
17	Ointments, medicinal	3004.9060	10%
18	Alfacalcidole Injection	3004.9099	0%
19	All medicines of cancer. An illustrative list is given below, namely:-	3004.9099	0%
	(i). Aminoglutethimide		
	(ii). Anastrozole		
	(iii). Asparaginase		
	(iv). Azathioprine		
	(v). BCG strain 2-8x10 ⁸ CFU per vial		
	(vi). Belomycin		
	(vii). Bevacizumab		
	(viii). Bicalutamide		
	(ix). Bortezomib		
	(x). Busulfan		

(xi). Capecitabine		
(xii). Carboplatin		
(xiii). Cetuximab		
(xiv). Chlorambucil		
(xv). Chlormethine		
(xvi). Cisplatin		
(xvii). Cladribine		
(xviii). Cyclophosphamide		
(xix). Cyproterone acetate		
(xx). Cytarabine		
(xxi). Dacarbazine		
(xxii). Dactinomycin		
(xxiii). Danunorubicin		
(xxiv). DocetaxelTrihydrate		
(xxv). Diethylstilbestrol- DiphosphateSodium		
(xxvi). Disodium Clodronatetetrahydrate		
(xxvii). Disodium Pamidronate		
(xxviii). Doxorubicin		
(xxix). Epirubicin		
(xxx). Erlotinib		
(xxxi). Etoposide		
(xxxii). Filgrastim		
(xxxiii). Fludarabine		
(xxxiv). 5-Fluorouracil		
(xxxv). Flutamide		
(xxxvi). Folinic Acid, calcium salt		
(xxxvii). Gemcitabine		
(xxxviii). Goserelin		
(xxxix). Granisetron		
(xl). Hydroxyurea		
(xli). Ibandronic acid		
(xlii). Ifosfamide		
(xliii). Imatinibmisilate		
(xliv). Irinotecan		
(xlv). Lenograstim		
(xlvi). Letrozole		
(xlvii). Leuprorelin		
(xlviii). Lomustine		

	(xlix). Medroxyprogesterone		
	(l). Megestrol		
	(li). Melphalan		
	(lii). Mercaptopurine		
	(liii). Methotrexate		
	(liv). Mitomycine		
	(lv). Mitoxantrone		
	(lvi). Octreotide		
	(lvii). Ondansetron		
	(lviii). Oxaliplatin		
	(lix). Paclitaxel		
	(lx). Pemetrexed		
	(lxi). Procarbazine		
	(lxii). Rituximab		
	(lxiii). Sorafenib (as tosylate)		
	(lxiv). Tamoxifen		
	(lxv). 6-Thioguanine		
	(lxvi). Topotecan		
	(lxvii). Trastuzumab		
	(lxviii). Tretinoin		
	(lxix). Triptorelin Acetate		
	(lxx). Tropisetron		
	(lxxi). Vinblastine		
	(lxxii). Vincristine		
	(lxxiii). Vinorelbine		
	(lxxiv). Zoledronic Acid		
	(lxxv). Tasigna(Nilotinib)		
	(lxxvi). Temozolomide		
20	All medicines of Cardiac. An illustrative list is given below, namely:-	3004.9099	0%
	(i). Abeiximab		
	(ii). Adenosine		
	(iii). Contrast Media for angiography MRI (Iopamidol and Iohexol Inj. and etc.)		
	(iv). Dopamine/Dobutamine		
	(v). Glyceroltrinitrate infusion or tablets		
	(vi). Isosorbide Injection 8(Mono/dinitrate)]		
	(vii). Heparin		
	(viii). Lopromide (Ultravist)		
	(ix). Nitroglycerine spray		

	(x). Nitroglycerin tablets		
	(xi). Streptokinase		
	(xii). Sodium AmidotrizoateMeglumine Amidotrizoate (Urograffin)		
	(xiii). Reteplase (Thrombolytic treatment of suspected myocardial infarction)		
	xiv). Urokinase		
21	All medicines for HIV/AIDS. An illustrative list is given below, namely:-	3004.9099	0%
	(i). Atazanavir		
	(ii). Darunavir		
	(iii). Diadanosine		
	(iv). Efavirenz		
	(v). Indinavir		
	(vi). Lamivuldine		
	(vii). Lopinavir		
	(viii). Navirapine		
	(ix). Nelfinavir		
	(x). Ritonavir		
	(xi). Saquinavir		
	(xii). Stavudine		
	(xiii). Zaduvidine		
	xiv). Zalcitabine		
22	All medicines for thalassaemia. An illustrative list is given below, namely:-	3004.9099	0%
	(i). Deferasirox		
	(ii). Defriprone		
	(iii). DesferrioxamineMesylate		
23.	Drug used for kidney dialysis and kidney transplant, Hemodialysis solution/ concentrate and Peritoneal dialysis solution/concentrate, List of drugs is given below, namely:-	3004.9099	0%
	(i). Azathioprin		
	(ii). Basilliximab		
	(iii). Cyclosporine		
	(iv). Daclizumab		
	(v). Everolimus		
	(vi). Muromonab-CB3		
	(vii). Mycophenolic acid		
	(viii). Mycophenolic acid and its salts		

	(ix). Grafalon		
24	Beclomethasone Aerosol/Vials	3004.9099	0%
25	Cyclosporine Injection	3004.9099	0%
26	Cyclosporine Microemulsion Cap/Solution and etc	3004.9099	0%
27	Erythropoietin Injection, EpoetinbetaErythropotin alpha	3004.9099	0%
28	Ipratropium Bromide Aerosol/Vials	3004.9099	0%
29	Salbutamol Aerosol/Vials	3004.9099	0%
30	Sodium Fusidate Injection	3004.9099	0%
31	Vancomycin Chromatographically Purified Injection	3004.9099	0%
32	Analgesic Medicated Plaster	3005.9090	0%
33	Cystagon, Cysta drops and Trientine Capsules (for personal use only)	3004.9099	0%
34	Meglumine antimonite	3004.9099	0%
35	Imiglucerase	3004.9099	0%
36	Alghlucosidase Alfa	3004.9099	0%
37	Laronidase	3004.9099	0%
38	Agalsidase	3004.9099	0%
39	Poractant Alfa	3004.3900	0%
40	Caffeine Citrate	3004.3900	0%
41	Bovine Lipid Extract Surfactant	3004.3900	0%

Table D
(Packing Materials/Raw Materials for Packing/Bandages)

S. No	Description	PCT Code	Customs duty (%)
(1)	(2)	(3)	(4)
1	Blood Bags CPDA-1: With blood transfusion set pack in Aluminum foil with set.	Respective Heading	0%
2	Surgical tape in jumbo rolls	3005.1010	5%
3	Cetylpyridinium chloride pad	3005.9090	5%
4	Polyacrylate (Acrylic Copolymers)	3906.9090	5%
5	PVC non-toxic tubing (Pharmaceutical grade)	3917.2390	5%
6	PVC lay flat tube material grade (Pharmaceutical grade)	3917.3100	5%

