



KPMG Taseer Hadi & Co.
Chartered Accountants

Amendments in Provincial Tax Laws 2019

Preamble

The Provincial Assemblies of Punjab, Sindh & KPK approved the respective Finance Bills 2019 with certain amendments proposed therein and after the assent of the Governor of respective Provinces, the Finance Acts, 2019 have been enacted.

This publication contains a review of changes made in various indirect taxation laws of Punjab, Sindh and KPK through respective Finance Acts, 2019.

This publication also contain a review of changes made in the laws applicable in Islamabad Capital Territory through Finance Act, 2019 issued after approved of Finance Bill 2019 by National Assembly and assent of President of Pakistan.

This document contains comments, which represent our interpretation of the legislations. We recommend that while considering their application to any particular case reference be made to the specific wordings of the relevant statute.

23 July 2019

Contents

1. Amendments through Punjab Finance Act, 2019, in

▪ Punjab Sales Tax on Services Act, 2012	1
▪ The Stamp Act, 1899 – Punjab	5
▪ Punjab Urban Immovable Property Tax Act, 1958	6
▪ The Punjab Agricultural Income Tax Act, 1997	8
▪ Professional Tax under Punjab Finance Act, 1977	9

2. Amendments through Sindh Finance Act, 2019, in

▪ Sindh Sales Tax on Services Act, 2011	11
▪ Sindh Urban Immovable Property Tax Act, 1958	19
▪ The Stamp Act, 1899 – Sindh	21
▪ Professional Tax under Sindh Finance Act, 1964	24
▪ Sindh Development & Maintenance of Infrastructure Cess Act, 2017	25
▪ Sindh Motor Vehicles Taxation Act, 1958	26

3. Amendments through Khyber Pakhtunkhwa Finance Act, 2019, in

▪ KPK Finance Act, 2013	28
▪ West Pakistan Urban Immovable Property Tax Act, 1958	51
▪ Professional Tax under KPK Finance Act, 1990	53
▪ KPK Finance Act, 1995	57
▪ KPK Finance Act, 1996	58
▪ KPK Land Tax & Agricultural Income Tax Ordinance, 2000	59
▪ KPK Finance Ordinance, 2002	60
▪ KPK Finance Act, 2010	61

4. Amendments through Federal Finance Act, 2019, in

▪ Islamabad Capital Territory Ordinance, 2001 (Tax on Services) Ordinance, 2001	62
▪ The Stamp Act, 1899 (II of 1899) as in force in ICT	63
▪ The West Pakistan Motor Vehicles Taxation Act, 1958 as in force in ICT	65
▪ The West Pakistan Finance Act, 1964 as in force in ICT	67
▪ The West Pakistan Finance Act, 1965 as in force in ICT	68

Punjab Sales Tax on Services Act, 2012

Tax credit not allowed

Section 16B (1)

In accordance with Clauses (g) and (h) of section 16B of the Act, input tax adjustments were not allowed where:

- input tax is paid on goods and services liable to sales tax at the rates lesser than sixteen percent; and
- input tax paid on goods and services consumed in a service liable to sales tax at the rates lesser than sixteen percent.

Now, the Finance Act has amended the said clauses to replace sixteen percent with fifteen percent.

We understand that subsequent to aforesaid amendments, registered persons will be able to claim input taxes paid under the provisions of the Khyber Pakhtunkhwa Finance Act, 2013 and the Baluchistan Sales Tax on Services Act, 2015, which were previously not being allowed due to said clauses. However, the sales tax paid under the Sindh Sales Tax on Services Act, 2011 will still not be available as input tax as services under the said Act are chargeable to tax at the rate of thirteen percent.

Furthermore, currently, clause (n) of the section 16B of the Act, disallows the input tax paid on goods and services not related to the taxable supplies made by the registered person.

The Finance Act has further made the amendment in clause 'n' of section 16B to disallow the input tax on goods and services not related to taxable services rendered by the registered persons.

The Finance Act has further made the amendment in clause 'n' of section 16B to disallow the input tax on goods and services not related to taxable services rendered by the registered persons.

Penalties introduced

Section 48 (2)

The Finance Act has introduced certain new offences and penalties in the Punjab Sales Tax on Services Act, 2012 tabulated as follows:

Offence	Penalty
Where any person fails or refuses to issue a tax invoice	Such person shall be liable to pay a penalty of twenty thousand rupees on first default and fifty thousand rupees for each subsequent default. In case of three acts of such default, the business premises shall be liable to be sealed for a period which may extend to one month;

Offence	Penalty
Where any person fails to intimate any change in particulars of registration including the particulars relating to business address, branches etc. within fourteen days	Such person shall be liable to pay a minimum penalty of fifty thousand rupees
Where any person fails to declare, conceals any of business bank accounts or gives misleading declaration or fails to intimate any change in business bank account within fourteen days of such change	Such person shall be liable to pay a penalty which may range from one hundred thousand rupees to five hundred thousand rupees
Where any person either avoids, defies, fails to comply with electronic invoicing system or issues invoices bypassing the electronic invoicing system	Such person shall be liable to pay a penalty of upto one hundred thousand rupees but not less than twenty five thousand rupees. In case of three consecutive defaults, the business premises of such person may further be liable to sealing for a period which may extend to one month

Appeal to the Appellate Tribunal

Section 66

Presently, any taxpayer can prefer an appeal before the Appellate Tribunal where it objects to any order passed by the Commissioner (Appeals). The Finance Act has allowed this right of appeal to “any person” instead of restricting it to “any taxpayer”.

Presently, appeal before the Appellate Tribunal may only be initiated against the order of Commissioner (Appeals), however, the Finance Act now provides that orders passed by:

- a) Commissioner through adjudication under sections 60 or 61 of the Act or
- b) the Punjab Revenue Authority under section 62 of the act will also be appealable before Appellate Tribunal in addition to orders passed by Commissioner (Appeals).

The Finance Act further provides that appeal before the Appellate Tribunal may only be preferred within thirty days of the receipt of order or decision. We understand that a corresponding amendment in sub-section (2) of the section *ibid* is required which still mentions preference of appeal within sixty days of receipt of the order.

Recovery of arrears of tax

Section 70 (1) (c)

Section 70 of the Punjab Sales Tax on Services Act, 2012, dealing with recovery of the sales tax, empowers an officer of the Punjab Revenue Authority to attach bank account of a person from whom the tax is outstanding, by issuing a notice in writing.

The Finance Act has now empowered the officer of Punjab Revenue Authority to recover the outstanding amount of sales tax without attachment of bank account as well.

Amendments in Second Schedule

The Finance Act has made the following amendments in Second Schedule of the Punjab Sales Tax on Services Act, 2012:

Services provided by property developers, builders and promoters. Serial No.15

The Finance Act has substituted the aforesaid entry of services provided by property developers, builders and promoters to charge tax @ 8% without input adjustment or 16% with input adjustment.

Previously, the tax was charged @ Rs. 100 per square yard and @ Rs. 50 per square feet for land development and building construction respectively.

It is further provided that tax will not be charged on actual purchase value or documented cost of land.

The Finance Act has further provided to split the aforesaid entry to charge tax on affordable housing services provided under the Government sponsored housing programs at reduce rate i.e. 5% without input adjustment or 16% with input tax adjustment.

Services provided in respect of travel by air of passengers embarking from Punjab for air travel Serial No. 54

Previously, services provided in respect of travel by air of passengers embarking from Punjab for air travel either for domestic travel or international travel was charged to tax at fixed amounts per ticket.

The Finance Act has amended the above entry whereby above services/facilities originating from Punjab are now going to be charged to tax at uniform rate of 5% without input adjustment.

Air travel services provided to Umrah and Hajj passengers, diplomats and supernumerary remain non-taxable.

It is pertinent to mention that the services of road travel (except travel through non air-conditioned coaches & vehicles) were proposed to be taxed under the afore mentioned serial number through the Finance Bill. However, such change has not been approved through the Finance Act.

New services under the Second Schedule

The Finance Act included following new services under the Second Schedule.

Service	Rate %
Interior Designers	16
Amusement Parks, Arcades and Other Recreation Facilities	16
Dress designing and stitching services	16
Rental of bulldozers, excavators, cranes, construction equipment, scaffolding, framework and shuttering, generators, storage containers, refrigerators, shelf or rack renting etc.	16

Service	Rate %
Services in respect of treatment of textile, leather but not limited to Dyeing services, Edging and cutting, cloth treating, water proofing, Embroidery, Engraving, Fabric bleaching, Knitting, Leather staining, Leather working, Pre-shrinking, colour separation services, pattern printing and shoe making services.	16
Apartment house management, real estate management and services of rent collection.	16
Medical consultation / visit fee exceeding Rs. 1,500 per consultation / visit of doctors, medical practitioners and medical specialists. Bed / room charges of hospitals exceeding Rs. 6,000 per day per bed / room.	5 without input tax adjustment

The Stamp Act, 1899 - Punjab

Substitution of Stamp Duty on Registration of Instrument

The Finance Act substituted the existing stamp duty rates on some instruments with the new revised rates which are summarized as follows:

Article	Description of Instrument	Existing Proper Stamp Duty	Revised Proper Stamp Duty
(6) (2) (a) (i)	Agreement relating to Deposit of Title Deeds, Pawn or Pledge The pawn or pledge of movable property where such pawn or pledge has been made by way of security for the re-payment of money advanced or to be advanced by way of loan or an existing or future debt: if such loan or debt is repayable on demand or more than three months from the date of the instrument evidencing the agreement; in the case of banking companies or other financial institutions, when the entire finance is not based on interest;	0.2% of the loan amount subject to a maximum of one hundred thousand rupees	0.2% of the loan amount subject to a maximum of five hundred thousand rupees
(b) (i)	if such loan or debt is repayable not more than three months from the date of such instrument; in the case of banking companies or other financial institutions, when the entire finance is not based on interest;	0.1% of the loan amount, subject to a maximum of fifty thousand rupees	0.1% of the loan amount, subject to a maximum of five hundred thousand rupees
(40) (d)(i)	Mortgage Deed mortgage with banking companies, that is to say, simple or legal mortgage for banking companies or other financial institutions, when the entire finance is not based on interest;	0.45% of the loan amount subject to a maximum of one hundred thousand rupees	0.45% of the loan amount subject to a maximum of five hundred thousand rupees

The Punjab Urban Immovable Property Tax Act, 1958

Exemption from levy of Punjab Urban Immovable Property Tax

The Punjab Urban Immovable Property Tax Act, 1958 levies tax at the rate of 5% on the annual value of buildings and lands located in the province of Punjab.

The Finance Act has extended the exemption from levy of said tax to the lands and buildings owned by divorcee and minor orphans.

Tax on Properties (other than Agricultural Land) Abutting to National/ Provincial Highways and Within the Area of Motorways Outside the Rating Areas in Punjab

In order to broaden the tax base in the Province of Punjab and to ensure provision of better public services, the Finance Act has introduced a new tax at the rate of 5% of the annual taxable value of all categories of properties (other than agricultural land) outside the limits of rating areas, adjoining to national or provincial highway or within the areas of motorways.

The tax is due from the owner or the occupant, jointly and severally, in addition to any other tax charged under any other law being in force and shall be the first charge upon the property unit. The tax is administrated and regulated under the provisions of the Punjab Urban Immovable Property Tax Act, 1958. However, it is provided that the tax is not levied on following:

- Annual taxable value which does not exceed five hundred thousand rupees belonging to a widow, a divorcee, a disabled person, a minor orphan or a female unmarried orphan up to age of twenty five years.
- Owned by Federal or Provincial government
- Exclusively used by public for worship

Further, the Finance Act has introduced following definitions for the purpose of said tax:

- 'Annual taxable value' means value of a distinct property unit excluding the value of any machinery etc. thereof, which shall be the basis of determination of tax assessed, levied and recovered under section 10 of Act *ibid*.
- 'Buildings and lands' in relation to tax includes a parcel or portion thereof having distinct boundaries intended for specific purposes, including residential, commercial or industrial use.
- 'Motorways' means multiple-lane, high speed, limited access or controlled access highways in Punjab which are owned, maintained and operated as such by the National Highway Authority.
- 'National highways' means the highways in the Punjab which are owned, maintained and operated as such by the National Highway Authority

- 'Owner' includes a mortgagee with possession, a lessee in perpetuity, a trustee having possession of a trust property and a person to whom an evacuee property has been transferred provisionally or permanently
- 'Provincial highways' means the highways, including but not limited to in Punjab which are owned, maintained and operated by the province of the Punjab
- 'Rating area' means urban area which property tax is levied under the Punjab Urban Immovable Property Tax Act, 1958.

The Punjab Agricultural Income Tax Act, 1997

The rates of Land Based Agricultural Income Tax under Punjab Agricultural Income Tax Act, 1997 were fixed in 2003, which were in force for the last 16 years. The Finance Act has now revised these rates which are tabulated below:

First Schedule

Rate of Tax on Agricultural Land

S. No.	Description	Rate per Acre Rupees
1	Slab of total cultivated land, computed rate of tax per acre as irrigated land, by treating one acre of irrigated land as equal to two acres of unirrigated land excluding mature orchards	
(i)	Not exceeding 12.5 acres	Nil
(ii)	Exceeding 12.5 acres but not exceeding 25 acres	300/-
(iii)	Exceeding 25 acres but not exceeding 50 acres	400/-
(iv)	Exceeding 50 acres	500/-
2	Mature Orchards	
(i)	Irrigated	600/-
(ii)	Unirrigated	300/-

Although the rates in first schedule are increased from existing rates, however, considering the demand of the farmer community that the exemption granted under Punjab Agricultural Income Tax Act, 1997 should be enhanced and in order to promote agriculture sector, the Finance Act has increased the exemption limit in income based Agricultural income tax rates prescribed in Second Schedule as follows:

Second Schedule

Rate of Tax on Total Agricultural Income

S. No.	Description	Rate
1	Where the total income does not exceed Rs. 400,000/-	0
2	Where the total income exceeds Rs. 400,000/- but does not exceed Rs. 800,000/-	Rs. 1,000/-
3	Where the total income exceeds Rs. 800,000/- but does not exceed Rs. 1,200,000/-	Rs. 2,000/-
4	Where the total income exceeds Rs. 1,200,000/- but does not exceed Rs. 2,400,000/-	5% of the amount exceeding Rs. 1,200,000/-
5	Where the total income exceeds Rs. 2,400,000/- but does not exceed Rs. 4,800,000/-	Rs. 60,000/- plus 10% of the amount exceeding Rs. 2,400,000/-
6	Where the total income exceeds Rs. 4,800,000/-	Rs. 300,000 plus 15% of the amount exceeding Rs. 4,800,000/-

Professional Tax under Punjab Finance Act, 1977

Punjab Government has rationalized the outdated rates of Professional Tax through Second Schedule in Punjab Finance Act, 1977.

