



GOVERNMENT OF SINDH  
SINDH REVENUE BOARD  
Karachi dated the 1<sup>st</sup> July, 2014

**NOTIFICATION**  
**(Sindh Sales Tax on Services)**

No.SRB-3-4/13 /2014,----- In exercise of the powers conferred by section 72 of the Sindh Sales Tax on Services Act, 2011 (Sindh Act No.XII of 2011), read with sections 5, 6, 9, 13, 26 and 75 thereof, the Sindh Revenue Board, with the approval of the Government, is pleased to direct that the following further amendments shall be made in the Sindh Sales Tax on Services Rules, 2011, namely:-

In the aforesaid Rules, -----

- (a) in the preamble for the figures and comma “5, 72”, the figures “72” shall be substituted;
- (b) in rule 22A, for the figures and words “16 percent” and the figures “16%”, wherever occurring, the figures and words “15 per cent” shall be substituted;
- (c) in rule 30, -----
  - (i) in sub-rule (5), for the words and comma “followed by the prescribed tax return by the 18th day of that month, as prescribed under the law”, the full-stop, words and digit “. The prescribed tax return shall also be filed within 3 days from the due date for payment of tax” shall be substituted; and
  - (ii) in the Annex, in the Table under the heading “RECONCILIATION”, for the figures “16%”, occurring twice, the figures “15%” shall be substituted;

(d) in rule 31, -----

- (i) in sub-rule (1), for the words and commas "kind of insurance except life insurance, health insurance," the words "kinds of insurance and reinsurance, except" shall be substituted;
  - (ii) in sub-rule (2), after the word "policy", the commas and words ", including the gross amount of reinsurance premium, fee or charges received by a reinsurance company from any person including an insurance company or from a ceding insurance company" shall be added;
  - (iii) in sub-rule (3),
    - (a) for the words "insurance or reinsurance policy", the words and commas "insurance premium or the reinsurance premium, fee or charges, as the case may be," shall be added; and
    - (b) after the word "premium", the commas and words ", fee or charges, as the case may be," shall be added;
  - (iv) in sub-rule (6), after the full stop at the end, the words and comma "However, the insurance and reinsurance companies shall invariably maintain the records prescribed in section 26 of the Act and rule 29 of these Rules." shall be added; and
  - (v) sub-rule (7) shall be omitted;
- (e) in rule 33, in sub-rule (6), for the word "month", the words "second month" shall be substituted;
- (f) in rule 34, after sub-rule (2), the following shall be added, namely:-
- “(2A) The person providing the services of advertisements on television, radio, cable TV and CCTV shall pay the amounts of sales tax in the prescribed manner

by the 15th day of the second month following the tax period to which it relates and shall also file the tax return in the prescribed manner within 3 days from the due date prescribed for payment of tax.”;

(g) in rule 34A, -----

(a) in sub-rules (2), (3), (5), (7) and (8), for the word “sponsor”, wherever occurring, the words “service provider” shall be substituted;

(b) in sub-rule (4), -----

(i) for the word “sponsor”, occurring first, the words “service provider” shall be substituted; and

(ii) for the words “from any sponsor”, the words “from any person” shall be substituted; and

(c) in sub-rule (5), in the Proviso, for the words “service recipient”, occurring twice, the words “service provider” shall be substituted;

(h) in rule 35, -----

(i) in sub-rule (2), -----

(a) in clause (bb), the word “and”, after the semi-colon at the end, shall be omitted and, thereafter, the following new clause shall be added, namely:-

“(bbb) In case of internet or broadband services including DCNS, content services, value added service and value added data services, -----

(i) by the 21st day of the following month in case of pre-paid services; and

(ii) by the 21st day of the following second month in case of post-paid services;”;  
and

(b) in clause (c), for the word “off”, the word “of” shall be substituted;

(ii) in sub-rule (4), in the Form, in Part-I, against S.No. 16 in the first column in the Table, -----

(a) in clause (b) for the word “houses”, the words “export houses” shall be substituted; and

(b) clause (c) shall be omitted;

(i) in rule 38, in sub-rule (4), for the words “by the 18th day of the following month”, the words and digit “within 3 days from the due date for payment of tax” shall be substituted;

(j) in rule 39, in sub-rule (3), for the figures “16%”, the figures “15%” shall be substituted;

(k) for rule 40, the following shall be substituted, namely:-

“(1) All services provided or rendered by a port operator or a terminal operator in relation to a vessel, whether arriving or sailing, shall be liable to tax, namely:-

(i) piloting and mooring;

(ii) berthing;

(iii) towing or haulage;

(iv) wharfing or wharfage; and

(v) services involving:-

(a) pipeline charges for liquid cargo;

(b) hopper or evacuator charges;

(c) charges of water supply;

(d) outer anchorage fee/charges;



- (e) port dues and charges;
- (f) delivery charges;
- (g) storage charges;
- (h) demurrages;
- (i) salvage charges;
- (j) sailing or swinging charges;
- (k) bunker charges; and
- (l) cancellation charges;

(2) All services provided or rendered by a port operator or a terminal operator in relation to the cargo imported into Pakistan or the imported cargo in transit or in transshipment through a port or terminal in Sindh, shall also be liable to tax.