7	Pre-printed polypropylene tubes with tamper proof closures (with or without dessicant) indicating particulars of registered drug and manufacturer (Pharmaceutical grade)	3917.3910	3%
8	Other self-adhesive plates, sheets, film, foils, strip and other flat shapes of plastic (Pharmaceutical grade)	3919.1090	5%
9	Rigid PVC Film (Pharmaceutical grade)	3920.4910	10%
10	PVC/PVDC (Pharmaceutical grade)	3920.4990	5%
11	(i). Plastic eye baths. (ii). Printed viskerings (Pharmaceutical grade)	3923.1000	5%
12	Printed poly bags for infusion sets (Pharma grade)	3923.2100	5%
13	Non-toxic plastic bags for I.V. solutions and other infusions (Pharmaceutical grade)	3923.2900	5%
14	Plastic nebulizer or dropper bottles (Pharma grade).	3923.3090	5%
15	Stopper for I.V. Solutions (Pharmaceutical grade).	3923.5000	5%
16	Piston caps	3926.9099	5%
17	(i) 13 mm Rubber stoppers for injections. (ii) 20 mm and 32 mm Rubber stopper for injections (Pharmaceutical grade)	4016.9990	5%
18	Collagen strip (catgut) (Pharmaceutical grade)	4206.0000	5%
19	Medical bleached craft paper with heat seal coating (Pharmaceutical grade)	4810.3900	5%
20	(i) Self-adhesive paper and paper board. (ii) Cold seal coated paper (Pharmaceutical grade)	4811.4100	5%
21	Paper and paper board coated, impregnated or covered with plastic (Pharmaceutical grade)	4811.5990	5%
22	Paper Core for Surgical Tape (Pharmaceutical Grade)	4822.9000	5%

23	(i) Other packing containers, including record sleeves (ii) Glassine sleeve (Pharmaceutical grade)	4819.5000	5%
24	Laminated heat sealable paper	4811.4900	5%
25	Kraft paper (wax coated)	4811.6010	5%
26	Non-woven paper	4811.9000	5%
27	Non-woven fabric	5603.9200 5603.9300	5%
28	Coated Fabric	5903.9000	5%
29	Empty glass infusion bottle with and without graduation USP II (Pharmaceutical grade)	7010.9000	5%
30	(i) Neutral glass cartridges with rubber dices and plungers and aluminium seals. (ii) Neutral glass vials 1-2 ml U.S.P-1. (iii) Moulded glass vials U.S.P. Type III (for antibiotics Inj-powder). (iv) Glass bottle USP type I. (v) Neutral, clear glass, USP type I (pre-sterilized) close mouth. (vi) Moulded glass vials (Pharmaceutical grade)	7010.9000	5%
31	(i) Aluminum foil, "printed" coated with mylar polyester or surlyn monomer resin on one side and vinyl coating on the other side indicating particulars of drugs and manufacturers (Pharmaceutical grade). (ii) Aluminum foil printed, indicating particulars of drugs and manufacturers in rolls for wrapping. (iii) Printed Aluminium Foil for Sachet/I.V. Infusion Bag] (iv) Printed Alu+Alu-Cold forming Aluminium Foil bearing the particulars of drugs and manufacturers Pharmaceutical grade].	7607.1990 7607.2000	5%

	(v) Aluminium Foil coated with nucryl resin Top and bottom (vi) Printed Aluminium Bag for I.V. Solutions/Infusion		
32	(i). Anodized aluminum bottle. (ii). Rubber plug tear off seal. (iii). Closing lid (aluminium A1, High density polyethylene/polypropylene) (Pharmaceutical Grade)	7612.9090	5%
33	(i) Stoppers for I.V. solutions. (ii) Tear off aluminium seals for injectables. (iii) Flip off seals for injectable vials. (iv) Rubber plug with Tear off seal. (v) Closing lid (Aluminium A1. High density polyethylene/polypropylene) (Pharmaceutical grade)	8309.9090	5%
34	Eyeless sutures needles (Pharmaceutical grade)	9018.3200	5%
35	Non-toxic plastic bags for I.V. solutions of dextrose and other infusions (Pharmaceutical grade)	9018.3910	5%

Table E
(Diagnostic Kits/Equipment)
[Omitted]

Part-III

Raw Materials/Inputs for Poultry and Textile Sector; Other Goods

The imports under this part shall be subject to following conditions, besides the conditions specified in the Table given below namely: -

- (i) the designated/authorized person of the following Ministries, or as the case may be, companies shall furnish all relevant information as detailed in the table below on line to the Customs Computerized System, accessed through the unique users identifier obtained under section 155D of the Customs Act, 1969, along with the password thereof, namely: -
 - (a) Ministry of Industries, Production and Special Initiatives, in case of imported goods specified against serial numbers 24of Table;

- (b) M/s Lotte Chemical Pakistan Ltd, in case of imported goods specified against serial number 35 of Table;
- (c) Ministry of National Food Security and Research, in case of goods, specified against serial number 24 and 29 of Table;
- (ii) Omitted.
- (iii) in already computerized Collectorates and Custom-stations where the Customs Computerized System is not yet operational, the Director Reforms and Automation or any other authorized officer shall feed the requisite information about clearance/release of goods under this notification in the Customs Computerized System on daily basis, and the data obtained from the Custom-stations, which have not yet been computerized, on weekly basis.

Table

Sr. No.	Description	PCT Code	Customs duty (%)	Condition
(1)	(2)	(3)	(4)	(5)
1	Omitted			
1A	Live stock	Respective heading	0%	if imported for research purpose by registered units under the Sales Tax Act, 1990, certified by Ministry of National Food Security and Research.”;
2	Hatching (Fertilized) egg for grandparent and parent stock of <i>Gallus domesticus</i> (chicken)	0407.1100	3%	Nil
3	Omitted			
4	Omitted.			
5	Omitted			
6	Omitted.			
7	Omitted			
8	Omitted			
9	Omitted			
10	Omitted			
11	Omitted.			
12	Omitted.			
13	Omitted.			

14	Omitted.			
15	Omitted			
16	Food preparations	1901.9020 1901.9090	16%	-do-
17	Bread crumbs	1905.9000	16%	-do-
18	Sauces and preparation therefor, mixed condiments and mixed seasonings	2103.9000	16%	-do-
19	Sodium Iron (Na Fe EDTA), and other premixes of Vitamins, Minerals and Micro- nutrients (food grade)	Respective headings	0%	Nil
20	Omitted			
21	Omitted			
22	Omitted			
23	Omitted			
24	Omitted			
25	Omitted			
26	Omitted			
27	Fish and Shrimp Feed	2309.9000	0%	Nil
28	Omitted			
29	Omitted			
30	Omitted			
30A	Medicaments	3004.9099	3%	If imported by poultry sector
31	Omitted			
32	Omitted			
33	Omitted			
34	Omitted			
35	(i) Omitted (ii) Omitted (iii) Omitted (iv) Omitted			
36	Omitted			
37	Omitted			
38	Omitted.			
39	Omitted			

40	Omitted			
41	Omitted			
42	Chilli Extract	3302.1090	3%	If imported by units certified by Ministry of National Food Security and Research to be vertically integrated poultry processing units engaged in production of value added chicken products.
43	Fatty Alcohol Ethoxylate	3402.4200	5%	If imported by manufacturers of Sodium Lauryl Ether Sulphate, registered under the Sales Tax Act, 1990.
44	(i). Adhesives based on polymers or rubbers ii). Hot melt adhesives	3506.9190	11%	If imported by the manufacturers of Diapers registered under the Sales Tax Act, 1990 subject to annual quota determination by the IOCO and certification by the Engineering Development Board that the imported goods are not manufactured locally.
45	Omitted			
46	Omitted			
47	Omitted			
48	Omitted			
49	Other	3808.9990	0%	Nil
50	Omitted			
51	Pet Resin Bottle Grade	3907.6120 3907.6920	8.5%	Nil
52	(i) Polyester Resin (ii) Omitted	3907.9900	10%	If imported by the manufacturers of Powder Coatings, registered under the Sales Tax Act, 1990 and subject to annual quota determination by the IOCO.
53	Omitted			
54	Omitted			
55	Omitted			
56	Pre-laminated Tape	3919.1090 [Omitted]	16%	If imported by the manufacturers of Diapers registered under the Sales Tax Act, 1990 subject to annual quota determination by the