The revised Second Schedule in Punjab Finance Act, 1977 is as follows:

S. No.	Class of Persons	Rate of Tax per annum in Rupees	
1	Companies registered under Companies Act, 2017 or under the relevant law for the time being in force with paid up capital: Upto PKR 5 million	10,000/-	
	Exceeding PKR 5 million but not exceeding PKR 50 million	30,000/-	
	Exceeding PKR 50 million but not exceeding PKR 100 million	70,000/-	
	Exceeding PKR 100 million	100,000/-	
2	Person other than Companies owning factories as defined under the Factories Act, 1932 and having:		
	Employees not exceeding 10	1,500/-	
	Employees exceeding 10 but not exceeding 25	5,000/-	
3	Person other than Companies owning Commercial establishments having 10 or more employees:		
	Within metropolitan and municipal limits	6,000/-	
	Other	4,000/-	
4	Persons engaged in the import or export of goods who, during the preceding financial year, imported or exported goods of the value:		
	Exceeding PKR 0.1 million but not exceeding PKR 1 million	2,000/-	
	Exceeding PKR 1 million but not exceeding PKR 5 million	3,000/-	
5	Contractors, builders and property developers, who during the preceding financial year supplied to the Federal or the Provincial Government or a company or a factory or a commercial establishment or an autonomous or a semi-autonomous organization or any Local Authority; goods, commodities and services of the value:		
	Not exceeding PKR 1 million	1,000/-	
	Exceeding PKR 1 million but not exceeding PKR 10 million	6,000/-	
	Exceeding PKR 10 million but not exceeding PKR 50 million	10,000/-	
6	Persons engaged in various professions and providing different services such as:		
	i) Medical Consultants or Specialists / Dental Surgeons	5,000/-	
	ii) Registered Medical Practitioners	4,000/-	
	iii) Others including Homoeopaths, Hakeems and Ayuervedics-	Within Metropolitan and Municipal Corporation limits	3,000/-
		Others	1,000/-
	iv) Auditing firms (per professionally qualified person)		
	Within Metropolitan and Municipal Corporation limits	6,000/-	

S. No.	Class of Persons	Rate of Tax per annum in Rupees
	Others	4,000/-
v)	Management and Tax Consultants, Architects, Engineering, Technical and Scientific Consultants	
	Within Metropolitan and Municipal Corporation limits	6,000/-
	Others	4,000/-
vi)	Lawyers	1,000/-
vii)	(a) Members of Stock Exchanges	10,000/-
	(b) Money Changer:	
	Within Metropolitan and Municipal Corporation Limits	6,000/-
	Others	2,000/-
	(c) Motorcycle/Scooter dealers-	
	Within Metropolitan and Municipal Corporation Limits.	10,000/-
	Others	6,000/-
	(d) Motor Car Dealers and Real Estate Agents-	
	Within Metropolitan and Municipal Corporation limits	20,000/-
	Others	10,000/-
	(e) Recruiting Agents-	
	Within Metropolitan and Municipal Corporation limits	20,000/-
	Others	10,000/-
viii)	Carriage of goods and passengers by road:	
	Within Metropolitan and Municipal Corporation limits	4,000/-
	Others	2,000/-
ix)	Health Clubs and Gymnasiums-	
	Within Metropolitan and Municipal Corporation limits	4,000/-
	Others	2,000/-
x)	Jewelers, departmental stores, electronic goods stores, cable operators, printing presses and pesticide dealers	2,000/-
xi)	Tobacco vendors - Wholesalers	4,000/-
7	Franchisee, Authorized dealers/Agents and distributors	5,000/-
8	Property Developers / Builders & Marketing Agent/Company engaged in the development, marketing and management of residential, commercial or industrial properties	50,000/-
9	Hotels, Hostels (except hostels owned and operated by an educational institution itself) / Guest Houses / Motels / Resorts providing lodging facilities	5,000/-
10	Restaurants / Eateries / Fast Food Points / Ice Cream Parlors / Bakeries / Confectioners / Sweets Shops with air conditioning facility	5,000/-

Sindh Sales Tax on Services Act, 2011

Definitions

Section 2

The Finance Act has introduced following new definitions for services now made liable to Sindh Sales Tax under the Sindh Sales Tax on Services Act, 2011 [the SST Act].

- Cab aggregator (including online cab/taxi services)
- Indoor sports and games center
- Insurance agent
- Renting of machinery, equipment, appliances and other tangible goods
- Site preparation and clearance, excavation and earth moving and demolition services
- Training Services
- Warehouses or depots for storage or cold storages
- Waste collection, transportation, processing and management services

Special procedure and tax withholding provisions

Section 13

The SST Act requires specified persons to withhold and deposit tax as per rules.

The Finance Act has inserted a new sub-section to provide that where persons who are required to withhold full or part of the tax, fail to deduct or to deposit such tax in the Government Treasury, they would be personally liable to pay the amount of tax and default surcharge.

Records

Section 26

The Finance Act has enhanced the requirement of following documents to be kept by the registered person at his business premises or registered office:

- Tax invoices and debit and credit notes issued by the person;
- Tax invoices and debit and credit notes received by the persons;

- Customs documents (good declaration under section 30 of the Customs Act, 1969 and its ancillary documents);

Delegation of powers

Section 36

The Finance Act has introduced the following powers for officers not ranking below the rank of Auditor-SRB and Sindh Sales Tax Officers:

- Obtain records and documents under the Act.
- To conduct audit, inquiry or investigation.
- To conduct audit proceeding with the Commissioner's permission at the place of business or registered office of the registered person.
- Obtain documents or records maintained under any other law.

Appointment of Authorities without notification

Section 34

The Finance Act has empowered the SRB to appoint any officer of SRB without issuing the notification in the official Gazette.

New penalties introduced

Section 43

The Finance Act has introduced following new offences and penalties:

Offence	Penalty
Where any person fails or refuses to issue a tax invoice as required under the law.	Rs. 20,000 on first default and Rs. 50,000 of each subsequent default. In case of three acts of such default, the business premises shall be liable to be sealed.
Where any person either avoids, defies or fails to comply with e-invoicing system or issues invoices outside the e-invoicing system.	Up to Rs. 100,000, but not less than Rs. 25,000. In case of three consecutive defaults, the place of business of such person may be liable to be sealed.

Enhancement of stay period to be granted by the Commissioner (Appeals)

Section 57

The Commissioner (Appeals) is empowered to grant stay upto 60 days against recovery of any sales tax due on account of assessment order. Now, the Finance Act has enhanced the power of Commissioner (Appeals) to grant stay of demand upto 120 days.

Recovery of arrears of tax

Section 66

Presently, the officer of the SRB has the power to attach the bank account and take other measures for recovery of the amount assessed under the provisions of the Act immediately without giving any time period from the date of the issuance of assessment order.

Now, the Finance Act has inserted a proviso whereby the officer of SRB is restrained from recovery proceedings till the expiry of 30 days from the date of the assessment order.

The insertion is now in harmony with other taxing statutes i.e. Sales Tax Act, 1990 and Federal Excise Act, 2005. However, the limit of 30 days should have ideally been counted from the date of receipt of order as provided in Punjab Sales Tax on Services Act, 2012.

Validation of notifications / orders issued before Sindh Finance Act, 2019

Section 84

The Finance Act has inserted a provision to validate the notifications and orders issued before commencement of Sindh Finance Act, 2019.

Second Schedule

The Finance Act has imposed tax on the following new services under the Second Schedule:

Tariff Heading	Description	Rate
9806.6000	Renting of machinery, equipment, appliances and other tangible goods	13%
9821.2000	Indoor sports and games center	13%
9846.0000	Services provided or rendered by cab aggregator and the services provided or rendered by the owners or drivers of the motor vehicles using the cab aggregator services	13%
9847.0000	Warehouses or depots for storage or cold storages	13%
9848.0000	Training services	13%
9849.0000	Actuarial services	13%

Tariff Heading	Description	Rate
9850.0000	Services of mining of minerals and allied and ancillary services in relation thereto	13%
9851.0000	Site preparation and clearance, excavation and earth moving and demolition services	13%
9852.0000	Waste collection, transportation, processing and management services	13%
9853.0000	Vehicle parking and valet services	13%
9854.0000	Electric power transmission services	13%
9855.0000	Insurance agents	13%

The Finance Act has re-classified the tariff headings of the following taxable services with inclusion of new items in some of these headings (which are indicated in bold font).

Tariff Heading	Description	Rate
9813.4100	Guarantee including bank guarantee	13%
9813.4400	Issuance of cheque book , pay order and demand draft	13%
9813.4700	Commission , including bill discounting commission	13%
9813.4800	Safe deposit lockers and safe vaults	13%
9813.4900	Other services, not elsewhere specified	13%

Further, the Finance Act has re-classified the tariff headings of the following taxable services.

Tariff Heading	Description	Rate
9812.7000	Other specified telecommunication services	19.5%
9812.7100	Audio text services	19.5%
9812.7200	Teletext services	19.5%
9812.7300	Trunk radio services	19.5%
9812.7400	Paging services including voice paging services and radio paging services	19.5%
9812.7900	Others	19.5%
9812.8000	Tracking and alarm services	19.5%
9812.8100	Vehicle tracking and other tracking services	19.5%
9812.8200	Burglar and security alarm services	19.5%
9812.8900	Others	19.5%
9812.9000	Telecommunication services not elsewhere specified	19.5%

Significant Notifications

Effective from 1 July 2019 unless specified

Exemption introduced/extended

- Introduction of exemption on Cable TV Operator with specified conditions.
- Health Insurance exemption extended from 30 June 2019 to 30 June 2020.

Amendment made in exemption

Advertisement in newspapers and periodicals, was exempted. Now, advertisement in newspaper and periodicals would be taxable @ 3% in following cases:

- in colour (i.e. other than the advertisement wholly in black & white), irrespective of the size;
- in colour or black & white occupying one-quarter (or equivalent of one-quarter of a page, generally known as 27 centimeters in height x 4 columns or 15 centimeters in height x 8 columns) or more of a page of a newspaper; and
- in colour or black & white occupying half a page or more of a periodical.

Exemptions from Sindh sales tax was available to following services in a financial year upto Rs. 4 million subject to total consumption of utility bills should be upto Rs. 40,000 in a month during a financial year. These thresholds have now been reduced to Rs. 2.5 million and Rs. 25,000 respectively:

Tariff Heading	Description
9810.0000	Services provided or rendered for personal care by parlors, beauty clinics, slimming clinics or centers and other.
9811.0000	Services provided or rendered by laundries and dry cleaners.

Exemption withdrawn

- Exemption was available on Internet services, whether dial up or broadband, including email services and data communication network services of upto 2 mbps speed valued at not more than 1,500 rupees per month per service recipient and of speed between 2 mbps to 4 mbps valued at not more than 2,500 rupees per month per service recipient. Now, such services are taxable @ 19.5%.
- Exemption withdrawn on the services provided by banking and non-banking financial companies in respect of Hajj and Umrah, cheque book issuance and Musharika and Modaraba financing. Now, such services are taxable @ 13%.

Reduced rate introduced without input tax adjustment

Reduced rates introduced for following services without input tax adjustment.

Description	Rate
Service provided by stand alone laundries and dry cleaners.	5%
Services provided in the matter of manufacturing or processing of textile and leather goods for others on toll basis	3%

Reduced rate with retrospective effect i.e. 1 July, 2015.

Earlier, the levy of Sindh sales tax was imposed on intenders at the standard rate with effect from 01 July 2015. Subsequently, the rate of Sindh sales tax was reduced to 3%, effective 01 July 2017. Now, the amendment has been made to give effect of reduced rate from 01 July 2015 with similar conditions. However, Indenter is required to be registered on or before 31 July 2019, if not yet registered and pay the arrear of the Sindh sales tax liability, if any, with effect from 01 July 2015 on or before 31 August 2019.

Further reduction in reduced rates without input tax adjustment

Reduced rate for following services without input tax adjustment have been further reduced as follows:

Description	Existing Rate	Amended Rate
Travel Agents	8%	5%
Tour Operators	8%	5%
Life insurance, other than group life insurance	8%	3%
Services provided by fashion designers	10%	3%

Amendment made in existing reduced rate

Services of Accountants and Auditors

Presently, the persons providing services of accountants and auditors were charging Sindh sales tax on certain other taxable services at the reduced rate of 8%. Now, the amendment has been made that the reduced rate shall only be applicable on accounting and auditing services provided by such accountants and auditors without the adjustment of input tax.

Services of inter-city transportation of goods through truck addas or bus/wagon stands

Presently, the persons providing services of inter-city transportation of goods by road are charging Sindh sales tax at the reduced rate of 8%. Now, the amendment has been made that the persons providing inter-city

transportation of goods through truck addas or through bus/wagons shall charge Sindh sales tax at the reduced rate of 3% with following exclusions.

- Petroleum oils through oil tankers;
- Automotive vehicles, classified under tariff headings of Chapter 87 of the First Schedule to the Customs Act, 1969, as are transported or carried through specialized vehicle carriers.
- Goods and cargo through vehicles operated by Fleet Logistic Companies having not less than 25 vehicles in its fleet.

Reduced rate on newly incorporated taxable services without input tax adjustment

Reduced rates have been prescribed for following newly incorporated taxable services without input tax adjustment as follows:

Description	Rate
Renting of machinery, equipment, appliances, and other tangible, goods	5%
Indoor sports and games center	10%
Services provided by cab aggregator and the services provided by the owners or drivers of the motor vehicles using the cab aggregator services	5%
Training services	5%
Vehicle parking and valet services	5%
Insurance agents	5%

New Rules Prescribed

Following new rules have been prescribed effective from 1 July 2019.

Cab Aggregator Rules

Salient Features

- These rules shall apply to services of a cab aggregator provided to the passengers for travel using the cab aggregator services and shall also apply to the owners or drivers of the motor vehicles for carriage of passengers.
- The value of the taxable services provided by cab aggregator and the services provided by the owners or drivers of the motor vehicles using the cab aggregator services shall be the total consideration in money, including all federal and provincial taxes, if any, and without any discount or rebate or abatement or deduction on any account, which is payable or paid by the passenger, excluding the amount of tax.

- Every aggregator shall register himself with SRB. In case the person providing the services of cab aggregator is not resident in Pakistan, the branch office or the resident representative of such cab aggregator in Pakistan shall register itself with SRB.
- The cab aggregator shall be liable to pay the amount of tax involved on the services. In case the person providing the services of cab aggregator is not resident in Pakistan, the branch office or the resident representative of such cab aggregator in Pakistan shall be liable to pay the amount of the tax.
- The cab aggregator shall also be liable to pay the tax on the services provided by the owners or drivers, carrying the passengers. In this regard, the cab aggregator shall be deemed to be a withholding agent under this Rule.
- The cab aggregator or the branch office or resident representative of a non-resident cab aggregator, as the case may be, shall e-file his tax returns.

Insurance Agent Rules

Salient Features

- Every insurance agent shall register with SRB. In case the insurance agent providing services exclusively as an insurance agent of an insurance company incorporated in Pakistan which is also duly registered with the SRB, shall not be required to register himself with the condition that such insurance company withholds the whole of the amount of tax payable on the services of such insurance agent and deposits the said amount.
- The value of the services provided by an insurance agent shall be the gross amount of consideration including the commission, fee or remuneration or any other some paid or payable to such insurance agent.
- The liability to pay the tax shall be on the insurer. In case the insurer is not resident in Pakistan the insurance agent shall himself deposit the amount of tax involved.
- The insurance agent is not required to issue invoices. However, the registered insurer, while submitting his tax return shall indicate the amount of tax deducted or withheld by him in relation to the services provided by such insurance agents in prescribed manner.

Amendments made in Rule 42G (4A)

Amendment has been made in Rule 42G (4A) to exclude Sindh sales tax withholding on payment for inter-city transportation of goods through truck addas or bus/wagons.

Sindh Urban Immovable Property Tax Act, 1958

The Finance Act has revised the rate of Capital Value Tax levied on residential, commercial and industrial immovable properties and basis of its computation as follows:

A. Residential immovable property (other than flats)

i.	Where value of immovable property is recorded-	
	For all categories of valuation table provided that category II and lower categories of valuation table shall be exempted upto 240 square yards.	1.5% of value in the valuation table or at the floating rate charged on the actual value
ii.	Where value of immovable property is not recorded	Rs. 75 per square yard of the landed area

B. Residential flats

i.	Where value of immovable property is recorded-	
	(a) From 1000 square feet area in category A-I and I of the valuation table	1.5% of value in the valuation table or at the floating rate charged on the actual value
	(b) From 1501 square feet and above in all categories of the valuation table	1.5% of value in the valuation table or at the floating rate charged on the actual value
iii.	Where the value of immovable property is not recorded	Rs. 10 per square feet of the landed area

C. Commercial and Industrial immovable property

i.	Where value of immovable property is recorded	1.5% of value in the valuation table or at the floating rate charged on the actual value
ii.	Where value of immovable property is not recorded	Rs. 100 per square yard of the landed area

Further the Finance Act has explained following terms for the computation of Capital Value Tax.

