The

PUNJAB SALES TAX ON SERVICES ACT, 2012

CONTENTS

		Pages (Punjab)
PART-I	**The Punjab Sales Tax on Services Act, 2012.**	**67--264**
PART-II	**Punjab Sales Tax Rules:**	**265--460**
(1)	**The Punjab Sales Tax on Services (Registration and De-Registration) Rules 2012.**	**267--276**
(2)	**The Punjab Sales Tax on Services (Filing of Returns) Rules 2012.**	**277--294**
(3)	**The Punjab Sales Tax on Services (Adjustment of Tax) Rules 2012.**	**295—302**
(4)	**The Punjab Sales Tax on Services (Specific Provisions) Rules 2012.**	**303--324**
(5)	**The Punjab Sales Tax on Services (Computerized System) Rules 2012.**	**325--332**
(6)	**The Punjab Sales Tax on Services (Authorized Representatives) Rules 2012.**	**333--338**
(7)	**The Punjab Sales Tax on Services (Audit) Rules 2012.**	**339--344**
(8)	**The Punjab Sales Tax on Services (Adjudication and Appeals) Rules 2012.**	**345--354**
(9)	**The Punjab Sales Tax on Services (Alternative Dispute Resolution) Rules 2012.**	**355--358**
(10)	**The Punjab Sales Tax on Services (Recovery) Rules 2012.**	**359--368**

		Pages (Punjab)
(11)	**The Punjab Sales Tax on Services (Definitions) Rules 2012.**	**369--400**
(12)	**The Punjab Sales Tax on Services (Enforcement) Rules, 2014.**	**401--406**
(13)	**The Punjab Sales Tax on Services (Withholding) Rules, 2015.**	**407--420**
(14)	**The Punjab Revenue Authority (Appellate Tribunal) Rules 2016.**	**421--430**
(15)	**The Punjab Sales Tax on Services (Refund) Rules, 2019.**	**431--436**
(16)	**The Punjab Sales Tax on Services (Determination of Minimum Tax Liability) Regulations, 2019.**	**437--440**
(17)	**The Punjab Electronic Invoice Monitoring System Rules 2019.**	**441--446**
(18)	**Punjab Sales Tax Special Procedure (Transportation or Carriage of Petroleum Oils through Oil Tankers) Rules 2020.**	**447--450**
(19)	**The Punjab Place of Provision of Services Rules, 2023.**	**451--460**
PART-III	**Punjab Sales Tax Notifications.**	**461--566**
PART-IV	**Punjab Sales Tax Circular & Clarifications *etc.***	**567--638**
PART-V	**The Punjab Revenue Authority Act, 2012 & Rules.**	**639--664**
	The Punjab Revenue Authority Act, 2012	**641--660**
	The Punjab Revenue Authority (Members and Secretary) Rules, 2016.	**661--664**
PART-VI	**The Punjab Sales Tax Ordinance, 2000 *(Repealed).***	**665--672**
PART-VII	**The Punjab Infrastructure Development Cess Act, 2015, Notifications & Circulars.**	**673--692**

The

PUNJAB SALES TAX ON SERVICES ACT, 2012

CONTENTS

S/R	*Description*	*Page (Punjab)*
	The PUNJAB SALES TAX ON SERVICES ACT, 2012	
	Chapter I PRELIMINARY	
	Preamble	**69**
1.	Short title, extent and commencement.	**69**
2.	Definitions.	**70**
3.	Taxable service.	**82**
3A.	Tax-free services.	**83**
4.	Application of principles of origin and reverse charge in certain situations.	**83**

S/R	*Description*	*Page (Punjab)*
5.	Amendment in Schedule.	**84**
6.	Economic activity.	**85**
7.	Value of a taxable service.	**86**
8.	Open market price.	**87**
9.	Provision of services over a period of time.	**88**

Chapter II

SCOPE OF TAX

10.	Scope of tax and allied matters.	**89**
10A	Option to charge tax at standard rate	**90**
11.	Person liable to pay tax.	**90**
11A	Liability of a registered person.	**91**
12.	Exemptions.	**91**
13.	Effect of change in the rate of tax.	**92**
14.	Special procedure and tax withholding provisions.	**92**
14A.	Special procedure for collection of tax, *etc.*	**93**
15.	Delegation of power to collect, administer and enforce tax on certain services.	**93**
16.	Deduction and adjustment of tax on inputs to the business.	**94**
16A.	Certain transactions not admissible.	**96**
16B.	Tax credit not allowed.	**97**
16C.	Extent of adjustment of input tax.	**100**
16CC.		**101**
16CCC.		**101**
16D.	Refunds	**102**

Chapter III

PAYMENT AND COLLECTION OF TAX ON TAXABLE SERVICES

17.	Collection of excess tax.	**103**

S/R	*Description*	*Page (Punjab)*
18.	Time, manner and mode of payment.	**103**
19.	Joint and several liability of registered persons where tax unpaid.	**104**
20.	Sales of taxable activity or transfer of ownership.	**105**
21.	Estate of deceased person.	**105**
22.	Estate in bankruptcy.	**105**
23.	Liability for payment of tax in case of private companies or business enterprises.	**105**
24.	Assessment of tax.	**106**
24A.	Determination of minimum tax liability.	**107**

Chapter IV

REGISTRATION

25.	Registration.	**109**
26.	Voluntary registration.	**110**
27.	Compulsory registration.	**110**
28.	Suspension of registration.	**111**
29.	De-registration.	**113**
29A.	Restoration of registrations.	**114**

Chapter V

BOOK KEEPING AND AUDIT PROCEEDINGS

30.	Issuance of tax invoices.	**115**
31.	Records.	**116**
32.	Retention and production of records and documents.	**118**
33.	Audit proceedings.	**119**
34.	Special audit by chartered accountants or cost accountants.	**121**

S/R	*Description*	*Page (Punjab)*
	Chapter VI	
	RETURNS	
35.	Return.	**123**
36.	Special returns.	**124**
37.	Final return.	**124**
38.	Return deemed to have been made.	**125**
	Chapter VII	
	APPOINTMENT OF AUTHORITIES AND THEIR POWERS	
39.	Appointment of authorities.	**127**
40.	Powers.	**129**
41.	Distribution of powers.	**129**
42.	Special Judges.	**130**
43.	Cognizance of offence.	**130**
44.	Application of the Code of Criminal Procedure, 1898.	**131**
45.	Exclusive jurisdiction of Special Judge.	**131**
46.	Place of sitting.	**132**
47.	Persons who may conduct prosecution.	**132**
	Chapter VIII	
	OFFENCES AND PENALTIES	
48.	Offences and penalties.	**133**
49.	Default surcharge.	**152**
50.	Exemption from penalty and default surcharge.	**152**
51.	Compounding of offences.	**152**
52.	Recovery of tax not levied or short-levied.	**153**
53.	Power to summon persons to give evidence and produce documents.	**154**