				IOCO and certification by the Engineering Development Board that the imported goods are not manufactured locally.
57	Frontal Tape	3919.9090 [Omitted]	16%	-do-
58	[Omitted]			
59	Omitted			
60	Omitted.			
61	Omitted.			
62	Uncoated Film of Poly (ethylene terephthalate)	3920.6200	11%	If imported by the manufacturers of Metalized Yarn registered under the Sales Tax Act, 1990 subject to annual quota determination by the IOCO.
63	Omitted.			
64	Omitted.			
65	Omitted.			
66	Omitted.			
67	Omitted.			
68	Omitted.			
69	Blister Paper	4802.6990	10%	If imported by the manufacturers of I.V. Canola registered under the Sales Tax Act, 1990 and subject to annual quota determination by the IOCO.
70	Omitted			
71	Omitted.			
72	Omitted.			
73	Omitted.			
74	Omitted.			
75	Omitted.			
76	Omitted.			
77	Omitted.			
78	Omitted.			
79	Omitted.			
80	Omitted.			
81	Omitted.			
82	Omitted.			
83	Omitted.			

84	Omitted.			
85	Omitted.			
86	Omitted.			
87	Omitted.			
88	Omitted.			
89	Omitted.			
90	Omitted.			
91	Omitted.			
92	Omitted.			
93	Carbon steel strips of thickness 0.09 to 0.1 mm and width 22.2 to 22.4 mm	7226.9200	5%	If imported by manufacturers of shaving blades/razors, registered under the Sales Tax Act, 1990, subject to annual quota determination by the Input Output Co-efficient Organization (IOCO).
94	Omitted.			
95	Aluminium Wire not alloyed	7605.1900	11%	If imported by the manufacturers of Metalized Yarn registered under the Sales Tax Act, 1990 subject to annual quota determination by the IOCO.
96	(i) [Omitted] (ii) [Omitted]			
97	CKD kits for compression-ignition internal combustion piston engines (diesel engines of 3 HP to 36 HP)	8408.9000	3%	This concession is only available to those parts of CKD kits as are not manufactured locally if imported by local manufacturers / assemblers of these engines.
98	Omitted.			
99	Smartphones	8517.1390	0%	Nil
99A	Smartphones in CKD / SKD condition	8517.1310	0%	i. If imported by local assemblers/ manufacturers duly certified by Pakistan Telecommunication Authority (PTA) subject to quota determination by the Input

					Output Co-efficient Organization (IOCO). ii. Imports shall be subject to production of type approval certificate from PTA. iii. Local assemblers/manufacturers shall furnish consignment wise NOC from PTA.
100	Cellular Mobile Phone	8517.1419	0%		Nil
101	Cellular mobile phones in CKD/SKD condition	8517.1411	0%		i. If imported by local assemblers/manufacturers duly certified by Pakistan Telecommunication Authority (PTA) subject to quota determination by the Input Output Co-efficient Organization (IOCO). ii. Imports shall be subject to production of type approval certificate from PTA. iii. Local assemblers/manufacturers shall furnish consignment wise NOC from PTA.
102	Refrigerated out door cabinet designed for insertion of electric and electronic apparatus	8418.6940	0		Nil
103	Omitted.				
104	(i). Omitted		0%		If imported by SIM and Smart Card manufacturers registered under Sales Tax Act, 1990, as per quota determined by IOCO
	(ii). Magnetic sheets	8519.8190			
	(iii). Omitted				

	(iv). Polyvinyl Chloride (PVC) Rigid Film	3920.4910		as per procedure prescribed in SRO 565(I) /2006.
	(v). Biaxially Oriented Polypropylene (BOPP) film, laminated	3920.2040		
105	Omitted.			
106	Defence stores, excluding those of the National Logistic Cell	93.00 & Respective headings	0%	If imported by the Federal Government for the use of Defence Services whether the goods have been imported against foreign exchange allocation or otherwise.
107	(i) Paper having specification 60 to 90 gsm of 20x30, 23x30, 23x36, 23x33 and 30x40 inches in sheets; and (ii) Art card or board (200 to 300 gsm) and art paper having specification 60 to 130 gsm of 20x30 inches, 23x30 inches, 23x36, 30x40 inches and 700x1000 mm in sheets	4802.6990 4810.1990	0%	(1) If imported by a Federal or Provincial Government Institution or a Nashir-e-Quran approved by respective Provincial Quran Board for printing of Holy Quran; (2) In case of Nashir-e-Quran the quantity of paper to be imported would be determined by IOCO; and (3) The Nashir-e-Quran may also get printing done from another printer (vendor), duly registered under Sales Tax Act, 1990 and with relevant Provincial Quran Board, having suitable in-house facility, subject to approval of the IOCO. Imports made by Nashir-e-Quran availing the facility of printing through vendors will be cleared against submission of bank guarantee or pay order. In such case, - (i) the vendor shall have a firm contract with the Nashir-e-Quran; (ii) the Nashir-e-Quran may provide the

				<p>imported paper, to the vendor;</p> <p>(iii) the vendor shall not be entitled to import the paper, under this scheme for printing of Quran to be supplied to the Nashir-e-Quran;</p> <p>(iv) the vendor, after completing the printing, shall supply the printed Quran to that Nashir-e-Quran only with whom he held the firm contract; and</p> <p>(v) the vendor shall also maintain proper record of the imported paper utilized, and printed Quran supplied to the Nashir-e-Quran;</p> <p>(vi) the security deposited by the Nashir-e-Quran at the time of clearance shall be released after NOC from IOCO regarding consumption of paper and supply of finished product as per the contract.</p>
108	(i) Omitted			If imported by a Sales Tax registered person engaged in manufacturing of Optical Fiber Cable subject to quota determination by IOCO
	(ii) Polybutylene Terephthalate	3907.7000	0%	
	(iii) Fiber reinforced plastic/glass reinforced polypropylene	3916.9000	0%	
	(iv) Polyester rigid film	3920.6310	5%	
	(v) Weighing more than 150 g/m ² (Nonwovens)	5603.9400	5%	
	(vi) Omitted			
	(vii) Omitted			
	(viii) Backed	7607.2000	5%	
	(ix) Single/Multimode Optical Fiber	9001.1000	0%	

	(x) Stamping foils	3212.1000	0%	
109	Omitted			
110	Omitted			
111	(i) Other	3506.9190	5%	If imported by manufacturers of diapers/sanitary napkins registered under the Sales Tax Act, 1990, subject to annual quota determination and verification by the Input Output Co-efficient Organization (IOCO) and certification by the Engineering Development Board that the imported goods are not manufactured locally.
	(ii) Other	3906.9090	5%	
	(iii) Of polymers of ethylene	3920.1000	16%	
	(iv) Omitted			
	(v) Of polymers of ethylene	3923.2100	5%	
	(vi) Omitted			
	(vii) Omitted			
	(viii) Omitted			
112	(i) Malt extracts & Food prep	1901.9020	5%	Imports by manufacturers of infant formula milk, registered under the Sales Tax Act, 1990, subject to annual quota determination and verification by the Input Output Co-efficient Organization (IOCO).
	(ii) Other	1901.9090	5%	
	(iii) Cans of Iron and steel	7310.2900	10%	
113	(i) Dextrose	1702.3000	0%	If imported by manufacturers of fluids and powders for use in hemodialyzers, registered under the Sales Tax Act, 1990, subject to annual quota determination by the Input Output Co-efficient Organization (IOCO).
	(ii) Sodium Chloride pharma grade	2501.0090		
	(iii) Calcium Chloride pharma grade	2827.2000		
	(iv) Magnesium Chloride Pharma grade	2827.3100		
	(v) Potassium Chloride	2827.3900		
	(vi) Sodium bicarbonate pharma grade	2836.3000		
	(vii) Potassium Chloride pharma grade	3104.2000		
114	Omitted.			
115	(i)AKD wax	3809.9200	0%	