- Actual value means the value recorded in the document;
- Capital Value Tax Rate shall be 1.5% percent for determination of floating rate;
- Floating rate is computed based on the Capital Value Tax Rate applied on value in the valuation table computed in proportion to the actual value.

The Finance Act has also explained that the floating rate for the purpose of CVT shall only be applicable if actual value is higher than the value determined in the valuation table.

CVT for properties transferred to and from Real Estate Investment Trust [REIT]

The Finance Act has provided that the rate of 1.5% of the value in the valuation table or at floating rate charged on actual value for the purpose of CVT will be applied on properties transferred to and from REIT. Presently, the rate of 1% is applicable on market value of those properties that are transferred in favour of REIT.

Registration fee for properties transferred to and from REIT

The Finance Act has made amendment to charge registration fee of 0.5% of the value in the valuation table or at floating rate charged on actual value for properties transferred to and from REIT. Presently, aforesaid rate of 0.5% is applied only on market value of those properties that are transferred in favour of REIT.

The Stamp Act, 1899 - Sindh

Substitution of Stamp Duty rates

The Finance Act has substituted the existing stamp duty rates on some items as follows:

Article	Description of Instrument	Existing Proper Stamp Duty	Proposed Proper Stamp Duty
(16) (A)	Conveyance as defined by section 2 (10) not being a Transfer charged or exempted under Article No. 31		
	(i) To and from Real Estate Investment Trusts	2% in accordance with valuation table or 0.25% on transaction value whichever is higher	1% of value in the valuation table or at floating rate charged on actual value
	(ii) In any other case	2 % of the value in accordance with the valuation table	1% of value in the valuation table or at floating rate charged on actual value
(16) (B)	Transfer of lease by way of assignment	2% of the amount of consideration or value in accordance with valuation table whichever is higher	1% of value in the valuation table or at floating rate charged on actual value
20	Gift Instrument of not being settlement (No. 30) or will or transfer (No. 31)		
	(a) Affidavit or declaration in writing to confirm oral gift made in favour of a person other than a legal heir	2% of the value of the property determined in accordance with the valuation table	1% of value in the valuation table or at the floating rate charged on actual value
21	Lease including an under lease or sub-lease, an agreement to let or sub-let and the surrender of a lease		
	(i) Where the lease relates to open plots, flats, shops, offices, town houses and bungalows, together with the right in the divided shares or otherwise of the plot where the value thereof is determined in accordance with the valuation table under section 27-A	1% as per valuation table	1% of the value in the valuation table or at the floating rate charged on the actual value
	(ii) Surrender including lease or sub-lease and pre-lease in respect of open or built up property in urban areas under section 27-A (except in case when surrender to KDA, DHA or any other government agency)	2% of value determined in accordance with valuation table	1% of the value in the valuation table or at the floating rate charged on the actual value

Article	Description of Instrument	Existing Proper Stamp Duty	Proposed Proper Stamp Duty
	(iii) Rent-based lease / license / agreement (Previously this category was titled as "in any other case")	1.5% of total amount of rent payable under the lease including advance rent, if any, payable under the lease and 2% on the amount of premium, if any.	1.5% of the total rent due for the entire period of lease / license / agreement
	(iv) Lease or sub-lease to and from Real Estate Investment Trust (REITs)	1% in accordance with the valuation table or 0.25% on transaction value whichever is higher	1% of the value in the valuation table or at the floating rate charged on the actual value
29	Release, that is to say, any instrument (not being such a release as provided for by section 23-A) whereby a person renounces a claim upon another person or against any specified property	2% of the value of property determined in accordance with the valuation table	1% of the value in valuation table or at the floating rate charged on the actual value
30	Settlement		
	A-Instrument of (including a deed of dower)		
	(ii) In any other case	2% of the value in accordance with the valuation table under section 27-A and 27-B or 5% of the value of movable property settled.	1% of the value in the valuation table or at the floating rate charged on the actual value or 5% of the value of movable property settled.
32	Trust		
	(i) Where Trust is made in respect of immovable property	Nil	1% of the value in the valuation table or at the floating rate charged on the actual value
	(ii) Where Trust is made for Mosque, Madressah, Imambargah, Temple, Church or other places of worship	Nil	Five Hundred Rupees
	(iii) In all other cases	Nil	2% of the Trust Fund

After aforesaid new Article i.e. Article 32 has been inserted which would be the last Article, the following explanation has been added before the heading of Exemptions:

Explanation. -For the purpose of the Schedule –

(i) the term "actual value" means the value recorded in the document;

- (ii) the stamp duty rate shall be 1% for the determination of floating rate; and
- (iii) the floating rate shall be determined as under:

Floating Rate =Value in the Valuation Table / Actual Value *Stamp duty Rate
Tax Chargeable =Floating Rate * Actual Value:

Provided that the floating rate shall only be applicable if actual value is higher than the value determined in the Valuation Table.”

Professional Tax under Sindh Finance Act, 1964

The rates of professional tax under Seventh Schedule of Sindh Finance Act, 1964 have been revised as follows:

S.No.	Categories	Rate of Tax per annum Rupees
1.	All Persons assessed to Income Tax.- All persons engaged in any profession, trade calling or employment, other than those mentioned hereinafter and assessed to in the preceding financial year.	500/-
2.	All Limited Companies with Paid up capital and Reserves.- All Limited Companies, Modarbas, Mutual Fund, and any other body corporate with "paid-up capital" or "paid up share capital and reserves" in the preceding year whichever is more.	
	(i) Not exceeding Rs.25 Million.	20,000/-
	(ii) Exceeding Rs.25 Million but not exceeding Rs.50 Million.	40,000/-
	(iii) Exceeding Rs.50 Million but not exceeding Rs.75 Million.	60,000/-
	(iv) Exceeding Rs.75 Million but not exceeding Rs.100 Million.	80,000/-
	(v) Exceeding Rs.100 Million.	100,000/-
3.	All Establishments Other than Limited Companies with Annual Turnover:- Holders of import or export license, owners of industries, factories and commercial establishments; contractors engaged in construction work of supplying goods or providing services or labour; all whole sellers and agents, <i>storkists</i> , <i>agency holders engaged in selling or buying of good or services</i> for others as owner or on commission basis, medical and legal practitioners, auditors, video shop and any other persons providing professional services and shops assessed to income tax in the preceding year with annual turnover:	
	(i) Not exceeding Rs.1 Million.	1,500/-
	(ii) Exceeding Rs.1 Million but not exceeding Rs.10 Million.	3,000/-
	(iii) Exceeding Rs.10 Million but not exceeding Rs.100 Million.	10,000/-
	(iv) Exceeding Rs.100 Million but not exceeding Rs.200 Million.	15,000/-
	(v) Exceeding Rs.200 Million but not exceeding Rs.500 Million.	30,000/-
	(vi) Exceeding Rs.500 Million.	100,000/-
4.	All factories, shops, or establishments, including Video shops, real estate, shops/agencies and car dealer not assessed to income tax in the preceding financial year	1,000/-
5.	All Petrol Pumps & CNG Stations.	5,000/-

Sindh Development and Maintenance of Infrastructure Cess Act, 2017

The Finance Act has provided new rates of Cess to be applied as follows:

Net weight of goods	Rate of Cess
Upto 1250 Kilograms	1.20% of total value of goods as assessed by the Customs Authorities plus 1 Paisa per Kilometer
Exceeding 1250 Kilograms but not exceeding 2030 Kilograms	1.21% of total value of goods as assessed by the Customs Authorities plus 1 Paisa per Kilometer
Exceeding 2030 Kilograms but not exceeding 4060 Kilograms	1.22% of total value of goods as assessed by the Customs Authorities plus 1 Paisa per Kilometer
Exceeding 4060 Kilograms but not exceeding 8120 Kilograms	1.23% of total value of goods as assessed by the Customs Authorities plus 1 Paisa per Kilometer
Exceeding 8120 Kilograms but not exceeding 16000 Kilograms	1.24% of total value of goods as assessed by the Customs Authorities plus 1 Paisa per Kilometer
Exceeding 16000 Kilograms	1.25% of total value of goods as assessed by the Customs Authorities plus 1 Paisa per Kilometer

The Finance Act has also inserted Explanation-II after the above Table to provide 0% percent rate of Cess on the goods leaving the Province for outside the country through air or sea.

Sindh Motor Vehicles Taxation Act, 1958

Substitution of luxury tax on imported cars

The Finance Act has substituted rates of one time luxury tax on imported cars as follows:

S.No	Category of cars	Existing Rate Rupees	Rate Rupees
1	Imported cars with engine capacity from 3000 cc and above	100,000	150,000
2	Imported cars with engine capacity from 2000 cc to 2999cc	50,000	75,000

The Finance Act has substituted existing Schedule of Sindh Motor Vehicle Taxation Act, 1958 as follows (this amendment was not included in the Finance Bill):

“THE SCHEDULE” (see Section 3)

S.No	Category of Vehicles	Rate Rupees
1.	(a) (i) Motorcycles/Scooter not already registered not more than 149cc.	1800/- once for all
	(ii) Motorcycle/Scooter 150cc and above.	3000/- once for all
	(b) Motorcycles/Scooter already registered and since first registration, the vehicle:	
	(i) has not completed 5 years;	600/-once for all or Rs. 80 per annum
	(ii) has completed 5 years but not completed 10 years	300/-once for all or Rs. 80 per annum
	(iii) has completed 10 years but has not completed 15 years	100/-once for all or Rs. 80 per annum
	(c) (i) Motor cars/jeeps etc. (Non-Commercial having engine capacity upto 1000cc not already registered.)	20,000/- once for all
	(ii) Motor cars/jeeps etc. (Non-Commercial having engine capacity upto 1000cc already registered having upto date tax payment and since first registration the vehicles.)	
	(a) has not completed 5 years	10,000/-once for all.
	(b) has completed 5 years but not completed 10 years	15,000/-once for all.
(c) after completion of 10 years	8,000/-once for all.	
2.	Motor vehicles not exceeding 250 Kgs. in un-laden weight adopted and used for invalids.	No Tax
3.	Vehicles (Trucks/Traller/Delivery Vans/Mini Buses and Pick-ups etc. used for transport or haulage of goods or materials.	
	(a) Electrical propelled vehicles not exceeding 1250kgs in un-laden weight.	750/-per annum
	(b) Vehicles with maximum laden weight exceeding 1250Kgs but not exceeding 4060 Kgs.	1,200/-per annum
	(c) Vehicles with maximum laden capacity exceeding 4060 Kgs but not exceeding 8120 Kgs.	3,000/-per annum

S.No	Category of Vehicles	Rate Rupees
	(d) Vehicles with maximum laden capacity exceeding 8120 Kgs. but not exceeding 16000 Kgs.	9,000/-per annum
	(e) Vehicles with maximum laden capacity exceeding 16000 Kgs.	12,000/-per annum
	(f) All types of Cranes,	3,000/-per annum
4.	Vehicles Plying For Hire And Ordinarily Used For Transport Of Passengers (Taxis And Buses)	
	(i) Tricycle propelled by mechanical power (rickshaws cabs) with seating capacity of not more than 3 persons.	600/-per annum
	(ii) Motor vehicles with a seating capacity of more than 20 persons plying for hire exclusively within the limit of a Corporation, Municipality or Cantonment or partly within and partly outside such limit with sixty percent of the total length of the route falling within the limits of a Corporation, Municipality or Cantonment.	150/-per seat
	(iii) Mini Buses with a seating capacity of not more than 20 persons plying for hire exclusively within the limit of corporation, Municipality or Cantonment.	240/- per seat
Explanation:- For the purpose of this clause, the seating capacity shall not include the seats meant for driver and conductor.		
	(iv) Motor Vehicles with seating capacity of more than 20 persons plying for hire within or outside the limits of Corporations, Municipality Cantonment.	
	(a) Air Conditioned	225/-per seat
	(b) Non Air Conditioned	150/-per seat
	(v) Other vehicles with a seating capacity.	
	(a) not more than 4 persons	780/- per annum
	(b) more than 4 persons but not more than 6 persons	900/- per annum
	(c) more than 6 persons	300/-per seat
5.	Motor vehicles (motor cars/jeeps other than those mentioned above and having.	
	(a) seating capacity of not more than three person	500/-
	(b) seating capacity of more than three persons but not more than six persons -	
	(i) with engine power not exceeding 1000cc	1,500/-per annum
	(ii) with engine power exceeding 1000cc but not exceeding 1300cc	2,000/-per annum
	(iii) with engine power exceeding 1300cc but not exceeding 1600cc	4,000/-per annum
	(iv) with engine power exceeding 1600cc but not exceeding 2000cc	4,500/-per annum
	(v) with engine power exceeding 2000cc but not exceeding 2500cc	5,000/-per annum
	(vi) with engine power exceeding 2500cc	7,000/-per annum
	Provided that the tax in respect of the motor vehicles referred to in clauses (a) and (b) other than the commercial vehicles shall, on completion of ten years and fifteen years of the payment of the tax since first registration of the vehicles, be paid at the rate of seventy five percent and fifty percent of the tax respectively.	
6.	(i) Tractor without traller	Rs. 200/-
	(ii) if traller is attached with tractor	Rs. 300/-

Khyber Pakhtunkhwa Finance Act, 2013

Definitions

The definition of place of business has been broadened to include carrying out of economic activity through virtual presence or a website or a web portal or through any other form of e-commerce by whatever name called in the province of Khyber Pakhtunkhwa.

Section 2(37) has been inserted in the Khyber Pakhtunkhwa Act to define an unregistered person to mean a person who is liable to be registered but is actually not registered and does not hold the Khyber Pakhtunkhwa Sales Tax Registration Number.

Reverse charge in certain situations

The registered person being recipient of services, rendered by unregistered person, has been made liable to withhold and deposit tax at the applicable tax rate worked out on gross value of services through clarificatory amendment in section 20 of the Khyber Pakhtunkhwa Act.

Validation of notifications

Section 21A has been inserted to validate the notification No. 506-15/2018 dated 31 August 2018 issued by the Khyber Pakhtunkhwa Revenue Authority with effect from 4 February 2016, with respect to reduced rate of tax from 15% & 5% to 1% on contracting and construction services provided to hydro power projects executed in Khyber Pakhtunkhwa.

The Act has further validated notifications No. SO(Tax)E&T/2-7/2014 dated 04 August 2014, SO(Tax)E&T/2-7/2015 dated 04 February 2016, SO(Tax)/ET &NC/2-7 dated 22 March 2017, SO(Tax)E&T/2-7/2017/1735-47 dated 20th October, 2017 and 506/15/2018 dated 31 August 2018. The aforesaid notifications shall be deemed to take effect from the respective dates of the Gazette Notifications, mentioned therein. Through these notifications various amendments were made in the *erstwhile* Second Schedule.

Restriction in adjustment of input tax

A proviso to section 26(4) of the Khyber Pakhtunkhwa Act has been inserted to allow adjustment of input tax in respect of a transaction exceeding value of fifty thousand rupees, excluding the payment against utility bills, only if payment of the sales tax invoice is made by a crossed cheque drawn on a bank, bank draft, pay order or any other banking instrument in favor of the service provider from the business bank account of the service recipient.

Tax withholding provisions

A new section 41(1A) has been inserted in the Khyber Pakhtunkhwa Act to hold liable a withholding agent, who fails to deduct tax or deposit tax having withheld it, to default surcharge and penalty after issuance of notice by the officer of the Khyber Pakhtunkhwa Revenue Authority.