(3) The value of the taxable services shall be the gross amount charged for the services.

(4) The tax shall be paid in Sindh Government's head of account "B-02384" in the prescribed manner by the 15th day of a month following the tax period to which it relates and the tax return in form SST-03, shall also be filed within 3 days from the due date for payment of tax.

(5) All port operators and terminal operator shall maintain such records as are prescribed under section 26 of the Act and rule 29 of these rules.";

(l) in rule 40C, -----

(a) in sub-rule (1), for the figures "16%", the figures "15%" shall be substituted; and

(b) in sub-rule (5), for the words "by the 18<sup>th</sup> day of that following month", the words and digit "within 3 days from the due date for payment of tax" shall be substituted;



(m) in rule 40D, in sub-rule (4), -----

(i) for the figures "16%", occurring thrice, the figures "15%" shall be substituted; and

(ii) for the figures "1.44", the figures "1.35" shall be substituted;

(n) in rule 41, for sub-rule (3), the following shall be substituted, namely:-

"(3) The value of taxable services for the purposes of levy of sales tax shall be the gross commission, fee, remuneration and charges received by a stockbroker or a commodity broker from his clients, customers or service recipients in respect of:-

(a) sale or purchase or subscription of securities in an exchange or over-the-counter market/deal;

(b) advisory or consultancy services;

(c) research services; and

(d) other such identical or similar services.";

(o) in rule 42B, in sub-rule (2), in the second proviso for the figures "16%", the figures "15%", shall be substituted;

(p) in rule 42D, in sub-rule (6), for the word "month", the words "second month", shall be substituted; and

(q) after rule 42F, the following shall be added, namely:-

**"42G. Procedure for collection and payment of sales tax on the services provided or rendered by persons or transport agencies engaged in the services of or in relation to inter-city transportation or carriage of goods by road or through pipeline or conduit. – (1) The provisions of this rule shall apply to the persons, including the goods transport agency, providing or rendering the services in relation to inter-city transportation or carriage of goods by road or through pipeline or conduit.**

(2) Every such person or goods transport agency who provides or renders the services of or in relation to inter-city transportation or carriage of goods by road or through pipeline or conduit, whether in Sindh or from Sindh, shall be liable to registration under section 24 of the Act, read with the provisions of Chapter-II of these rules.

(3) The value of the taxable services for the levy of sales tax shall be the gross amount charged for the services provided or rendered, including the charges for services of cargo handling like loading, un-loading, packing, un-packing, stacking and storage of the goods or the cargo.

(4) Every such person shall issue a tax invoice as prescribed in sub-rule (1) of rule 29. However, the serially-numbered transport bill or consignment note issued by such persons shall be treated as a tax invoice provided that it contains at least the following particulars:-

- (i) Name, address and Sindh sales tax registration number (SNTN) of the service provider;
- (ii) Name and NTN/CNIC of the consignor;
- (iii) Name and NTN/CNIC/telephone number of the consignee;
- (iv) Place of transportation/carriage:
  - (a) From; and
  - (b) to;
- (v) Description of the material or the goods and its quantity;
- (vi) Transportation charges including handling charges, etc.:
  - (a) Amount;

(b) Whether "pre-paid" or "to pay at destination"; and

(vii) Amount of Sindh sales tax.

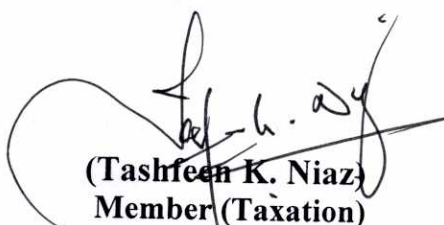
(5) The amount of sales tax involved shall be deposited in Sindh Government head of account "B-02384" in the prescribed manner:-

- (i) in case of the pre-paid transportation or carriage services, by the 15<sup>th</sup> day of the month following the tax period which the services were provided; and
- (ii) in the case of post-paid or "to pay at destination" transportation or carriage of goods, by the 15<sup>th</sup> day of the second month following the tax period in which the services were provided.

(6) The tax return in the prescribed form SST-03 shall be filed by such person within 3 days from the due date for payment of tax.

(7) Every such person or goods transport agency shall maintain the record, as prescribed in section 26 of the Act, read with sub-rule (2A) of rule 29. The transport bility or consignment note issued by such person shall also be treated a prescribed record.

2. This notification shall take effect from the 1st day of July, 2014.

  
(Tashfeen K. Niaz)  
Member (Taxation)

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