

CHAPTER XV

(WAREHOUSING)

342. Definitions.- In this chapter, unless there is anything repugnant in the subject or context,-

- (a) “Acts” means the Customs Acts, 1969 (IV of 1969), the Federal Excise Act, 2005, the Sales Tax Act, 1990 Income Tax Ordinance, 2001;
- (b) “Analysis Certificate” means a certificate issued by the Regulatory Authority under rule 352;
- (c) “bond” means a bond in the form set out in Appendix-II;
- (d) “common bonded warehouse” means a warehouse licensed by the Collector under rule 344 for warehousing customs duty, sales tax, Federal excise duty or withholding tax, free import of goods primarily meant for manufacture of finished goods by the Small & Medium Enterprises or indirect exporters;
- (e) “indirect exporter” means a manufacturer or supplier of goods or articles which are to be used as input for export;
- (f) “input goods including coal, diesel, gas and furnace oil” means all goods, required for the manufacture of goods meant for export, such as raw materials, accessories, sub components, components, sub-assemblies, assemblies and includes unrecorded media for development of software and recorded software used as tools for development of software as approved by the Regulatory Authority in the Analysis Certificate;
- (g) “licensee” means a person or firm to whom a license is granted under rule 343;
- (h) “manufacture” means any process incidental or ancillary undertaken in the manufacturing of finished goods under this chapter;
- (i) “manufacturing bond” means a premises having a proper boundary wall, with clearly defined areas of,-
 - (a) bonded warehouse for storing of input goods, procured under clauses (i), (ii) and (iii) of sub-rule (1) of rule 352 and goods manufactured therefrom for exports;
 - (b) manufacturing facility; and
 - (c) other stores, licensed by the Regulatory Authority under rule 343;
- (j) “manufacturer-cum-exporter” means any person or firm registered under the Sales Tax Act, 1990 as a manufacturer – cum-exporter;
- (k) “private bonded warehouse” means a warehouse licensed by the Collector under section 13 of the Customs Act, 1969 (IV of 1969);
- (l) “public bonded warehouse” means a warehouse licensed by the Collector under section 12 of the Customs Act, 1969 (IV of 1969);
- (la) “Regulatory Authority” in relation to Manufacturing Bond means the Additional Collector of Customs designated as the Regulatory Authority by the Collector of Customs in whose jurisdiction the place of business or manufacturing unit of the Manufacturing Bond Licensee, duly registered under the Sales Tax Act, 1990, is located;”
- (m) “Small and Medium Enterprises” means an export unit having export quantum upto two and half millions US dollars per annum;
- (n) “vendor” means a person who is registered under the Sales Tax Act, 1990, and to whom goods are provided by the licensee for further manufacture of goods; and
- (o) “warehouse” means a common bonded warehouse, a manufacturing bond, a private bonded warehouse or a public bonded warehouse licensed by the Collector or the Regulatory Authority designated by the Collector as the case may be.

343. Licensing.- (1) Any person or firm desirous of operating a warehouse shall apply to the Collector or the Regulatory Authority designated by the Collector, as the case may be in the form set out in Appendix-I to this chapter along with the following documents, namely:-

- (a) the site plan of the proposed warehouse indicating the location of the premises and the details of the total area, covered area and the area proposed to be utilized for the manufacturing area or facility and for storing the bonded warehoused input goods and manufactured goods therefrom for exports, and separate other storage areas for duty paid input goods, manufactured goods there from, factory rejects and wastages, for domestic local sales, in case of a manufacturing bond;
- (b) National tax number certificate;
- (c) Banker's certificate, directly forwarded by the bank to the Collector or the Regulatory Authority designated by the Collector, as the case may be in a sealed envelope, regarding financial transactions of the applicant during the last two years;
- (d) Memorandum and Articles of Association in the case where the applicant is registered under the Companies Ordinance, 1984 (XLVII of 1984), or partnership deed if it is a partnership firm;
- (e) Copy of the national identity card of owner and directors of the company;
- (f) A general bond in the form set out in Appendix-II;
- (g) Lease or tenancy agreement with the written permission from the landlord to use the premises as a warehouse for a period of at least three years;
- (h) Certificate from supplier of fire fighting equipment installed in the premises regarding its validity date;
- (i) Pay order in favour of the Collector or the Regulatory Authority designated by the Collector, as the case may be equal to the establishment charges, if leviable under rule 349;
- (j) Omitted
- (k) Omitted
- (l) Recommendations of the relevant representative Trade Association or Chamber of Commerce and Industry or Trade Development Authority of Pakistan; and
- (m) Details of the type of machinery installed, in case of manufacturing bond.

(2) On receipt of an application along with the documents prescribed in sub-rule (1), the Collector after such verification as he deems necessary, may issue a license within fifteen days of such verification, to the applicant to operate a warehouse.

(3) The verification and premises survey under sub rule(2) shall be carried out within fifteen working days of the receipt of complete application along with all required documents except where the applicant is himself responsible for the delay.

(4) In case of manufacturing bond, the applicant shall apply to the Regulatory Authority designated by the Collector of Customs having jurisdiction in which the unit is registered under the Sales Tax Act, 1990, and in case there are more than one unit of a proprietor, he shall apply to the Regulatory Authority designated by the Collector of Customs where the head office of the applicant is registered under Sales Tax Act, 1990.