Penalties rationalized

The penalties for following offences have been rationalized through amendment in section 64 of the Khyber Pakhtunkhwa Act:

Offence	Penalty
Where a person fails to furnish a return within the due date.	5,000 rupees provided if a return is filed within 10 days of the due date, penalty of 100 rupees for each day of default shall be levied.
Where a person fails to issue tax invoice.	100,000 rupees or 3% of the amount of tax involved whichever is higher.

New penalties introduced

The following new offences and penalties have been introduced through insertion of S.No. 17 and 18 in the Table to section 64 of the Khyber Pakhtunkhwa Act:

Offence	Penalty
Where a bank fails to attach or delays in attaching the bank accounts of a person from whom tax is sought to be recovered, specified in the notice issued by the officer of the Khyber Pakhtunkhwa Revenue Authority or fails to pay or delays payment of such amount.	Rs.100,000 or 5% of the amount of tax involved whichever is higher with imprisonment of the concern officer of the Bank up to one year upon conviction by a special judge or fine to the extent of 5% of the amount of tax involved or both.
Where a person fails to withhold or withholds but fails to deposit the tax.	Rs. 25,000 or 5% of the amount of tax involved whichever is higher.

Appointment of Judicial and Technical members of the Tribunal

A new procedure and eligibility criteria for appointment of Judicial and Technical members of the Appellate Tribunal has been introduced by substituting section 82 of the Khyber Pakhtunkhwa Act, which is as follows:

- The Khyber Pakhtunkhwa Government has been empowered to appoint any person as a Judicial member (a) who has been District and Sessions Judge in consultation with the Peshawar High Court, or (b) who has been District and Sessions Judge for at least 03 years, without consultation of the Peshawar High Court.
- The Khyber Pakhtunkhwa Government has been empowered to appoint a Technical member who is or has been: (a) Collector, Collector (Appeals) in Khyber Pakhtunkhwa Revenue Authority and; (b) the Collector of Customs, Commissioner Inland Revenue (Appeals) of the Federal Board of Revenue.

- The Khyber Pakhtunkhwa Government has been empowered to appoint a Technical member who is or has been a member of the Pakistan Bar Council or Provincial Bar Council and has a minimum of 20 years standing at the High Court level practicing tax law.
- The Judicial and Technical member shall not be above seventy years of age. Earlier there was no upper age limit for appointment of Judicial and Technical member whereas the age of Technical member was required to be not less than fifty seven years.
- The term of the office of the Judicial and Technical members is fixed for three years which will be extendable for another three years subject to their satisfactory performance. Provided such term shall not be extendable for a third term in any case.

First Schedule

The scope of services has been broadened by completely substituting the First Schedule, the Schedule after substitution is as follows:

Classification	Description
9801.0000	Services provided by hotels, restaurants, marriage halls, lawns, clubs and caterers, suppliers of prepared eatables and drinkables, pandals and shamianas, messes, hostels and similar undertakings including allied, auxiliary or ancillary services thereto.
9801.1000	Hotels and similar establishments
9801.2000	Restaurants and similar undertakings or businesses
9801.3000	Marriage halls, lawns, pandals, shamianas
9801.4000	Clubs
9801.5000	Caterers and other persons supplying prepared eatables and drinkables
9801.6000	Motels, guest houses, lodges and farm houses
9801.7000	Messes and hostels
9801.8000	Similar other services or service providers
9801.9000	Services allied, auxiliary or ancillary thereto
9802.0000	Advertisements and advertisement services
9802.1000	T.V including cable T.V networks
9802.2000	Radio
9802.3000	Closed Circuit T.V.
9802.4000	Newspapers, periodicals, magazines and similar other publications
9802.5000	Website and internet
9802.6000	Poles or similar structures

Classification	Description
9802.7000	Bill boards, electronic bill boards, hoarding boards, signboards and similar other medium of advertisement display
9802.8000	Lease or renting of space whether on constructed or erected structure or otherwise, for the purposes of advertisements
9802.9000	Other similar services or other advertisement services
9803.0000	Cinematographic production, photographic services and broadcasting services
9803.1000	Film making or film production including drama production whether in serials or otherwise
9803.2000	TV production
9803.3000	Radio production
9803.4000	Broadcasting services
9803.5000	Photographic services (services of photography or photographers)
9803.9000	Other similar, allied, ancillary or auxiliary services
9804.0000	Services provided as facilities for travel or transportation (including carriage) of persons
9804.1000	Sea or river (ships, vessels, ferries, trawlers, launches, barrages, boats or similar power-operated structures)
9804.2000	Air (aircrafts, airplanes, helicopters, airships, air-balloons and other flying structures, apparatuses or machines)
9804.3000	Railways (train) including tramways
9804.4000	Road (busses, coaches, coasters, wagons, jeeps, cars, taxis and other motor or motor-bike-operated four or three wheel vehicles primarily meant for passengers transport)
9804.5000	Chairlifts or similar directly or indirectly power-operated moving Structures
9804.9000	Other traveling or transportation services
9805.0000	Services provided for carriage or transportation of goods
9805.1000	Sea or river (ships, vessels, oil tankers, ferries, trawlers, launches, barrages, boats or similar power-operated structures)
9805.2000	Air (airplanes, helicopters, airships, air-balloons and other flying structures, apparatuses or machines)
9805.3000	Railways (train) including tramways
9805.4000	Road (vehicles whether or not containerized like trucks, trailers, trawlers, oil tankers, loaders, pick-ups, trollies and other power or motor bike-operated four or three wheel vehicles primarily meant for loading and carriage of goods)
9805.5000	Bucket-lifts or similar directly or indirectly power-operated moving structures
9805.6000	Conduit, pipeline, conveyor and similar cargo transmission networks or arrangements for transportation of goods whether liquid or otherwise
9805.9000	Other services for carriage or transportation of goods whether liquid or otherwise
9806.0000	Services provided by persons authorized to transact business on behalf of others as agent or otherwise
9806.1000	Shipping agents, ship chandlers, stevedores, and ship handling or management service providers
9806.2000	Freight forwarding agents and cargo forwarding or moving Businesses
9806.3000	Customs or customs house agents
9806.4000	Travel agents, tour operators and recruiting agents

Classification	Description
9806.5000	Advertising agents and advertisement intermediaries
9806.6000	Share transfer agents and general insurance agents
9806.7000	Sponsorship services
9806.8000	Business management or business support services
9806.9000	Other similar services
9807.0000	Services provided in matters of sale, purchase, rent or hire
9807.1000	Property dealers, property agents and realtors
9807.2000	Car and other automobile dealers (whether old or new)
9807.3000	Dealers of electrical or electronic equipment, appliances or other goods (whether old or new)
9807.4000	Dealers of other second hand goods
9807.9000	Other similar or allied services
9808.0000	Services(including dyeing) provided by laundries (launderers), dry cleaners or similar other businesses whether independently or otherwise
9808.1000	Launderers and dry cleaners operating independently
9808.2000	Launderers and drycleaners operating in conjunction with other businesses providing services
9808.3000	Laundering or dry cleaning services by other businesses (including those performed for industrial purposes)
9808.4000	Dyers of cloth or clothes including industrial dyers (e.g., dyers of textiles or textile materials)
9808.9000	Other similar or allied services
9809.0000	Courier services including speedy, fast, quick or urgent mail or cargo services provided either by courier companies or by other businesses or entities whether as a sole activity or in conjunction or along with other business activity or activities
9809.1000	Courier services (including parcels)by dedicated businesses
9809.2000	Urgent delivery cargo services as an exclusive business activity
9809.3000	Courier or urgent delivery cargo services performed by other businesses like passenger transport companies or entities
9809.9000	Other similar, allied or ancillary services
9810.0000	Services provided by persons engaged in contractual execution of works or furnishing supplies (excluding transactions involving contractual supply of goods only without any component of service)
9810.1000	Work contractors other than construction or maintenance work
9810.2000	Maintenance work services whether or not involving furnishing of supplies (excluding supplies of goods only)
9810.9000	Other similar services
9811.0000	Services, by whatever name called, provided whether independently or otherwise for personal care, personal beautification and cosmetic uplift by beauty parlors, beauty clinics, slimming clinics and similar other businesses operating separately or otherwise
9811.1000	Ladies' beauty parlors or beauty clinics including ladies' saloons whether working independently or as part of other businesses
9811.2000	Cosmetic treatment or cosmetic surgery centers or clinics whether operating as stand-alone or as part of other businesses

Classification	Description
9811.3000	Sliming or other health clinics or clubs providing, in addition, personal beautification services whether working independently or Otherwise
9811.4000	Gents' beauty parlors or saloons including barber shops providing single or multiple services for personal care or beautification
9811.9000	Other similar services
9812.0000	Packing or packaging services including allied and ancillary services
9812.1000	Packing or packaging of industrial goods or products for industrial or commercial purposes
9812.2000	Packing or packaging of old or used office or household goods
9812.9000	Other similar, allied or ancillary services
9813.0000	Telecommunication and similar, allied or ancillary services
9813.1000	Telephone services (including fixed line, wireless, cellular, wireless local loop, video, pre-paid, post-paid, pay phone cards and voice mail etc.)
9813.1010	Messaging services (including Short Message Service (SMS), Multimedia Message Service (MMS) and messaging through other digital applications etc.)
9813.1020	Installation, provision, shifting, changing, conversion and restoration of telephone connections (including conversion of NWD connection to non NWD or vice versa) and similar other services
9813.2000	Bandwidth services (including copper-line/fiber-optic/co-axial cable/microwave/satellite-based, IP services, teleconferencing, 3G/4G/5G/LTE or similar other services)
9813.3000	Telegraph and other services relating thereto
9813.4000	Telefax including store and forward fax and similar other services
9813.4010	Internet services including e-mail, dial-up and other allied services
9813.4020	Broadband services for DSL connection (including copper line/ fiber-optic/co-axial cable/wireless/satellite-based, internet/email/data/SMS/MMS services on WLL or cellular mobile networks) and similar other services
9813.4030	Data communication network services (DCNS including copper line/ co-axial, cable/fiber optic/wireless/ radio/satellite-based, services relating to value added data, virtual private network (VPN) and digital signature) and similar other services
9813.5000	Long distance international (LDI) services
9813.6000	Local loop or other similar services
9813.7000	Audio text services (including tele-text, trunk radio, paging or similar other services)
9813.8000	Voice paging services (including radio paging, vehicle or other object (whether or otherwise) tracking and burglar alarm etc.) and other similar services
9813.9000	Other similar, allied or ancillary services
9814.0000	Services provided by banks or banking companies, insurance companies, cooperatives and foreign exchange companies or dealers (including similar institutions or entities)
9814.1000	Banks or banking companies, cooperatives or similar institutions or entities (their all services including bank guarantee, brokerage, letter of credit, pay order or demand draft, bill of exchange, transfer of money in any manner, bill discounting, lockers and safe vaults, credit/debit cards, foreign exchange dealings, ATMs, issue-banking, provision of loans, business or investment financing or advances, leasing or releasing whether financial, equipment/ commodity related, musharakah financing etc.)
9814.2000	Insurance companies (their all services including goods/fire/theft/marine/travel/life/health/ industrial/business related/ moveable or immovable property insurance and other insurance and reinsurance services)
9814.3000	Services of cooperatives and cooperative societies (including producer cooperatives, worker cooperatives, consumer cooperative, credit unions, retail or purchasing cooperatives, social cooperatives, industrial service cooperatives, manufacturing cooperatives, marketing cooperatives, cooperative farming societies, housing cooperatives and credit cooperatives etc.)

Classification	Description
9814.4000	Service of foreign exchange companies, dealers and money changers or similar businesses
9814.9000	Other similar banking, insurance, cooperative or money exchange services
9815.0000	Services provided by architects, civil engineers, construction consultants, construction contractors, town or real estate or property promoters, developers or planners including interior decorators or allied or ancillary professions
9815.1000	Architects and civil engineers or town promoters, developers, planners
9815.2000	Town, real estate or property promoters, developers or planners
9815.3000	Construction contractors including contractors of allied work such as electrical or gas fittings, plumbing, water boring, wood work, plastering, flooring, steel work, paint and other finishing work
9815.4000	Landscape or land development designers including land surveyors
9815.9000	Other similar, allied or ancillary services
9816.0000	Services provided by practitioners, professionals, consultants and advisers (by whatever name called) in their respective fields or disciplines
9816.1000	Medical, dental or allied health fields or disciplines including paramedics and specialized technicians
9816.2000	Veterinary and allied sciences including pet care
9816.3000	Law and allied fields or disciplines
9816.4000	Financial, accountancy, cost accountancy, tax management or tax affairs and similar other fields or disciplines
9816.5000	Human resource management or development
9816.6000	Business planning, business management, business reforms, business communication including hospitality administration and similar other fields or disciplines
9816.9000	Other similar services
9817.0000	Services provided by laboratories engaged in lab work like examination, analysis, testing, verification, experimentation, innovation and product development etc., in relevant domains of knowledge
9817.1000	Scientific including medical, health or healthcare labs
9817.2000	Mechanical including engineering labs
9817.3000	Chemical including materials or goods testing labs
9817.4000	Electrical or electronic labs
9817.5000	Forensic labs
9817.6000	Petro-chemical labs
9817.9000	Other similar labs
9818.0000	Services provided by specialized agencies
9818.1000	Security agencies including security alarm services
9818.2000	Credit rating or similar evaluation agencies
9818.3000	Market research or market survey agencies
9818.4000	Private detective or intelligence service providing agencies
9818.5000	Project including business project planning or preparation agencies

Classification	Description
9818.9000	Other similar agencies
9819 .0000	Services provided by specified persons or businesses
9819.1000	Stockbrokers, future brokers and commodity brokers
9819.1100	Under writers
9819.1200	Indenters and similar other commission agents
9819.1400	Packers and movers not falling under classification heading 9812.0000
9819.1500	Distribution agents
9819.2000	Money exchangers not falling under classification heading 9814.0000
9819.3000	Rent-a-car and automobile rental services
9819.4000	Surveyors other than those falling under classification heading 9815.0000
9819.5000	Designers other than those falling under classification heading 9815.0000
9819.6000	Outdoor photographer and videographers including studios services other than those falling under classification heading 9803.0000
9819.7000	Video tape, sound record, program producers and production services other than those falling under classification heading 9803.0000
9819.8000	Art painters including services provided by art galleries (excluding sale of their own pre-made—not made to order — art products.
9819.9000	Cable TV operators including private radio channel operators
9819.9100	Auctioneers other than those who pay tax as customs agent
9819.9200	Public relations services other than those who pay tax as practitioner, professional, consultant or advisor of business communication
9819.9300	Technical testing and analysis services other than those classifiable under heading 9817 .0000
9819.9400	Service provided by a registrar to an issue
9819.9500	Services relating to processing for registration or protection of copy rights or other IPRs
9819.9900	Other similar services
9820.0000	Services provided by specialized workshops or undertakings
9820.1000	Auto-workshops whether or not providing other allied or extended services
9820.2000	Workshops for industrial, construction, earth moving or other similar, heavy duty or special purpose machinery
9820.3000	Workshops for electric or electronic equipment or appliances including computer hardware
9820.4000	Car washing or similar service stations
9820.9000	Other similar workshops or businesses
9821.0000	Services provided in specified fields not clubbed with other (taxable) services classified elsewhere in this SCHEDULE
9821.1000	Healthcare centers, health clubs, gyms or physical fitness centers
9821.2000	Indoor sports and games centers