S/R	*Description*	*Page (Punjab)*
54.	Power to arrest and prosecute.	**155**
55.	Procedure to be followed on arrest of a person.	**156**
56.	Authorized officers to have access to premises, stocks, accounts and records.	**158**
57.	Obligation to produce documents and provide information.	**159**
58.	Searches under warrants.	**160**
59.	Posting of an officer to business premises.	**160**
59A.	Power to Seal the Business Premises.	**161**
59B.	Monitoring or Tracking by Electronic or other Means.	**161**
60.	Powers of adjudication.	**162**
61.	Revision by the Commissioner.	**164**
62.	Revision by the Authority.	**165**

Chapter IX

APPEALS

63.	Appeals.	**167**
64.	Procedure in appeal.	**168**
65.	Decision in appeal.	**169**
66.	Appeal to the Appellate Tribunal.	**170**
67.	Disposal of appeals by the Appellate Tribunal.	**171**
67A.	Reference to the High Court.	**172**
68.	Deposit of the tax demand while appeal is pending.	**173**
69.	Alternate dispute resolution.	**173**

Chapter X

RECOVERY OF ARREARS

70	Recovery of arrears of tax.	**177**

S/R	*Description*	*Page (Punjab)*
	Chapter XI	
	AGENTS, REPRESENTATIVES AND E-INTER-MEDIARIES	
71.	Agent.	**181**
72.	Liability and obligations of agents.	**182**
73.	Liability of the registered person for the acts of his agent.	**183**
74.	Appearance by authorized representative.	**183**
75.	E-intermediaries to be appointed.	**184**
	Chapter XII	
	GENERAL ADMINISTRATION	
76.	Power to make rules.	**185**
76A.	Power to restrain certain authorities.	**185**
77.	Computerized system.	**186**
78.	Service of orders and decisions.	**187**
79.	Correction of clerical errors.	**189**
80.	Issuance of duplicate of the tax documents.	**189**
81.	Power to issue orders, instructions and directions.	**189**
82.	Officers of the Authority to follow orders.	**189**
	Chapter XIII	
	MISCELLANEOUS	
83.	Computation of limitation period.	**191**
84.	Condonation of time-limit.	**191**
85.	Bar of suits, prosecution and other legal proceedings.	**191**
86.	Removal of difficulties.	**192**
87.	Repeal and savings.	**192**
88.	Prize schemes to promote tax culture.	**193**

S/R	*Description*	*Page (Punjab)*
89.	Reward to whistleblowers.	**193**
	First Schedule--Classification of Services.	**195**
	Second Schedule--Taxable Services.	**211**

The

PUNJAB SALES TAX ON SERVICES (REGISTRATION AND DE-REGISTRATION) RULES 2012

Chapter I

PRELIMINARY

1.	Short title and commencement.	**267**

Chapter II

REGISTRATION

2.	Requirement of registration.	**267**
3.	Application for registration.	**268**
4.	Sanctity of registration.	**268**

Chapter III

DE-REGISTRATION

5.	De-registration.	**269**
6.	Suspension and cancellation of the registration.	**269**
7.	Revival of cancelled registration.	**269**
8.	Treatment of invoices.	**270**
9.	Undischarged tax liability.	**270**

Chapter IV

MISCELLANEOUS

S/R	*Description*	*Page (Punjab)*
10.	Automatic grant of registration.	**270**
11.	Change in particulars of registration.	**270**
12.	Transfer of registration.	**270**
13.	Treatment of a wrong compulsory registration.	**271**
14.	Sale of registered business or economic activity.	**271**
15.	No fee for registration or deregistration.	**271**
	Form PST-01--Taxpayer Registration Form.	**272**
	Form PST-02--De-Registration Form.	**275**
	Form PST-03--Registration Certificate.	**276**

The

PUNJAB SALES TAX ON SERVICES (FILING OF RETURNS) RULES 2012

Chapter I

PRELIMINARY

1.	Short title and commencement.	**277**

Chapter II

FILING OF RETURNS

2.	Filing of return.	**277**
3.	Manual filing of return.	**277**
4.	Electronic filing of return.	**278**
5.	Procedure for e-filing.	**278**
6.	Completion of e-filing.	**279**
7.	E-submission of return.	**280**
8.	Amendment in CPR.	**280**

S/R	*Description*	*Page (Punjab)*
9.	Acknowledgment of e-filing.	**281**
10.	Security of User ID and password.	**281**
11.	Payment of tax.	**281**
12.	Evidence of input tax invoices or bills.	**281**

Chapter III

REVISION OF RETURNS

13.	Revised return.	**282**
14	Permission for revision of return.	**282**
15.	Substitution of return.	**282**
	FORM PST-04--Sales Tax on Services Return.	**283**
	Annex-A--Domestic Purchase Invoices.	**286**
	Annex-B--Details of Imports.	**288**
	Annex-C--Domestic Sale Invoices (DSI)	**290**
	Annex-D--Exports Details.	**292**
	Form PST-05--Tax Payment Challan Form.	**293**

The

PUNJAB SALES TAX ON SERVICES (ADJUSTMENT OF TAX) RULES 2012

Chapter I

PRELIMINARY

1.	Short title and commencement.	**295**

Chapter II

ADJUSTMENT OF TAX

2.	Determination of input tax.	**295**

S/R	*Description*	*Page (Punjab)*
3.	No credit for non-taxable**,** reduced rate or exempt services.	**296**
4.	Input tax adjustment not allowed.	**297**
5.	No tax credit for certain goods.	**298**
6.	Complete adjustment bar in certain situations.	**298**
7.	Extent of adjustment.	**298**

Chapter III

CREDIT AND DEBIT NOTES

8.	Credit and debit notes.	**299**
9.	Unregistered recipient.	**299**
10.	Supplementary tax invoice.	**299**
11.	Cancellation of tax invoice.	**299**

Chapter IV

EXPORT OF TAXABLE SERVICES

12.	Export of service.	**300**
13.	Export without tax.	**300**
14.	Refund of tax.	**300**
15.	Records of refunds.	**300**
16.	Pre-audit of refunds.	**301**
17.	Inadmissible refunds.	**301**
18.	Reporting of refunds.	**301**
19.	Explanation.	**301**

