

## Consulting | Training | Web based Taxation Support Services

### TAX TIP OF THE WEEK

The buyer shall not be entitled to claim input tax in respect of the supply which has been cancelled or returned to the supplier or in respect of which the amount of tax was reduced.

### QUOTE OF THE WEEK

The things you do for yourself are gone when you are gone, but the things you do for others remain as your legacy.

Kalu Ndukwe Kalu

### WEEKLY UPDATES (SROs, Circulars etc.)

<b>Income Tax :</b>	
No updates	
<b>Sales Tax :</b>	
SRO# 91(I)/2017	15-Feb-2017
GO# 21/2017	16-Feb-2017
GO# 22/2017	16-Feb-2017
GO# 23/2017	16-Feb-2017

### BUSINESS TERM OF THE WEEK

#### Annuity

A series of payments under a contract from an insurance company, a trust company, or an individual. Annuity payments are made at regular intervals over a period of more than one full year.

صحیح بخاری: جلد اول: حدیث نمبر ۹۵۷۷ حدیث مرفوع مکررات ۴۲ متفق علیہ ۳۱  
عرو بن حفص، حفص، اعش، مسلم، مسروق حضرت عائشہ رضی اللہ تعالیٰ عنہا سے روایت کرتے  
ہیں حضرت عائشہ رضی اللہ تعالیٰ عنہا نے فرمایا کہ رسول اللہ صلی اللہ علیہ وسلم نے وترات کے  
تمام حصوں میں پڑھا ہے اور ان کا وتر صحیح تک ختم ہوتا تھا۔

بِسْمِ اللَّهِ الرَّحْمَنِ الرَّحِيمِ

مَا كَانَ إِبْرَاهِيمَ يَهُودِيًّا وَلَا نَصْرَانِيًّا وَلَكِنْ كَانَ حَنِيفًا مُّسْلِمًا وَمَا كَانَ مِنَ الْمُشْرِكِينَ  
Surah Al-Imran, Ayat 67

<b>Maulana Muhammad Joona Garhi</b>	ابراہیم تو نہ یہودی تھے اور نہ نصرانی بلکہ وہ تو ایک طرفہ (خالص) مسلمان تھے (۱) مشرک بھی نہ تھے۔
<b>Maulana Ishaq Madni</b>	(سوال اللہ تبارک و تعالیٰ کہ) ابراہیم نہ یہودی تھے، نہ نصرانی، بلکہ سیدھے راستے والے (اور یکسو) مسلمان تھے، اور انکو کوئی لگاؤ (اور تعلق) نہیں تھا مشرکوں سے،
<b>Maulana Mahmood ul Hassan Deobandi</b>	نہ تھا ابراہیم یہودی اور نہ نصرانی لیکن تھا حنیف یعنی سب جھوٹے مذہبوں سے بیزار اور حکم بردار اور نہ تھا مشرک ف ۲
<b>Maulana Fateh Muhammad Jalandhri</b>	ابراہیم نہ تو یہودی تھے اور نہ عیسائی بلکہ سب سے بے تعلق ہو کر ایک (خدا) کے ہو رہے تھے اور اسی کے فرمانبردار تھے اور مشرکوں میں نہ تھے
<b>Maulana Ahmad Ali Lahori</b>	ابراہیم نہ یہودی تھے اور نہ نصرانی لیکن سیدھے راستے والے مسلمان تھے اور مشرکوں میں سے نہ تھے
<b>Maulana Abul Aala Maududi</b>	ابراہیم نہ یہودی تھا نہ عیسائی، بلکہ وہ تو ایک مسلم یکسو تھا ۵۹ اور وہ ہر گز مشرکوں میں سے نہ تھا۔
<b>Maulana Abdur Rehman Kilani</b>	حضرت ابراہیم نہ تو یہودی تھے اور نہ عیسائی، بلکہ سب سے ہٹ کر اللہ ہی کا حکم ماننے والے تھے، اور وہ مشرک [۶۰] بھی نہیں تھے
<b>Maulana Taqi Usmani</b>	Ibrahim was neither a Jew nor a Christian. But he was upright, a Muslim, and was not one of those who associate partners with Allah.
<b>Maulana Abdul Majid Daryabadi</b>	Ibrahim was not a Jew, nor a Nazarene, but he was an upright Muslim, nor was he of the associators.
<b>Sahih International</b>	Abraham was neither a Jew nor a Christian, but he was one inclining toward truth, a Muslim [submitting to Allah]. And he was not of the polytheists.

### MEMBERS QUERIES

**Question:** Bank in providing branch less banking in Pakistan and registered with all federal and provincial taxation authorities. Some procurement is made at Head Office level e.g. Software, Computers etc. These items are used at HO. Head office is supporting branches in their business. How input tax may be claimed against invoices related to items used at HO. Secondly can bank claimed input adjustment against invoices of furniture & fixture, insurance of fixed assets, security charges, meetings cost. a) in case above cost incurred at HO b) in case above cost incurred in province (explain with respect to each province).

**Answer:** Input relevant to transactions at Head Office are claimable against output tax, because input of head office transactions is related to taxable activities of the organization. As well as restriction of input is concerned, please refer to input adjustment rules of Sindh and Punjab Sales tax rules.

**Question:** We deals in production of goods and one service is taxable under PRA. We receive construction related services for our Production of goods. We can't claim services sales tax input against our goods output tax because service provider is inactive in FBR. Can we adjust this input tax against our services sales tax output inspite of the fact that service sales tax is related to our goods? Please explain in detail with law reference

**Answer:** Services input is still not adjustable under FBR if a person is not registered with FBR. Adjustment of whole input against services does not seem logical, because input can be claimed on matching principle.

**Question:** We would like to know that in case NTN obtained on nov 2016 for trust pf whereas special tax year is jan-Dec. hence in view of above, we are required to file return for period of Tax year 2017 or nil return for earlier period. many thanks inn advance for good understanding.

**Answer:** First closing of December 2016 falls within the period of Tax Year 2017, so you'll submit return for Tax Year 2017.