

Government of Pakistan
Ministry of Commerce

Islamabad, the 8th August, 2005

ORDER

S. R. O.789(I)/2005. - In exercise of the powers conferred by sub-section (1) of section 3 of the Imports and Exports (Control) Act, 1950 (XXXIX of 1950), the Federal Government is pleased to direct that the following further amendments shall be made in the Import and Export of Gold, Gold Jewellery and Gemstones Order, 2001, namely: -

In the aforesaid Order, -

(a) In para 3, for sub-para (3) the following shall be substituted, namely: -

“(3) The exporters of jewellery and gemstones shall be registered with the Export Promotion Bureau as exporters for jewellery and gemstones on application in the form as set out in Annexure A.”;

(b) In para 5, for sub-para (2) the following shall be substituted, namely: -

“(2) The exporter shall supply gold jewellery of contracted quantity of gold content within one hundred and eighty days from the date of import of gold into Pakistan. In case of failure to export jewellery within one hundred and eighty days, the exporter will pay leviable duty and taxes on imported gold along with penalty @ 5% of leviable duty and taxes for first month and @ 10% of leviable duty for subsequent months”;

(c) In para 6, for sub-para (iv) the following shall be substituted, namely: -

“(iv) The sale proceeds shall be realized, within two hundred and forty days from the date of export, in foreign exchange through normal banking channels or partly in the form of gold content of the jewellery exported including wastage and gemstones. If the exporter fails to realize the sale proceeds within two hundreds and forty days then he will be liable to a penalty equal to 1% of sale proceeds per month.”;

(d) In para 9, for sub-para (1) the following shall be substituted, namely:-

“(1) Import of gold and gemstones under all schemes shall be exempt from normal import tariffs. The import of other raw materials, tools, machinery and equipment as provided in paras 7 and 8 shall be allowed free of customs- duties and without payment of advance

Income Tax in terms of the Notifications Nos. S.R.O.444(I)/2001, dated the 18th June, 2001, and clause 30 of Part (IV) of the second Schedule to the Income Tax Ordinance, 2001.”;

(e) In para 9, for sub-para (2) the following shall be substituted, namely: -

“(2) In case an exporter uses duty-paid raw materials procured from the market, duty drawback shall be admissible according to the standard duty drawback system in force. Refund of sales tax, if paid on any raw material inputs, shall be allowed according to the Sales Tax Refund Rules, 2005, made under Notification No.S.R.O.533 (I) 2005, dated the 6th June 2005.”; and

(f) Para 15 shall be omitted.

[F.No.8 (1)/2002-E-(VI)/II]

Sd/-
(JAVED SHERYAR)
Deputy Secretary (Exports)