S/R	*Description*	*Page (Punjab)*
	The **PUNJAB SALES TAX ON SERVICES (SPECIFIC PROVISIONS) RULES 2012**	
	Chapter I	
	PRELIMINARY	
1.	Short title and commencement.	**303**
	Chapter II	
	FINANCIAL SERVICES	
2.	Scope of tax.	**303**
3.	Registration.	**303**
4.	Taxable value.	**303**
5.	Non-invoicing.	**304**
6.	Records.	**304**
7.	Annual audit report.	**304**
	Chapter III	
	INSURANCE	
8.	Scope of tax.	**304**
9.	Tax accounting month.	**304**
10.	Cancellation of contract.	**304**
11.	Records.	**305**
12.	Annual audit report.	**305**
	Chapter IV	
	SHIPPING AGENTS	
13.	Scope of tax.	**305**
14.	Taxable value.	**305**

S/R	*Description*	*Page (Punjab)*
15.	Port clearance.	**305**
16.	Monthly statements.	**306**
	Chapter V	
	ADVERTISEMENTS	
17.	Scope of tax.	**306**
18.	Advertisements on television and radio.	**306**
19.	Taxable value.	**306**
20.	Liability of cable operators.	**306**
21.	Invoicing.	**307**
22.	Maintenance of accounts.	**307**
23.	Tax payment.	**307**
24.	Quarterly statement.	**308**
	Chapter VI	
	TELECOMMUNICATION	
25.	Scope of services.	**308**
26.	Tax coverage.	**309**
27.	Payment of tax.	**310**
28.	Tax adjustment.	**310**
29.	Submission of statements.	**310**
	FORM I--Post-Paid Telephone Services.	**310**
	FORM II--Prepaid Telephone Services.	**311**
	FORM III--Other Telecommunication Services.	**311**
	Chapter VII	
	CUSTOMS CLEARANCE	
	PART A	
	CUSTOMS HOUSE AGENTS (CLEARING AGENTS)	
30.	Scope of tax.	**312**

S/R	*Description*	*Page (Punjab)*
31.	Taxable value.	**312**
32.	Quoting registration number.	**312**
33.	Entitlement for tax receipt.	**312**
	PART B	
	SHIP CHANDLERS	
34.	Value of services.	**313**
35.	Reimburseable expenses.	**313**
36.	Cost of commodities.	**313**
	Chapter VIII	
	STEVEDORES	
37.	Scope of tax.	**314**
38.	Taxable value.	**314**
	Chapter IX	
	STOCK BROKERAGE	
39.	Scope of tax.	**314**
40.	Extent of services.	**314**
41.	Self-investment.	**314**
	Chapter X	
	HOTELS, CLUBS AND CATERERS	
42.	Tax coverage.	**314**
43.	Valuation of services of clubs.	**315**
44.	Filing of return.	**315**
45.	Menu card.	**315**
46.	Invoicing.	**316**
	Chapter XI	
	COURIER SERVICES	
47.	Tax coverage.	**316**

S/R	*Description*	*Page (Punjab)*
48.	Provincial level courier services.	**316**
49.	Regionalization of service activities.	**316**
50.	Courier service outlets.	**317**
51.	Service of a co-loader.	**317**
52.	Services provided by other businesses.	**317**
53.	Remission of tax.	**317**
54.	Provision of additional facility.	**317**

Chapter XII

FRANCHISE SERVICES

55.	Registration and e-enrolment.	**318**
56.	Payment of tax.	**318**
57.	Valuation of franchise services in certain situations.	**319**
58.	Verification of tax payments.	**319**
59.	Deduction and payment of tax by banks.	**320**
60.	*Omitted.*	**320**
61.	Bar on adjustment or deduction.	**320**
62.	Responsibility of franchiser and franchisee.	**321**
63.	Treatment of default.	**321**
64.	Access to records.	**321**

Chapter XIII

RESTAURANT SERVICES

65.	Registration and e-enrolment.	**321**
66.	Scope of tax.	**322**
67.	Valuation of restaurant services.	**322**
68.	Menu Card.	**323**

S/R	*Description*	*Page (Punjab)*
69.	Invoicing	**323**
70.	Responsibilities of a restaurant	**324**
71.	Filing of return.	**324**

The

PUNJAB SALES TAX ON SERVICES (COMPUTERIZED SYSTEM) RULES 2012

Chapter I

PRELIMINARY

1.	Short title and commencement.	**325**

Chapter II

SAFETY OF SYSTEM

2.	Responsibility of the user.	**325**
3.	Protection of business information.	**325**
4.	Exchange of information between registered persons.	**326**
5.	Information to associations.	**326**

Chapter III

ACCESS TO SYSTEM

6.	Authorization.	**326**
7.	Unique user identifier.	**326**
8.	Access to computerized system.	**326**
9.	Responsibility of the user.	**327**
10.	Cancellation of authorization.	**327**
11.	Recording of transmissions.	**328**

S/R	*Description*	*Page (Punjab)*
12.	Scrutiny of records.	**328**
	Chapter IV	
	E-INTERMEDIARIES	
13.	Appointment of e-intermediary.	**328**
14.	Cancellation of appointment.	**329**
15.	Authorization to FBR's e-intermediaries.	**330**
	Chapter V	
	E-INVOICING	
16.	Use of e-invoicing system.	**330**
17.	Real time transmission of e-invoices.	**330**
19.	Non-inclusion of e-invoicing in monthly return.	**330**
20.	E-treatment of purchase invoices.	**330**
21.	Validity of invoices.	**331**

	The **PUNJAB SALES TAX ON SERVICES (AUTHORIZED REPRESENTATIVES) RULES 2012**	
	Chapter I	
	PRELIMINARY	
1.	Short title and commencement.	**333**
	Chapter II	
	AUTHORIZED REPRESENTATIVES	
2.	Persons authorized to represent a taxpayer.	**333**
3.	Disqualifications.	**334**
4.	Procedure to appoint authorized representative.	**334**

S/R	*Description*	*Page (Punjab)*
5.	Professional responsibility.	**336**
6.	Power to disqualify.	**337**

The

PUNJAB SALES TAX ON SERVICES (AUDIT) RULES 2012

Chapter I

PRELIMINARY

1.	Short title and commencement.	**339**

Chapter II

DEPARTMENTAL AUDIT

2.	Audit by the officers of the Authority.	**339**
3.	Selection for audit.	**339**
4.	Scope of audit.	**340**
5.	Convenience of the taxpayer.	**340**
6.	Preparation of audit report.	**341**

Chapter III

SPECIAL AUDIT

7.	Special audit.	**342**
8.	Scope of special audit.	**342**
9.	Form of audit report.	**343**
10.	Penalty.	**343**

Chapter IV

MISCELLANEOUS

11.	Pre-audit desk review.	**343**
12.	Contravention report.	**344**

S/R	*Description*	*Page (Punjab)*
13.	Voluntary payments during audit.	**344**
14.	Conversion of audit into investigation.	**344**
15.	Follow-up of audit.	**344**