	(ii) Finishing agent	3809.9200	0%	If imported by manufacturers of Paper sizing agents, registered under the Sales Tax Act, 1990, subject to annual quota determination by the Input Output Co-efficient Organization (IOCO).
	(iii) Cationic	3402.4190	0%	
116	(i) Omitted		0%	If imported by manufacturers of Home Appliances, registered under the Sales Tax Act, 1990, subject to annual quota determination by the Input Output Co-efficient Organization (IOCO); and certification from Inland Revenue Department that all dealers of the manufacturing unit are registered with Sales Tax department.
	(ii) Omitted			
	(iii) Omitted			
	(iv) Articles of glass	7020.0090		
	(v) Omitted			
	(vi) Omitted			
	(vii) Omitted			
	(viii) Omitted			
	(ix) Omitted			
	(x) Omitted			
	(xi) Omitted			
	(xii) AC motors, single phase	8501.4090		
	(xiii) Transformers	8504.3100		
	(xiv) Omitted			
	(xv) Omitted			
	(xvi) Glass board for manufacturing TV panels (LCD, LED, OLED, HDI etc.)	8529.9090	10%	
		(xvii) Omitted		
117	Base oil	2710.1993	0%	If imported by manufacturers of coning oil, white oil and other textile oils, registered under the Sales Tax Act, 1990, subject to annual quota determination by the Input Output Co-efficient Organization (IOCO).
118.	CNG vehicle conversion kits.	8409.9191 8409.9991	5%	Brands of kits approved by OGRA, if imported by authorized dealers.

119	Organic composite solvents and thinners, not elsewhere specified or included; prepared paint or varnish removers.	3814.0000	4%	If imported by manufacturers of Butyl Acetate and Dibutyl Orthophthalates registered under the Sales Tax Act 1990, subject to annual quota determination by Input Output Co-efficient Organization (IOCO).
120	Plasticised (Poly Vinyl Chloride)	3904.2200	0%	If imported by manufacturers of disposable syringes and saline infusion sets, registered under the Sales Tax Act 1990, subject to annual quota determination by Input Output Co-efficient Organization (IOCO).
121	Other saturated Polyesters	3907.9900	5%	If imported by manufacturers of interlining/ buckram, registered under the Sales Tax Act 1990, subject to annual quota determination by Input Output Co-efficient Organization (IOCO).;
122	(i) Skimmed milk powder	0402.1000	0%	(i) If imported by manufacturers registered under the Sales Tax Act 1990, of Ready to Use Supplementary Foods (RUSF) duly authorized by United Nations World Food Program (UNWFP) and subject to annual quota determination by Input Output Co-efficient Organization (IOCO).”, (ii) If imported by manufacturers registered under the Sales Tax Act 1990, of Ready-To-Use Therapeutic Food (RUTF), duly authorized by United Nations International Children Emergency fund (UNICEF) and subject to annual quota determination by Input Output Co-efficient Organization (IOCO).”,
	(ii) Whey powder	0404.1010		
	(iii) Omitted			
	(iv) Omitted			
	(v) Omitted			
	(vi) Groundnuts shelled weather or not broken	1202.4200		
	(vii) Other	1507.9000		
	(viii) Palm Olein	1511.9030		
	(ix) Other	1514.9900		
	(x) Vegetable fats and their fractions	1516.2010		
	(xi) Other	1517.9000		
	(xii) Malto dextrans	1702.9030		
	(xiii) Other	2106.9090		
	(xiv) Other	3404.9090		
	(xv) Omitted			

123	Omitted.			
124	Newsprint in rolls or sheets	4801.0000	0%	If imported by newspaper or periodical publishers certified by the All Pakistan Newspaper Society(APNS)
125	(i) Other	3215.1190	0%	If imported by manufacturers registered under the Sales Tax Act 1990, Of Auto-Disable Syringes with quota determination by IOCO and subject to NOC from Ministry of National Health Services Regulation and Coordination (MoNHSR&C).
	(ii) Polypropylene	3902.1000	0%	
	(iii) Propylene copolymers	3902.3000	0%	
	(iv) Plasticised	3904.2200	0%	
	(v) Epoxide resins	3907.3000	0%	
	(vi) Biaxially Oriented Polypropylene (BOPP) film, laminated	3920.2040	0%	
	(vii) Other	3921.9090	0%	
	(viii) Gaskets of rubber	4016.9310	0%	
	(ix) Printing paper	4802.5510	0%	
	(x) Tubular metal needles and needles for sutures	9018.3200	0%	
126	(i) Aluminum foil rolled but not further worked "7 microns to 100 microns"	7607.1100	0%	if imported by manufacturers registered under the Sales Tax Act 1990, of pharmaceutical packaging subject to quota determination by IOCO.
	(ii) Film and sheet of polyamides " 20 microns to 40 microns"	3920.9200	0%	
127	(i) Other	3005.9090	0%	if imported by manufacturers registered under the Sales Tax Act 1990, of First Aid Bandages Manufacturing Industry subject to quota determination by IOCO.
	(ii) Other	3920.2090	0%	
	(iii) Other woven fabrics (Dyed)	5407.5200	0%	
128	Omitted			
129	Omitted			
130	(i) Shoe adhesives	3506.9110	5%	If imported by registered under the Sales Tax Act 1990, Shoe manufacturers subject to quota determination by IOCO.
	(ii) Phenolic resins	3909.4000	5%	
	(iii)Of polymers of ethylene	3920.1000	5%	
	(iv)Other	3920.2090	5%	

	(v)Other	3921.9090	5%	
	(vi)Shoe lasts	3926.9060	5%	
	(vii)Uppers and parts thereof, other than stiffeners	6406.1000	5%	
	(viii)Outer soles and heels of rubber	6406.2010	15%	
	(ix)Buckle	8308.9020	5%	
	(x) Weighing more than 150 g/m ²	5603.1400	5%	
	(xi) Weighing more than 70 g/m ² but not more than 150 g/m ²	5603.9300	5%	
	(xii)Dyed	5407.9200	5%	
	(xiii) Of yarns of different colours	5407.9300	5%	
	(xiv) Printed	5407.9400	5%	
	(xv) Of other materials	6702.9000	5%	
131	(i)PVC Emulsion grade	3904.1010	0%	
	(ii)Release paper	4811.5990	3%	
132	Decorative base paper for printing (70 g/m ² or less with at least one side calendared, un-sized for printing of wood grain and fancy designs)	Respective heading	0%	If imported by manufacturers registered under the Sales Tax Act 1990, of Decorative Printed Industry subject to quota determination by IOCO.
133	Spray Valves/Pumps with or without spray cap/ actuator for aerosol products	8481.8090	0%	If imported by manufacturers registered under the Sales Tax Act 1990, of Aerosol subject to quota determination by IOCO.