Classification	Description
9821.3000	Baby care centers
9821.4000	Body massage centers
9821.5000	Pedicure centers
9821.9000	other similar services
9822.0000	Services provided for specified purposes.
9822.1000	Fumigation or decontamination of commercial, industrial or residential buildings, warehouses, god owns, storage houses or storage places, parks, gardens and other buildings or places including business places.
9822.2000	Maintenance or cleaning services in respect of buildings or other places whether or not wholly or partly constructed including places having only civil infrastructure.
9822.3000	Janitorial services
9822.4000	Dredging or desilting services
9822.5000	Salvage or similar other recovery services
9822.9000	Other similar services
9823.0000	Franchise services either on giving or on receiving ends including royalties or similar financial benefits arising out of intellectual property rights or other factors of business goodwill
9824.0000	Brokerage (whether traditional, discount, commodity or other category) services (other than stock or securities brokers)
9825.0000	Exhibition, convention or carnival services including renting of purpose-specific property or space for such events
9826.0000	Services of computer software engineers including provisioning of information, data feeding, data processing, data cleaning, data storage, data transfer or data management etc.
9827.0000	Services relating to handling, storage or ware housing of goods whether or not movement or transport of such goods is undertaken or conducted by the same service provider
9828.0000	Services of fashion designers not engaged in designing, manufacturing and selling their own products or goods through their regular paid employees
9829.0000	Services of internet cafe e including businesses providing facilities for playing computer games as a separate activity of in conjunction or along with such cafe services
9830.0000	Airport services (including passenger facilitation, car parking, cargo handling, aviation support services, flight kitchen supplies, renting of special purpose machinery, equipment, vehicles, portorage, quarantine and other fumigation or vaccination, janitorial services, jet or other fuel supply services etc.)
9831.0000	Forward contract services whether for property, commodity or other purposes
9832.0000	Coaching, training, vocational or tuition centers (whether or not called academies)
9833.0000	Tracking services
9834.0000	Quality control services (ISO certification authority)
9835.0000	Debt collection agencies

Classification	Description
9836.0000	Amusement parks services
9837.0000	Call centers
9838.0000	Film and drama studios including mobile stage shows or Cinemas
9839.0000	Entertainment services including services provided for planning, arranging or managing sports activities, games or matches etc.
9840.0000	Services provided in respect of manufacturing or processing on toll or charges basis (out of main or major inputs owned by others)
9841.0000	Container terminal, container handling or container storage services regardless whether the containers are empty or stuffed with cargo
9842.0000	Manpower recruitment including recruitment for overseas jobs and labor supply services regardless the labor charges are given by the service provider or the service recipient
9843.0000	Dry port services including operation of a dryport and other provided at or in respect of dryport such as inward/outward transportation/movement of goods, cargo handling, cargo storage or warehousing, loading /unloading of cargo, booking or discharge of cargo etc.
9844.0000	Public bonded warehouse services
9845.0000	Services provided in respect of exploration or mining of minerals, oil and gas including surveys and other activities related or allied thereto
9846.0000	Event management services whether covering all or any of the processes like planning, budgeting, scheduling, site selection, acquiring necessary permits, coordinating transportation and parking, arranging for speakers or entertainers, arranging decor, event security, catering or any other allied or connected Task
9847.0000	Electric power and gas transmission (including wheeling) or distribution services
9848.0000	Valuation or assessment services including competency and eligibility testing services
9849.0000	Transportation, carriage, haulage or transmission of cargo whether dry, liquid or otherwise
9850.0000	Digital or IT-based services in whatever form or manner or under whatever arrangement including but not limited to web design and development, mobile app development, server management, page-speed optimization, UX/UI optimization, PPC marketing, blogging, Google Ad Words, Facebook advertising, Ins ta gram advertising, custom software development, assessment and roadmap development, software maintenance and support services, supply of any other software or software product or products through any medium and online digital marking services such as search engine optimization (SEO),social media marketing, content marketing, affiliate marketing, influencer marketing, email marketing, viral marketing services etc.
9851.0000	Ride-hailing or ride-hail services like Uber, Cream, Biker and Lyft etc. regardless of the mode, manner or dynamics of the business system involved in such services.
9852.0000	Online Market Place (OMP) including online platform or portal services by whatever name called.
9853.0000	Services relating to or in respect of the installation, erection, commissioning or other permanent structure-affixed/linked/tied placement (whether full or in part) of any industrial, mechanical or electrical plant, machinery or equipment (excluding installation of domestic equipment etc. for residential use)
9854.0000	Services relating to or involving collection, provision, organization, digitization, processing, analysis, safety, preservation, sharing, verification, validation, decontamination or any other treatment of data including granting access to data for the purposes of information-gathering, information verification, information-authentication or similar other purposes.

Classification	Description
9855 .0000	Visa processing or visa acquisition services including advisory or consultancy services for foreign education or migration provided by persons in their private business or professional capacity.

Second Schedule

Tax exemptions, reduced rate of tax, tax on certain new services and principles of interpretation and application of the Second Schedule has been laid down by substituting the Second Schedule; the Second Schedule after substitution is as follows:

S.No.	Description of services	Tariff Heading	Rate of Tax
1	<p>Services provided or rendered by hotels, motels, guest houses, resorts, accommodation and/or-food service providing farm-houses, motorway-or-highway-side accommodation-and/or-food provisioning/food servicing or food supply facilities, restaurants (including food service supply chains) , food including ice cream parlors, marriage or wedding halls, marquees, lawns, clubs and caterers, suppliers of prepared eatables and drinkables, <i>pandals</i> and <i>shamianas</i>, clubs including such clubs as, though run on mutuality basis, are operated in commercial mode, manner or style, messes, hostels and similar entities, enterprises or undertakings including all such services, facilities, utilities, entertainments, comforts, enjoyments or amusements etc., as are allied, auxiliary or ancillary thereto.</p> <p>Exemptions and reduced tax rates: (i) Full exemption shall be available to the services of hostels exclusively meant for providing accommodation and allied facilities to students.</p> <p>(ii) The rate of tax in case of services (whole range of services including accommodation, food supplies and laundry etc.) provided or rendered by all other categories of hostels shall be five percent (5%) without any input tax adjustment.</p> <p>(iii) In case of restaurants excluding those operating in corporate sector, or as franchises of multinationals, or chains of restaurant businesses, or have registered business or brand names, the rate of tax shall be eight percent (8%) without any input tax adjustment:</p> <p>Provided that in case of traditional type restaurants usually called as <i>dhaba</i> or conventional hut-type or similar other road/street side non air-conditioned restaurants usually serving limited range of precooked or pre-prepared food items with informal seating environment, the rate of tax shall be two percent (2%) without any input tax adjustment.</p> <p>(iv) In case of traditional accommodation facilities like sarrayae or inns or open air overnight bed provisioning services generally located or available around or in the vicinity of railway stations, bus or wagon stands (stations), the rate of tax shall be two percent (2%) without any input tax adjustment if the charges for overnight stay do not exceed rupees three hundred per bed.</p> <p>(v) In case of marriage or wedding halls including pandals and shamiana and similar other businesses including food services provided therein, the rate of tax shall be eight percent (8%) without any input tax adjustment.</p> <p>(vi) In case of caterers whether stand-alone or otherwise, the rate of tax shall be ten percent (10%) without any input tax adjustment.</p> <p>Explanation: It is clarified for the removal of any doubt that the services of this entry include "take away" or "home or door-step delivery" transactions of the restaurants or other categories or types of food serving outlets either as a part of their overall services or as an exclusive activity.</p>	9801.0000 9801.1000 9801.2000 9801.3000 9801.4000 9801.5000 9801.6000 9801.7000 9801.8000 9801.9000	Fifteen Percent (15%)

S.No.	Description of services	Tariff Heading	Rate of Tax
2	<p>Services provided or rendered by beauty parlors, beauty clinics, healthcare centers, cosmetic or plastic surgery centers/clinics, hair transplant centers or clinics, health clubs, gyms (including yoga centers with or without yoga teaching classes' system or arrangements), physical fitness centers, massage centers, pedicure/manicure centers, swimming pools and similar other establishments, undertakings, enterprises or entities etc.</p> <p>Exemption: Full exemption on: --- cosmetic treatment of bums or burned body parts and, ---conventional or traditional barber shops provided they do not render any high end beautician or cosmetic services.</p>	9811.0000 9811.1000 9811.2000 9811.3000 9811.4000 9811.9000 9821.1000 9821.4000 9821.5000	Eight Percent (8%) without any input tax adjustment.
3	<p>Services provided or rendered by stand alone or other launderers and dry cleaners including carpet or sofa set or similar furniture items cleaners or washers:</p> <p>Exemption: Full exemption to small size traditional style stand-alone launderers and drycleaners operating without any branded or registered business name and without the involvement or use of any electrical or mechanical apparatus, equipment or machinery for washing or cleaning purposes.</p> <p>Reduced Rate of Tax: The medium sized stand-alone launderers and dry cleaners shall be liable to tax at the rate of eight percent (8%) without input tax adjustment:</p> <p>Explanation: No benefit of exemption or Reduced Rate of Tax shall be available or admissible to the laundries and dry-cleaning or other similar businesses operating under chain-business system with or without any business brand name or operating as a part of businesses providing hotel or other accommodation services and in all such cases, the rate of tax shall be fifteen percent (15%).</p>	9808.0000 9808.1000 9808.2000 9808.3000 9808.4000 9808.9000	Fifteen Percent (15%)
4	<p>Telecommunication and similar, allied or ancillary services including:</p> <p>a) Telephone services (including fixed line, wireless, cellular, wireless local loop, video, pre-paid, post-paid, pay phone cards and voice mail etc.);</p> <p>b) Messaging services (including short message service (SMS), multimedia message service (MMS) and messaging through other digital applications etc);</p> <p>c) Installation, provision, shifting, changing, conversion and restoration of telephone connections (including conversion of NWD connection to non NWD or vice versa) and similar other services;</p> <p>d) Bandwidth services (including copper- 9813 .4030 line/fiber-optic/co-axial cable/ microwave/ satellite-based, IP services, 9813 .5000 teleconferencing, 3G/4G/5G/L TE or similar other services;</p> <p>e) Telegraph and other services relating thereto;</p> <p>f) Telefax including store and forward fax and similar other services; Internet services including e-mail, dial-up and other allied services;</p> <p>g) Broadband services for DSL connection (including copper-line/fiber-optic/co-axial cable/ wireless/satellite-based, internet/e mail/data/SMS/MMS services on WLL or cellular mobile networks) and similar other services;</p> <p>h) Data communication network services (DCNS including copper-line/co-axial cable/fiber optic/wireless/radio/satellite-based, services relating to value added data, virtual private network (VPN) and digital signature) and similar other services;</p> <p>i) Long distance international (LDI) services;</p> <p>j) Local loop or other similar services; Audio text services (including tele-text, trunk radio, paging or similar other services);</p>	9813.0000 9813.1000 9813.1010 9813.1020 9813.2000 9813.3000 9813.4000 9813.4010 9813.4020 9813.4030 9813.5000 9813.6000 9813.7000 9813.8000 9813.9000	Nineteen-and-a-half Percent (19.5%)

S.No.	Description of services	Tariff Heading	Rate of Tax
	<p>k) Voice paging services (including radio paging, vehicle or other object (whether or otherwise) tracking and burglar alarm etc.) and other similar services;</p> <p>l) Rental either full, partial or on sharing basis of space, place or any other facility or arrangement on towers or other structures or installations for any purposes;</p> <p>m) Internet-based cable TV services whether as a single service or otherwise; and</p> <p>n) All other similar, allied, ancillary or auxiliary services.</p> <p>Explanation: In case of incoming international calls, charges received by telecom service providers abroad shall be taxed on tax fraction formula basis only to the extent to which such charges are shared or received by such domestic service providers treating the charges so shared or received as tax-inclusive.</p>		
5	<p>Services provided or rendered by persons authorized to transact or deal with business in any manner on behalf of others such as customs agents, shipping agents (including import/export cargo freight forwarders), stockbrokers, share transfer agents, business support or business or asset management agents, tour operators, travel agents, recruiting/recruitment agents, labor or manpower supply services, insurance agents, commission agents, distribution agents and similar other persons engaged in business transaction work or activity against commission or similar charges.</p> <p>Explanation: (i) The persons falling in this category do not generally have any investment or investment-related interest in the business though they may have their own infrastructure or other resources to carry out such work or activity.</p> <p>(ii) The persons covered in this category shall pay tax to the Authority in all such cases where their clients, customers or buyers are located in the province of Khyber Pakhtunkhwa regardless of the location of such person's business or office elsewhere and regardless whether or not documentation or other related formalities of their transactions with such clients, customers or buyers is done or are carried out in the said province or elsewhere.</p> <p>Exemption: Full exemption in case of performance of <i>Haji and Umra</i>.</p> <p>Reduced Rate of Tax: All services of this entry other than business support services and labor or manpower supply services shall be charged to tax at the rate of Eight Percent (8%) without any input tax adjustment.</p>	9806.0000 9806.1000 9806.2000 9806.3000 9806.4000 9806.6000 9806.7000 9806.8000 9806.9000 9819.1000 9819.1500	Fifteen Percent (15%).
6	<p>Advertisements on T.V including cable T.V networks, radio, CC T.V., newspapers, periodicals, magazines and similar other publications, websites and internet, poles or similar structures, bill boards, electronic bill boards, hoarding boards, signboards and similar other medium of advertisement display, lease or renting of space whether on constructed or erected structure or otherwise for the purposes of displaying advertisements in any manner and other advertisement services including services provided or rendered by advertising agents.</p> <p>Explanation: (i) In case of renting or leasing of space for advertisements' purposes by government or public sector or para-public sector development, housing or other authorities, departments or institutions, the whole amount of tax due shall be withheld or deducted and paid directly to the Authority by such authorities, departments or institutions.</p> <p>(ii) In case of advertisements relayed, telecasted or print-media-circulated in more than one provincial jurisdictions, tax shall be paid to the Authority on apportionment basis keeping in view the population ratio of the province of Khyber Pakhtunkhwa in the aggregate population of all such jurisdictions.</p>	9802.0000 9802.1000 9802.2000 9802.3000 9802.4000 9802.5000 9802.6000 9802.7000 9802.8000 9802.9000 9806.5000	Ten Percent (10%) without any input tax adjustment

S.No.	Description of services	Tariff Heading	Rate of Tax
	<p>Exemption: Full exemption on such advertisement carrying or conveying advertisements service messages as are funded by the government or financed under foreign grants-in-aid agreements signed with the government.</p> <p>Reduced Rate of Tax: In case of advertisements on or through print media of all types and forms, tax shall be charged at the rate of five percent (5%) without any input tax adjustment.</p>		
7.	<p>Courier services including speedy, fast, quick or urgent mail, parcel or cargo services provided either by courier companies or by other businesses, undertakings or entities whether as a sole activity or in conjunction or along with other business activity or activities including:</p> <p>a) Courier services (including parcels) by dedicated businesses;</p> <p>b) Urgent delivery cargo or parcel services as an exclusive business activity;</p> <p>c) Courier or urgent delivery cargo or parcel services performed by other businesses or entities like airlines, railways, postal service entities, road passenger transport companies or entities; and</p> <p>d) Other similar, allied or ancillary or ancillary services.</p>	9809.0000 9809.1000 9809.2000 9809.3000 9809.9000	Fifteen Percent (15%)
8	<p>Services provided or rendered in matters of sale, purchase, rent or hire (other than rent-a-car) under any kind or type of arrangements with the client or the principal:</p> <p>a) Property dealers, property agents and realtors.</p> <p>b) Car and other automobile dealers (whether old or new).</p> <p>c) Dealers of electrical or electronic equipment, appliances or other similar goods (whether old or new).</p> <p>d) Dealers of plant and machinery including construction machinery and similar capital goods.</p> <p>e) Dealers of other second hand goods.</p> <p>f) Renting services in respect of plant, machinery including construction machinery and other equipment etc.</p> <p>Reduced Rate of Tax: Tax shall be charged at the rate of five percent (5%) without any input tax adjustment in case of property dealers, property agents and realtors, dealers of second hand goods of all categories including second hand automobiles and all renting services covered in this entry.</p> <p>Explanation: For the purpose of this entry, the expression "dealer" includes only such persons who do their business only on commission or on percentage charges basis without owning the goods being sold through them.</p>	9807.0000 9807.1000 9807.2000 9807.3000 9807.3000 9807.9000	Fifteen percent (15%).
9	<p>Services provided by specialized workshops or undertakings:</p> <p>a) Auto-workshops whether or not providing other allied or extended services.</p> <p>b) Workshops for industrial, construction, earth-moving or other similar heavy duty or special purpose machinery.</p> <p>c) Workshops for heavy or light duty electric, electrical or electronic machinery (such as transformers, generators, turbines, motors, pumps, rotators, power accumulators, transmission networks or systems etc.) equipment or appliances etc., including computer hardware and allied equipment or appliances etc.</p>	9820.0000 9820.1000 9820.2000 9820.3000 9820.4000 9820.9000	Five Percent (5%) without any input tax adjustment in all cases except industrial workshops and authorized

