



AC - 03



NO.SRB/COM-III/AC-03/CS/2020-21/2059
SINDH REVENUE BOARD
GOVERNMENT OF SINDH
Karachi, Dated 29th March, 2021



M/s China Tianchen Engineering
Corporation- Pakistan Branch,
Bungalow No 64/2, 32nd Street,
Khayaban-e-Hilal, Phase-V, D.H.A, Karachi.

SNTN: S3153326-4

Subject: **ORDER FOR SUSPENSION OF REGISTRATION OF M/S CHINA TIANCHEN ENGINEERING CORPORATION - PAKISTAN BRANCH (PRIVATE) LIMITED (SNTN: 3153326-4).**

Whereas, section 25(1)(a)(ii) of the Sindh Sales Tax on Services Act, 2011 (hereinafter "Act, 2011") provides that registration of a registered person may be suspended where registered person "has failed to comply with its obligations under this Act". Rule 10 of the Sindh Sales Tax on Services Rules, 2011 (hereinafter "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 months**, 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.

2. Whereas, scrutiny of your tax profile reveals that, you have failed;

- i. to e-file true and correct Sindh sales tax return (Form SST-03) as required under section 30 of the Act, 2011 read with rule 12 of the Rules, 2011, in the time limitation and the manner as prescribed under rule 13 of the Rules, 2011, for the tax period **February, 2020 to February, 2021;**
- ii. to maintain normal tax profile and claimed/adjusted high input tax without attaching the purchase invoices with Sindh sales tax returns, which is the violation of Rule 16 of the Rules, 2011; and
- iii. to fail to deposit due Sindh sales tax amount, as required under section 9 and 17 of the Act, 2011 read-with rule 14 of the Rules, 2011, total tune to **Rs.30,562,484/-** against the following transactions pertaining to the tax periods from October, 2018 to December, 2020. Details are given as under:-

S.No	WHT-NTN	WHT-NAME	SPLR NTN	SPLR NAME	INVOICE DATE	VALUE OF SERVICES	TAXABLE AMOUNT	DEDUCTED TAX
1	1000710-5	ENGRO POLYMER AND CHEMICALS LIMITED	3153326	China Tianchen Engineering	7/7/2020	12,572,457	1,634,419	326,884
2	1000710-5	ENGRO POLYMER AND CHEMICALS LIMITED	3153326	China Tianchen Engineering	8/19/2020	1,516,097	197,093	39,419
3	1000710-5	ENGRO POLYMER AND CHEMICALS LIMITED	3153326	China Tianchen Engineering	8/19/2020	4,076,680	529,968	105,994
4	1000710-5	ENGRO POLYMER AND CHEMICALS LIMITED	3153326	China Tianchen Engineering	10/22/2020	85,365,279	11,097,486	2,219,497
5	1000710-5	ENGRO POLYMER AND CHEMICALS LIMITED	3153326	China Tianchen Engineering	12/28/2020	7,664,880	996,434	199,287
6	1000710-5	ENGRO POLYMER AND CHEMICALS LIMITED	3153326	China Tianchen Engineering	12/28/2020	9,916,849	1,289,190	257,838
7	1000710-5	ENGRO POLYMER AND CHEMICALS LIMITED	3153326	China Tianchen Engineering	12/28/2020	10,444,782	1,357,822	271,564
8	1000710-5	ENGRO POLYMER AND CHEMICALS LIMITED	3153326	China Tianchen Engineering	4/7/2020	25,217,154	3,278,230	655,646
9	1000710-5	ENGRO POLYMER AND CHEMICALS LIMITED	3153326	China Tianchen Engineering	5/14/2020	61,538,654	8,000,025	1,600,005
10	1000710-5	ENGRO POLYMER AND CHEMICALS LIMITED	3153326	China Tianchen Engineering	2/10/2020	46,575,954	6,054,874	1,210,975
11	1000710-5	ENGRO POLYMER AND CHEMICALS LIMITED	3153326	China Tianchen Engineering	1/24/2020	12,277,962	1,596,135	319,227
12	1000710-5	ENGRO POLYMER AND CHEMICALS LIMITED	3153326	China Tianchen Engineering	1/14/2020	16,703,308	2,171,430	434,286
Total						293,870,056	38,203,106	7,640,622

Sindh Revenue Board, 9th Floor, Shaheen Complex Building, M.R Kiyani Road, Karachi
Tel: 021-99217800 Ext-333, Email: raheel.anwar@srb.gos.pk

3. This order is being issued to you under section 25 of the Act, 2011 read-with Circular No. 02 of 2013 and Rule 10 of the Rules, 2011 to the effect that your registration is hereby **suspended** with immediate effect. However, your suspension shall be revoked if you take following remedial actions by **7th April, 2021:-**

- a) to discharge all your sales tax liability along-with default surcharge under section 44 of the Act, 2011 and deposit the same in the Government of Sindh head of account B-02384--- Sindh Sales Tax on Services;
- b) to e-file the true and correct monthly Sindh sales tax returns (Form SST-03) for the tax periods mentioned above; and
- c) to submit the complete reconciliation statement in terms of your purchases made / declared in Sindh sales tax returns along-with following documents/record:-
 - i) Visible and clear copies of Purchase Invoices;
 - ii) Proof of Payments along-with Bank Statement;
 - iii) Party-wise Ledger accounts; and
 - iv) Contract/Agreement signed with M/s Engro Polymer & Chemicals Ltd.

4. In case of non-satisfactory response or failure to take remedial measures as mentioned in para 3(a) & (b) on or before above scheduled date, your case shall further be proceeded for legal action;

5. This order is issued without prejudice to the penal, prosecution and recovery action as may be taken against you in accordance with the provisions of the Act, 2011 or the Rules, 2011.

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(RAHIL ANWAR SOOMRO)
Assistant Commissioner (Unit-3)

A copy is forwarded for kind information and necessary action to:-

- 1) Commissioner-III, SRB.
- 2) Chief Commissioner Inland Revenue, CTO/RTO-I, Shabrah-e-Kamal Attaturk, Karachi.
- 3) Chief Collector of Customs Appraisalment (South), 8th Floor, Custom House, Eduljee Dinsha Road, Karachi.
- 4) Chief Collector (Enforcement), 8th Floor, Custom House, Eduljee Dinsha Road, Karachi.
- 5) The Project Manager, PRAL, Sindh Revenue Board, Karachi.
- 6) Deputy Commissioner (IT), SRB, for placing it on SRB website.
- 7) Mr. Ghulam Mustafa Kathio, AC (Unit # 03), SRB, Karachi.
- 8) **M/s. Engro Polymer and Chemicals Limited**, 12th Floor, Ocean Tower, Khayaban-e-Iqbal, G-3, Block-9, Clifton, Clifton Road, Karachi, with request to hold aforesaid SST amount and also withhold and deposit the whole amount of SST against the on-going services receiving or procuring from of M/s China Tianchen Engineering Corporation- Pakistan Branch till the clearance of the above SRB dues or issuing NOC from this office, failing which you shall also be held responsible in terms of Section 18 of the Act, 2011.
- 9) **M/s China Tianchen Engineering Corporation – Pakistan Branch**, Plot No 164/2, 31st Street, Khayaban-e-Bukhari, Phase VI, DHA, Karachi.

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29/8/2021

(RAHIL ANWAR SOOMRO)
Assistant Commissioner (Unit-3)