The

PUNJAB SALES TAX ON SERVICES (ADJUDICATION AND APPEALS) RULES 2012

Chapter I

PRELIMINARY

1.	Short title and commencement.	**345**

Chapter II

ORIGINAL ADJUDICATION

2.	Show cause notice.	**345**
3.	Reference to legal provisions.	**346**
4.	Clubbing of show cause notices.	**346**
5.	Group adjudication.	**346**
6.	Principles of natural justice.	**346**
7.	Adjournments.	**346**
8.	Condonation.	**346**
9.	Examination of records, evidences.	**346**
10.	Electronic adjudication.	**347**
11.	*Quasi-judicial* nature of adjudication.	**347**
12.	Rationale of penalties.	**347**
13.	Adjudication orders.	**347**
13.	Summary adjudication.	**348**

S/R	*Description*	*Page (Punjab)*
	Chapter III	
	FIRST APPELLATE ADJUDICATION	
14.	Form of first appeal.	**348**
	FORM PST-5A--Appeal under the Punjab Sales Tax on Services Act, 2012.	**348**
15.	Acknowledgment of appeal.	**350**
16.	Appellate adjudication.	**350**
17.	Grant of stay.	**350**
	Chapter IV	
	APPEAL TO TRIBUNAL AND REFERENCE TO HIGH COURT	
18.	Appeal to Tribunal.	**350**
19.	Form of appeal to Tribunal.	**351**
	FORM PST-5B--Form of Appeal to the Appellate Tribunal under the Punjab Sales tax on Services Act, 2012.	**351**
20.	Form of reference to High Court.	**352**
	FORM PST-5C--Reference to the High Court under Punjab Sales tax on Services Act, 2012.	**353**

The

PUNJAB SALES TAX ON SERVICES (ALTERNATIVE DISPUTE RESOLUTION) RULES 2012

	Chapter I	
	PRELIMINARY	
1.	Short title and commencement.	**355**

S/R	*Description*	*Page (Punjab)*
	Chapter II	
	ALTERNATIVE DISPUTE RESOLUTION	
2.	Application for alternative dispute resolution.	**355**
3.	Appointment of Alternative Dispute Resolution Committee.	**356**
4.	Working of the committee.	**356**
5.	Recommendations of the committee.	**357**
6.	Reconsideration by the committee.	**357**
7.	Consistency of recommendations.	**357**
8.	Rationale of recommendations.	**358**
9.	Principles of natural justice.	**358**
10.	Reimbursement of expenses.	**358**
11.	Decision of the Authority.	**358**
12.	Maintenance of records.	**358**

The
PUNJAB SALES TAX ON SERVICES (RECOVERY) RULES 2012

Chapter I

PRELIMINARY

1.	Short title and commencement.	**359**
	Chapter II	
	GENERAL	
2.	Appeal period to be foregone.	**359**
3.	No recovery in stay period.	**359**
4.	Recovery of declared short or non-payments.	**359**

S/R	*Description*	*Page (Punjab)*
5.	Referring officer.	**360**
6.	Nomination of recovery officer.	**360**
7.	Issue of certificate.	**360**

Chapter III

MEASURES BY RECOVERY OFFICER

8.	Maintenance of a register.	**361**
9.	Statutory actions.	**361**
10.	Power to require information.	**361**
11.	Resolution of a dispute.	**362**

Chapter IV

ATTACHMENT OF PROPERTY

12.	Issue of notice.	**362**
13.	Attachment of property.	**362**
14.	Reasonableness of attachment.	**363**
15.	Preparation of inventory.	**363**
16.	Private alienation to be void.	**363**
17.	Share in property.	**363**
18.	Property in custody of court or public officer.	**363**
19.	Service of attachment notice.	**364**
20.	Proclamation of attachment.	**364**
21.	Property Exemption from attachment.	**364**

Chapter V

SALE OF MOVEABLE PROPERTY

22.	Sale of moveable property.	**364**
23.	Negotiable instruments and shares in a corporation.	**365**

S/R	*Description*	*Page (Punjab)*
	Chapter VI	
	SALE OF IMMOVABLE PROPERTY	
24.	Proclamation of sale.	**365**
25.	Contents of proclamation.	**365**
26.	Mode of making proclamation.	**365**
27.	Setting aside of sale where defaulter has not saleable interest.	**366**
28.	Confirmation of sale.	**366**
29.	Sale certificate.	**366**
30.	Purchaser's title.	**367**
31.	Irregularity not to vitiate sale, but any person injured may sue.	**367**
32.	Prohibition against bidding or purchase by officer.	**367**
33.	Prohibition against sale on holidays.	**367**
	Chapter VII	
	MISCELLANEOUS	
34	Disposal of the sale proceeds.	**368**
35.	Allied action of the recovery officer.	**368**
36.	Procedure on death of defaulter.	**368**

The

PUNJAB SALES TAX ON SERVICES (DEFINITIONS) RULES 2012

Chapter I

PRELIMINARY

1.	Short title and commencement.	**369**

S/R	*Description*	*Page (Punjab)*
	Chapter II	
	GENERAL	
2.	Purpose of definitions.	**369**
3.	Relevancy of definitions.	**369**
4.	Treatment of definitions.	**369**
4A.	Inclusion of certain services.	**370**
5.	Statutory definitions.	**370**
	Chapter III	
	DEFINITIONS OF SPECIFIC SERVICES	
6.	Advertisement.	**370**
7.	Advertising agency.	**370**
8.	Advertising space or time selling	**370**
9.	Agent.	**370**
10.	Aggrieved person.	**371**
11.	Air travel agent.	**371**
12.	Aircraft operator.	**371**
13.	Architect.	**371**
14.	Assets.	**371**
15.	Asset management services.	**371**
16.	Auctioneer's service.	**371**
17.	Authorized automobile service station.	**372**
18.	Automatic teller machine services.	**372**
19.	Banking.	**372**
20.	Banking company.	**372**
21.	Banking and other financial service.	**372**
22.	Beauty parlour.	**372**
23.	Broadcasting service.	**372**

S/R	*Description*	*Page (Punjab)*
24.	Brokerage business.	**373**
25.	Business auxiliary service.	**373**
26.	Business exhibition service.	**373**
27.	Business support service.	**374**
27A.	Cab aggregator	**374**
28.	Cable TV operator.	**374**
28A.	Call centre.	**374**
28B.	Car or automobile dealer.	**375**
28C.	Car or automobile washing or similar service station.	**375**
29.	Caterer.	**375**
30.	Cargo handling service.	**375**
31.	Cleaning service.	**376**
32.	Clubs.	**376**
33.	Commercial training or coaching.	**376**
34.	Commercial or industrial construction.	**377**
35.	Consulting engineering.	**377**
36.	Convention service.	**377**
37.	Courier services.	**378**
38.	Credit rating agency.	**378**
39.	Dredging.	**378**
40.	Dry cleaning service.	**378**
41.	Erection, commissioning or installation.	**378**
42.	Event management service.	**379**
43.	Fashion designing.	**379**
43A.	Fashion designer.	**379**
44.	Financial institution.	**380**

