



OFFICE OF THE  
DEPUTY COMMISSIONER  
SINDH REVENUE BOARD  
GOVERNMENT OF SINDH

NO.SRB/COM-SUK/LM-164/M&C/2021 - 63841

Dated: 18<sup>th</sup> June, 2022

~~M/s Mehran And Company,~~  
Gulab Shah Colony, Daherki  
Contact No 0305-9819671

SUBJECT: **SUSPENSION ORDER --- M/S MEHRAN AND COMPANY HAVING SNTN# 2622588**

Whereas, M/s Mehran And Company having SNTN# 2622588 (hereinafter referred to as "registered person") is registered with Sindh Revenue Board "SRB" as service provider under service category of "Labour and Manpower Supply Services [tariff heading 9829.0000]". The said services are chargeable to the SST under section 3, 8 read with tariff heading 9829.0000 of the Second Schedule to the Sindh Sales Tax on Services Act, 2011 (hereinafter referred to as "the Act-2011") read with the Sindh Sales Tax on Services Rules, 2011 (hereinafter referred to as "the Rules-2011") at the rates prescribed therein.

2. Whereas, section 25(1)(a)(ii) of the Act-2011 provides that registration of a registered person can be suspended where registered person "has failed to comply with its obligations under this Act". Rule 10 of the Rules-2011 also provides that where a registered person commits any act of fraud or deliberate and intentional non-payment, short payment or evasion of tax or non-filing of returns for four consecutive tax periods, the Board or an officer of SRB authorized by the Board in this behalf may, without prejudice to any other action under the law for the time being in force, suspend the registration of such person.

3. Whereas, every registered person is required to deposit the monthly Sindh sales tax on services as required under section 9 and 17 of the Sindh Sales Tax on Services Act, 2011, read with rule 14 of the Sindh Sales Tax on Services Rules, 2011 within the time prescribed therein and is further required to e-file the monthly SST returns as required under section 30 read with Rule 11, 12, 13 and 14 of the Rules-2011 within three days of due date of payment of tax.

4. During the scrutiny of monthly returns of M/s Engro Fertilizers Ltd holding SNTN 3378860 during the tax periods **March 2022 to May 2022**, it is revealed that you have provided or rendered aforesaid taxable services whereby you have charged and collected Sindh sales tax, however, you have failed to declare and deposit SST amount of Rs.1,119,264/- into Sindh Government treasury and continued to withheld with themselves.

Purchased Value	VAT Amount	WHT Amount	Payable
13,646,768	1,774,080	354,816	1,419,264
	Less: Paid		(300,000)
	<b>Payable</b>		<b>1,119,264</b>

5. Despite providing or rendering taxable services, registered person has not filed returns for tax periods from **March 2022 to May 2022**. Though registered person deposited Rs.300,000/- month of March 2022, that too is late deposited on 08.06.2022. Non/late-payment or short payment of SST against providing of taxable services and non/late-filing of true and corrects returns are contravention of provisions of section 8, 9, 17 and 30 of the said Act-2011 read with rules prescribed therein. Moreover, the registered person is also served show-cause notice dated 13.05.2022 [Tax Periods: July 19 to Oct 21, Short Payment of **Rs.600,628/-**, late e-filed July 2019 to Sept'19; Dec'19; Mar'20 and Jun'20 to Oct'21 and also late deposited SST for Sept'19; Sept'20 to Sept'21]; show-cause notices dated 19.04.2022 [Tax Periods: Nov 21 to Feb 22, Short payment of **Rs.1,166,214/-**, failed to e-file return for the tax period February 2022, filed "Null" return for January 2022 and late e-filed returns for November 2021 to December 2021]. The said contraventions are liable to penalties

Address: Bungalow No: A-4, Jaffria Housing Society, Main Shikarpur Road, Sukkur  
Tel: 071-9330994-6 Email: vickey.dhingra@srb.gos.pk Website: www.srb.gos.pk


prescribed under Serial No.02 and 03 of the Table under section 43 of the Act-2011 and levy of default surcharge under section 44 of the Act-2011. **Notices dated 03.06.2022 and 10.06.2022 were served but registered person failed to deposit outstanding SST dues.**

6. Now, this order is being issued under section 25 of said Act-2011 read with Circular No.02 of 2013 and Rule 10 of the Sindh Sales Tax on Services Rules, 2011 to the effect that your registration is hereby suspended with immediate effect. However, your suspension shall be revoked if you take following actions by **02-06-2022**:

- to discharge **all your Sindh sales tax dues including above SST amount of Rs.1,119,264/-** along with default surcharge under section 44 of the Act-2011 and penalties under section 43 of the Act-2011 for aforementioned tax period and deposit the same in the Government of Sindh head of account B-02384.
- to e-file monthly Sindh sales tax returns for the said tax periods

7. In case of non-satisfactory response or failure to take remedial measures as suggested above on or before **02-06-2022**, your case shall be further proceeded for cancellation of your registration with SRB. If you wish to be heard in person or through your duly authorized representative, you may appear for hearing on **23.06.2022 @ 3:00 PM** in the office of undersigned along with written defence, if any, in respect of above remedial actions.

8. This notice and suspension of registration are without prejudice to the penal action, prosecution action and recovery action as may be taken against you in accordance with the provisions of the Act-2011 and the Rules-2011.

  
(Vicky K. Dhingra)  
Deputy Commissioner (Unit-33)

**Copy to:-**

1. Commissioner, Sukkur, SRB,
2. Chief Manager, PRAL, Sindh Revenue Board, 6<sup>th</sup> Floor Shaheen Complex, M.R Kiyani Road, Karachi, for suspending the registration of registered person,
- ✓ 3. Mr. Shahid-ul-Ghani, Head of IT, SRB, for placing it on SRB website.
4. M/s Engro Fertilizers Ltd / M/s Engro Powergen Limited and M/s Engro Corporation, 7<sup>th</sup> Floor, the Harobour Front Building, HC#3 Marine Drive, Clifton Block-4, Clifton Road, Karachi, *with the request deduct and hold the payment due to the registered person, if any, until all the Sindh sales tax dues are cleared.*

<b>INWARD</b>	
No.#	<u>63978</u>
Date:	<u>20/06/2022</u>
Received by:	<u>CA</u>
Name & Sign Sindh Revenue Board	

