

Consulting | Training | Web based Taxation Support Services

TAX TIP OF THE WEEK

Where the accounts of a recognized provident fund are kept outside Pakistan, certified copies of the accounts shall be supplied not later than the 15th September in each year to a local representative of the employer in Pakistan.[Rule 96(1) of Income Tax Rules 2002].

QUOTE OF THE WEEK

Resist your fear; fear will never lead to you a positive end. Go for your faith and what you believe. **T. D. Jakes**

BUSINESS TERM OF THE WEEK

Vertical Integration

The merging together of two businesses that are at different stages of production

WEEKLY UPDATES (SROs, Circulars etc.)

Income Tax :

No Updates

Sales Tax :

GO # 46/2017	April 04, 2017
GO # 47/2017	April 04, 2017
GO # 48/2017	April 04, 2017
GO # 49/2017	April 04, 2017
GO # 50/2017	April 04, 2017
GO # 51/2017	April 04, 2017
GO # 52/2017	April 04, 2017
GO # 53/2017	April 04, 2017
GO # 54/2017	April 05, 2017
GO # 56/2017	April 07, 2017

Amended STGO 09 of 2007 dated September 13, 2007 where electricity bills were issued by FESCO, at zero percent.

GO # 55/2017 April 05, 2017

Amended STGO 07 of 2007 dated September 13, 2007 where electricity bills were issued by KESC to the relevant manufacturing units at zero percent.

بِسْمِ اللَّهِ الرَّحْمَنِ الرَّحِيمِ

يَخْتَصُّ بِرَحْمَتِهِ مَنْ يَشَاءُ وَاللَّهُ ذُو الْفَضْلِ الْعَظِيمِ
Surah Al-i'Imran, Ayat 74

Maulana Muhammad Joona Garhi	وہ اپنی رحمت کے ساتھ جسے چاہے مخصوص کر لے اور اللہ تعالیٰ بڑے فضل والا ہے۔ (۱)
Maulana Ishaq Madni	وہ اپنی مہربانی کے ساتھ جس کو چاہتا ہے خاص فرماتا ہے، اور اللہ بڑے ہی فضل والا ہے،
Maulana Mahmood ul Hassan Deobandi	خاص کرتا ہے اپنی مہربانی جس پر چاہے اور اللہ کا فضل بڑا ہے ۶
Maulana Fateh Muhammad Jalandhri	وہ اپنی رحمت سے جس کو چاہتا ہے خاص کر لیتا ہے اور خدا بڑے فضل کا مالک ہے
Maulana Ahmad Ali Lahori	جسے چاہے اپنی مہربانی سے خاص کرتا ہے اور اللہ بڑے فضل والا ہے
Maulana Abul Aala Maududi	اور سب کچھ جانتا ہے، ۱۶۳ اپنی رحمت کے لیے جس کو چاہتا ہے مخصوص کر لیتا ہے اور اس کا فضل بہت بڑا ہے۔"
Maulana Abdur Rehman Kilani	وہ جسے چاہے اپنی [۶۵] رحمت سے مخصوص کر لے اور وہ بڑے فضل کا مالک ہے
Maulana Taqi Usmani	He chooses for His grace whom He wills. Allah is the Lord of great bounty.
Maulana Abdul Majid Daryabadi	He singleth out for His mercy Whomsoever He will; And Allah is the Owner of mighty Grace.
Sahih International	He selects for His mercy whom He wills. And Allah is the possessor of great bounty.

صحیح مسلم: جلد سوم: حدیث نمبر ۱۱۵۰ حدیث مرفوعہ کمرات ۱۳ متفق علیہ ۶

ابو بکر بن ابی شیبہ، عثمان عبدالواحد بن زیادہ عثمان بن حکیم اسحاق بن عبداللہ ابن ابی طلحہ حضرت ابو طلحہ رضی اللہ تعالیٰ عنہ سے روایت ہے کہ ہم حنن میں بیٹھے باتیں کر رہے تھے کہ رسول اللہ صلی اللہ علیہ وسلم تشریف لاکر ہمارے پاس کھڑے ہو گئے اور فرمایا تمہیں کیا ہے کہ راستوں کے سر پر مجلسیں قائم کرتے ہو سر راہ مجلس قائم کرنے سے پرہیز کرو ہم نے عرض کیا ہم کسی نقصان کی غرض سے نہیں بیٹھے ہیں آپ صلی اللہ علیہ وسلم نے فرمایا اگر تم نہیں مانتے تو راستہ کا حق آنکھیں نیچی کر کے اور سلام کا جواب دے کر اور اچھی گفتگو سے ادا کرو۔

MEMBERS QUERIES

Question: One of our Debtor has made us payment from Punjab after deduction of 13 % W.H. S.Tax from our Service bills. Kindly guide us have they correctly deducted 13 % Sales Tax (Total S.T amount) or not. If correct, can we adjust 13 % W.H. Sales tax against above mentioned bills in our S.R.B return to reduce our S.Tax liability?

Answer: If services are provided in Karachi then the person from Punjab was not liable to deduct tax on it. If he has place of business in Sindh then he is a withholding agent for SRB. If he deposited tax with SRB then you can claim adjustment of withholding tax. If he deposited tax with PRA, it is his mistake and not yours, you may take adjustment of it.

Question: We are registered under Sindh Sales Tax on Services which we pay at the rate of 13% on services provided within the province. We however understand that no SST is applicable on services that are provided in other provinces of the country, i.e. KPK, Punjab or Baluchistan and we are required to submit a zero rating invoice to our client against provision of services in areas outside Sindh Province. Additionally, we also understand that the client in this respect is not supposed to withhold and subsequently deduct from our invoice any amount in the name of Sales Tax on Services from our invoice and also let us know if we are required to get registered under sales tax in other provinces as well and subsequently pay Sales Tax on Services under their rules (i.e. as per applicable rate) in order to provide services therein.

Answer: 1. There is no concept of zero rating in inter province services. 2. If you are providing services in difference provinces, then you'll have to get registration with all the provinces and issue invoices accordingly as per applicable rate of the relevant province. Then submit monthly returns of all the provinces separately.

Question: Dear Sir, being Withholding Agent under PRA, should we have to issue Withholding Tax Certificate to our Service Providers likewise we issue in Federal. if yes, what is the format of Certificate?

Answer: Yes. Format is available in Form B of Punjab Sales Tax on Services (Withholding) Rules, 2015.