344. Cancellation of License.- The license may be cancelled by the Collector or the Regulatory Authority designated by the Collector as the case may be on conviction of the licensee for any offence under any of the Acts or non-utilization of the license during the last twelve months, or for violation of any of the conditions specified in the license or on the request, in writing, by the licensee.

345. Suspension of License.- (1) Pending consideration whether a license be cancelled under rule 344, the Collector or the Regulatory Authority designated by the Collector as the case may be may suspend the license if he is of the opinion that it is expedient to do so and for the reasons to be recorded, in writing, thereof by him.

(2) In a case referred to in sub-rule (1) the reasons to show cause shall be communicated to the licensee within a week of such suspension.

(3) Any licensee aggrieved by any decision or order pertaining to Manufacturing Bond may prefer an appeal to the Chief Collector of Customs within sixty days of the passing of such decision or order.

346. Revalidation of revival of license.- The license shall be issued for a period of three years and the same shall stand revalidated for a further period of three years before every expiry date by the Collector or the Regulatory Authority designated by the Collector as the case may be on the request of the licensee provided the Collector or the Regulatory Authority designated by the Collector as the case may be is satisfied that no action under the Acts is pending against the licensee for a further period of three years, and the changes, if any, in the documents furnished under rule 343.

347. Transfer of ownership or title.- The licensee shall not be allowed to transfer the ownership or title of the warehouse unless all outstanding customs duty, central excise duty, sales tax and income tax are paid and all other liabilities are discharged.

348. Omitted

349. Premises of the warehouse.- (1) The licensee shall either own the premises of the warehouse (hereinafter called the premises) or have a lease thereof in his name for the period for which the license is sought to be issued.

(2) The premises shall have clearly ear-marked the area for storage of imported goods.

(3) In case of a manufacturing bond, the manufacturing area and separate stores of locally procured input goods, finished goods, rejects and waste, shall be clearly ear-marked in the premises.

(4) The premises shall be on an independent area having an independent entry or exit from a public area, having no other entry or exit (except for emergency evacuation) and independent of such premises which is not bonded under this chapter.

Provided that in exceptional circumstances, to be explained by the licensee, in writing, the Collector or the Regulatory Authority designated by the Collector as the case may be may approve the premises otherwise with or without any conditions or restrictions as he may deem fit to impose.

350. Warehousing Period.- (1) The warehousing period for a public or a private bonded warehouse shall be the same as provided in section 98 of the Customs Act, 1969 (IV of 1969):

Provided that Soyabean oil falling under PCT No.15.07 of the First Schedule to the Customs Act, 1969 (IV of 1969) can be kept in the warehouse for one hundred and eighty days:

Provided further that ships store and aircrafts store may be kept in the bonded warehouse for a period of two years without payment of surcharge chargeable under section 98 of the Customs Act, 1969 (IV of 1969).

(2) The goods imported by diplomatic bonded warehouses and duty free shops licensed under the Customs Act, 1969 (IV of 1969) for sale to passengers against their baggage allowances and to other entitled persons can be kept in the bonded warehouse for a period of two years from the date of in-bonding thereof without payment of penal surcharge leviable under section 98 of the Customs Act, 1969 (IV of 1969).

(3) The warehousing period for a private or public bonded warehouse shall start from the date of admission of goods into the warehouse and not from the date of filing of bill of entry.

(4) Input goods imported or procured locally by a manufacturing bond licensee shall be consumed within a period which shall run from the date on which the imported goods are placed under the manufacturing bond procedure. The period will be established by the Collectorate concerned on the basis of the time required to carry out the processing operations and dispose of the compensating products, as established in the Analysis Certificate. The period will not in any event exceed two years from the date of in-bonding or procurement of locally purchased goods. For duly justified reasons, extension may be granted for another one year by special written approval of an officer not below the rank of Additional Collector of Customs:

Provided that palm oil or olein shall be consumed in the manufacture of goods meant for export within six months from the date of filing of Goods Declaration or procurement of locally purchased goods.

(5) For a common bonded warehouse, the licensee shall supply the input goods to the Small and Medium Enterprises and other exporters within a period of two years from the date of filing of bill of entry thereof without payment of penal surcharge leviable under section 98 of the Customs Act, 1969 (IV of 1969).

(6) No refund of duty and taxes shall be payable to importer if duty paid goods are damaged, deteriorated or destroyed during the period of storage after payment of duty and taxes.

(7) The calculation of surcharge, if chargeable under section 98 of the Customs Act, 1969 (IV of 1969), shall be made on the basis of duty and taxes on the into bond bill of entry, when goods are entered into the warehouse, without taking into account any concessionary rate of duty applicable at the time of ex-bonding of the goods and the fact that goods will be re-exported under a bill of export.

351. Analysis Certificate for goods to be manufactured in a manufacturing bond.-

“(1) The licensee shall apply to the Regulatory Authority, within fifteen days of issuance of manufacturing bond license, or sixty days before the first export of finished goods, for issuance of an Analysis Certificate as set out in Appendix-III showing the input and output ratio of input goods vis-a-vis finished goods along with wastages. The licensee shall also submit samples of product and its input material.

