

**Fifth Schedule**  
(Section 4 = Zero Rated)

Serial No	Description																								
(1)	(2)																								
	Amended Bill 2015-16 <b>NEW / inserted</b> <del>Deletion or Omitted</del> <b>Substituted</b>																								
6	Supplies of such locally manufactured plant and machinery <del>to the Export Processing Zones and</del> to petroleum and gas sector Exploration and Production companies, their contractors and sub-contractors as may be specified by the Federal Government, by notification in the official Gazette, subject to such conditions and restrictions as may be specified in such notification.																								
<b>6A</b>	<p>Supplies of locally manufactured plant and machinery of the following specifications, to manufacturers in the Export Processing Zone, subject to the conditions, restrictions and procedure given below, namely:-</p> <table border="1"> <tr> <td align="center">(i)</td> <td>Plant and machinery, operated by power of any description, as is used for the manufacture or production of goods by that manufacturer;</td> </tr> <tr> <td align="center">(ii)</td> <td>Apparatus, appliances and equipments specifically meant or adapted for use in conjunction with the machinery specified in clause (i);</td> </tr> <tr> <td align="center">(iii)</td> <td>Mechanical and electrical control and transmission gear, meant or adapted for use in conjunction with machinery specified in clause (i); and</td> </tr> <tr> <td align="center">(iv)</td> <td>Parts of machinery as specified in clauses (i), (ii) and</td> </tr> <tr> <td align="center">(v)</td> <td>identifiable for use in or with such machinery.</td> </tr> </table> <p>Conditions, restrictions and procedures: -</p> <table border="1"> <tr> <td align="center">a</td> <td>the supplier of the machinery is registered under the Act;</td> </tr> <tr> <td align="center">b</td> <td>proper bill of export is filed showing registration number;</td> </tr> <tr> <td align="center">c</td> <td>the purchaser of the machinery is an established manufacturer located in the Export Processing Zone and holds a certificate from the Export Processing Zone Authority to that effect;</td> </tr> <tr> <td align="center">d</td> <td>the purchaser submits an indemnity bond in proper form to the satisfaction of the concerned Commissioner Inland Revenue that the machinery shall, without prior permission from the said Commissioner, not be sold, transferred or otherwise moved out of the Export Processing Zone before a period of five years from the date of entry into the Zone;</td> </tr> <tr> <td align="center">e</td> <td>if the machinery is brought to tariff area of Pakistan, sales tax shall be charged on the value assessed on the bill of entry; and</td> </tr> <tr> <td align="center">f</td> <td>breach of any of the conditions specified herein shall attract legal action under the relevant provisions of the Act, besides recovery of the amount of sales tax along with default surcharge and penalties involved.”;</td> </tr> <tr> <td align="center">g</td> <td></td> </tr> </table>	(i)	Plant and machinery, operated by power of any description, as is used for the manufacture or production of goods by that manufacturer;	(ii)	Apparatus, appliances and equipments specifically meant or adapted for use in conjunction with the machinery specified in clause (i);	(iii)	Mechanical and electrical control and transmission gear, meant or adapted for use in conjunction with machinery specified in clause (i); and	(iv)	Parts of machinery as specified in clauses (i), (ii) and	(v)	identifiable for use in or with such machinery.	a	the supplier of the machinery is registered under the Act;	b	proper bill of export is filed showing registration number;	c	the purchaser of the machinery is an established manufacturer located in the Export Processing Zone and holds a certificate from the Export Processing Zone Authority to that effect;	d	the purchaser submits an indemnity bond in proper form to the satisfaction of the concerned Commissioner Inland Revenue that the machinery shall, without prior permission from the said Commissioner, not be sold, transferred or otherwise moved out of the Export Processing Zone before a period of five years from the date of entry into the Zone;	e	if the machinery is brought to tariff area of Pakistan, sales tax shall be charged on the value assessed on the bill of entry; and	f	breach of any of the conditions specified herein shall attract legal action under the relevant provisions of the Act, besides recovery of the amount of sales tax along with default surcharge and penalties involved.”;	g	
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9	Goods exempted under section 13, if exported by a manufacturer <del>who makes local supplies of both taxable and exempt goods.</del>																								

12	The following goods and the raw materials, packing materials, sub-components, components, sub-assemblies and assemblies imported or purchased locally for the manufacture of the said goods, subject to the conditions, limitations and restrictions as specified in Chapter XIV of the Sales Tax Special Procedure Rules, 2007:		
	<del>(ix)</del> Milk including flavored milk	(PCT heading 04.01 and <del>0402.9900</del> )	
	<del>(x)</del> Yogurt	<del>(PCT heading 0403.1000)</del>	
	<del>(xi)</del> <del>(Cheese</del>	<del>(PCT heading 0406.1010)</del>	
	<del>(xii)</del> Butter	<del>(PCT heading 0405.1000)</del>	
	<del>(xiii)</del> Cream	<del>(PCT heading 04.01 and 04.02)</del>	
	<del>(xiv)</del> Desi ghee	<del>(PCT heading 0405.9000)</del>	
	<del>(xv)</del> Whey	<del>(PCT heading 04.04)</del>	
	<del>(xvi)</del> <del>Milk and cream, concentrated and added sugar or other sweetening matter</del>	<del>(PCT heading 0402.1000)</del>	