



No. SRB-COM-I/KHI/AC-2/2021-22/ 121668
GOVERNMENT OF SINDH
SINDH REVENUE BOARD
Commissionerate – I
Shaheen Complex, 2nd Floor, Karachi
Dated: 29th April, 2022

Mr. Aamir Essa Lakhani
M/s. Production 021
SNTN: S3342392-0
Flat No B-6, Hassan Mansion,
Block 7 F.B AREA
KARACHI

Subject: **ORDER FOR SUSPENSION OF REGISTRATION OF M/S. PRODUCTION 021 (SNTN: S3342392-0)**

Whereas, section 25(1)(a)(ii) of the Sindh Sales Tax on Services Act, 2011 (referred to as "Act, 2011"), which provides that registration of a registered person may be suspended where the registered person "has failed to comply with its obligations under this Act". The relevant provision for the sake of clarity is reproduced as under:

Section 25. Suspension of registration... (1)

- a) *the Board or any officer of the SRB, authorized by the Board in this behalf, may suspend the registration of a person if it believes that the person---*
- i. *... ..*
 - ii. *failed to comply with its obligations under this Act;"*

2. In addition to the above stated provision, rule 10 of the Sindh Sales Tax on Services Rules, 2011 (refer to as "Rules, 2011") also provide:

Rule 10. Suspension and cancellation of the registration.- (1)

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. Perusal of the Sindh sales tax profile of the registered person, it has been observed that the registered person has failed to file their monthly Sindh sales tax return(s) for the tax period(s) from **October 2021 to February 2022**, 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.



4. Furthermore, during the scrutiny it has also been observed that the registered person has provided services during the tax period ranges from July 2020 to November 2021, as provided in the given table, to the sum of **Rs16,440,492/-** where Sindh sales tax on services was worked out at standard rate to the amount of **Rs2,137,253/-** and SST amount of **Rs427,442/-** was withheld and deposited by the service recipients with Sindh Revenue Board as per the statutory provisions of special procedure of Withholding Rules, 2014. While remaining SST amount of **Rs1,709,811/-** was collected by the registered person to be deposited with SRB in manner prescribed in section 17 of the Act, 2011. However, the registered person had only paid the SST net amount of Rs333,501/ while remaining amount of **Rs1,376,310/-** has not been paid by the registered person with SRB.

Service Provider NTN	Service Provider Name	Service Recipient NTN	Service Recipient Name	Tax Period	Service Value declared by SP	Sales Tax declared by SP	SST Withheld declared by SP	Services Value declared by SR	Sales Tax declared by SR	SST Withheld declared by SR	Sales Tax Payable
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(10-11)-(7-8)
3342392-0	Production 021	7357373-8	Lucky Motor Corporation Limited	2020/07	-	-	-	2,750,000	357,500	71,500	286,000
3342392-0	Production 021	7357373-8	Lucky Motor Corporation Limited	2020/10	-	-	-	12,000	1,560	312	1,248
3342392-0	Production 021	7357373-8	Lucky Motor Corporation Limited	2020/12	-	-	-	49,900	6,487	1,297	5,190
3342392-0	Production 021	7357373-8	Lucky Motor Corporation Limited	2021/01	-	-	-	2,820,564	366,673	73,335	293,338
3342392-0	Production 021	7357373-8	Lucky Motor Corporation Limited	2021/03	3,206,733	416,875	83,375	9,982,689	1,297,749	259,550	704,699
3342392-0	Production 021	7357373-8	Lucky Motor Corporation Limited	2021/04	-	-	-	67,644	8,794	1,759	7,035
3342392-0	Production 021	7357373-8	Lucky Motor Corporation Limited	2021/06	-	-	-	99,211	12,897	2,579	10,318
3342392-0	Production 021	7357373-8	Lucky Motor Corporation Limited	2021/10	-	-	-	111,613	14,510	2,902	11,608
3342392-0	Production 021	7357373-8	Lucky Motor Corporation Limited	2021/11	-	-	-	546,880	71,093	14,219	56,874
TOTAL					3,206,727	416,868	83,367	16,440,492	2,137,253	427,442	1,376,310

5. It is pertinent to mention that a notice before suspension vide No.SRB-COM-I/KHI/AC-2/2021-22/111661 dated 16th April, 2022 was also served to the registered person for compliance by **25-Apr-2022**. However, it has been regrettably noted that said notice remained un-responded.

6. Now, 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 will take remedial actions in the manner prescribed in Act, 2011 and rules made thereunder;

- i. to e-file the true and correct monthly Sindh sales tax returns (Form SST-03) for the tax periods from **October 2021 to February 2022**.
- ii. to discharge all sales tax liability to the amount of **Rs1,376,310/-** along with default surcharge under section 44 of the Act, 2011 for aforementioned tax periods and deposit the same in the Government of Sindh head of account "B-02384" as in manner specified in section 17 ibid and rules made thereunder.



7. This **order of suspension** is without prejudice to the penal action, prosecution and recovery as may be taken against M/s. Production 021 in accordance with the provisions of the Act, 2011 and the relevant rules of Rules, 2011.

8. Please note that copy of this notice is also forwarded to your registered email ID production021@hotmail.com in terms of section 75 of the Act, 2011 and the rule made thereunder. If you have any query to make or any clarification to seek you may please contact at <Allah.rakhio@srb.gos.pk> or call at (021)-99217800 Ext-217, at your own convenience.

(Allah Rakhio Jogi)
Assistant Commissioner (Unit-2)

Copy for Information to:

1. The Senior Member (Operations), Sindh Revenue Board, Karachi.
2. The Commissioner-I, Sindh Revenue Board, Karachi.
3. The Project Manager, PRAL, Sindh Revenue Board, Karachi.
4. Assistant Commissioner (I.T), Sindh Revenue Board, for placing it on SRB website.
5. Manager Call Centre, Sindh Revenue Board, Karachi.
6. Cluster-in-Charge Unit 2, Sindh Revenue Board, Karachi.
7. M/s. Lucky Motor Corporation Limited [NTN:7357373-8], 6-A, A.Aziz Hashim Tabba Street, Muhammad Ali Housing Society, Karachi


(Allah Rakhio Jogi)
Assistant Commissioner (Unit-2)
29/04/2022

