



GOVERNMENT OF SINDH
SINDH REVENUE BOARD
Karachi, the 22nd June, 2017

NOTIFICATION
(Sindh Sales Tax on Services)

SRB-3-4/15/2017.----- 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 amendment shall be made in the Sindh Sales Tax on Services Rules, 2011, namely:-

In the aforesaid Rules, in rule 36, in sub-rule (2), after the Proviso, the following Explanation shall be added, namely:-

“Explanation:-- In cases where franchise services are provided or rendered by a franchiser to franchisee and the agreement does not provide specifically for franchise and the consideration is paid as a consideration other than franchise fee, royalty, technical fee or fee for transfer/usage/enjoyment of intellectual property, the value of the services shall be an amount equal to 10% of the turnover of the franchisee or the recipient of the intellectual property services, as the case may be, for the tax periods for which the tax is payable.”.


(KHALID MAHMOOD)
Chairman

[File No. SRB/TP/01/2017]