134	PET Scrap	3915.9000	11%	If imported by manufacturers registered under the Sales Tax Act 1990, of Polyester Staple Fiber and Recycled PET (REPT) Flaks subject to quota determination by IOCO.
135	(i) Butt welding	7307.9300	3%	If imported by manufacturers registered under the Sales Tax Act 1990, of Boilers Manufacturers subject to quota determination by IOCO.
	(ii) Iron and alloy steel U-sections of various heights	7216.3110 7216.3210 7216.3310	10%	
	(iii) Safety or relieve valves	8481.4000	10%	
136	Omitted			
137	Woven fabrics obtained from strip and the like	5407.2000	5%	If imported by manufacturers registered under the Sales Tax Act 1990, of Machine made Carpets subject to quota determination by IOCO.
138	Omitted			
139	Specialty paper 40-50 grams having specification of wood free, white, glossy and one side coated for Gravure Printing Process	4810.9900	0%	If imported by manufacturers registered under the Sales Tax Act 1990, of Flexible Packaging Industry subject to quota determination by IOCO.
140	Omitted			
141	Omitted			
142	Hermetic bags and cocoons	Respective heading	0%	Subject to certification by Ministry of National Food and Security (MoNFS&R) that imported goods are bona fide requirement for use in the Agriculture Sector. The authorized officer of the Ministry shall furnish all relevant information on line to Pakistan Customs Computerized System against specific user ID and Password obtained under section 155D of the Customs Act, 1969.
143	Lithium Ion Cells	8507.6000	0%	If imported by manufacturers registered under the Sales Tax Act 1990, of lithium-ion

				batteries subject to quota determination by IOCO.
144	Omitted			
145	Raw materials used in the manufacturing of the COVID-19 related items i.e, VTM, IV Cannula, N95 Masks, Surgical Masks, Face Shields, Tyrek Suits	Respective heading	0%	If imported by manufacturers registered under the Sales Tax Act 1990, subject to NOC issued by DRAP and Quota determined by IOCO
146	Carpets	5701.1010	0%	If imported by exporters registered under the Sales Tax Act 1990, of Hand-woven Carpets.
147	[Omitted]			
148	Poly-butylene terephthalate	3907.7000	0%	If imported by Sales Tax registered manufacturers of Filament Brushes subject to IOCO quota determination.
149	Membrane for filtering or purifying water	8421.2100	0%	If imported by Sales Tax registered manufacturers of water filtration plants subject to IOCO quota determination.
150	Carbon Fiber Composite Core	8545.9090	0%	If imported by Sales Tax registered manufacturers of Aluminum Conductor Composite Core subject to IOCO quota determination.
151	Omitted			
152	Following Raw Materials for the manufacturing of Filters other than automotive:-		5%	If imported by Sales Tax registered manufacturers of Filters other than automotive subject to IOCO quota determination.
	(i) Adhesive	3506.9190		
	(ii) Epoxide resins	3907.3000		
	(iii) Filter media/paper	4811.5990 4811.9000		

	(iv) Non-woven fabric media	5603.9200 5603.9300 5603.9400		
	(vi) Steel plates/sheets of prime quality	Respective heading		
153	Live (baby / brood stock) fish and shrimp/prawns for breeding and production in commercial farms and hatcheries	0301.9100 0301.9300 0301.9900 0306.3600	0%	Nil
154	Omitted			

Part-IV
Imports of Machinery and Equipment for Textile Sector

TABLE

S.No.	PCT Code	Rate of Duty	Condition
(1)	(2)	(3)	(4)
1.	Omitted		
2.	Omitted		
3.	Omitted		
4.	Omitted		
5.	Omitted		
6.	Omitted		
7.	Omitted		
8.	Omitted		
9.	Omitted		
10.	Omitted		
11.	Omitted		
12.	Omitted		
13.	Omitted		
14.	Omitted		
15.	8446.1000	0%	Machinery and equipment, not manufactured locally, if imported by textiles and apparel industrial units

			registered as manufacturers cum exporters under Sales Tax Act, 1990
16.	8446.2100	0%	-do-
17.	Omitted		
18.	Omitted		
19.	Omitted		
20.	Omitted		
21.	Omitted		
22.	Omitted		
23.	Omitted		
24.	Omitted		
25.	Omitted		
26.	Omitted		
27.	Omitted		
28.	Omitted		
29.	Omitted		
30.	Omitted		
31.	Omitted		
32.	Omitted		
33.	Omitted		
34.	Omitted		
35.	Omitted		
36.	Omitted		
37.	Omitted		
38.	Omitted		
39.	Omitted		
40.	Omitted		
41.	Omitted		
42.	Omitted		
43.	Omitted		
44.	8448.3110	0%	Machinery and equipment, not manufactured locally, if imported by textiles and apparel industrial units registered as manufacturers cum exporters under Sales Tax Act, 1990
45.	8448.3190	0%	-do-
46.	8448.3330	0%	-do-
47.	8502.1390	0%	-do-

Explanation: - For the purpose of this Part the expression “excluding those manufactured locally” means the goods which are not included in the list of locally manufactured goods specified in General Order issued by the Federal Board of Revenue or as the case may be, certified as such by the Engineering Development Board.

**Part-V
(Omitted vide Finance Act, 2023)**

**Part-V(A)
Import of Electric Vehicles (EV) CBU & their Parts
Under Electric Vehicle Policy 2020**

TABLE-I

[For 2-3 Wheelers, 4-Wheelers & Heavy Commercial Vehicles (CBUs)]

No.	Description	PCT Code	Customs Duty (%)	Conditions
(1)	(2)	(3)	(4)	(5)
1.	Electric auto rickshaw	8703.803 0	50% of the prevailing tariff rate of customs duty as specified in the First Schedule to the Customs Act, 1969).	The concession shall be admissible on and from the 1st day of July, 2025 till 30 th day of June, 2027, on import of 10 electric vehicles (CBU) of the same variant to be assembled/ manufactured as mentioned in column (2) of this table, to the extent of maximum 200 units, to 2-3 wheeler segment, duly approved / certified by the Engineering Development Board (EDB). EDB shall monitor compliance with the EV Policy 2020 and intimate FBR immediately in case of violation by any manufacturer to stop
2.	3-Wheeler electric loader	8711.606 0		
3.	Electric motorcycle	8711.604 0		

				further clearance at the concessional rate, specified in column 4.
4.	Electric buses	8702.409 0	1%	Nil
5.	Electric trucks	8704.603 0	1%	Nil
6.	Electric prime movers	8701.249 0	1%	Nil
7.	Electric Vehicles 4-wheelers excluding vehicles of value exceeding US\$ 50,000.	8703.809 0	25%	The concession shall be admissible w.e.f. 1 st July, 2022 till 30th June 2027.
8.	Electric Vehicles 4-wheelers	8703.809 0	50% of the rate of customs duty as specified in the column (4) of the serial No 7 above.	The concession shall be admissible till 30th June 2027, on import of Electric Vehicles 4-wheelers (CBU) per company of the same variant to be assembled / manufactured as mentioned in column (2) of this table to the extent of maximum 100 units per company, duly approved/certified by Engineering Development Board (EDB). EDB shall monitor compliance with EV Policy 2020 and intimate FBR immediately in case of violation by any manufacturer to stop further clearance at the concessional rate, specified in column (4).

