



NO.SRB-COM-II/AC-Unit-15/S.A/Blitz/2016-17/1016

**ORDER FOR REVOCATION OF SUSPENSION**

Name & SNTN of Suspended Person:	<b>M/s. Blitz Security Services (Pvt.) Limited</b> , (SNTN-1000378-9).
Address:	20-E, Mezzanine Floor, Lane 12, Khayaban-e-Ithad, D.H.A, Phase-II, Ext. Karachi.
Date of Institution:	05-03-2018.
Reason for Suspension:	Non-compliance of the provisions of section 9, 17, 26 & 30 of the Sindh Sales Tax on Services Act, 2011 and rules made thereunder.
Tax Periods:	August, 2017 to January, 2018.

**BRIEF FACTS OF THE CASE:**

**M/s. Blitz Security Services (Pvt.) Limited** are registered with SRB having SNTN: 1000378-9, for providing or rendering the taxable services classified under tariff heading 9818.1000 of the 2<sup>nd</sup> Schedule of the Sindh Sales Tax on Services Act, 2011 (hereinafter referred as the “**Act, 2011**”). The registered person are required to comply with the provisions of section 2(78), 3, 8, 9, 17 & 30 of the Act, 2011 read with SRB Notification No. SRB-3-4/6/2013 dated 18-06-2013 & SRB Notification No. SRB-3-4/8/2013 dated 01-07-2013 and rule 12, 13, 14 & 42D of the Sindh Sales Tax on Services Rule, 2011 (hereinafter referred to as the “**Rules, 2011**”).

02. Whereas, during the scrutiny of tax profile of the registered person, it has been revealed that the registered person has failed to deposit the due tax and also failed to e-file the true & correct tax returns for the tax periods from **August, 2017 to January, 2018**. Despite providing the taxable services to different service recipients, the registered person has filed “Null” monthly sales tax returns for the said period. The service recipients of the registered person has declared the detail of the services received from the registered person accordingly but the registered person was failed to deposit the sales tax Rs. 1,509,625/- with SRB. In addition to that, the registered person has failed to submit the annual audited accounts for the years ended 2014, 2015, 2016 & 2017 as per the provision of section 26(5) of the Act, 2011 and also failed to update the particulars of SRB registration tax profile i.e change of their business address & contact details (mobile number, e-mail address) etc. without updating the SRB registration tax profile as per the provision of rule 7 read with rule 5 of the Rules, 2011.



**03.** Accordingly, notice for suspension of registration bearing No. SRB-COM-III/AC-U-15/2018/986 dated: 05-03-2018 was served upon the registered person under section 25(1)(a)(ii) of the Act, 2011 read with SRB Circular No.02 of 2013 dated: 08-02-2013 and rule 10 of the Rules, 2011. Whereby, the SRB registration of the M/s. Blitz Security Services (Pvt.) Limited was suspended on account of violation of the aforesaid provisions of the law. The registered person was advised to take the remedial actions before the 15-03-2018 for revocation of the instant suspension letter and failing to do so, the case shall further be proceeded for cancellation of registration.

**04.** On due date of compliance, a letter received from authorized representative M/s. HM Indus & Co bearing No. SST-429/MS-2770/HD dated: 15-03-2018. Wherein, they stated that the registered person has paid the tax regularly as per law but unfortunately for the subject tax periods, the accountant of the company has cheated with company and filed the Null tax returns. Subsequently the accountant has left the company by deceiving to the company. Further, stated that the company has deposited the sales tax total amounting to Rs. 650,751/-, vide two CPR's, as per below mentioned detail:

S.No	CPR No.	Date	Tax Period	Tax Deposited
1	S1-20180313-0009-1105107	13-03-2018	August, 2017	367,411
2	S1-20180313-0009-1105130	13-03-2018	September, 2017	283,340
<b>Total</b>				<b>650,751</b>

