



## **UPDATED EXEMPTION NOTIFICATION**

(as on 08<sup>th</sup> March 2012)

Following services have been exempted under notification no. S.R.B.Leg (1)/2011 dated 01.07.2011 as amended from time to time:

<b>S.No</b>	<b>Description.</b>	<b>Heading or Sub-heading</b>	<b>Effective Date</b>
<b>(1)</b>	<b>(2)</b>	<b>(3)</b>	
1A	(i) Services and ancillary services provided or rendered by Clubs whose initiation fee for members made after the date of notification does not exceed thirty thousand rupees and whose monthly fee/subscription for the members also does not exceed one hundred rupees; and  (ii) charges received by Clubs from its members as refundable security deposits and voluntary contributions received by Clubs from its members for the welfare (e.g. eid gifts) for the Club staff or for payment to the registered non-profit organizations, as defined and for the purposes mentioned in under section 2(36) of Income Tax Ordinance, 2001	9801.4000 and 9801.6000	29th December, 2011 vide Notification No. SRB-3-4/17/2011 dated 29.12.2011
1	Advertisement in newspapers and periodicals	9802.4000	1 <sup>st</sup> July, 2011
2	Advertisements financed out of funds provided under grants- in-aid agreements.	Respective sub-headings of Heading 98.02	1 <sup>st</sup> July, 2011
2A	Services provided or rendered by persons engaged in contractual execution of work or furnishing supplies:- (i) in relation to the work or supplies the total value of which does not exceed 50 million rupees in a financial year subject to the condition that the value component of services in such contractual execution of work or furnishing supplies also does not exceed 10 million rupees; and (ii) in relation to the textbooks published for free distribution amongst students free of cost against the order of Sindh Textbook Board subject to the conditions that the Sindh Textbook Board:- (a) assigns the work to a person duly registered under the Sindh Sales Tax on Services Act, 2011; and (b) furnishes, to the Sindh Revenue Board, statement on quarterly basis, showing name of person / contractor, SNTN, value	9809.0000	6th October, 2011, vide Notification No.S.R.B-3-4/9/2011 dated 06-10- 2011

	of such contract, value of exempts, along with certificate about the free of cost distribution of such textbooks amongst the students.		
3	<p>Telecommunication Services:</p> <p>(i) Internet services whether dial up or broadband including e-mail Services, Data Communication Network Services (DCNS) and Value added Data Services.</p> <p>(ii) such charges payable on the International leased lines or bandwidth Services used by--</p> <p>(a) software exporting firms registered with the Pakistan Software Exporting Board; and</p> <p>(b) data and internet service providers licensed by the Pakistan Telecommunication Authority</p> <p>(iii) such amounts received by the Long Distance calls International license holders including Pakistan Telecommunication Company Limited on International incoming calls under agreements with the foreign telecommunication companies</p>	Respective sub-headings of 98.12	1 <sup>st</sup> July, 2011
4	Services provided or rendered by banking companies and non-banking financial companies in respect of Hajj and Umarah, Cheque Book, Musharaka and Mudarba financing and Utility bills collection	Respective sub-headings of 98.13	1 <sup>st</sup> July, 2011
5	Marine Insurance for Export	9813.1400	1 <sup>st</sup> July, 2011  Corrigendum vide Notification No. SRB-3-4/1/2012 dated 31.01.2012
6	life Insurance	9813.1500	1 <sup>st</sup> July, 2011
7	Health Insurance	9813.1600	1 <sup>st</sup> July, 2011
8	Crop Insurance	9813.1600	1 <sup>st</sup> July, 2011
9	<p>Construction services related to:</p> <p>i. projects of commercial and industrial nature, where the value of construction does not exceed 50 million rupees subject to the condition that the value component of service in such a project also does not exceed 10 million rupees;</p> <p>ii. projects of developing or promoting the conversion of land into residential or commercial plots or construction of residential or commercial buildings which pay tax on the services of property developers or promoters under tariff heading 9807.0000;</p> <p>iii. construction and repair of roads, ports, airports, railways, transport terminals, bridges, Government (including Local Government and Cantonment</p>	9824.0000	26th August, 2011 vide Notification No. SRB-3-4/3/2011 dated 26.08.2011

	<p>Board) buildings as are not meant for commercial purposes or for commercial letting out on rent;</p> <p>iv. construction and development of EPZ, SEZ, diplomatic and counselor buildings and such other buildings and structures of the organizations as are exempt from application of the Income Tax Ordinance, 2001;</p> <p>v. construction work completed against international tenders funded out of the foreign exchange allocations given by international donor agencies; and</p> <p>vi. construction of independent projects of private residential houses and apartments where the covered area does not exceed 10,000 square feet in respect of houses, and 20,000 square feet in respect of apartment complexes</p>		
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