TABLE-II
[For CKD & EV Specific Parts]

S. No.	Description of vehicles	Description of imported goods	Customs duty (%)	Conditions
(1)	(2)	(3)	(4)	(5)
1.	Electric auto rickshaw (PCT code 8703.8030)	(i) Following EV specific components for assembly / manufacturing in any kit form (CKD): - (a) Batteries other than lead acid (PCT code 85.07), (b) Battery Charger (PCT code 8504.4020), (c) Controller (PCT code 8542.3100), (d) Electric Motor (PCT code 8501.3200), (e) Three connection terminal (PCT code 8504.9090), (f) Converter (PCT code 8502.4000), (g) Signal Hook (PCT code 8504.9090)	1% (notwithstanding the rate of customs duty on these items as specified in the First Schedule to the Customs Act, 1969).	The concession shall be admissible to manufacturers of electric auto rickshaws on and from the 1st day of July, 2025 till 30 th day of June, 2027 subject to certification and quota determination by the Engineering Development Board (EDB).
		(ii) Component for assembly / manufacturing in any kit form (CKD)- Non-localized parts.	15%	The concession shall be admissible subject to the conditions mentioned at Para-2 of SRO 656(I)/2006 dated 22.06.2006.
		(iii) Component for assembly / manufacturing in any kit form (CKD)- Localized parts.	15% plus Additional Customs Duty levied under SRO 693(I)/2006 dated 01.07.2006	Subject to the conditions mentioned at Para-2 of SRO 656(I)/2006 dated 22.06.2006.

2.	3-Wheeler electric loader (PCT code 8711.6060)	<p>(i) Following EV specific components for assembly / manufacturing in any kit form (CKD): -</p> <p>(a) Batteries other than lead acid (PCT code 85.07),</p> <p>(b) Gear (PCT code 8483.4019),</p> <p>(c) Electric motor with axle (PCT code 8711.6050),</p> <p>(d) Controller (PCT code 8542.3100),</p> <p>(e) Power Switch (PCT code 8536.5029)</p> <p>(f) Electric auto cut (PCT code 8504.9090).</p> <p>(g) Battery Connection (PCT code 8544.4229)</p> <p>(h) Battery Charger (PCT code 8504.4020),</p> <p>(i) Junction Box (PCT code 8536.4910)</p>	1% (notwithstanding the rate of customs duty as specified in the First Schedule to the Customs Act, 1969).	The concession shall be admissible to manufacturers of 3-Wheeler electric loader on and from the 1st day of July, 2025 till 30 th day of June, 2027 subject to certification and quota determination by the Engineering Development Board (EDB).
		(ii) Component for Assembly / manufacturing in any kit form (CKD)- Non-Localized parts.	15%	The concession shall be admissible subject to the conditions mentioned at Para-2 of SRO 656(I)/2006 dated 22.06.2006.
		(iii) Component for Assembly / manufacturing in any kit form (CKD)- Localized parts.	15% plus Additional Customs Duty levied under SRO 693(I)/2006 dated 01.07.2006	Subject to the conditions mention at Para-2 of SRO 656(I)/2006 dated 22.06.2006.

3.	Electric motorcycle (PCT code 8711.6040)	<p>i) Following EV specific components for assembly / manufacturing in any kit form (CKD): -</p> <p>(a) Electric Motor (PCT code 8501.3200), (b) Battery Charger (PCT code 8504.4020), (c) Switches (PCT code 8536.5029), (d) Junction Box (PCT code 8536.4910), (e) Controller (PCT code 8542.3100), (f) Converter (PCT code 8454.1000), (g) Batteries other than lead acid (PCT code 85.07)</p>	1% (notwithstanding the rate of customs duty as specified in the First Schedule to the Customs Act, 1969).	The concession shall be admissible to manufacturers of electric motorcycle on and from the 1st day of July, 2025 till 30 th day of June, 2027 subject to certification and quota determination by the Engineering Development Board (EDB).
		(ii) Component for Assembly / manufacturing in any kit form (CKD)- Non-Localized parts.	15%	The concession shall be admissible subject to the conditions mentioned at Para-2 of SRO 656(I)/2006 dated 22.06.2006.
		(iii) Component for Assembly / manufacturing in any kit form (CKD)- Localized parts.	15% plus Additional Customs Duty levied under SRO 693(I)/2006 dated 01.07.2006	Subject to the conditions mentioned at Para-2 of SRO 656(I)/2006 dated 22.06.2006.
4.	Electric Buses (PCT code 8702.4090)	Components in any kit form (CKD) (PCT code 8702.4010)	1%	(i) The concession shall be admissible on import of

				<p>CKD kits to manufacturer s of electric buses on and from the 1st day of July, 2025 till 30th day of June, 2027 to certification and quota determinatio n by the Engineering Development Board (EDB).</p> <p>(ii) The concession shall be admissible subject to the conditions mentioned at Para-2 of SRO 656(I)/2006 dated 22.06.2006.</p>
5.	Electric Trucks (PCT code 8704.6030) g.v.w. exceeding 5 tonnes	Components in any kit form (CKD) (PCT code 8704.6020)	1%	<p>(i) The concession shall be admissible on import of CKD kits to manufacturer s of electric trucks on and from the 1st day of July, 2025 till 30th day of June, 2027 subject to certification and quota determinatio</p>

				<p>n by the Engineering Development Board (EDB).</p> <p>(ii) The concession shall be admissible subject to the conditions mentioned at Para-2 of SRO 656(I)/2006 dated 22.06.2006.</p>
6.	Electric Prime Movers (PCT code 8701.2490)	Components in any kit form (CKD) (PCT code 8701.2410)	1%	<p>(i) The concession shall be admissible on import of CKD kits to manufacturers of electric prime movers on and from the 1st day of July, 2025 till 30th day of June, 2027 subject to certification and quota determination by the Engineering Development Board (EDB).</p> <p>(ii) The concession shall be admissible subject to the conditions</p>

				mentioned at Para-2 of SRO 656(I)/2006 dated 22.06.2006.
7.	(i) Electric Vehicles 4-wheelers (PCT Code 8703.8090) (ii) Electric Trucks (LCVs of g.v.w. not exceeding 5 tonnes (PCT Code 8704.6040) (iii) Electric Vans (PCT Code 8702.4090)	(i) EV Specific components for assembly/manufacture in any kit-form (CKD)	1% (notwithstanding the rate of customs duty on these items as specified in the First Schedule to the Customs Act 1969).	The concession shall be admissible to manufacturers of electric vehicles 4-wheelers till 30 th June 2027, subject to certification and quota determination by the Engineering Development Board (EDB).
		(ii) Components for assembly/manufacture in any kit-form (CKD) Non-localized parts.	10%	The concession shall be admissible till 30 th June 2027 subject to the conditions mentioned at Para-2 of the SRO 656(I)/2006 dated 22.06.2006.
		(iii) Components for assembly/ manufacture in any kit-form (CKD) Localized parts.	25%	The concession shall be admissible till 30 th June

				2027 subject to the conditions mentioned at Para-2 of the SRO 656(I)/2006 dated 22.06.2006.
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TABLE-III

[Miscellaneous]

S. No.	Description	Customs duty (%)	Conditions
(1)	(2)	(3)	(4)
1.	Plant and machinery specifically designed for use in manufacturing of electric vehicles.	0%	(i)The concession shall be admissible on one-time basis for setting up the new assembly and/ or manufacturing facility of electric vehicles, and for expansion in the existing units, duly approved/ certified, by the Engineering Development Board (EDB). (ii)The concession shall be admissible to manufacturers of the electric vehicles specified in column (2) of Table-II above, subject to certification by EDB that the plant & machinery is specifically designed for use in setting up of electric vehicle manufacturing only.
2.	Import of inputs for manufacturing of EV specific parts, as mentioned against S. No. 1, 2 and 3, of Table-II above, by vendors and OEMs of EV manufacturing .	0%	(i) The concession shall be admissible to manufacturers and vendors of EV specific parts, subject to certification and quota determination by EDB. (ii) The concession shall be admissible subject to the conditions mentioned under

			SRO 655(I)/2006 dated 22.06.2006.
3.	Import of CBU chargers with CKD kits for electric vehicles as specified in column 2 of Table-II above.	1% (Notwithstanding the rate of customs duty as specified in the First Schedule to Customs Act, 1969).	The concession shall be admissible on the CBU chargers, imported with CKD kits of 2-3 wheelers, 4-wheelers and HCV vehicles specified in Table-II above, subject to EDB certification.