(2) The Regulatory Authority or the officer authorized by him, in his behalf, shall, after getting input from the Input Output Coefficient Organization (IOCO) or Engineering Development Board (EDB), or any other agency, in this regard, issue an Analysis Certificate within thirty days on receipt of such application, showing the actual quantity of input goods used and wastage occurred in manufacture of one unit of output goods:

“Provided that the Regulatory Authority may issue a provisional analysis certificate till the determination of Input to Output Ratio and wastage by IOCO or EDB, as the case may be:

“Provided further that if there is no change in previously determined input and output ratio, then the Regulatory Authority may uphold the previously determined input-output ratios without sending it to IOCO or EDB.”

(3) One copy of the Analysis Certificate shall be given to the licensee and one copy shall be retained in the Custom House.

(4) Analysis Certificate shall not be required for every consignment or input goods if the finished goods are the same for which Analysis Certificate has already been issued. However, a separate Analysis Certificate shall be applied for and issued for every new finished goods.

(5) In case of expensive samples such as leather jackets or garments, etc. instead of complete finished goods, 6" x 6" piece of leather or lining material, a button or a piece of thread or a three inches long zipper etc. may be retained by the Regulatory Authority for the purpose of issuance of Analysis Certificate.

(6) Improved efficiency of the manufacturing operations may lead to improvement in consumption of input or output ratios, the licensee shall declare the excess material at the end of the relevant year to the Customs authorities. The concerned Deputy Collector can allow, in writing, the consumption for export of such excess input material during the subsequent period or allow for removal for home consumption, provided that the warehousing period is complied with. In case of removal for home consumption, the licensee shall file ex-bond Goods Declaration for payment of duties and taxes leviable thereon. However, the warehousing charges and penal surcharge as prescribed under section 98 of the Customs Act, 1969 for ex-bonding of such input material offered due to improved plant efficiency shall not apply.

(7) In case of improve efficiency, the input or output ratio for the period thereafter shall be amended in accordance with the newly established input or output ratio provided that the improvement is beyond one per cent. If the change in input or output ratio is within one per cent, the input or output ratios shall remain unchanged but the excess materials shall be declared by the licensee to the Customs every year in accordance with sub-para (6). The input or output ratio shall in any event be revised every three years.

(8) In case of lower efficiency, and the lower efficient ratio is beyond three per cent, the unit may apply for redetermination of IORs. If the change in input or output ratio is within three per cent, the input or output ratios shall remain unchanged. The input or output ratio shall in any event be revised every three years. The licensee will have no right of refund.

352. Procurement, manufacture, export and removal of goods by a licensee of a manufacturing bond.- (1) The input goods for production of finished goods according to the specification approved in the Analysis Certificate shall be procured by the licensee of a manufacturing bond in any of the following manners, namely:-

- (i) the input goods may be imported by the licensee without payment of custom duty, federal excise duty and sales tax after declaring on the bill of entry that input goods are being imported under manufacturing bond for manufacture of export goods;
- (ii) the input goods produced from the local exciseable unit may be procured by the licensee without payment of central excise duty against AR-3 or any other rule for the time being in force;
- (iii) the sales taxable goods meant for further processing shall be supplied to the licensee of the manufacturing bond against a tax invoice after payment of sales tax and the licensee shall be entitled for refund of input tax credit in accordance with the Sales Tax Refund Rules, 2000;
- (iv) the licensee may procure duty paid input goods manufactured locally, in addition to duty-free input goods for production of finished goods and if duty drawback and rebate of federal excise duty is admissible on export of such finished goods on the basis of standard duty drawback and rebate notifications, the f.o.b value for claiming such duty

drawback and rebate shall be the value excluding value of the duty-free goods imported under these rules.

(2) Item-wise record of input goods received, manufactured and exported shall be maintained in the format as set out in Appendix-IV to this chapter, which shall be examined, stamped and signed by the supervising Customs official every month.

Provided that one copy in the form of quarterly return in the same format as Appendix IV shall be submitted to the Regulatory Authority before the tenth day of the following quarter. Such quarterly return should show the item-wise opening balances, accumulated inwards during the quarter, accumulated issued for manufacturing facility, accumulated production of finished goods, factory rejects, wastes or losses, accumulated exports and or removals and remaining balances at the end of the quarter.

(3) The export of finished goods shall be made against,-

(i) the bill of export prepared by the licensee of manufacturing bond or his representative and endorsed as "Export from Manufacturing Bond",

(ii) a consumption sheet showing the imported inputs consumed for relative finished goods, providing for import consignments reference numbers.

The Customs official examining the goods for release before export shall strictly check and verify the records of inputs consumed for the export goods.

(iv) the licensee may procure duty paid input goods manufactured locally, in addition to duty-free input goods for production of finished goods and if duty drawback and rebate of federal excise duty is admissible on export of such finished goods on the basis of standard duty drawback and rebate notifications, the f.o.b value for claiming such duty drawback and rebate shall be the value excluding value of the duty-free goods imported under these rules.

(2) The record of input goods received, manufactured and exported shall be maintained in the format as set out in Appendix-IV to this chapter.