S/R	*Description*	*Page (Punjab)*
45.	Foreign exchange dealer.	**380**
46.	Forward contract brokerage service.	**380**
47.	Franchise.	**380**
48.	Freight forwarders.	**380**
48A.	Fumigation services.	**381**
49.	Goods transport by road.	**381**
50.	Health club and fitness centre.	**381**
51.	Ijarah.	**381**
52.	Insurance.	**381**
53.	Insurer.	**382**
54.	Interior decorator.	**382**
55.	Internet cafe.	**382**
56.	Intellectual property service.	**382**
57.	Internet telephony.	**382**
57A.	Labour and manpower supply services.	**382**
57B.	Laundries and dry cleaners.	**382**
57C.	Maintenance or cleaning services.	**383**
58.	Management consultant.	**383**
59.	Mutual fund.	**383**
60.	Manpower recruitment agency.	**384**
61.	Market research agency.	**384**
62.	Marriage hall.	**384**
63.	Mailing list compilation and mailing.	**384**
64.	Management, maintenance or repair service.	**384**
65.	Modaraba and modaraba company.	**385**
66.	Musharakah.	**385**
67.	Non-banking finance company.	**385**

S/R	*Description*	*Page (Punjab)*
68.	On-line information and database access or retrieval service.	**386**
69.	Packaging.	**386**
70.	Pandal and shamiana service.	**386**
71.	Practicing chartered accountant.	**386**
72.	Practicing cost accountant.	**386**
73.	Practicing company secretary.	**387**
73A.	Production house.	**387**
73B.	Programme.	**387**
73C.	Programme producer.	**387**
74.	Photography service.	**387**
75.	Port operator.	**387**
76.	Post paid telecommunication service.	**388**
77.	Pre-paid telecommunication service.	**388**
77A.	Property dealer.	**388**
77B.	Real estate.	**388**
78.	Public relations service.	**389**
79.	Rail travel agent.	**389**
80.	Recovery agent.	**389**
81.	Real estate agent.	**389**
81A.	Real estate aggregator.	**389**
82.	Real estate consultant.	**389**
82A.	Recruitment or recruiting agent.	**390**
83.	Registrar to an issue.	**390**
84.	Rent-a-car operator.	**390**
85.	Residential complex construction.	**390**
86.	Scientific and technical consultancy.	**391**

S/R	*Description*	*Page (Punjab)*
87.	Security agency.	**391**
88.	Service provider.	**391**
88A.	Share transfer agent.	**391**
89.	Site preparation.	**392**
90.	Sponsorship.	**392**
91.	Share transfer agent.	**392**
92.	Shipping agent.	**392**
93.	Shipping line.	**392**
94.	Ship management.	**392**
95.	Steamer agent.	**393**
96.	Sound recording service.	**393**
97.	Storage and warehousing service.	**394**
98.	Survey and exploration of minerals.	**394**
99.	Survey and map making.	**394**
99A.	Surveyor.	**394**
100.	Takaful.	**394**
101.	Technical testing and analysis.	**394**
102.	Technical inspection and certification.	**395**
102A.	Technical, scientific and engineering consultant.	**395**
103.	Television and radio programme production service.	**395**
104.	Terminal operator.	**395**
105.	Tour operator service.	**395**
106.	Telecommunication services.	**396**
107.	Transport through pipeline.	**396**
108.	Travel agency service.	**396**
109.	Underwriter.	**396**

S/R	*Description*	*Page (Punjab)*
110.	Unit trust.	**396**
111.	Video-tape production.	**396**

Chapter IV

MISCELLANEOUS DEFINITIONS

112.	Adjudicating authority.	**397**
113.	Agreement.	**397**
114.	Attachment officer.	**397**
115.	Bank.	**397**
116.	Commissionerate.	**397**
117.	Computerized payment receipt.	**397**
118.	Defaulter.	**397**
119.	Demand note.	**398**
120.	E-declaration administrator.	**398**
121.	Electronic data interchange (EDI).	**398**
122.	Electronic sales tax return form.	**398**
123.	Execution.	**398**
124.	Government dues.	**398**
125.	Movable property.	**398**
126.	Nil return.	**399**
127.	PRAL.	**399**
128.	Privileged organization.	**399**
129.	Privileged person.	**399**
130.	Processing officer.	**399**
131.	Receiver.	**399**
132.	Recovery officer.	**399**
133.	Reciprocity.	**400**
134.	Referring officer.	**400**

S/R	*Description*	*Page (Punjab)*
135.	Residual input tax.	**400**
136.	Share.	**400**
137.	Supportive documents.	**400**
138.	Taxpayer.	**400**
139.	Transmit.	**400**
140.	Unique user identifier.	**400**

The

PUNJAB SALES TAX ON SERVICES (ENFORCEMENT) RULES, 2014

1.	Short title and commencement.	**401**
2.	Definitions.	**401**
3.	Information about premises.	**402**
4.	Visit at premises.	**402**
5.	Access to records.	**402**
6.	Sealing of premises.	**403**
7.	De-sealing of premises.	**404**
8.	Proceedings in case of tampering *etc.*	**405**
9.	Detentions and arrests.	**405**
10.	Coordination with Chambers.	**406**

The

PUNJAB SALES TAX ON SERVICES (WITHHOLDING) RULES, 2015

1.	Short title and commencement.	**407**
2.	Definitions.	**407**
3.	Applicability.	**409**

S/R	*Description*	*Page (Punjab)*
4.	Responsibility of a withholding agent.	**409**
5.	Withholding from registered service providers.	**409**
5A.	Withholding in case of Companies *etc.*	**409**
6.	Withholding from unregistered person.	**410**
7.	Deduction of tax on advertisement services.	**410**
8.	Procedure.	**411**
9.	Filing of a statement.	**413**
10.	Provision of information or data.	**414**
11.	Certificate of withholding tax.	**415**
12.	Responsibility of the registered person.	**415**
13.	Deposit of withheld sales tax amounts.	**416**
14.	Failure to pay tax withheld or deducted.	**416**
15.	Application of other provisions.	**417**
16.	Active taxpayers' list.	**417**
17.	Repeal and Saving.	**417**
	FORM 'A'.--Punjab Sales Tax Monthly Statement for Withholding Agents.	**418**
	FORM 'B'.--Certificate of deduction/withholding of The Punjab Sales Tax on Services	**419**

The

PUNJAB REVENUE AUTHORITY (APPELLATE TRIBUNAL) RULES 2016

1.	Short title and commencement.	**421**
2.	Definitions.	**421**
3.	Sitting of Bench.	**422**
4.	Powers of Bench.	**422**

