

GOVERNMENT OF PAKISTAN
MINISTRY OF FINANCE, ECONOMIC AFFAIRS,
STATISTICS AND REVENUE
(REVENUE DIVISION)

Islamabad, the 29th June, 2007.

NOTIFICATION
(FEDERAL EXCISE)

S.R.O. 655(I)/2007.— In exercise of the powers conferred by section 3A, and sub-section (2) of section 16 of the Federal Excise Act, 2005, the Federal Government is pleased to direct that subject to the conditions, restrictions and exceptions stated hereinafter, special excise duty at the rate of one per cent of the value shall be levied, collected and paid on goods specified in the First Schedule to the Customs Act, 1969 (IV of 1969) except the goods mentioned in the table below.

TABLE

| S. NO. | DESCRIPTION | H.S. CODE |
|-------------------|-------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| (1) | (2) | (3) |
| 1. | All goods classifiable in chapter 07. | Chapter 07 |
| 2. | Seeds, fruit and spores of a kind used for sowing | 1209.1000, 1209.2100, 1209.2200, 1209.2300, 1209.2400, 1209.2500, 1209.2900, 1209.3000, 1209.9110, 1209.9120, 1209.9130, 1209.9190 and 1209. 9900 |
| 3. | Rape or colza seeds, sunflower seeds, cotton seeds, sesamum seeds, mustard seeds and safflower seeds. | 1205.1000, 1206.0000, 1207.2000, 1207.4000, 1207.5000 and 1207.9910 |
| 4. | Edible oils and fats | 15.07, 15.08, 15.09, 15.10, 15.11, 15.12, 15.13, 15.14, 15.15, 15.16, 15.17 and 15.18 |
| 5. | Petroleum oils and oils obtained from bituminous minerals, crude | 2709.0000 |

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| 6. | Motor spirit | 2710.1110 |
| 7. | Aviation spirit | 2710.1120 |
| 8. | High speed diesel oil | 2710.1931 |
| 9. | Furnace-oil | 2710.1941 |
| 10. | Natural gas and LPG | 2711.1100, 2711.1910 and 2711.2100 |
| 11. | Electrical energy | 2716.0000 |
| 12. | Phosphoric acid | 2809.2010 |
| 13. | Pharmaceutical products | Chapter 30 |
| 14. | Fertilizers | Chapter 31 |
| 15. | Currency notes, bank notes, shares, stocks and bonds. | 4907.0000 |
| 16. | Silver, in unworked condition. | 7106.1000, 7106.9110, 7106.9190, 7106.9210 and 7106.9290 |
| 17. | Gold, in unworked condition. | 7108.1100, 7108.1210 and 7108.1290 |
| 18. | Monetary gold. | 7108.2010 and 7108.2090 |
| 19. | Tin plate | 7210.1100 and 7210.1200 |
| 20. | Computer hardware including laptops, notebooks, PCs mainframe and other peripheral units and parts thereof | 8471.0000 |
| 21. | Soyabean seeds | 1201.0000 |
| 22. | Petroleum bitumen | 2713.2000 |
| 23. | Special Classification provisions | Chapter 99 |
| 24. | Temporary importation under Federal Government's Notification No. S.R.O. 1065(I)/2005 dated 20 th October, 2005, imports under DTRE Scheme and imports under manufacturing bonds scheme. | Respective headings |
| 25. | Goods specified in the Federal Government's Notifications No. S.R.O. 509(I)/2007, dated 9 th June, 2007, SRO 462(I)/2007 dated 9 th June, 2007, SRO 646(I)/2007 dated 27 th June, 2007, SRO 548(I)/2006 dated 5 th June, 2006, SRO 604(I)/2006 dated 7 th June, 2006, SRO 664(I)/2006 dated 27 th June, 2006, SRO 759(I)/2006 dated 24 th July, 2006, SRO 758(I)/2006 dated 24 th July, 2006, SRO 1204(I)/2006 dated 30 th November, 2006, SRO 670(I)/2006 dated 29 th June, 2006 and SRO 1270(I)/2006 dated 27 th December, 2006. | Respective headings |
| 26. | Supplies made by cottage industry as defined in the Sales Tax Act, 1990. | Respective headings |

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|-----|-----------------------------------------------------------------------------------------------------------------------------------------------------|---------------------|
| 27. | Goods produced or manufactured and exported by a manufacturer | Respective headings |
| 28. | Imported goods subject to customs duty at the rate of zero percent under the Customs Act, 1969 (IV of 1969), or any notification issued thereunder. | Respective headings |

2. **Conditions and restrictions:**

- (i) The value for the purposes of levy of special excise duty shall be,--
 - (a) in case of goods imported, the value determined in accordance with section 25 of the Customs Act, 1969 (IV of 1969) for the purpose of assessing customs duty; and
 - (b) in case of goods produced or manufactured, the value determined under sub-section (1) or as the case may be sub-section (4) of section 12 of the Federal Excise Act, 2005, excluding the amount of excise duty levied under section 3 of the said Act.
- (ii) Special excise duty and such duty shall be paid,--
 - (a) in case of goods imported, in the same manner as customs duty is paid by an importer under the Customs Act, 1969 (IV of 1969) ; and
 - (b) in case of goods produced or manufactured, in the same manner as Federal excise duty is paid by a producer or manufacturer under the Federal Excise Act, 2005.
- (iii) The amount of special excise duty shall not be part of the value for the purpose of assessment of customs duty, Federal excise duty, sales tax or advance income tax, in case of imported or locally manufactured goods.
- (iv) Special excise duty paid at import or local supply stage on industrial inputs shall be adjustable against the special excise duty chargeable on the goods manufactured therefrom at local supply stage. No other adjustment of special excise duty shall be allowed against any amount of Federal excise duty or sales tax or any other tax and *vice versa*; and
- (v) Where goods on which special excise duty has been paid are exported, the exporter shall be entitled to drawback of such duty in such manner and to such extent as may be directed by the Board.

3. This Notification shall take effect on and from the 1st day of July, 2007.

[C. No. 4/1-STB/2007]

(Musarrat Jabeen)
Additional Secretary