Part-V(B)
Import of Hybrid Electric Vehicles (CBUs)
Under Auto Industry Development and Export Policy (AIDEP) 2021-26

TABLE-I

S. No	Description	PCT Code	CD%	Condition
(1)	(2)	(3)	(4)	(5)
1.	Hybrid Electric Vehicles (HEV) (CBU)	8702.2090 8702.3090	1%	The concession shall be admissible to manufacturers on import of same variant to be assembled / manufactured locally from the date of issuance of manufacturing certificate and quota determination by Engineering Development Board (EDB).
2.	Hybrid Electric Vehicles (HEV) (CBU)	8704.4100 8704.4200 8704.5100 8704.5200	1%	The concession shall be admissible to manufacturers on import of same variant to be assembled / manufactured locally from the date of issuance of manufacturing certificate and quota

				determination by Engineering Development Board (EDB).
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TABLE-II
Import of Parts for Hybrid Vehicles
Under Auto Industry Development and Export Policy (AIDEP) 2021-26

S. No.	Description of Imported Good	PCT Code	CD %	Condition
(1)	(2)	(3)	(4)	(5)
1.	Following parts for Hybrid Electric Vehicle: -	Respective headings	4%	The concession shall be admissible to manufacturers of Hybrid electric vehicles subject to certification and quota determination by the Engineering Development Board (EDB).
	1. Battery pack and its parts: (i) thermistor (ii) resistor (iii) capacitor (iv) bus bar			
	2. Cooling system for battery packs including blower, tubes, hoses, pump			
	3. Sensor hybrid vehicle battery voltage			
	4. Inverter assembly with converter (Power control unit)			
	5. Electric motor and generator for Transaxle assembly			
	6. Battery charging system / inlet connectors			
	7. Hybrid system control unit / hybrid ECU			
8. Junction box				
2.	Following parts for Plug-in-Hybrid Electric Vehicle: -	Respective headings	3%	The concession shall be admissible to manufacturers of Plug-in Hybrid electric vehicles subject to certification and quota
	1. Battery pack and its parts: (i) thermistor			

(ii) resistor (iii) capacitor (iv) bus bar			determination by the Engineering Development Board (EDB).
2. Cooling system for battery packs including blower, tubes, hoses, pump			
3. Sensor hybrid vehicle battery voltage			
4. Inverter assembly with converter (Power control unit)			
5. Electric motor and generator for Transaxle assembly			
6. Battery charging system / inlet connectors			
7. Hybrid system control unit / hybrid ECU			
8. Junction box			
9. Charger			
10. Charging port"			

Part V(C)
Import of Agricultural Tractors
TABLE

S. No.	Description	PCT Code	Customs Duty%
(1)	(2)	(3)	(4)
1.	Agricultural Tractors, having an engine capacity exceeding 26 kW but not exceeding 75kW	8701.9220 8701.9320	15%
2.	Agricultural Tractors (other than mentioned at S. No. 1 above)	8701.9100, 8701.9400 8701.9500	10%

Part-VI

Imports of Aviation Related Goods i.e. Aircrafts and Parts etc.
by Airline Companies/Industry under National Aviation Policy 2023

Note: - For the purposes of this Part, the following conditions shall apply besides the conditions as specified in column (5) of the Table below: -

- (i) The exemption shall be admissible to Maintenance, Repair & Overhaul Companies (MROs) and Aircraft Maintenance Organizations (AMOs) duly authorized by the Defence Division, and the Airline Companies having valid registration and license from the Pakistan Civil Aviation Authority under the Pakistan Civil Aviation Act, 2023 duly shared with the Customs Computerized System or Pakistan Single Window to the effect that the intending importer is operating in the country or intends to operate in the country in the airline sector;
- (ia) The list of imported items is duly approved by the Pakistan Airports Authority, Defence Division, Government of Pakistan for every consignment imported by MRO or AMO in line with Policy Framework approved by the Government of Pakistan;
- (ii) The Chief Executive, or the person next in hierarchy duly authorized by the Chief Executive or Head of the importing Company shall certify that the imported goods/items are the company's *bonafide* requirement and shall be used for the purpose as defined/notified by the Defence Division, Government of Pakistan under the Aviation Policy. The importer shall declare all relevant information to the Customs while claiming exemption regarding genuineness of the claim through Customs computerized system or Pakistan single window; and
- (iii) In case of deviation from the above stipulations, the Collector of Customs shall initiate proceedings for recovery of duty and taxes under the relevant laws.

TABLE

S. No.	Description of goods	PCT Code	Customs duty	Special Condition
(1)	(2)	(3)	(4)	(5)
1.	Aircraft	8802.4000	0%	Whether imported or acquired on wet or dry lease. In case of M/s Pakistan International Airlines Corporation this exemption shall be admissible.
2.	Spare parts	Respective headings	0%	For use in aircraft, trainer aircraft and simulators.
3.	Maintenance Kits	Respective headings	0%	For use in trainer aircraft (8802.2000 & 8802.3000).
4.	Machinery, equipment, tools, kits and parts	Respective headings	0%	For setting up Maintenance, Repair & Overall (MRO) workshop and for overhauling of aircrafts by MRO company and Aircraft Maintenance Organization (AMO) recognized by Defence Division.

5.	Machinery, equipment, operational tools, furniture & fixture	Respective headings	0%	On one-time basis for exclusive use of New/ Greenfield airports by company authorized by Defence Division.
6.	Aviation simulators	Respective headings	0%	On one-time basis for aircrafts by airline company recognized by Defence Division.
7.	Aircraft engine	8407.1000	0%	For use in aircraft and trainer aircraft.

**Part-VII Miscellaneous
[Omitted]**

Part-VIII

Imports of specific Goods allowed at Joint Border Sustenance Markets

In order to ensure smooth functioning and operationalization of Border Markets in specific border areas, the imports under this part shall be subject to following conditions, namely.

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- (i) Border markets will be functional for two days each week and total allowance per day for the visitor will be \$100.
- (ii) The Customs Value of imported goods will be displayed for ascertaining the admissible quantities of imported goods.
- (iii) The visitor will purchase goods from any category up to US \$50 on concessional rate of leviable duty/taxes as mentioned in column (4) of the Table.
- (iv) In case, a visitor chooses to purchase goods of value more than \$50 from a specific category, it will be considered as commercial quantity being liable to duty/taxes on statutory rates.
- (v) The Customs staff posted at the border market will make an entry via electronic system for the goods purchased by the visitor on the prescribed format as notified by the Board.
- (vi) A system generated receipt will be issued to the visitor bearing his Name & CNIC No. by the Custom Officer in respect of goods purchased along with payable Customs Duty.

