

Government of Pakistan
Drug Regulatory Authority of Pakistan
Ministry of National Health Services, Regulations and Coordination

Islamabad, the 18th March, 2021.

NOTIFICATION

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S.R.O. (I)/2021. --In exercise of the powers conferred by section 12 of the Drugs Act, 1976 (XXXI of 1976), the Federal Government is pleased to provide for mechanism for fixation of maximum retail price of vaccines for COVID-19, as under:--

- (i) (a) Formula for imported vaccines in finished form: --
Trade price = landed cost + mark-up @ 40%; and
 - (b) Formula for imported vaccines in bulk form and local repack: --
Trade price = landed cost + packaging cost + mark-up @ 40%;
 - (ii) Maximum retail price shall be calculated by grossing up trade price to provide for retail discount @ 15%;
 - (iii) cost of imported finished vaccine and bulk import shall be as per letter of credit (LC) or bank contract established for import from manufacturer of the respective vaccine. It shall be submitted by the importer along with proforma invoice issued by the manufacturer and affidavit by the importer to confirm that import price in LC and proforma invoice is actual and estimated import levies and expenses are not overstated. In case of bulk import and local repacking, cost of packaging shall be estimated and authorized agents shall submit an affidavit about the genuineness of cost; and
 - (iv) estimated import levies and expenses (advance income tax @ 5.5%, civil aviation charges, LC charges, insurance etc.) shall not exceed 10% of the cost of freight (C&F) price by the importer.
2. Maximum retail price shall be subject to the following conditions, namely: --
- (i) the vaccines shall be registered or approved for emergency use authorization by the Registration Board of the Drug Regulatory Authority of Pakistan;
 - (ii) the vaccines shall not be sold or distributed in the market; and
 - (iii) the vaccines shall be administered in private sector hospitals and institutions.

[No. F.1-2/2021-CEO(Pt.)]


(Hafiz Bilal Bin Akbar)
Assistant Director (Legal Affairs)