S.No.	Description of services	Tariff Heading	Rate of Tax
	<p>d) Services provided in respect of the repair or maintenance of aircrafts helicopters and other flying objects.</p> <p>e) Car washing (including compounding and polishing etc.) or similar service stations.</p> <p>f) Other workshops or workshop-type businesses.</p>		automobile dealers' workshops where the tax shall be charged at the rate of Ten Percent (10%) without input tax adjustment.
10	<p>Franchise services either on giving or on receiving ends including royalties or similar financial benefits arising out of intellectual property rights or other factors of business goodwill, market standing, popularity, image or reputation etc.</p> <p>Exemption: Full exemption to education-related or education-specific franchise services.</p>	9823.0000 9819.9500	Ten Percent (10%) without any input tax adjustment
11	<p>Services provided or rendered by specialized agencies:</p> <p>a) Security agencies including their activities relating but not limited to providing cash or precious articles, transportation or movement security, tracking services and security alarm services.</p> <p>b) Credit rating or similar evaluation or revaluation agencies.</p> <p>c) Project including business project planning or preparation agencies.</p> <p>d) Market research or market survey agencies.</p> <p>e) Private detective or intelligence service providing agencies.</p> <p>f) Other similar agencies.</p>	9818.0000 9818.1000 9818.2000 9818.3000 9818.4000 9818.5000 9818.9000	Ten Percent (10%) without any input tax adjustment
12	<p>Services provided or rendered in respect of manufacturing or processing on toll or charges basis (out of main or major inputs owned by others).</p> <p>Explanation: (i) The terms, expressions or concepts "industrial vending, contract or third party manufacturing, contract production, contract processing, contract milling, contract machining, contract conversion, contract processing, contract printing" for any industrial or allied purposes are covered in and liable to tax under this entry.</p> <p>(ii) The expression "processing" includes processes involving specialized working (whether initial, intermediary or finishing), washing, cleaning, coloring (dyeing), printing, packing or packaging etc., for industrial or allied purposes.</p> <p>(iii) The exclusive services of printing or publication of written materials or products performed on contract basis by businesses like printing presses or printing/publication houses shall also be covered in and taxed under this entry.</p> <p>Exemption: Full exemption on text books printed on contract printing basis meant for free distribution to the students by or through the government.</p>	9840.0000	Five Percent (5%) without any input tax adjustment
13	<p>Services provided by persons engaged contractual execution or performance of works (including repair, maintenance, renovation, up gradation or janitorial works) or furnishing supplies (excluding transactions involving contractual supply of goods only without any component of service relating to such goods).</p>	9810.0000 9810.1000 9810.2000 9810.9000	Fifteen Percent (15%)

S.No.	Description of services	Tariff Heading	Rate of Tax
14	<p>Services provided by construction contractors, architects, civil engineers, land or property surveyors, construction consultants, designing and supervision consultants, town or real estate or property promoters, developers or planners including interior decorators or allied or ancillary professions:</p> <p>a) Construction services rendered or provided in respect of the construction of structures, buildings, roads, bridges, underpasses or flyovers (and other civil works), electro mechanical works, turn-key projects and similar other works involving construction activity.</p> <p>b) Architects and civil engineers or town promoters, developers, planners.</p> <p>c) Town, real estate or property promoters, developers or planners.</p> <p>d) Services of contractors of allied works such as electrical, mechanical, gas fittings, plumbing, water boring, wood work, plastering, flooring, steel work, paint and other finishing work or works.</p> <p>e) Interior decorators.</p> <p>f) Landscaping or land development designers including land surveyors.</p> <p>g) Other similar, allied or ancillary services.</p> <p>Exemption: Full exemption on:</p> <p>(i) The construction work in respect of development of industrial estates/zones, consular buildings and construction works under international tenders based on and funded from foreign grants-in-aid agreements or arrangements.</p> <p>(ii) Residential construction and allied works in respect of the Prime Minister's Naya Pakistan Housing Scheme.</p> <p>(iii) The projects initiated or undertaken under government's annual development plan (ADP) provided either such projects have been initiated or completed on or before 30th June, 2019 or payments, whether full or in part, in respect thereof have been made on or before the said date (the ongoing projects in respect of which agreements or contracts were signed before the said date, shall be entitled to this exemption regardless of the schedule of payments relating thereto).</p> <p>Specific Rate of Tax: (i) In case of land development, tax shall be charge at the rate of rupees one hundred (Rs.100 only) per square yard of the total (aggregate or gross) developed land without any segregation, fragmentation, segmentation, splitting or slicing with reference to the factual or intended use whether immediate or subsequent and no input tax adjustment shall be admissible in this regard.</p> <p>(ii) In case of commercial construction of residential buildings, flats or apartments, commercial plazas, malls, towers or complexes etc., the rate of tax shall be rupees fifty (Rs.50 only) per square foot of the covered area without any input tax adjustment.</p> <p>Reduced Rate of Tax: In case of projects (other than those covered under exemption in this entry) funded under the government's ADP budget, tax shall be charged at the rate of two percent (2%) without any input tax adjustment.</p> <p>Explanation: Where the construction or other work covered under this entry, also includes the supply of construction materials by the contractor, the standard rate output tax shall be worked out on the whole contract value and tax shall be payable after availing all admissible input tax adjustments and in all other cases, tax shall be payable only on the basis of component of service charges with such input tax adjustment as may be admissible.</p> <p>Clarification: For the purpose of removal of any doubt, it is clarified that self-construction of residential houses for personal use shall not be liable to tax.</p>	9815.0000 9815.1000 9815.2000 9815.3000 9815.4000 9815.9000 9819.5000	Fifteen Percent (15%)

S.No.	Description of services	Tariff Heading	Rate of Tax
15	<p>Digital or IT-based services in whatever form or manner or under whatever arrangement including but not limited to</p> <p>---web design and development, ---mobile app development, ---server management, ---page-speed optimization, UX/UI optimization, ---PPC marketing, blogging, ---Google AdWords, Facebook advertising, Instagram advertising, ---custom software development, assessment and roadmap development, software maintenance and support services, supply or sale of any other software or software product or products through any medium, ---online digital marketing services such as search engine optimization (SEO), ---social media marketing, content marketing, affiliate marketing, influencer marketing, email marketing, viral marketing services, etc.</p> <p>Explanation: This entry does not cover such persons who are engaged in providing or rendering services relating to software or IT-based system development or management or similar other such fields in their individual capacity and are eligible to pay tax at reduced rate under item (g) of entry No.19.</p>	9850.0000	Five Percent (5%)
16	<p>Services relating to works or projects in respect of exploration and production (E&P) or mining of minerals, oil and gas including licensing, renting or re-renting, leasing or re-leasing, surveys, geo-map development, equipment mobility, product evaluation, product marketing and other services or activities related or allied thereto.</p> <p>Explanation: In case of oil, gas and mining sector or industry, tax shall be charged on both the fee (by whatever name called) paid for the purposes of lease or license including renewal thereof and on the royalty:</p> <p>Provided that where such fee or royalty is received by the government department or authority, the tax shall be paid on receipt basis directly by such department or authority.</p>	9845.0000	Fifteen Percent (15%)
17	<p>Airport services (including passenger facilitation, car parking, cargo handling, cargo warehousing or storage, aviation support services, flight kitchen supplies, renting of special purpose machinery, equipment, vehicles, portage, quarantine and other fumigation or vaccination, janitorial services, aircraft cleansing services, aircraft maintenance services, jet or other fuel supply services etc.)</p> <p>Explanation: The fee, taxes or similar other charges received by Civil Aviation Authority as a regulatory body for or in respect of its official functions shall not be charged to tax even though such functions appear to be of the nature or character of services.</p>	9830.0000	Fifteen Percent (15%)
18	<p>Dryport services including operation of a dryport and other services provided at or in respect of dryport such as inward/outward Transportation/movement of goods, cargo handling, cargo storage or warehousing, loading /unloading of cargo, booking or discharge of cargo, services relating to inspections, certification or similar or other type of services-related activities in respect of cargo etc.</p>	9843.0000	Fifteen Percent (15%)
19	<p>Services provided or rendered by practitioners, professionals, consultants and advisers (by whatever name called) in their respective fields or disciplines:</p> <p>a) Medical, dental or allied health fields or disciplines including para-medics and specialized technicians of medical fields.</p> <p>b) Human resource management or development (including training services)</p> <p>c) Veterinary and allied sciences including pet care.</p>	9816.0000 9816.1000 9816.2000 9816.3000 9816.4000 9816.5000 9816.6000 9816.9000	Five Percent (5%) without any input tax adjustment

S.No.	Description of services	Tariff Heading	Rate of Tax
	<p>d) Law and allied fields or disciplines.</p> <p>e) Financial, accountancy, cost accountancy, audit, tax management or tax affairs and similar other fields or disciplines.</p> <p>f) Business planning, business management, business reforms, business communication including hospitality administration and similar other fields or disciplines.</p> <p>g) Software or IT-based system development or management or similar other such fields.</p> <p>h) Similar services in other fields, disciplines or regimes.</p> <p>Reduced Rate of Tax: In case of practitioners, professionals, consultants or advisers of medical (including dental) and legal professions or fields, the rate of tax shall be two percent (2%) without any input tax adjustment and in cases where regular compliance is made and continued to be so made, no tax demand for the period prior to the effectivity date of this entry, shall be raised or enforced.</p>		
20	<p>Cinematographic production, photographic services, recording services and telecasting or broadcasting services including:</p> <p>a) Film making or film production including drama production whether in serials or otherwise.</p> <p>b) Telecasting or broadcasting services (other than TV cable operators).</p> <p>c) Video tape and recording services, sound recording services. TV/Radio production house services.</p> <p>d) Photographic services (services of photography or photographers).</p> <p>e) Other similar, allied, ancillary or auxiliary services.</p> <p>Exemption: Full exemption on telecasting or broadcasting services of and by government-owned TV or Radio stations or channels (this exemption shall not be construed to cover any other service or services including advertisements taxable under this Schedule).</p>	<p>9803.0000</p> <p>9803.1000</p> <p>9803.2000</p> <p>9803.3000</p> <p>9803.4000</p> <p>9803.5000</p> <p>9803.9000</p>	Ten Percent (10%) without any input tax adjustment.
21	Event management services whether covering all or any of the processes like planning, budgeting, scheduling, site selection, acquiring necessary permits, coordinating transportation and parking, arranging for speakers or entertainers, arranging decor, event security, catering, picturing, video filming, musical enjoyments or any other allied or connected task.	9846.0000	Fifteen Percent (15%)
22	Exhibition convention or carnival services and allied services including renting of purpose-specific property or space for such events.	9825.0000	Fifteen Percent (15%)
23	Cable TV operators other than those providing internet-based TV services whether composite, multiple, bundled or otherwise which are chargeable to tax under telecommunication services	9819.9000	Two Percent (2%) without any input tax adjustment
24	Services of fashion designers not engaged in designing, manufacturing and selling their own products or goods through their regular paid employees	9828.0000	Five Percent (5%)
25	Services provided or rendered by call centers (by whatever name called) engaged in mediating business, trade or sale/purchase transactions between the sellers and buyers whether located inside or outside the country.	9837.0000	Five Percent (5%) without any

S.No.	Description of services	Tariff Heading	Rate of Tax
			input tax adjustment
26	<p>Services provided or rendered by banks or banking companies, insurance companies, cooperatives and foreign exchange companies or dealers (including similar institutions or entities besides microfinance institutions):</p> <p>a) Banks or banking companies, cooperatives or similar institutions or entities (their all services including bank guarantee, brokerage, letter of credit, pay order or demand draft, bill of exchange, transfer of money in any manner, bill discounting, lockers and safe vaults, credit/debit cards, foreign exchange dealings, ATMs, issue-banking, bank assurance, provision of loans, business or investment financing or advances, leasing or re-leasing whether financial, equipment/commodity-related, musharakah financing etc.).</p> <p>b) Insurance companies (their all services including goods, fire, theft, marine, travel, life, health, industrial business-related, moveable or immoveable property insurance and other insurance and reinsurance services).</p> <p>c) Services of cooperatives and cooperative societies (including producer cooperatives, worker cooperatives, consumer cooperatives, credit unions, retail or purchasing cooperatives, social cooperatives; industrial service cooperatives, manufacturing cooperatives, marketing cooperatives, cooperative farming societies, housing cooperatives and credit cooperatives etc.).</p> <p>d) Services of foreign exchange companies, dealers and money changers or similar businesses.</p> <p>e) Other similar banking, insurance, cooperative or money exchange services.</p> <p>Exemption: Full exemption on life and health insurance.</p>	9814.0000 9814.1000 9814.2000 9814.3000 9814.4000 9814.9000	Fifteen Percent (15%)
27	Storage and warehousing services including public bounded warehouses, cold storages and yards or places used for storage of empty or loaded containers on rental or charges basis.	9844.0000	Fifteen Percent (15%)
28	Container terminal services including services of storage or warehousing of containers either imported or meant for export including transshipment or transit.	9841.0000	Fifteen Percent (15%)
29	<p>Service provided or rendered by persons exclusively, solely or principally engaged in (inland) inter-city transportation or carriage of goods (whether dry or liquid, packed, packaged or otherwise) by road or through pipeline or conduit or through any other modern or advance technology-based conveyance system.</p> <p>Explanation: The services provided or rendered by packers and movers engaged in the transportation of goods (whether intra-or inter-city) both with or without prior packing shall be covered in and taxed under this entry.</p>	9805.0000 9805.4000 9805.5000 9805.6000 9805.9000 9812.0000 9812.1000 9812.2000 9812.9000	Fifteen Percent (15%)
30	<p>Services provided by laboratories, scientific laboratories, mechanical laboratories, chemical laboratories, electrical or electronics laboratories, pathological laboratories, Forensic laboratories, medical diagnostic laboratories including technical services relating to X-rays, CT Scan, M.R. Imaging (MRI), ultrasound, echo etc. or other such laboratories.</p> <p>Exemption: Full exemption to:</p> <p>i. The laboratories sponsored, controlled and managed either by the government or its autonomous bodies.</p> <p>ii. The lab or other medical tests carried out against a valid medical prescription issued by a competent medical practitioner aimed at medical diagnosis or medical examination of a disease in any patient for medical treatment purposes.</p>	9817.0000 9817.1000 9817.2000 9817.3000 9817.4000 9817.5000 9817.6000 9817.9000	Fifteen Percent (15%)