Table

S. No.	Description	PCT Code	Customs Duty (%)
(1)	(2)	(3)	(4)

Category-I

1	Seed (potatoes)	0701.1000	5
2	Tomatoes, fresh or chilled.	0702.0000	5
3	Onions and shallots	0703.1000	5
4	Garlic	0703.2000	5
5	Other	0704.9000	5
6	Carrots and turnips	0706.1000	5
7	Cucumbers and gherkins fresh or chilled.	0707.0000	5
8	Peas (pisum sativum)	0708.1000	5
9	Beans (vigna spp., phaseolus spp.)	0708.2000	5
10	Other leguminous vegetables	0708.9000	5
11	Peas (Pisum sativum)	0713.1000	5
12	Grams (dry/whole)	0713.2010	5
13	Other	0713.2090	5
14	Beans of the species Vigna mungo (L.) Hepper or Vigna radiata (L.) Wilczek	0713.3100	5
15	Small red (Adzuki) beans (Phaseolus or Vigna angularis)	0713.3200	5
16	Kidney beans including white beans	0713.3300	5
17	Bambara – vigna subteranea or vaahdzeia subterrea	0713.3400	5
18	Cow peas (Vigna unguiculata)	0713.3500	5
19	Other	0713.3990	5
20	Lentils (dry whole)	0713.4010	5
21	Broad beans (Vicia faba var. Major) and horse beans (Vicia faba var. Equina, Vicia faba var. Minor)	0713.5000	5
22	Pigeon peas (cajanus cajan)	0713.6000	5
23	Other	0713.9090	5
24	Vanilla (Neither crushed nor ground)	0905.1000	5
25	Cinnamon	0906.1100	5
26	Other (cinnamon and cinnamon tree flowers)	0906.1900	5
27	Neither crushed nor ground (Cloves)	0907.1000	5
28	Crushed or ground (Cloves)	0907.2000	5
29	Neither Crushed nor ground (Nutmeg)	0908.1100	5
30	Crushed or ground (Nutmeg)	0908.1200	5
31	Neither crushed nor ground (Maze)	0908.2100	5
32	Crushed or ground (Maze)	0908.2200	5
33	Large (cardamoms)	0908.3110	5
34	Small (cardamoms)	0908.3120	5
35	Crushed or ground (Cardamoms)	0908.3200	5
36	Neither crushed nor ground (Coriander)	0909.2100	5
37	Crushed or ground (Coriander)	0909.2200	5

38	Neither crushed nor ground (Seeds of Cumin)	0909.3100	5
39	Crushed or ground (Seeds of Cumin)	0909.3200	5
40	Neither crushed nor ground (Seeds of Anise, Badian, Caraway, Fennel etc)	0909.6100	5
41	Crushed or ground (Seeds of Anise, Badian, Caraway, Fennel etc)	0909.6200	5
42	Thyme; bay leaves	0910.9910	5
43	Barley (seeds)	1003.1000	5
44	Other (barley)	1003.9000	5
45	Sunflower seeds ,whether or not broken	1206.0000	5
46	Locust beans	1212.9200	5
47	Cereal straws and husks	1213.0000	5
48	Animal Fats and Oil and their fractions	1516.1000	5
49	Vegetable Fats and their fractions	1516.2010	5
50	Vegetable Oils and their fractions	1516.2020	5
51	Knives and cutting blades for paper and paper board	8208.9010	5
Category-II			
1	Of a fat content, by weight, not exceeding 1 % (Milk and Cream)	0401.1000	10
2	Of a fat content, by weight, exceeding 1 % but not exceeding 6 % (Milk and Cream)	0401.2000	10
3	Of a fat content, by weight, exceeding 6 % but not exceeding 10% (Milk and Cream)	0401.4000	10
4	Of a fat content, by weight, exceeding 10 % (Milk and Cream)	0401.5000	10
5	Leeks and other alliaceous vegetables	0703.9000	10
6	Cauliflowers and headed broccoli	0704.1000	10
7	Brussels sprouts	0704.2000	10
8	Cabbage lettuce (head lettuce)	0705.1100	10
9	Other	0705.1900	10
10	Witloof chicory (cichorium intybus var.foliosum)	0705.2100	10
11	Other	0705.2900	10
12	Other	0706.9000	10
13	Fruits of the genus Capsicum or of the genus Pimenta	0709.6000	10
14	Figs	0804.2000	10
15	Fresh (grapes)	0806.1000	10
16	Dried (grapes)	0806.2000	10
17	Watermelons	0807.1100	10
18	Other	0807.1900	10
19	Apples	0808.1000	10
20	Green tea	0902.1000	10
21	Other green tea	0902.2000	10
22	Crushed or ground (Ginger)	0910.1200	10

23	Turmeric (curcuma)	0910.3000	10
24	Other	0910.9990	10
25	Lactose (sugar)	1702.1110	10
26	Lactose syrup	1702.1120	10
27	Other	1702.1900	10
28	Caramel	1702.9020	10
29	Oilcake and other solid residues, whether or not ground or in the form of pellets, resulting from the extraction of soya bean oil.	2304.0000	10
30	Other (animal feed)	2309.9000	10
31	For sewing (thread)	5204.2010	10
32	For embroidery (Thread)	5204.2020	10
33	Spades and shovels	8201.1000	10
34	Other (Tools for masons, watchmakers, miners and hand tools nes)	8205.5900	10
35	For kitchen appliances or for machines used by the food industry	8208.3000	10
36	Other	8208.9090	10
Category-III			
1	Yogurt	0403.2000	20
2	Other (potatoes)	0701.9000	20
3	Sweet corn	0710.4000	20
4	Mixtures of vegetables	0710.9000	20
5	Fresh (dates)	0804.1010	20
6	Dried (dates)	0804.1020	20
7	Apricots	0809.1000	20
8	Sour cherries (Prunus cerasus)	0809.2100	20
9	Other	0809.2900	20
10	Peaches, including nectarines	0809.3000	20
11	Plums and sloes	0809.4000	20
12	Strawberries	0810.1000	20
13	Kiwi fruit	0810.5000	20
14	Neither crushed nor ground (Ginger)	0910.1100	20
15	Other (Durum wheat (excl. Seed for sowing))	1001.1900	20
16	Other (Wheat and meslin (excl. Seed for sowing, and durum wheat))	1001.9900	20
17	Of wheat (flour)	1101.0010	20
18	Of meslin (flour)	1101.0020	20
19	Vermicelli	1902.1920	20
20	Other (packed cake)	1905.9000	20
21	Homogenised preparations	2007.1000	20
22	Citrus fruit	2007.9100	20
23	Other	2007.9900	20
24	Organic surface-active products and preparations for washing the skin, in the form of	3401.3000	20

	liquid or cream and put up for retail sale, whether or not containing soap		
25	Preparations put up for retail sale	3402.5000	20
26	Other	3402.9000	20
27	Others (Tableware and kitchenware of porcelain or china)	6911.1090	20
28	Other (Household articles nes & toilet articles of porcelain or china)	6911.9000	20
29	Other (Glassware for table or kitchen purposes (excl. Glass having a linear c)	7013.4900	20
30	Other (Glassware nes (other than that of 70.10 or 70.18))	7013.9900	20
31	Spoons	8215.9910	20
32	Other (Tableware articles not in sets and not plated with precious meta)	8215.9990	20
33	Bicycles and other cycles (including delivery tricycles), not motorised.	8712.0000	20
34	Vacuum flasks	9617.0010	20
35	Other	9617.0020	20".