Provided that one copy in the form of monthly return shall be submitted to the Collector before the tenth day of the following month.

(3) The export of finished goods shall be made against the bill of export prepared by the licensee of manufacturing bond and endorsed as "Export from Manufacturing Bond".

(4) The licensee of manufacturing bond may exercise his option to get the finished goods meant for export examined by an official of customs either in the manufacturing bond or at the Port and quadruplicate copy of the bill of export shall bear the examination report of the official of customs accordingly.

(5) Omitted

(6) Removal of finished goods for home consumption on filing of bill of entry may be allowed subject to the limitations and restrictions provided in the Import Policy Order for the time being in force on payment of duties and taxes leviable thereon, up to forty percent of the annual production of the manufacturing bond:

(6a) The leftover quantities of raw materials imported in a manufacturing bond or those which could not be utilized in export for certain reasons, to be recorded in writing, may be allowed removal in its original and unprocessed form for home consumption by the Regulatory Authority of Customs on case to case basis subject to the limitation and restrictions provided in the Import Policy Order for the time being in force. The licensee shall file ex-bond Goods Declaration for payment of duties and taxes leviable

thereon for such domestic clearance. The warehousing period for ex-bonding purpose shall be the same as prescribed under section 98 of the Customs Act, 1969.

Provided that in case of engineering goods and leather footwear in the first three years up to seventy five per cent and forty percent for subsequent years of their annual production in the manufacturing bond may be removed for home consumption.

(7) For the purpose of removal of finished goods for home consumption, normal value for the purpose of assessment of customs duty shall be the sum total of the value of input goods procured under clauses (i), (ii) and (iii) of sub rule (1) and value of supply for the purpose of assessment of sales tax shall be taken in accordance with clause (46) of section 2 of the Sales Tax Act, 1990.

(8) The licensee of a manufacturing bond may remove input goods or semi-finished goods out of his premises for partial manufacture or processing by the vendors after intimating the Regulatory Authority, in this behalf, in the form as set out in Appendix-V to this chapter.

Provided that in case the manufacturing process performed by the vendor is liable to central excise duty, the processed goods shall be returned to the manufacturer in such manner as if these are exported without payment of central excise duty.

Provided further that the finished goods may be removed directly for export from the vendor to the customs-port of exit.

(9) The factory rejects or finished goods not conforming to the export standards shall be allowed disposal in the local market as per provisions of the Import Policy Order for the time being in force after the filing of a bill of entry for home consumption by the licensee:

(10) No wastage of input goods in terms of quantity, volume, weight or number, as the case may be, shall be allowed except as determined in the Analysis Certificate and no duty and taxes shall be charged on such wastage of the warehoused input goods, provided that such wastage is either destroyed in the presence of an officer of Customs, not below the rank of an Assistant Collector, or leviable federal excise duty and sales tax is paid on such wastage before removal.

Provided that the factory rejects shall be allowed removal by an officer of customs not below the rank of an Assistant Collector, at the appraised value and customs-duty, central excise duty and sales tax shall be levied as if it had been imported into Pakistan in that condition.

(11) The Collector of Customs will be responsible for overall monitoring of manufacturing bond scheme.

353. Procedure in respect of a common bonded warehouse.- (1) For import of input goods into a common bonded warehouse a bill of entry shall be filed as per procedure applicable for clearance into the public bonded warehouses under the Customs Act, 1969 (IV of 1969).

(2) The licensee shall maintain a serially numbered register of all the input goods imported and the goods supplied to Small and Medium Enterprises, direct and indirect exporters, in the form set out in Appendix-VI to this chapter. Duplicate of the same record shall be maintained by the Customs House which shall be checked and authenticated by the Assistant Collector of Customs, in charge of the common bonded warehouse, on quarterly basis.

(3) The licensee shall issue four copies of the record referred to in sub-rule (2). The first and third copy of which shall be issued to Small and Medium Enterprises, or indirect exporter, as the case may be who shall maintain record of receipts in the relevant columns of Appendix-VI. The second copy shall be sent to the Collectorate of Customs with whom the licensee is registered. Small and Medium Enterprises, or indirect exporter shall attach the third copy with the bills of export or delivery order at the time of exportation of finished goods or their supply to indirect exporter, as a proof of supply or export, as the case may be. The fourth copy shall be retained by the licensee for his record.

(4) After the goods have been duly exported by Small and Medium Enterprises or direct exporter, as the case may be, the third copy shall be authenticated to the effect that the goods mentioned in the delivery order have been duly exported and the same shall be sent to the licensee as well as to the Assistant Collector of Customs in charge of the common bonded warehouse;

(5) The licensee shall provide proper accommodation to the officer in charge of the common bonded warehouse and all expenses incurred thereon shall be borne by the licensee.

(6) Removal of input goods to the Small and Medium Enterprises, indirect and direct exporters shall be made as per procedure specified in this behalf by the Collector.

