## (REVENUE DIVISION) FEDERAL BOARD OF REVENUE

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C.No.3(24)DRD/2012—/2298

Islamabad, the January 28, 2013.

From

Dr. Tahir Qureshi,

Secretary (DRD)

To

M/s. Pakistan Hosiery Manufacturers & Exporters Association,

P.H.M.A. House, 37–H, Block 6, P.E.C.H.S.,

Karachi.

Subject:

UTTER DISCRIMINATION IN THE RELEASING OF PAYMENT OF CUSTOMS REBATE CLAIMS OF EXPORTERS AND PROPOSAL FOR DEVISING A FOOLPROOF SYSTEM

I am directed to refer to your letter No.2012/PHMA/6/392 dated October 17, 2012 on the subject noted above.

- 2. The matter was referred to Chief Collector of Customs (South), Karachi and the Collector, Model Customs Collectorate of Exports, Karachi has informed that absolutely no discrimination is being made in the processing/payment of customs rebate claims by the Collectorate. All the customs rebate claims are being processed on the basis of 'ageing' at the Collectorate and under process claims upto the month of May/June 2012 are under disposal. A huge pendency has already been cleared out through extraordinary efforts and a record number of claims are being processed on monthly basis despite a human resource shortage. The FBR has been working with the State Bank of Pakistan for online linkage and the Export Collectorate remains supportive towards the initiative. As per Collector, the Collectorate is highly facilitatory towards genuine exports/exporters.
- You are advised to get in touch with the Collectorate in case there is still any issue.

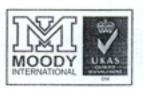
(Dr. Tahir Qureshi)

Secretary (Duty Remission & Drawback)



## PAKISTAN HOSIERY MANUFACTURERS & EXPORTERS ASSOCIATION

(Government approved sole representative body of Knitted goods & Apparel Manufacturers)



Ref: 2012/PHMA/6/392 Dated: 17<sup>th</sup> October, 2012

Mr. Muhammad Riaz, Member (Customs), Federal Board of Revenue, FBR House, Constitution Avenue, Islamabad. Tel: 051-9218241

SUBJECT:

UTTER DISCRMINATION IN THE RELEASING OF PAYMENT OF CUSTOMS REBATE CLAIMS OF EXPORTERS AND PROPOSAL FOR DEVISING A FOOLPROOF SYSTEM

Dear Sir,

Pakistan Hosiery Manufacturers & Exporters Association (PHMA) conveys its best wishes and compliments to your good self.

Sir, it has been observed that utter discrimination is being meted out in the release and payment of Customs Rebate Claims of the exporters. Some of our member exporters' previous pending Customs Rebate Claims of July 2011 have been inordinately delayed, while payments have been released of several exporters against their claims of July 2012 which is not at all understood.

In view of the above, we propose that:

- Payment of Customs Rebate Claims system be devised and your good self issues Office Memorandum for payment of pending Customs Rebate Claims of a particular month e.g. for the month of July, 2012 and accordingly all Customs Rebate Claims of only July, 2012 are cleared and under no circumstances the next month i.e. August, 2012 claims are cleared unless complete July, 2012 claims are complete cleared.
- That your good self will also issue instructions that all pending Customs Rebate Claims are cleared on "first-cum-first-served basis" and no injustice is done in this regard.
- That as per practice in banks a system of sending to the exporters 3 months statement of pending Customs Rebate Claims duly reconciled be done so that any exporter approaching Customs with statement of his pending Customs Rebate Claims can have this reconciled. With such reconciliation statement the Customs would also know the position of payment as well as the exporter.
- In case of any dispute relating to Customs Rebate Claims of exporters their payment should be held and as soon as same is resolved, payment should be released.
- This will ensure that no discrimination is shown to any exporter and payments are released in a most justifiable manner.

We earnestly look forward for your instructions to the Chief Collector Customs (South) at the soonest for which we shall indeed be highly obliged.

With best regards,

Yours truly,

For Pakistan Hosiery Manufacturers & Exporters Association

M. Jawed Bilwani Central Chairman



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