S/R	*Description*	*Page (Punjab)*
5.	Dress, office hours and holidays.	**422**
6.	Composition of the Bench or Benches.	**423**
7.	Language of the Tribunal.	**423**
8.	Procedure for filing appeals.	**423**
9.	Registration of appeal.	**423**
10.	Appeal if defective.	**424**
11.	Who may be joined as respondent.	**424**
12.	Contents of memorandum of appeal.	**424**
13.	Documents appended to the appeal.	**424**
14.	Intimation of appeal.	**425**
15.	Filing of affidavit.	**425**
16.	Power of attorney.	**425**
17.	Authorization to be filed.	**426**
18.	Preparation of cause list.	**426**
19.	Continuation of proceedings.	**426**
20.	Adjournment of appeal.	**426**
21.	Disposal of appeals.	**426**
22.	Order to be signed.	**427**
23.	Scale of copying fee.	**427**
24.	Procedure and fee for inspection.	**428**
25.	Reconciliation of fe**e.**	**428**
26.	Consignment of record.	**428**
27.	Manners of destruction of record.	**428**
28.	Seal of the Tribunal.	**428**
29.	Notice to be signed.	**428**
Form PST-5B.--Form of Appeal to the Appellate Tribunal under the Punjab Sales Tax on Services Act, 2012.		**429**

S/R	*Description*	*Page (Punjab)*

The

PUNJAB SALES TAX ON SERVICES (REFUND) RULES, 2019

1.	Short title and commencement.	**431**
2.	Definitions.	**431**
3.	Application of the rules.	**431**
4.	Refund not admissible.	**432**
5.	Pecuniary competence to sanction refund.	**433**
6.	Scrutiny and processing of refund claim.	**433**
7.	Sanction and payment of refund claim.	**434**
8.	Responsibility of the claimant.	**435**
9.	Post-sanction audit of refund claims.	**435**
10.	Action on inadmissible claims.	**435**

The

PUNJAB SALES TAX ON SERVICES (DETERMIATION OF MINIMUM TAX LIABILITY) REGULATIONS, 2019

1.	Short Title and Commencement.	**437**
2.	Definition.	**437**
3.	Application.	**438**
4.	Show Cause Notice.	**438**
5.	Voluntary Payment.	**439**
6.	Assessment Order.	**439**
7.	Recovery.	**439**
8.	Audit.	**439**

S/R	*Description*	*Page (Punjab)*
	The **PUNJAB ELECTRONIC INVOICE MONITORING SYSTEM RULES 2019**	
1.	Short title and commencement.	**441**
2.	Definitions.	**441**
3.	Monitoring through e-IMS.	**442**
4.	Installation and integration of e-IMS.	**442**
5.	Surprise checks, annual inspection of e-IMS and Video vigilance, *etc*.	**443**
6.	Content and format of invoice.	**444**
7.	Safety and security of e-IMS.	**444**
8.	Reporting of faults in e-IMS.	**444**
9.	Reward (Inami) scheme.	**445**
10.	Technical support and operational assistance, *etc*.	**445**
11.	Repeal and savings.	**445**

	The **PUNJAB SALES TAX SPECIAL PROCEDURE (TRANSPORTATION OR CARRIAGE OF PETROLEUM OILS THROUGH OIL TANKERS) RULES 2020**	
1.	Short title, application and commencement.	**447**
2.	Definitions.	**447**
3.	Withholding of tax.	**448**
4.	Application of other provisions.	**449**
5.	Repeal and Saving.	**449**

S/R	*Description*	*Page (Punjab)*
	The **PUNJAB PLACE OF PROVISION OF SERVICE RULES, 2023**	
1.	Short title, extent, application and commencement.	**451**
2.	Definitions.	**451**
3.	Place of provision of services relating to advertisement.	**453**
4.	Place of provision of services relating to advertising agents.	**455**
5.	Place of provision of services relating to insurance and reinsurance.	**455**
6.	Place of provision of services relating to insurance agents and insurance brokers.	**456**
7.	Place of provision of services relating to franchise services, intellectual property and licensing services.	**456**
8.	Place of provision of services relating to transportation of goods.	**457**
9.	Place of provision of services relating to electric power transmission lines services.	**458**
10.	Apportionment of Input tax.	**459**
11.	Savings.	**459**

PUNJAB SALES TAX NOTIFICATIONS

(Numerical)

Notification No.	Date	U/s	Page (Punjab)
	2012		
SO(TAX)1-2/97	30-6-2012	1	**463**
PRA/Orders.06/2012(1)	1-8-2012	76	**267**
PRA/Orders.06/2012(2)	1-8-2012	76	**277**
PRA/Orders.06/2012(3)	1-8-2012	76	**295**
PRA/Orders.06/2012(4)	1-8-2012	76	**303**
PRA/Orders.06/2012(5)	1-8-2012	76	**325**
PRA/Orders.06/2012(6)	1-8-2012	76	**333**
PRA/Orders.06/2012(7)	1-8-2012	76	**339**
PRA/Orders.06/2012(8)	1-8-2012	76	**345**
PRA/Orders.06/2012(9)	1-8-2012	76	**355**
PRA/Orders.06/2012	1-8-2012	76	**359**
PRA/Orders.06/2012(12)	30-8-2012	76	**369**
	2013		
SO(TAX)1-9/2011 (PT-II)	16-4-2013	42	**463**
PRA/Order.06/2012	22-5-2013	7 & 12	**464**
	2014		
SO(TAX)1-9/2011 (Tribunal)	28-4-2014	2	**464**
PRA/Orders.06/2012(3)	26-8-2014	84	**465**
PRA/Orders.06/2012	2-9-2014	76	**401**

Notification No.	Date	U/s	Page (Punjab)
	2015		
PRA/Orders.06/2012	20-2-2015	76	**407**
SO(TAX)4-2/2015	13-5-2015	3 & 116	**465**
PRA/STE.4/2012	25-5-2015	12	**466**
PRA/Orders.08/2015(4)	6-7-2015	5, 10 & 11	**467**
PRA/Orders.06/2012.(Vol-V)	4-9-2015	39	**467**
	2016		
SO(TAX)1-9/2011(Posting)(Pt.III)	29-2-2016	33	**661**
PRA/HR.12/2015	10-5-2016	56	**468**
PRA/32-34/2015/06	11-5-2016	5 & 12	**469**
PRA/IDC.117/2015/39	26-8-2016	6	**687**
SO(TAX)3-6/2015	4-10-2016	33	**421**
	2017		
PRA/IDC.117/2015/577	7-2-2017	6	**687**
PRA/Orders.6/2012(Vol.VI)	21-3-2017	12	**470**
PRA/STE.4/2012/662	20-5-2017	12	**470**
PRA/Orders.06/2017(1)	5-7-2017	2	**471**
PRA/Orders.6/2012(Vol.VI)/764	10-10-2017	12	**471**
PRA/HQ/Orders/2016/769	18-10-2017	5 & 116	**471**
	2019		
PRA/IDC.117/2015/1327	30-4-2019	6	**688**
PRA/IDC.117/2015/1333	29-4-2019	6	**688**
PRA/IDC.117/2015/1334	29-4-2019	6	**689**
PRA/Orders.06/2012/1342	8-5-2019	--	**689**