354. Remission of customs-duty, central excise duty and sales tax to a licensee of a manufacturing bond or a common bonded warehouse.- Subject to the satisfaction of the Collector, the customs-duty, central excise duty and sales tax, if any, may be remitted in full or in part, as the case may be in the following cases, namely:-

- (a) when the goods are damaged or destroyed by unavoidable circumstances or for causes beyond the control of the licensee; or
- (b) when the wastage of input goods, as determined in the Analysis Certificate, is destroyed; or
- (c) when goods procured are bona fide samples drawn under this sub-chapter or samples for study, testing or design; or
- (d) when the input goods or finished goods that are rendered unfit for consumption or sale, are destroyed in the manner as determined by the Collector.

355. Removal of raw-materials for the manufacture of export goods by manufacturer-cum-exporters from the warehouses without payment of duty and taxes etc.- (1) Any manufacturer-cum-exporter having an export order or contract in his favour for the supply of goods to a foreign importer may procure duty and tax free goods from bonded warehouse licensed under this chapter, for further manufacture of goods meant for export.

(2) He shall apply to the Regulatory Authority under whose jurisdiction the warehouse is located in the form set out in Appendix-V along with an application for issuance of an Analysis Certificate in the form set out in Appendix-III showing the input or output ratio of input goods vis-à-vis the finished goods along with wastage:

Provided that in case of finished goods in respect of which input or output ratio referred above has already been determined and Input-Output Ratio determined by IOCO or an Analysis Certificate under rule 352 has been issued, the determination of this input or output ratio shall not be undertaken by the concerned Collector.

(3) The application as specified in sub-rule 2 shall be accompanied by an indemnity bond along with a post-dated cheque binding himself for abiding by the required conditions and payment of government dues and penalties, in case of default, in the form set out in Appendix-VII for the leviable amount of duties and taxes.

(4) After the determination of the input or output ratio as specified in sub rule 2, the Regulatory Authority may allow the manufacturer-cum-exporter to procure goods from the warehouse without payment of duties and taxes.

(5) Under these rules, the Collector or the Regulatory Authority designated by the Collector, as the case may be may allow removal of raw material from more than one bonded warehouses. A separate application and procedure as prescribed in sub-rule 2 shall be followed in respect of each warehouse.

(6) In case when such removal of goods is allowed to a manufacturer-cum-exporter under the rules, name and the address of such exporter along with other particulars together with claim under this chapter shall also be mentioned on all the copies of ex-bond Goods Declaration.

(7) Owner of the warehouse will maintain a certified copy of Goods Declaration of such removal made to manufacturer-cum-exporters together with a master register in the form set out in Appendix-VI.

(8) Owner of the warehouse shall furnish a copy of records of all sales made to each manufacturer-cum-exporter to Collector or the Regulatory Authority designated by the Collector, as the case may be in the form of a return under his seal and signature duly verified by the Customs Officer in charge of warehouse on a quarterly basis.

(9) The manufacturer-cum-exporter shall maintain the record of goods procured, manufactured and exported in the form set out in Appendix-IV.

(10) The export of finished goods shall be made against the Goods Declaration prepared by the exporter. Such Goods Declaration shall be endorsed "Export made partially or wholly from goods procured from warehouse".

(11) Omitted

(12) The goods procured from warehouse will be manufactured and exported within a period of six months from the date of filing the ex-bond Goods Declaration under the rules:

Provided that this period may be further extended for another period of six months by the Collector or the Regulatory Authority designated by the Collector, as the case may be and upon an application to this effect having been received from the exporter showing sufficient cause for this extension. If the goods are not exported within the stipulated period, the indemnity bond along with the post-dated cheque shall be enforced or encashed by the Collector under the provisions of section 202 of the Customs Act, 1969 (IV of 1969) besides any penal action at his discretion.

(13) Export under the rule shall be deemed to have been made on the realization of foreign exchange as shown on Bank Credit Advice issued in accordance with the State Bank of Pakistan's regulations for the time being in force.

(14) The indemnity bond along with the post dated cheque will not be discharged after the conditions as specified in sub rule 13 have been fulfilled.

356. Bond to bond transfer.- (1) The bond to bond transfer of warehoused goods may be allowed by the Collector or the Regulatory Authority designated by the Collector, as the case may be against an indemnity bond as set out in Appendix-VII to this chapter on submission of an application, by the licensee, as set out in Appendix-V to this chapter.

(2) The transfer, in respect of manufacturing bond, of input goods for getting the same processed in another manufacturing bond or in any other unit located in the Export Processing Zone may be allowed by the Regulatory Authority.

(3) In respect of a manufacturing bond, a licensee shall be allowed by the Regulatory Authority to sell the warehoused goods to another licensee or a licensee under DTRE rules or Notification No.S.R.O 327(I)/2008 dated 29th March, 2008 within the validity period of the seller subject to such extension as the Regulatory Authority may allow from the date of importation of purchase.

(4) A licensee of a manufacturing bond, purchasing the input goods, shall consume the same within the remaining period of consumption subject to such extension as the Regulatory Authority may allow from the date of original importation or as extended from time to time.

Explanation.- For the purpose of this rule, the expression “warehoused goods” includes the goods manufactured from input goods by the seller under bond, whether in semi-processed, processed, semi-finished or finished state, which are used by a licensee purchasing such goods for the manufacture of a product for export under this chapter.

