

GCA SINDH REVENUE BOARD 2022 – SUMMARY NOTES

PRESENTATION OF



GCA TEAM

NOTE

**Summary notes are valid for
professionals & students appearing in
ICAP, ICMAP, PIPFA & equivalent
examinations.**



SRRB

Generating Revenue for People

EXEMPTION ON SERVICES OF TOLL MANUFACTURING **[NOTIFICATION NO. SRB-3-4/21/2022 DATED JUNE 28, 2022]**

SRB has exempted toll manufacturing or processing services

Effect from July 1, 2022

Manufacturing or processing of textile and leather goods for others on toll basis are subject to SST at the reduced rate of 3% (without input tax adjustment).

No federal sales tax - 3% tax by SRB

ELECTION TO PAY SST AT STANDARD OR REDUCED RATES **NOTIFICATION NO. SRB-3-4/23/2022 DATED JUNE 28, 2022**

<u>Item</u>	<u>Reduced Rate</u>	<u>Opt Rate</u>
Franchise & intellectual property services	10%	13%
Construction services	8%	13%
Ready mix concrete services	8%	13%
Persons engaged in inter-city transportation or carriage of goods by road or through pipeline or Conduit	8%	13%
Healthcare centres, gyms or physical fitness centres	13%	5%
Beauty parlours & clinics, slimming clinics, body massage centers, pedicure centers	10%	5%

Opt for standard/reduced rate of SST

- **Within 21 days of the commencement of the financial year**

Services are commenced during a financial year

- **Opt at least 14 days prior to commencement of services.**

Election to pay standard/reduced rate of tax on these services, as the case may be will remain valid unless an application for withdrawal is filed at least 21 days prior to the start of the financial year for which the application of standard/reduced rate is to be revoked.

EXAMPLE

The election to pay SST at standard/reduced rate for the Financial Year 2022-2023 is to be electronically submitted by July 21, 2022.

If service provider intends to revoke the same, the withdrawal application is to be filed on or before June 9, 2023 which will be applicable for financial year 2023-2024 and onwards.

SERVICES PROVIDED OR RENDERED BY PERSONS UNDER THE SINDH SALES TAX SPECIAL PROCEDURE (TRANSPORTATION OR CARRIAGE OF PETROLEUM OILS THROUGH OIL TANKERS) RULES, 2018
[NOTIFICATION NO. SRB-3-4/24/2022 DATED JUNE 28, 2022]

- Services of inter-province carriage of petroleum oils by road – Tax @ 8%.
- Such service provider can elect to pay tax at the higher rate of 15%. Option will automatically subject the intra-province services of the same person to be taxed at the standard rate of 13%.
- Inter-province services are commenced during a financial year, the election is to be electronically filed at least 10 days prior to the commencement of services.

SERVICES SUBJECT TO REDUCED RATE
NOTIFICATION NO. SRB-3-4/20/2022 DATED JUNE 28, 2022 READ WITH
NOTIFICATION NO. SRB-3-4/23/2022 DATED JUNE 28, 2022

<u>Description</u>	<u>Old rate</u>	<u>New rate</u>
Commission agents (only in relation to the commission earned by food delivery channels from home chefs for the tax periods from July 2022 to June 2024)	13%	8%
Software or IT based system development Consultants	13%	3%
Services provided or rendered by Call Centres	13%	3%

Election for reduced rate of SST for Financial Year 2022-2023

- **Electronically submitted by July 31, 2022.**

Services commenced during a financial year,

- **Election is to be submitted at least 14 days prior to commencement of services.**

Election to pay reduced rate of tax on these services will remain valid unless an application for withdrawal is filed at least 21 days prior to the start of the financial year for which the application of reduced rate is to be revoked.

CABLE TV OPERATORS
INOTIFICATION NO. SRB-3-4/17/2022 DATED JUNE 28, 2022

Exemption extended
till june 30, 2024

RECRUITING AGENTS
[NOTIFICATION NO. SRB-3-4/18/2022 DATED JUNE 28, 2022]

Benefit of reduced rate has
been extended till June 30,
2024.

HEALTH INSURANCE SERVICES
[NOTIFICATION NO. SRB-3-4/19/2022 DATED JUNE 28, 2022]

Exemption on health
insurance services extended
till June 30, 2023.

REDUCTION IN THRESHOLD FOR EXEMPT SERVICES
INOTIFICATION NO. SRB-3-4/21/2022 DATED JUNE 28, 2022 READ WITH
NOTIFICATION NO. SRB-3-4/23/2022 DATED JUNE 28, 2022I

Old Threshold

- **PKR 4,000,000**

New Threshold

- **PKR 2,500,000**

SERVICES APPLICABLE

Services provided or rendered by Restaurants

Services provided or rendered by caterers, suppliers of food and drinks.

**EXEMPTION ON SERVICES TO GERMAN DEVELOPMENT AGENCY
[NOTIFICATION NO. SRB-3-4/22/2022 DATED JUNE 28, 2022]**

Registered persons providing taxable services (subject to certain conditions) to GIZ (Deutsche Gesellschaft für Internationale Zusammenarbeit) have been exempted effective from the date of notification:

SERVICES DESCRIPTION

Contractual execution of work or furnishing supplies

Architects or town planners

Training services

Construction services

Technical, scientific and engineering consultants

Other consultants including tax consultants, human

Resources and personnel development consultants

Contractor of building (including water supply, gas supply and sanitary works), electrical and mechanical works (including air Conditioning, multi-disciplinary work including turnkey projects) and similar other works

HOW TO APPROACH GCA

Media	Contact Details
Email	gcaconsultants@gmail.com & gcaofficial@gmail.com
Website	www.gcaofficial.weebly.com
Facebook - Page	https://www.facebook.com/GCAofficial/
Instagram	https://www.instagram.com/gca.consultants.official/?hl=en

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