Notification No.	Date	U/s	Page (Punjab)
PRA/HR.12Vol-VIII/2019/1416	23-9-2019	76	**431**
PRA/Order.06/2017.Vol(V)/1433	1-10-2019	24A	**437**
PRA/Order.06/2017.Vol(V)/1434	1-10-2019	14A	**472**
PRA/Order.06/2017.Vol(V)/1435	1-10-2019	14A	**474**
PRA/Order.06/2017.Vol(V)/1436	1-10-2019	14A	**476**
PRA/Order.06/2017.Vol(V)/1437	1-10-2019	14A	**478**
PRA/STE-04/2018/1453	12-12-2019	6	**690**
	2020		
PRA/Orders.06/2019/1495	21-2-2020	76	**441**
PRA/Order.06/2019	25-3-2020	--	**480**
PRA/Order.06/2019/IDC/1538	2-4-2020	6	**690**
	2021		
PRA/Orders.06/2021/36	28-4-2021	76	**447**
PRA/Orders.06/2021/103	5-10-2021	12	**480**
	2022		
PRA/Orders.06/2021/142	11-1-2022	12	**480**
PRA/Orders.06/2021/190	25-4-2022	12	**481**
PRA/Orders/06/2022/232	1-11-2022	12	**481**
	2023		
PRA/Orders.06/2021/264	1-3-2023	12	**481**
PRA/Orders.06/2021/273	7-3-2023	12	**482**
PRA/Orders.06/2021/293	13-4-2023	76	**451**
PRA.32-24/2022/561	5-7-2023	14-A	**482**
PRA/Order.06/2017.Vol(V)/310	13-7-2023	--	**485**

Notification No.	Date	U/s	Page (Punjab)
PRA.32-24/2023/611	31-8-2023	14A	**485**
PRA/Orders.06/2021/349	6-9-2023	12	**487**
PRA.32-24/2022/705	15-12-2023	14A	**487**
PRA.32-24/2022/706	15-12-2023	14A	**488**

2024

PRA. 32-24/2023/720	2-1-2024	14A	**489**
HR/32-7/Orders/2024/075	18-10-2024	14A	**491**
PRA/Order.06/2017.Vol(V)/480	31-10-2024	39 & 40	**495**

2025

PRA/Order.06/2024/581	6-1-2025	24	**499**
PRA/Orders.06/2021/596	15-1-2025	84	**501**
PRA/Orders.06/2022/618	23-1-2025	12	**502**
PRA/Orders.06/2022/619	23-1-2025	12	**502**
PRA/Orders.06/2012/752	14-4-2025	76A	**501**

2026

PRA. 33-02/2023/1302	4-2-2026	5	**502**
PRA-HR/Notifications/2024/030	4-2-2026	39 & 40	**503**
PRA-HR/Notifications/2024/031	4-2-2026	39 & 40	**523**
PRA-HR/Notifications/2024/032	4-2-2026	39 & 40	**529**
PRA-HR/Notifications/2024/033	4-2-2026	39 & 40	**533**
PRA-HR/Notifications/2024/034	4-2-2026	39 & 40	**537**
PRA-HR/Notifications/2024/035	4-2-2026	39 & 40	**541**
PRA-HR/Notifications/2024/036	4-2-2026	39 & 40	**548**
PRA-HR/Notifications/2024/037	4-2-2026	39 & 40	**553**
PRA-HR/Notifications/2024/038	4-2-2026	39 & 40	**556**

Notification No.	Date	U/s	Page (Punjab)
PRA/Member Legal/160/2026	9-2-2026	56	**561**
PRA.32-24/2026/1313	19-2-2026	14A	**562**
PRA/Member Legal 816/261	2-7-2026	14A	**563**

PUNJAB SALES TAX NOTIFICATIONS

(Subject Wise)

PUNJAB INFRASTRUCTURE DEVELOPMENT CESS ACT, 2015

General

Notification No. PRA/Orders.06/2012/1342, dated 8th May, 2019.--Declaration of Cess Officer of a certain jurisdiction. **689**

Section 6

Notification No. PRA/IDC.117/2015/39, dated 26th August, 2016.--Exemption of certain procurements and goods from whole amount of Punjab Infrastructure Cess. **687**

Notification No. PRA/IDC.117/2015/577, dated 7th February, 2017.--Exemption to all vaccines, antisera provided to vertical programs of Health Department in the territory of Punjab from the whole amount of Punjab Infrastructure Development Cess. **687**

Notification No. PRA/IDC.117/2015/1327, dated 30th April, 2019.--Exemption from Punjab Infrastructure Development Cess on the Consignment of Cabinet Division No. 214-79886752 MAWB and all such future consignments of the Cabinet Division. **688**

Notification No. PRA/IDC.117/2015/1333, dated 29th April, 2019.--Exemption from Punjab Infrastructure Development Cess on the import of Cerezyme (Enzyme Replacement Therapy) subject to certain conditions. **688**

Notification No. PRA/IDC.117/2015/1334, dated 29th April, 2019.--Exemption from Punjab Infrastructure Development Cess on the consignment imported *via* Airway. **689**

Notification No. PRA/STE-04./2018/1453, dated 12th December, 2019.--Exemption of goods declared as temporary imports to be re-exported from payment of whole amount of Punjab Infrastructure Development Cess. **690**

Notification No. PRA/ORDER.06/2019/IDC/1538, dated 2nd April, 2020.--Exemption from Punjab Infrastructure Development Cess on import of all goods **690**