357. Re-export of warehoused goods.- (1) The licensee of a warehouse may be allowed by an officer not below the rank of an Additional Collector of Customs to re-export the warehoused goods in their original and unprocessed form within three years of their import subject to the conditions, limitations and restrictions of the Acts, Import Policy Order and Export Trade Control Order for the time being in force.

(2) Application for re-export of warehoused goods shall be made by the licensee on the form as set out in Appendix-VIII to this chapter.

358. Unaccounted goods of a Warehouse.- If any licensee fails to give proper account of the warehouse goods, input goods or finished goods to the satisfaction of an officer of customs not below the rank of an Assistant Collector, the licensee shall pay on demand an amount equal to the customs duty, central excise duty, sales tax and income tax leviable thereon as if they were imported and used for home consumption and shall also be liable to penalties imposed for such violation under the Acts.

359. Short landing notice.- The licensee of a warehouse shall submit the short landing of goods notice in writing to an appropriate officer of customs, not below the rank of Assistant Collector, within a week from date of warehousing of the goods or before filing the first ex-bond bill of entry whichever is earlier.

360. Last ex-bond bill of entry.- The last ex-bond Goods Declaration shall be filed by the importer for removal of a minimum of 20% goods mentioned in the into-bond bill of entry in respect of warehoused goods.

361. Stock taking of goods lying in a warehouse.- An appropriate officer of customs, authorized by the concerned Assistant Collector of Customs, shall conduct stock taking and detailed audit of a warehouse as and when so directed but at least once in a year. The auditors specifically will examine the mandatory requirements of the scheme, availabilities of all prescribed records set out in this scheme, input or output ratios actually consumed for the manufacturing of finished goods, opening stocks of the year, inward or outward input goods during the year, finished goods stocks, wastages or rejects (losses during the year if any), due approvals of the Customs authorities, and shall submit its findings or report to the concerned Collectorate and a copy thereof to the licensee for his records.

361A. Local procurements.- The local procurements should be kept separately and identifiable to Customs authorities. However, during manufacturing process, the local procurement of same characteristic or specification or identical inputs (as imported) can be consumed simultaneously in the production facility with separate internal records of the Company verifiable to the Customs authorities during routine check-up and periodical audits. It is however required that entries in the stock records shall allow the Customs authorities to monitor the precise situation of all goods under the arrangements at any time.

362. Maintenance of record.- The licensee of warehouse shall maintain proper record of all warehoused goods in the manner as prescribed in the Acts or the rules made thereunder or by the Collector.

363. Switching over to the provisions of this chapter.- (1) All the existing licensees of warehouses shall be deemed to have adopted this chapter and such licenses shall be deemed to have been issued under this chapter till the validity of existing licenses already issued.

(2) All liabilities of licensees referred to in sub-rule (1) shall be deemed to be their liabilities under this chapter.

GOVERNMENT OF PAKISTAN
COLLECTORATE OF CUSTOMS

APPLICATION FORM FOR LICENSE OF A WAREHOUSE.

I/We intend to operate a private bonded warehouse / public bonded warehouse / common bonded warehouse / manufacturing bonded warehouse (strike out the irrelevant) in the name and style of _____ . It is requested that a license for _____ bonded warehouse may be granted to me / us.

A. GENERAL INFORMATION

1. Name of the warehouse _____
2. Address: _____

3. N.T.N. _____
4. Sales Tax Registration No. (if required) _____
5. Status of Business: Sole Proprietorship, Partnership, Company.
(Tick the relevant)
6. Telephone, Fax and E-mail _____

7. Name of the directors with NTN & NIC No.
 - (i) Name _____ (ii) Name _____
NTN No. _____ NTN No. _____
NIC No. _____ NIC No. _____
 - (iii) Name _____ (iv) Name _____
NTN No. _____ NTN No. _____
NIC No. _____ NIC No. _____
8. Maximum face value of the dutiable _____
Goods to be stored/manufactured in the proposed warehouse.
9. Please give the following information, if applicable, and write "Not Applicable", if otherwise.
 - (i) Maximum value of the imported goods
/input goods: _____
 - (ii) Total storage area for imported goods
/input goods: _____
 - (iii) Nature, type and value of goods to be
imported: _____
 - (iv) Nature, type and value of local
Sales taxable goods: _____
 - (v) Nature, type and value of local
excisable goods. _____
 - (vi) Nature, type and value of goods to be
manufactured. _____
 - (vii) Total value of goods exported in the _____

- last two financial years. _____
- (viii) What other business the applicant is engaged in, give detail of sister concern, if any. _____
- (ix) Whether the applicant has ever availed the facility of any kind of bonded warehouse, if so give details: _____
- (x) Whether the license of the applicant ever revoked or the licensee ever penalized under any provision of the Acts. _____
- (xi) Whether the goods intended to be manufactured in the warehouse fall within any category of Textile quotas, if so please indicate the category (description & number) alongwith country: _____
- (xii) Please indicate the banks/branches of banks with which the business will be carried in connection with the proposed warehouse: _____
- _____
- _____

B. UNDERTAKING.

1. I/We hereby declare that the information furnished by me/us is true to the best of my/our knowledge and belief.
2. I/We would agree to abide by any and specific conditions as may be laid down from time to time.
3. I/We also agree to abide by any and specific conditions as may be laid down from time to time.
4. I/We also agree to inform the Collector or any Officer authorized in this behalf, of any change in the information provided in this application.
5. I/We have enclosed all documents required under sub-rule (1) of rule 2.