**05.** On 19-03-2018, Mr. Hakim Ali Zardari & Mr. Mustafa Saif (AR from M/s. Hm Indus & Co) appeared and stated that after receiving the instant suspension notice the management of the company has come to know about the matter & cheating of the accountant. Previously, they were unaware about the matter, although the payment has been made despite the suspension of the profile. The AR has visited the SRB help desk at 6<sup>th</sup> Floor, Shaheen Complex for generating the PSID for payment of tax. The help desk officer told that due to suspension of profile the PSID could not be generated from the taxpayer's own profile. However, they advised & generated the PSID's by entering Dummy NTN: 9999997-8 and entered the name of M/s. Blitz Security Services (Pvt.) Limited in taxpayers detail accordingly. Therefore, the above mentioned payments have been deposited and further requested for revocation of the suspension, as they can revise the subject tax period returns and also enable to generate the PSID's for further payment of tax. The AR also appeared on 22-03-2018 and submitted letter bearing Ref No. SST-429/Ms-2770/HD dated: 20-03-2018, alongwith the copy of annual accounts & income tax returns for the years 2014, 2015, 2016 & 2017. However, the AR undertakes that he will update the SRB tax profile within a week after revocation of the suspension.





06. I have heard the representatives of the M/s. Blitz Security Services (Pvt.) Limited and came to the conclusion that, as a matter of procedure, on suspension of registration of taxpayer, the complete tax profile of the registered person is blocked on e/i.srb official portal, due to which the taxpayer neither can e-file/revise the returns, nor can generate the PSID on their own SNTN. Since M/s. Blitz Security Services (Pvt.) Limited has provided the copy of Cheque No. 10911239 & Cheque No. 10911240 for total amounting to 858,874/- (Rs. 429,437/- each) in the name of Sindh Revenue Board and also deposited tax 650,751/- vide aforementioned CPR's. Therefore, taking lenient view and for the purpose of carrying on their business activity and for further compliance on remedial actions, the suspension of registration is hereby revoked **with immediate effect.**

07. M/s. Blitz Security Services (Pvt.) Limited are required to:

- a) generate the PSID's against the copy of cheques provided after restoration of registration.
- b) revise the Null filed tax returns and file the true & correct tax returns as per law for the tax periods from August, 2017 to January, 2018 immediately.
- c) Deposit the default surcharge under section 44 of the Act, 2011 (to be calculated at the time of payment) and also deposit the penalty Rs. 75,481/- (5% of Rs. 1,509,625/-) under section 43(3) of the Act, 2011 on total tax admitted.
- d) update the particulars of registration as provided at the time of e-enrollment/e-registration with SRB i.e update their current business address & contact details (mobile number, e-mail address) etc, under rule 7 of the Rules-2011, read with 5 of the Rules-2011 accordingly.

08. This order contains three (03) pages, each bearing my seal & initial.

  
(Zaheer Hussain)

Assistant Commissioner (Unit-15)

To,

**Mr. Shaiq Jafri,**

Chief Manager (PRAL), in Sindh Revenue Board, Karachi.

**Copy forwarded to:**

1. The Commissioner-I, Sindh Revenue Board, Karachi.
2. The Commissioner-III, Sindh Revenue Board, Karachi.
3. The Commissioner-IV, Sindh Revenue Board, Karachi.
4. The Commissioner (Sukkur & Hyderabad), Sindh Revenue Board, Hyderabad.
5. Home Department (Security Section), Government of Sindh, Ground Floor, Sindh Secretariat No. 2, Tughlaq House, Karachi.
- ✓ 6. Mr. Shahid-ul-Ghani, Head of IT, SRB, for placing it on SRB website.
7. Manager Call Centre, SRB.
8. M/s. Blitz Security Services (Pvt.) Limited, 20-E, Mezzanine Floor, Lane 12, Khayaban-e-Ithad, D.H.A, Phase-II, Ext. Karachi.

  
(Zaheer Hussain)

Assistant Commissioner (Unit-15)

