



SRB-3-4/MTP/23/2012/6792

GOVERNMENT OF SINDH

Sindh Revenue Board

9th Floor Shaheen Complex,

M.R Kayani Road,

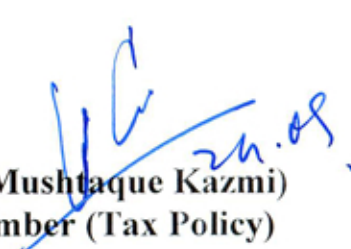
Karachi, the 24th September, 2012

CIRCULAR NO. 8 OF 2012

SUBJECT: PAYMENT OF SINDH SALES TAX IN TERMS OF THE SINDH SALES TAX ON SERVICES ACT, 2011, AND THE RULES MADE THEREUNDER----- CLARIFICATION IN THE WAKE OF THE PROVISIONS OF SECTION 4 OF THE PUNJAB SALES TAX ON SERVICES ACT, 2012.

Consequent on the enactment of the Punjab Sales Tax on Services Act, 2012 (PSToS Act, 2012), a number of SRB-registered service providers have raised queries regarding the obligations now imposed on them and have expressed concerns regarding double taxation on the services provided or rendered by them to the services recipients in Punjab.

2. SRB has already taken up this matter with the FBR and the PRA and requested the status quo be maintained until any issues arising pursuant to the enactment of section 4 of the PSToS Act, 2012, are clarified. Accordingly, it is notified for information of all concerned that SRB-registered services providers and withholding agents are required to act and also to continue to act as per the provisions of the Sindh Sales Tax on Services Act, 2011, and the rules made thereunder in relation to the services provided or rendered by them in Sindh or from Sindh and to continue to e-deposit the Sindh sales tax on origin basis against PSID/Challan in Form SST-04/SSTW-04, as the case may be, and also to e-file their tax returns in Form SST-03/SSTW-03 or as the case may be. If at any stage, pursuant to SRB negotiations with FBR and PRA, it is determined, after due scrutiny and verification by SRB, that any payment deposited by the SRB-registered service providers and withholding agents in Government of Sindh's head of account "B-02384" was actually payable to PRA, such payment shall be appropriately adjusted between SRB and PRA directly.


(S. Mushtaq Kazmi)
Member (Tax Policy)