Date: _____

Signature of the Applicant _____

Diary No. _____

Date: _____

C. Remarks of Bond Officer.

Signature: _____ Name: _____

Date: _____

D. Remarks of Assistant Collector of Customs (Bond)

Signature: _____ Name: _____

E. Orders of Collector /Regulatory Authority:

Signature: _____ Date _____

Name: _____

F. Date of Issue	
------------------	--

Date of Expiry	
----------------	--

G. Revalidated for 3 years.

FIRST
REVALIDATION

SECOND
REVALIDATION

THIRD
REVALIDATION

Date: _____

Date _____

Date _____

Signature _____

Signature _____

Signature _____

GOVERNMENT OF PAKISTAN
COLLECTORATE OF CUSTOMS BOND

I/We M/s. _____
Jointly and severally bound to the President of Pakistan in the sum equal to the Rs. _____
(Rupees _____ only) to be paid to the President of
Pakistan for which we jointly and severally bind ourselves and our legal representatives.

The conditions of this bond are that:-

If M/s. _____
Or their legal representatives shall observe all the provisions of the Acts, and the rules in respect of such
goods to be observed by the owner of the warehouse goods and by persons obtaining permission to
warehouse goods under the provisions thereof.

And if the said M/s. _____
or their legal representatives shall pay to the appropriate officer of Customs at the Custom House
_____ all dues, rent, surcharge or other lawful charges on the goods, which shall be
demanded on the said goods or on account of penalties incurred in respect of them, within the prescribed
period or within such further time as the Central Board of Revenue or the Collector may allow in this
behalf together with surcharges on every such sum at the discretion of the appropriate officers.

And that the establishment charges, if payable under the rules, for the year will be
deposited in advance at the time of renewal and will be subjected to review by the Collector from time to
time.

And that the amount demanded as a result of short recoveries discovered by the audit at a
later stage will be deposited on receipt of notice thereof.

And if within the terms so fixed or allowed, the said goods or any portion thereof having
being removed from the said warehouse for the home consumption or re-exportation by sea, land or air,
the full amount of all duties and taxes, warehouse dues, rent or other lawful charges, penalties and
surcharges demandable as aforesaid shall be first paid on the whole of the said goods. This obligation
shall be void.

Otherwise on breach or failure in the performance of any part of this condition the same
shall be in full force.

Signature and Seal: _____
Name: _____
NIC No. _____
NTN : _____

Witnesses.

1. _____

2. _____

APPENDIX-III
[SEE RULE 352 & 356(2)]

GOVERNMENT OF PAKISTAN
COLLECTORATE OF CUSTOMS

ANALYSIS CERTIFICATE

No. _____

Date _____

1. Name and address of the warehouse/manufacturer-cum-exporter.

2. Sales Tax Registration No. _____

3. Detailed specifications of the finished goods to be manufactured

- [4. 4. Details of the input goods to be used for the manufacture of the finished goods:

S.No.	Input Goods	Per Unit requirement	Wastage	Rate of Duty	Current per Unit Value

4. [omitted]

5. [omitted]

6. [omitted]

7. [omitted]

8. [omitted]

Prepared by:
Signature and seal

Countersigned by:
Signature and seal

Part-V Movement in Wastage				
Date	Quantity of wastage manufactured	Quantity wastage sold in domestic market	Reference of import GD No. / Sales Tax Invoice No. for removal of wastage with date.	Closing balance.
(42)	(43)	(44)	(45)	(46)

SIGNATURE _____

NAME AND DESIGNATION _____

N.I.C. NO. _____

Verified by the Customs Officer Incharge of the Bond

Signature _____

Official rubber stamp with Name and Designation _____

APPENDIX-V

[See Rule 353(8), 356(2) and 357(1)]

GOVERNMENT OF PAKISTAN
 MODEL CUSTOMS COLLECTORATE
 CUSTOMS HOUSE, _____

APPLICATION FOR TRANSFER OF GOODS FROM A WAREHOUSE TO ANOTHER
 WAREHOUSE/VENDOR/MANUFACTURER-CUM-EXPORTER

To,
 The Collector/Regulatory Authority,

Collectorate of Customs,
 Customs House _____.

I/we, M/s _____ intend
 to transfer the following goods from _____ (Name, address & license No. of the warehouse) to
 _____ (Name, address & license No. of the warehouse/
 vendor/manufacturer-cum-exporter for the purpose of
 _____.

