



**GOVERNMENT OF SINDH
SINDH REVENUE BOARD
Karachi dated the 16th October, 2014**

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

No.SRB-3-4/17/2014.----- 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 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, -----

- (i) in rule 23B, in clause (d), for the figures "2011", the figures "2014" shall be substituted;
- (ii) in rule 32, in sub-rule (2), for the word "sixteen per cent", the figures and words "15 per cent" shall be substituted;
- (iii) in rule 38, in sub-rule (5), for the figures and word "18th day", the figures and word "24th day" shall be substituted;
- (iv) in rule 42G, in sub-rule (5), in clause (i), after the word "period", the word "in" shall be inserted; and
- (v) after rule 42G, the following shall be added, namely:-

"PART-XV

42H. Procedure for levy and collection of tax on the services provided in the matter of manufacturing or processing for others on toll basis.--(1) The provisions of this rule shall apply to the persons (hereinafter called "toll manufacturer or processor") providing or rendering the services in the matter of manufacturing or processing for others on toll basis.

(2) Every such toll manufacturer or processor who renders the services in the matter of manufacturing or processing for others on toll basis shall be liable to registration under section 24 of the Act, read with the rules prescribed under Chapter-II of these rules.

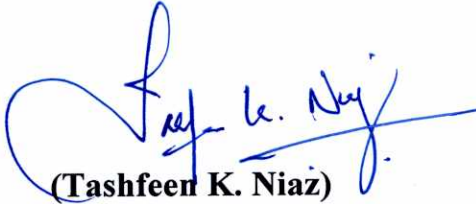
(3) The value of the taxable services for the levy of sales tax shall be the gross amount charged for the services provided or rendered:

Provided that the value of the patent, design, raw materials and other inputs as are received by the toll manufacturer or processor from his service recipients shall be excluded from the value of such service: and

Provided further that value of all other raw materials, inputs, services, etc., as are procured by the toll manufacturer or processor himself and are used in the services so provided or rendered by him shall be included in the value of the service and the input tax paid thereon by the toll manufacturer or processor shall be eligible for input tax credit or adjustment in accordance with the provisions of section 15 of the Act, read with the rules prescribed under Chapter-V of these rules.

(4) Every such toll manufacturer or processor shall issue a tax invoice as prescribed in sub-rule (1) of rule 29 and shall maintain all the record prescribed under section 26 of the Act, read with rule 29 of these rules.

(5) Every such toll manufacturer or processor shall deposit the amount of tax under the Sindh Government's head of account "B-02384", in the prescribed manner, by the 15th day of the month following the tax period to which it relates and he shall also file his tax return in the prescribed Form SST-03 within 3 days from the due date for payment of tax."


(Tashfeen K. Niaz)
Member (Taxation)