S.No.	Description of services	Tariff Heading	Rate of Tax
31	<p>Visa processing or visa acquisition services including advisory or consultancy services for foreign education or migration provided by persons in their private business or professional capacity.</p> <p>Explanation: Where any person providing services under this entry is also helping or serving his client for the issuance or renewal of the client's passport, the actual amount of fee charged by the government for the issuance or renewal of the passport shall not be included in the value of services for the purposes of assessment of tax.</p>	9855.0000	Fifteen Percent (15%)
32	<p>Valuation or assessment services including competency and eligibility testing services and services involving written tests with or without interviews for job or work recruitment or selection for any other purposes.</p> <p>Explanation: For the purpose of this entry, valuation or assessment includes revaluation, reassessment or repetition thereof.</p>	9848.0000	Fifteen Percent (15%)
33	Services provided for inland carriage of goods by air, railways or otherwise against freight or carriage charges	9805.2000 9805.3000	Fifteen Percent (15%)
34	Services provided or rendered by under writers including sponsorship services.	9819.1100	Fifteen Percent (15%)
35	Services provided or rendered by indenters and similar intermediaries.	9819.1200	Fifteen Percent (15%)
36	Services provided or rendered by auctioneers.	9819.9100	Fifteen Percent (15%)
37	Dredging or desilting services including cleaning of canals, water channels/tunnels/lines or reservoirs, pools, fish ponds, lakes or dams in any manner.	9822.4000	Fifteen Percent (15%)
38	Services relating to or involving collection, provision, organization, digitization, processing, analysis, safety, preservation, sharing, verification, validation, decontamination or any other treatment of data including granting access to data for the purposes of information-gathering, information-verification, information-authentication or similar other purposes.	9854.0000	Fifteen Percent (15%)
39	Services provided or rendered in respect of quality assurance, quality control, quality inspection (including pre-inspection), quality verification or certification including verification or certification of quality or standards under ISO regime.	9834.0000	Fifteen Percent (15%)
40	<p>Rent-a-car or rent-a-cab services.</p> <p>Explanation: The persons engaged in providing or rendering services of rent a car or cab shall pay tax regardless of the category of the vehicle or logistics used in respect of such services.</p>	9819.3000	Five Percent (5%)
41	<p>Ride-hailing or ride-hail services like Uber, Cream, Biker and Lyft etc. regardless of the mode, manner or dynamics of the business system involved in such services.</p> <p>Saving:</p> <p>In cases where regular tax compliance from the effectivity date of this entry is made and continued to be so made, no tax demand shall be raised or enforced for the period prior to such date.</p>	9851.0000	Two Percent (2%) without input tax adjustment

S.No.	Description of services	Tariff Heading	Rate of Tax
42	Online Market Place (OMP) including online platform or portal services by whatever name called (other than ride-hailing or ride-hail services).	9852.0000	Five Percent (5%) without input tax adjustment
43	Services relating to or in respect of (continuous, interconnected, networked or otherwise) infrastructural-system-based transmission (wheeling) or distribution of electric power (electricity) or gas by companies including subsidiary companies of power generating companies (or persons) other than companies (persons) who directly transmit or distribute their own generated/produced electricity or their own recovered/produced gas. Explanation: The companies (persons) required to pay tax only on gross component/amount of their transmission or distribution charges (by whatever name called).	9847.0000	Fifteen Percent (15%)
44	Services relating to or in respect of the installation, erection, commissioning or other permanent structure-affixed/linked/tied placement (whether full or in part) of any industrial, mechanical or electrical plant, machinery or equipment (excluding installation of domestic equipment etc. for residential use). Explanation: The factors like new, reconditioned, repaired, overhauled or old status of the equipment or carrying out any work/process or works/processes related thereto, shall not affect the levy of tax under this heading. Saving: Separate/new insertion of this entry shall under no circumstances effect the tax liabilities already discharged or yet to be discharged under the category or class of services of contractual execution of works under the substituted Schedule.	9853.0000	Fifteen Percent (15%)
45	Amusement and entertainment services including cinema (all categories), amusement parks, modelling shows, music concerts etc.	9836.0000 9839.0000	Five Percent (5%) without input tax adjustment
46	Inspection and survey(including re-inspection and re-survey) services not specifically covered in any other entry of this Schedule	9819.4000	Fifteen Percent (15%)
47	All allied, ancillary, auxiliary, related, substitutive, comparable or matchable services not specifically, directly or indirectly mentioned anywhere in this Schedule but fall in or are linked in any manner to the category or categories of services covered in any of the class or classes of services mentioned or included in the Schedule provided that no argument as to variation in description shall be relevant or permissible for the application of this entry-		Rate of Tax as per closest respective entry or entries.

Principles of application and interpretation of the Second Schedule

Follow principles of application and interpretation of the Second Schedule shall be binding and treated as integral part of the Schedule, the principles are briefly given below:

1. The tax shall be payable on services covered under the Second Schedule, irrespective of the fact that these are covered under the First Schedule or not, since it contains description of minimum services.

2. The description of services is not exhaustive, hence any type of service through or alongside the serialized entry in the Second Schedule by whatever name called or with whatever description will fall under the tax net.
3. No adjustment of input tax shall be admissible in respect of services which are exempt or taxable at reduced rate of tax. Similarly the input tax adjustment will not be allowed to the recipient of reduced rate services against his output tax liability.
4. Where input tax adjustment is admissible against output tax liability of a person, the input tax paid at higher rate of tax shall be restricted to standard rate of the tax regime to which the input relates.
5. Where by interpretation any service can be classified by matching or equal accuracy under two or more entries, such service shall be classified and taxed under or with reference to the entry appearing later in number regardless the rate of tax is lower or higher.
6. Where a person is engaged in more than one type of services under the same business name and some of the services are entitled to reduced rate or rates of tax while others are liable to tax at standard rate, such person shall be entitled to avail two rates of tax provided that no input tax adjustment shall be admissible to the extent of turnover chargeable to tax at lower rate.
7. Due to rapid changes as a result of science and technology advancement, the jargon or nomenclature of market economics suddenly, unexpectedly or unanticipatedly change and such change is not made in the Schedule. For the purposes of taxability, if any, service is liable to tax with reference to a particular description of the service mentioned in the Schedule it shall continue to be taxable irrespective of the changes made in the Schedule.
8. Where a person is providing or rendering under the same business name two or more services and all such services are liable to tax at the same rate, he may use only one entry covering the major portion of his business turnover, for the purposes of tax assessments and tax declarations.
9. Where a character, nature, dynamic or purpose of any service exactly or substantially resembles any taxable service and such service can be used as a perfect or close substitute of the scheduled service, such service shall be considered liable to tax under the Schedule.
10. Classifications of services either given in the First or the Second Schedule are just for reference and accounting purposes. They have no bearing on the taxability of any service. The taxability of a service shall be determined with reference to its description either mentioned separately or included in the class of services read with these principles of application and interpretation.
11. Non-mentioning of a classification heading of any service shall not in any manner effect the taxability of such service.
12. Where a description of the main or principal services has been mentioned, it shall include all allied, ancillary, auxiliary, related or connected services whether provided or rendered in the form of facility or utility as a part of the main contract or transaction and shall be considered as a part and parcel of the main or principal service and its value shall be invariably included in the valuation and assessment of tax of such main or principal service.

13. Where under any entry, any service or services have been specifically excluded, such service or services shall not be classified under such entry for the purpose of tax assessment or otherwise.
14. Nowhere in any entry "inclusion" of any service or services shall, unless the context otherwise specifically requires, be construed as exclusion of other service or services otherwise falling in or under such entry either by virtue of class of services or otherwise.
15. Where any service is provided or rendered solely against commission or commission charges, tax assessment shall be made on the basis of the gross amount received or to be received on account of such commission or commission charges.
16. In cases where tax is to be calculated on the basis of fraction, the following formula shall be used:
$$(a / 100+a) \times \text{Value of Service}$$

“a” is the applicable rate of tax
17. Where during providing of any services by a person who is providing services by virtue of his professional credentials, procures any durable and repeat-use goods (not the consumable materials) purely on behalf of and for his client out of the funds provided or to be provided by the client and title of such goods is on acquisition and continues to be in the name of the client, value of such goods shall not be included in the value of services despite their being meant for use or having been used in the providing of services by such person.

West Pakistan Urban Immovable Property Tax Act, 1958

Substitution of Schedule-II to the West Pakistan Urban Immovable Property Tax Act, 1958

Property tax on commercial buildings has been enhanced by substituting the Schedule-II as follows:

Schedule - II

1. Building and Lands within the limits of urban areas shall be divided into category A1, A, B, C, and D by the Government through Notification in the Official Gazette depending on location, value, type of business therein, rental value, civic amenities, age of building and other variables related to immovable properties.
2. Building acquired for the use by Government, Semi-Government, Non-Governmental Organizations, Development Financial Institutions, private commercial organizations (local/international shop/ chain, outlets, local and international brands, wedding halls, hotels, restaurants and all shops falling within A1, A and B category of immovable properties), guest houses, hostels, or for any other commercial use or by Banks shall be assessed and taxed 18 percent of the actual annual rent. In case buildings other than those exempted under section 4 of this Act, which are owned and occupied by such organizations, tax shall be levied on the assessed annual rental value of such buildings on the rate prescribed hereinbefore.
3. Both lesser and lessee shall enter into written Agreement in Quadruplicate clearly indicating annual rent to be derived, and share copies thereof with Assessing Authority on annual basis.
4. All payments of rent shall be preferably made through bank transfers or pay order and no cash payment may be accepted.
5. Buildings used as shops by the registered owner himself only, divided into three localities namely Aa, A, and B, depending on the area shall continue to be assessed and taxed in accordance with the method and rate prescribed in clause 6 and 7 below. All shops categorized as C and D will also continue to be assessed with the same method.
6. The "A1 and A" localities shall, for the time being, be defined in Provincial Capital. Locality "A" may be introduced in divisional headquarters.
7. The locality factors as worked out for computing the tax are:

(a) For A1 locality.	39
(Located within 100 yards of either sides of the Main road of Peshawar)	
(b) for A locality.	30

(c) for B locality.	14
(d) for C locality.	10
(e) for D locality.	8

8. The above factors are for the Provincial Headquarter that is for Peshawar. There shall be rebate of 10% on the total tax calculated on the basis of the above factor value in respect of former divisional Headquarters of buildings and 20% rebate on the total tax so calculated in respect of all other rating areas. There shall also be a rebate of 10% on first floor of the building and 20% rebate on floors other than ground and first floor.
9. The tax shall be calculated as under:
- are in square yards;
 - covered area in square feet; provided that open sheds in the commercial units shall be counted as one half of its total measurements, while calculating the covered area; and
 - (a)+(b) multiplied by the locality factor.
10. For educational Institutions:
- The tax shall be calculated on the basis of covered area only;
 - The area of the plot as required per item 9(a) above shall not be taken for computing the tax. This is to encourage the institutions in providing sports and other recreational facilities to their students; and
 - The tax calculated on the basis of (a) above shall get a special twenty percent rebate, being provided to all the educational institutions. Provided that no rebate shall be given to building obtained on rent.
11. Petrol pumps and CNG stations with convenience store shall be charged at flat rate of Rs. 22,500 and those without store at Rs. 11,250 per annum.
12. Service Station of vehicles, irrespective of operating in addition to other services such as filling station or otherwise shall be charged at flat rate of Rs. 20,000 per annum.
13. Industrial buildings within the limits of rating areas shall be assessed for the purpose of this tax at a flat rate of Rs. 2.50 per square foot of the building only. The provision of 10(b) shall also apply.
14. Buildings and Lands used for erection of Mobile Phone Towers shall be assessed and taxed at the rates:
- Provincial Headquarter Rs. 40,000 per annum
 - Divisional Headquarter and respective sub-urban areas; and Rs. 30,000 per annum; and
 - District Headquarter and respective sub-urban areas. Rs. 20,000 per annum.

Professional Tax under Khyber Pakhtunkhwa Finance Act, 1990

Tax on professionals, trades, callings and employments

The professional tax on professionals, trades and calling stands revised, the substituted Table is as follows:

S. No.	Description of Tax Payers	Rate of Tax
1	2	3
1(i)	All persons engaged in any profession, trade, calling or employment, other than those specifically mentioned hereinafter, whose monthly income or earning:	
(a)	upto Rs.20,000;	Exempted
(b)	when exceed Rs.20.000 but not exceed Rs.30.000;	Rs. 1,000
(c)	when exceed Rs.30.000 but does not exceed Rs. 50,000;	Rs. 1,200
(d)	when exceed Rs.50,000 but does not exceed Rs. 100,000;	Rs. 1,500
(e)	when exceed Rs. 100 .000 but does not exceedRs. 200,000;	Rs. 2,000
(f)	when exceed Rs.200,000 but does not exceed Rs. 500,000;	Rs. 3,000
(g)	Exceeding 500,000.	Rs. 5,000
(ii)	Employees of Federal and Provincial Government drawing pay in Basic Scales:	
(a)	BS-01 to 06;	Exempted
(b)	BS-07 to 12;	Rs. 1,000
(c)	BS-13 to 16;	Rs. 1,200
(d)	BS-17;	Rs. 1,500
(e)	BS-18;	Rs. 1,800
(f)	BS-19;	Rs. 2,000
(g)	BS-20 and above.	Rs. 3,000
2.	All Limited Companies, Modarbas, Mutual Funds and any other body corporate with paid up capital and reserves in the preceding year, whichever is more:	
(a)	when not exceeding Rs. 10million.	Rs. 30,000
(b)	when exceeding Rs. 10 million but not exceeding Rs. 25 million;	Rs. 50,000
(c)	when exceeding Rs.25 million but not-exceeding Rs. 50 million;	Rs. 60,000
(d)	when exceeding Rs.50 million but not exceeding Rs. 100 million:	Rs. 90,000
(e)	when exceeding Rs. 100 million but not exceeding Rs. 200 million; and	Rs. 100,000

(f)	when exceeding Rs. 200 million.	Rs. 100,000
Explanation- The paid up capital in case of foreign banks shall be the minimum paid up capital as determined by the State Bank of Pakistan.		
3.	Persons, other than companies, owning factories, commercial establishments private education institutions and private hospitals, having the following commercial establishments:	
(a)	Any commercial establishment/ factories having 10 or more employees which have not been otherwise explicitly given in this Table.	Rs. 15,000
(b)	Private Clinics & Hospitals having up to 10 employees.	Rs. 15,000
(c)	Private Clinics & Hospitals having employees more than 10 but not more than 50.	Rs. 60,000
(d)	Private Clinics & Hospitals having more than 50 employees.	Rs. 100,000
(e)	Private Medical Colleges.	Rs. 100,000
(f)	Private Engineering Institutes having degree programs	Rs. 100,000
(g)	Private Business Education Institutes	
	(i) Having up to 100 students	Rs. 80,000
	(ii) Exceeding 100 students.	Rs. 100,000
(h)	Private Law Colleges.	Rs. 100,000
(i)	Private education institutions including professional and technical institutions, other than specified at e, f, g & h charging monthly fee not exceeding Rs. 1,000 per student.	Rs. 8,000
(j)	Private education institutions including professional and technical institutions, other than specified at e, f, g & h charging monthly fee exceeding Rs. 1,000 but not exceeding Rs. 2,000 per student.	Rs. 12,000
(k)	Private education institutions including professional and technical institutions, other than specified at e, f, g & h charging monthly fee exceeding Rs. 2,000 but not exceeding Rs. 5,000 per student.	Rs. 25,000
(l)	Private education institutions including professional and technical institutions, other than specified at e, f, g & h charging monthly fee exceeding Rs. 5,000 per student.	Rs. 100,000
4.	Holders of import or export license, assessed to income tax in the preceding year with annual turnover:	
(a)	when not exceeding Rs. 100,000	Rs. 5,000
(b)	When exceeding Rs. 100,000	Rs. 7,000
5.	Clearing Agents licensed or approved as Custom House Agents.	Rs. 12,000
6.	Travel Agents:	
(a)	IATA travel agents approved.	Rs. 30,000
(b)	Non-IATA approved.	Rs. 15,000
(c)	Hajj and tour operator.	Rs. 30,000