Description	B/E/AR-2/ Sales Tax invoice/ purchase receipt No. & date	Quantity	Value in Rs.	Total Value (per unit)	Duty & taxes rate (item- wise)	Total duty & taxes involved.
(1)	(2)	(3)	(4)	(5)	(6)	(7)

Indemnity Bond No. & Date	Nature of further processing, if required.	Date on which transfer is required	Date on which transferred goods will be retrieved/exported	Extent of value addition, if any.
(8)	(9)	(10)	(11)	(12)

Signature with date _____
 Name & Designation _____
 of Consignor _____

Signature with date _____
 Name & Designation _____
 of Consignor _____

APPENDIX-VI

[See Rule 354(2), 354(3) and 356(7)]

GOVERNMENT OF PAKISTAN
 MODEL CUSTOMS COLLECTORATE
 CUSTOMS HOUSE, _____

**RECORD OF GOODS ISSUED FROM A WAREHOUSE AND RECEIVED BY
 SMALL AND MEDIUM ENTERPRISE'S / DIRECT & INDIRECT
 EXPORTER/MANUFACTURER-CUM-EXPORTER/VENDOR**

Name of warehouse _____

License No. _____

Input goods issued from a warehouse							
Opening as on 1 st day of the month	B/E No. and date.	IGM No.	Item-wise quantity	Items wise value	Assessed duty on each item	Quantity of each item.	Value of each item.
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)

Duty and taxes involved	Balance as on the last day of month
(9)	(10)

First and third copy: for Small and Medium Enterprises or exporter. Second copy: for Collectorate of Customs. Third copy: for the licensee of warehouse.	Signature of Licensee _____ Name _____ Signature of Small and Medium enterprises/exporter _____ Name of Small and Medium Enterprises/exporter _____ Name and signature of Customs Officer in charge of the Warehouse _____ Date _____
--	--

GOVERNMENT OF PAKISTAN
MODEL CUSTOMS COLLECTORATE
CUSTOMS HOUSE, _____

**ON APPROPRIATE STAMPED NON-JUDICIAL PAPER
INDEMNITY BOND.**

This deed of indemnity is made on the _____ day of _____ 20____
between M/S. _____ who have registered
office _____ (hereinafter called the licensee
which means and includes their successors, administrators, executors and assignees) of the one part, and President of
Pakistan through the Collector of Customs _____ (hereinafter called "the Collector") of the other
part:

Whereas, the Collector has allowed us to remove goods in bond, we shall pay on demand all
duties, taxes, repayment, rebates and refunds, not levied or paid under the rules, on the procurement of warehoused
goods which are not accounted to the satisfaction of the Collector and to pay any penalties imposed by the
Collector/adjudicating officer for violation of these rules or the Acts;

It is further, agreed that the above amount may be recovered as an arrears of land revenue under
sub-section (2) of section 202 of the Customs Act, 1969 (IV of 1969), if the licensee fails to abide by any condition
laid down in the Customs Rules, 2001;

IN WITNESS WHEREOF the parties hereto have put their respective hands and seals on the day
above written.

(1) M/S _____
(Address)

(2) _____
(Name and permanent address)
For and on behalf of the President

WITNESSES

1. _____
(Signature, name, designation, full address and N.I.C No.)

2. _____
(Signature, name, designation, full address and N.I.C No.)

Note. (1) The witnesses should be government servants in BPS-16 or above, or Oath Commissioner, Notary
Public or an Officer of a Scheduled Bank.

(2) This bond should be bases upon proper collateral security in the shape of NIT units, Defence
Saving Certificates, Khas Deposit Certificates, Bearer Bonds and such other securities which
banks generally accept for extending credit.

GOVERNMENT OF PAKISTAN
MODEL CUSTOMS COLLECTORATE
CUSTOMS HOUSE, _____

**APPLICATION FOR RE-EXPORT OF IMPORTED GOODS IN THEIR ORIGINAL
AND UNPROCESSED FORM.**

The Collector or Regulatory Authority,
Collectorate of Customs,

I/We, M/S _____
Licensee vide license type _____ and No. _____ dated
_____ unprocessed from under rule 357(2) of this chapter.

The details are given below:-

- (1) Description of goods.
- (2) Quantity of goods to be re-exported.
- (3) Value of goods to be re-exported.
- (4) Period of retention for the said goods.
- (5) Details of Imports.
 - (i) When the goods were imported.’
(give date, B.E No. and IGM No.)
 - (ii) How much (specify the quantity) of goods as
5(i) above were utilized/ex-bonded.

UNDERTAKING

1. I/We hereby declare that the information furnished by me/us is true to the best of my/our knowledge and belief.
2. I/We would produce further documentary evidence in support thereof if and when called for.
3. I/We also agree to abide by such specific conditions as may be laid down from time to time.
4. I/We also agree to inform the Collector or any officer authorized in this behalf of any change in the information provided in the application.

Date _____
Signature of applicant.

Amended as

- (1) SRO 1174(I)/2005 dated 23.11.2005
- (2) SRO 143(I)/2007 dated 20.02.2007
- (3) SRO 623(I)/2007 dated 18.06.2007
- (4) SRO 493(I)/2009 dated 13.06.2009
- (5) SRO 612(I)/2009 dated 01.07.2009
- (6) SRO 339(I)/2010 dated 20.05.2010
- (7) SRO 352(I)/2010 dated 24.05.2010
- (8) SRO 601(I)/2010 dated 28.06.2010
- (9) SRO 688(I)/2010 dated 27.07.2010
- (10) SRO 551(I)/2012 dated 22.05.2012
- (11) SRO 202(I)/2014 dated 18.03.2014
- (12) SRO 831(I)/2018 dated 02.07.2018
- (13) 445(I)/2019 dated 09th April, 2019
- (14) 994(I)/2019 dated 04.09.2019