7.	Restaurants/Guest Houses liable to Sales Tax	Rs. 40,000
8.	Professional Caterers.	Rs. 40,000
9.	Wedding Halls / Lawns (irrespective of their nomenclature).	Rs. 60,000
10.	Advertising Agencies.	Rs. 30,000
11.	Doctors-	
(a)	Specialists practicing at Peshawar.	Rs. 80,000
(b)	Specialists practicing at divisional headquarters.	Rs. 60,000
(c)	Specialists practicing at districts headquarters.	Rs. 50,000
(d)	Specialists practicing at places other than a, b, c above.	Rs. 40,000
(e)	Non specialists including Medical Practitioners, Hakeems, Homeopaths etc;	Rs. 30,000
(f)	Dentists certified by PMDC.	Rs. 15,000
12.	"Diagnostics and Therapeutic Centers" including pathological and chemical Laboratories"	
(a).	Located at Divisional Headquarters,	Rs. 25,000
(b).	Located at other places	Rs. 8,000
13.	Contractors, suppliers and consultants who, during preceding financial year supplied to the Federal or any provincial Government or any local authority in the District, Goods, Commodities, or rendered service of the value-	
(a)	When exceeding Rs. 10,000 but not exceeding Rs. 0.5 million.	Rs. 5,000
(b)	When exceeding Rs. 0.5 million but not exceeding Rs. 1 million.*	Rs. 10,000
(c)	When exceeding Rs. 1.50 million but not exceeding Rs. 2.5 million.	Rs. 15,000
(d)	When exceeding Rs. 2.5 million but not exceeding Rs. 10 million.	Rs. 30,000
(e)	When exceeding Rs. 10 million but not exceeding Rs. 25 million.	Rs. 45,000
(f)	When exceeding Rs. 25 million but not exceeding Rs. 50 million.	Rs. 60,000
(g)	When exceeding Rs.50 million.	Rs. 100,000
14.	Petrol/diesel/CNG filling stations	Rs. 30,000
15.	All establishments, including video shops, real estate shops/agencies, card dealers, and net cafes assessed or not assessed to income tax in the preceding financial year.	Rs. 6,000
16.	Chartered Accountants with an independent audit practice and excluding those who are employed in companies not owned by them.	Rs. 20,000
17.	Vehicles Service Stations	Rs. 10,000
18.	Transporters/Transport Companies;	

(a)	within provincial headquarter's limits; and	Rs. 10,000
(b)	others.	Rs. 5,000
19.	Member of Stock Exchange.	Rs. 50,000
20.	Money Changer:	
(a)	within provincial headquarter's limits; and	Rs. 50,000
(b)	others.	Rs. 25,000
21.	Health Fitness Centers/ Gymnasium:	
(a)	within provincial headquarter's limits; and	Rs. 3,000
(b)	others.	Rs. 1,500
22.	Jewelers.	Rs. 30,000
23.	Departmental Stores.	Rs. 40,000
24.	Electronic goods stores.	Rs. 10,000
25.	Cable Operators.	Rs. 10,000
26.	Printing Press.	Rs. 10,000
27.	Pesticides Dealers.	Rs. 6,000
28.	Tobacco Whole Sellers	Rs. 25,000
29.	Whole Sale Dealers/ Agency Holders	Rs. 30,000
30.	Chemist/ Druggist/ Medical Stores.	Rs. 20,000
31.	Tailor Shops	
i.	Shalwar Qameez + Waistcoat	Rs. 10,000
ii.	Shalwar Qameez + Waistcoat + Pant Shirt.	Rs. 15,000

* Rs. 1 million should be Rs. 1.5 million a typo error.

Khyber Pakhtunkhwa Finance Act, 1995

Fee for obtaining license for power crushers

Fee for obtaining initial license or renewal of license for crushing stones, minerals, rocks, etc. by the power crushers has been increased the new fee is as follows:

Description	Fee
Grant of license	Rs. 20,000
Renewal of license	Rs. 8,000

Khyber Pakhtunkhwa Finance Act, 1996

Increase in tobacco development Cess

Tobacco development Cess has been increased as per the following schedule:

Clause		Cess
(a)	for virginia (flu-curd, barley and dark-air-cured)	Rs. 6 per kilogram
(b)	for white patta/rustica tobacco including khaka and the roth made of main stalk (dandi) and stem of tobacco	Rs. 3 per kilogram
(c)	for snuff/naswar	Rs. 2.50 per kilogram

Khyber Pakhtunkhwa Land Tax and Agricultural Income Tax Ordinance, 2000

Re-categorization of kind / area of land for tax purposes

The minimum threshold of land holding for levy of agricultural land tax stands substituted as follows:

S. No. 1	Kind/Area of land 2	Per acre rate 3
1.	Slab of total cultivated land, computed as Irrigated land, by treating one irrigated Acre as equal to two un-irrigated acres, excluding orchards:	
(i)	Not exceeding 1 acres;	Exempted
(ii)	exceeding 1 acres but not exceeding 12-1/2 acres; and	Rs. 225
(iii)	exceeding 12-1/2 acres.	Rs. 340
2.	Orchard.	Rs. 900

Khyber Pakhtunkhwa Finance Ordinance, 2002

Increase in tax on hotels and period of assessment

The tax on hotels payable and period of assessment in relation to a hotel situated at a hill station stands revised:

- (a) tax on hotels, ten percent of the room rent per lodging unit per day.
- (b) period for the assessment of tax will be six months (from 1st day of April to 30th day of September (both days inclusive)) only in a year.

Khyber Pakhtunkhwa Finance Act, 2010

Inclusion of immovable property for capital value tax acquired through revocable power of Attorney

The capital value tax on immovable property acquired through power of Attorney including revocable power of Attorney shall now be payable at the prescribed rates.

Islamabad Capital Territory (Tax on Services) Ordinance, 2001

Sales tax in case of call centers

Sales tax on services provided by call centers has been reduced from eighteen and a half per cent (18.5%) to seventeen per cent (17%).

Services brought into tax net

To harmonize charge of sales tax on services with Provinces the following new services are brought into the tax net:

Description	PCT Heading if applicable	Rate of tax
Advertisement on hoarding boards, pole signs and signboards and websites or internet	9802.9000	Sixteen percent
Services provided by landscape designers	9814.4000	Sixteen percent
Sponsorship services	9805.9100	Sixteen percent
Services provided or rendered by legal practitioners and consultants	9815.2000	Sixteen percent
Services provided by accountants and auditors	9815.3000	Sixteen percent
Service provided or rendered by Stockbrokers, future brokers and commodity brokers, money exchanger, surveyors, outdoor photographers, event photographers, videographers, art painters, auctioneers (excluding value of goods) and registrar to an issue.	9819.1000, 9819.2000, 9819.5000, 9819.7000, 9819.8000, 9819.9100, 9819.9500 and 9819.9090	Sixteen percent
Services provided by race clubs: Entry/admission and other services	-	Sixteen percent
Services provided or rendered by corporate law consultants	9815.9000	Sixteen percent
Visa processing services including advisory or consultancy services for migration or visa application filing services	-	Sixteen percent
Debt collection services and other debt recovery services	-	Sixteen percent
Supply chain management or distribution (including delivery) services	-	Sixteen percent
Services provided or rendered by persons engaged in intercity transportation or carriage of goods by road or through pipeline or conduit	-	Sixteen percent
Ready mix concrete services	-	Sixteen percent
Public relations services	-	Sixteen percent
Training or coaching services other than education services	-	Sixteen percent
Cleaning services including janitorial services, collection of waste and processing of domestic waste.	9822.2000, 9822.3000 and 9822.9000	Sixteen percent

The Stamp Act, 1899 (II of 1899) as in force in ICT

Valuation of immovable property

- Section 27A has been inserted to provide mechanism for valuation of immovable property which is chargeable with *ad valorem* duty under articles 23,31 or 33 of Schedule-I, the immovable property is to be valued in accordance with the valuation table notified by the District Collector in respect of immovable property situated in the locality.
- Where an instrument relating to immovable property consists of land and structure, the value of land and structure is to be stated separately in the instrument. The value of the structure stated in the instrument shall, subject to the provisions of the Act, be accepted.
- The duty is to be charged on the amount of consideration as per the instrument for such transfer or the value as per the valuation table, whichever is higher.
- Where the value as per the valuation table, when applied to any immovable property appears to be excessive, the Deputy Commissioner or Commissioner (Revenue) or any other person notified by the Government may determine its correct value for the purposes of determining the value of the property upon filing of application by the aggrieved person.

Stamp Duty on instruments

Schedule-I

Various new instruments have been inserted under the Schedule-I. The stamp duty rate has been enhanced on certain existing instruments.

New instruments inserted for Stamp Duty

The following new instruments have been inserted under Schedule-I for charge of Stamp Duty:

Article	Description of instrument	Rate
11	Articles of Clerkship or contract whereby any person first becomes bound to serve as a clerk in order to his admission as an attorney in any High Court.	Rs. 1,000
11A	Air Tickets issued by any Airlines - For domestic flights - For international flights	Rs. 25 per ticket Rs. 250 per ticket
11B	Authenticated Declarations (declaration of newspaper, periodicals or printing presses authenticated by legally competent authority.	Rs. 5,000 per declaration

Article	Description of instrument	Rate
	It is proposed that the duty shall be paid by the declarant and shall not be authenticated unless the duty is paid	
27A	Decree, Rule of a Court or an Order of the Court based on mutual consent of parties in cases involving transfer on an immovable property including sale, exchange, gift or mortgage, declaring or conferring a right in or title to an immovable property	4% of the value of property
30	Entry as an Advocate or Attorney on the role of any High Court under the Legal Practitioners and Bar Councils Act, 1973 a) in the case of an Advocate b) in the case of an Attorney	Rs. 1,500 Rs. 2,000

Rationalization in rates of Stamp Duty

The Stamp Duty rates have further been rationalized for the instruments already covered under the Schedule-I.

The West Pakistan Motor Vehicles Taxation Act, 1958 as in force in ICT

Category and rates substitution

The Schedule for rates of token tax and category of vehicles stands substituted. The enhanced token tax with respective category of vehicles are as follows:

Table 1 – Motor Cycle and Scooter

S. No.	Category	Applicable Rate
1	Motorcycle and Scooter up to 200 cc	Rs. 1,000 (life time)
2	Motorcycle and Scooter from 201 cc to 400 cc	Rs. 2,000 (life time)
3	Motorcycle and Scooter from 401 cc and above	Rs. 5,000 (life time)

Quarterly rates shall not be applicable to lifetime tax.

Table 2 – Motor Vehicles

S. No.	Category	Applicable Rate
1	Engine capacity up to 1,000 CC	Rs. 10,000 (life time provided that quarterly rate shall not be applicable to life time tax)
2	Engine capacity from 1001 to 1300 CC	Rs. 1,500 per annum
3	Engine capacity from 1301 to 1500 CC	Rs. 4,000 per annum
4	Engine capacity from 1501 to 2000 CC	Rs. 5,000 per annum
5	Engine capacity from 2001 to 2500 CC	Rs. 8,000 per annum
6	Engine capacity from 2501CC and above	Rs. 12,000 per annum

Table 3 – Motor Cabs up to 6 seats

S. No.	Category	Applicable Rate
1	Motor Cabs up to 6 seats engine capacity up to 1,000 CC	Rs. 600 per annum
2	Motor Cabs up to 6 seats engine capacity up to 1,001 and above	Rs. 1,000 per annum

Table 4 - Public Service Vehicle

S. No.	Category	Applicable Rate
1	Public service vehicle (8 seater)	Rs. 200 per seat per annum
2	Public service vehicle (13 seater)	Rs. 250 per seat per annum

S. No.	Category	Applicable Rate
3	Public service vehicle (15 seater)	Rs. 300 per seat per annum
4	Public service vehicle (16 seater)	Rs. 300 per seat per annum
5	Public service vehicle (42 seater)	Rs. 400 per seat per annum
6	Public service vehicle (52 seater)	Rs. 500 per seat per annum

Table 5 – Commercial Vehicles and Loading Vehicles

S. No.	Category	Applicable Rate
1	Vehicles not exceeding 1250 KG in laden weight	Rs. 500 per annum
2	Vehicles with maximum laden capacity exceeding 1250 KG but not exceeding 2030 KG	Rs. 800 per annum
3	Vehicles with maximum laden capacity exceeding 2030 KG but not exceeding 4060 KG	Rs. 2,000 per annum
4	Vehicles with maximum laden capacity exceeding 4060 KG but not exceeding 6090 KG	Rs. 3,000 per annum
5	Vehicles with maximum laden capacity exceeding 6090 KG but not exceeding 8120 KG	Rs. 3,500 per annum
6	Vehicles with maximum laden capacity exceeding 8120 KG	Rs. 4,000 per annum

The West Pakistan Finance Act, 1964 as in force in ICT

Tax on trades, professionals, callings and employments

Section 11 read with Seventh Schedule stands substituted with respect to charge and collection of professional tax on companies, trades, professionals, calling and employments as per the following schedule:

S. No.	Categories	Rates of tax per annum (Rupees)
1	Companies registered under the Companies Act 2017 having;	
	a. Capital Upto PKR 5 million but not exceeding PKR 10 million	7,000
	b. Capital exceeding PKR 10 million but not exceeding PKR 50 million	18,000
	c. Capital exceeding PKR 50 million but not exceeding PKR 100 million	35,000
	d. Capital exceeding PKR 100 million but not exceeding PKR 200 million	80,000
	e. Capital exceeding PKR 200 million	90,000
	f. Employees not exceeding 10	1,000
	g. Employees exceeding 10 but not exceeding 25	2,000
	h. Employees exceeding 25	5,000
2	Lawyers	1,000
3	Members of Stock Exchanges	5,000
4	Money Changer	3,000
5	Motorcycle Dealers	5,000
6	Motor Car Dealers and Real Estate Agents	10,000
7	Health Clubs, Gymnasiums & Others	5,000
8	Recruiting Agents	10,000
9	Jewelers, Departmental Stores, Electronic Goods Stores, Cable Operators, Printing Presses and Pesticide Dealers	1,000
10	Tobacco Vendors – Wholesalers	2,000
11	Medical consultants or specialists/dental surgeons	5,000
12	Registered medical practitioners	2,000
13	Others	1,000

The West Pakistan Finance Act, 1965 as in force in ICT

Levy and collection of bed tax

Bed tax will be charged and collected at the rate of five percent (5%) of the invoice or bill excluding sales tax and other applicable taxes from hotels which are situated within the territorial jurisdiction of Islamabad and consist of atleast twenty-five (25) lodging units (i.e. Number of bed rooms).



Offices in Pakistan

Karachi Office

Sheikh Sultan Trust Building No. 2
Beaumont Road
Karachi 75530
Phone +92 (21) 3568 5847
Fax +92 (21) 3568 5095
eMail karachi@kpmg.com

Lahore Office

351-Shadman-1, Main Jail Road,
Lahore Pakistan
Phone +92 (42) 111-KPMGTH (576484)
Fax +92 (42) 3742 9907
eMail lahore@kpmg.com

Islamabad Office

Sixth Floor, State Life Building
Blue Area
Islamabad
Phone +92 (51) 282 3558
Fax +92 (51) 282 2671
eMail islamabad@kpmg.com

www.kpmg.com.pk

© 2019 KPMG Taseer Hadi & Co., a Partnership firm registered in Pakistan and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity. All rights reserved.

The information contained herein is of a general nature and is not intended to address the circumstances of any particular individual or entity. Although we endeavour to provide accurate and timely information, there can be no guarantee that such information is accurate as of the date it is received or that it will continue to be accurate in the future. No one should act on such information without appropriate professional advice after a thorough examination of the particular situation.

The KPMG name and logo are registered trademarks or trademarks of KPMG International.