Description	*Page (Punjab)*
Section 10	
Notification No. PRA/Orders.08/2015(4), dated 6th July, 2015.--Assigning of certain powers and functions to Assistant/Deputy Commissioner Unit-2 (Enforcement-II) under the Punjab Infrastructure Development Cess Act, 2015.	**467**
Section 11	
Notification No. PRA/Orders.08/2015(4), dated 6th July, 2015.--Assigning of certain powers and functions to Assistant/Deputy Commissioner Unit-2 (Enforcement-II) under the Punjab Infrastructure Development Cess Act, 2015.	**467**
PUNJAB REVENUE AUTHORITY ACT, 2012 (ACT XLIII OF 2012)	
Section 2	
Notification No. SO(TAX)1-9/2011 (Tribunal), dated 28th April, 2014.--Establishment of the Appellate Tribunal, Punjab Revenue Authority.	**464**
Section 3	
Notification No. SO(TAX)4-2/2015, dated 13th May, 2015.-- Creation and establishment of Commissionerates of PRA for administration of sales tax on services including other duties, tax and levies within certain territorial jurisdictions.	**465**
Section 5	
Notification No. PRA/Orders.08/2015(4), dated 6th July, 2015.--Assigning of certain powers and functions to Assistant/Deputy Commissioner Unit-2 (Enforcement-II) under the Punjab Infrastructure Development Cess Act, 2015.	**467**
Notification No. PRA/32-34/2015/06, 11th May, 2016.-- Constitution of Advisory Council of Punjab Revenue Authority.	**469**
Notification No. PRA/HQ/Orders/2016/769, dated 18th October, 2017.--Establishment of certain Commissioner-ates of Punjab Revenue Authority for certain territorial jurisdictions.	**471**

Description	*Page (Punjab)*
Notification No. PRA. 33-02/2023/1302, dated 4th February, 2026.--Establishment of Large Taxpayer Commissionerate, Lahore by Punjab Revenue Authority	**502**

Section 12

Notification No. PRA/32-34/2015/06, 11th May, 2016.-- Constitution of Advisory Council of Punjab Revenue Authority.	**469**

Section 24

Notification No. PRA/Order.06/2024/581, dated 6th January, 2025.--Delegation of function of identification of unregistered taxpayers and collection of related data for broadening the tax net to Additional Deputy Commissioner (General) for whole District concerned and Assistant Commissioner for Tehsil concerned for a period of two years in respect of the certain services declared as taxable.	**499**

Section 33

Notification No. SO(TAX)1-9/2011(Posting) (Pt.III), dated 29th February, 2016.--The Punjab Revenue Authority (Members and Secretary) Rules 2016.	**661**
Notification No. SO(TAX)3-6/2015, dated 4th October, 2016.-- The Punjab Revenue Authority (Appellate Tribunal) Rules, 2016.	**421**

PUNJAB SALES TAX ON SERVICES ACT, 2012 (XLII OF 2012)

General

Notification No. PRA/Order/06/2019, dated 25th March, 2020.--Submission of appeal through email before Commissioner (Appeals) PRA.	**480**

Section 1

Notification No. SO(TAX)1-2/97, dated 30th June, 2012.-- Punjab Sales Tax on Services Act, 2012 shall come into force on and from 1st July, 2012.	**463**

Section 2(17)

Notification No. PRA/Orders.06/2017(1), dated 5th July, 2017.--Annexure-C to the monthly sales tax returns to be	**471**

Description	*Page (Punjab)*
filed under Chapter VI of the Punjab Sales Tax on Services Act, 2012.	
Section 7	
Notification No. PRA/Order.06/2012, dated 22nd May, 2013.-- Exemption from Punjab Sales Tax on Services to restaurants fulfilling certain specified criteria.	**464**
Section 12	
Notification No. PRA/Order.06/2012, dated 22nd May, 2013.-- Exemption from Punjab Sales Tax on Services to restaurants fulfilling certain specified criteria.	**464**
Notification No. PRA/STE.4/2012, dated 25th May, 2015.-- Exemption of consultancy services for the feasibility study of public sector projects of the Government to the extent of grant-in-aid funds financed by an International Financial Institution under an agreement from taxable services subject to certain conditions.	**466**
Notification No. PRA/Orders.6/2012(Vol.VI), dated 21st March, 2017.--Exemption to Punjab Saaf Pani Company-North, subject to certain conditions.	**470**
Notification No. PRA/STE.4/2012/662, dated 20th May, 2017.-- Exemption to M/s. Sheikh Jassim & Hamid Bin Jassim Charitable Foundation as recipient of services, subject to certain conditions.	**470**
Notification No. PRA/Orders.6/2012(Vol.VI)/764, dated 10th October, 2017.--Exemption to Punjab Saaf Pani Company, subject to certain conditions.	**471**
Notification No. PRA/Orders.06/2021/103, dated 5th October, 2021.--Exemption from Punjab sales tax on services in respect of affordable housing schemes in peri-urban areas, on works, supplies and services.	**480**
Notification No. PRA/Orders.06/2021/142, dated 11th January, 2022.--Exemption from Punjab sales tax on services on construction services provided to Azad Pattan Hydropower Project.	**480**
Notification No. PRA/Orders.06/2021/190, dated 25th April, 2022.--Exemption from sales tax on services provided to Deutsche Gesellschaft fur Internationale Zusmmenarbelt (GIZ).	**481**

Description	*Page (Punjab)*
Notification No. PRA/Orders/06/2022/232, dated 1st November, 2022.--Exemption from sales tax payable on taxable services in respect of manufacturing on basis classified as 9868.0000 at Serial No. 37 of the Second Schedule.	**481**
Notification No. PRA/Orders.06/2021/264, dated 1st March, 2023.--Exemption from Punjab sales tax on services provided to the Embassy of the United Arab Emirates.	**481**
Notification No. PRA/Orders.06/2021/273, dated 7th March, 2023.--Exemption from Punjab sales tax on services provided by washerman and barber contractors of Pak Army to army personnel within the cantonment premises in Punjab.	**482**
Notification No. PRA/Orders.06/2021/349, dated 6th September, 2023.--Exemption from Punjab sales tax payable on taxable services given under the Second Schedule of the Act provided to Deutsche Gesellschaft fur Internationale Zusmmenarbeit (GIZ).	**487**
Notification No. PRA/Orders.06/2022/618, dated 23rd January, 2025.--Exemption from Punjab sales tax on taxable services provided by Micro Finance Institutions (MFIs) on account of disbursements of loan under "Apni Chhat Apna Ghar Program (ACAG) Program".	**502**
Notification No. PRA/Orders.06/2022/619, dated 23rd January, 2025.--Exemption from Punjab sales tax on to Water and Sanitation Agency (WASA), Lahore and Faisalabad operating under administrative control of Housing, Urban Development and Public Health Engineering Department (HUD & PHE).	**502**
Section 14A	
Notification No. PRA/Order.06/2017.Vol(V)/1434, dated 1st October, 2019.--Certain persons or class of persons to collect and pay full applicable amount of Punjab Sales Tax @ 16% in case of certain taxable services according to certain procedure.	**472**
Notification No. PRA/Order.06/2017.Vol(V)/1435, dated 1st October, 2019.--Certain persons or class of persons to collect and pay full applicable amount of Punjab Sales Tax @ 16% in case of certain taxable services according to certain procedure.	**474**

Description	*Page (Punjab)*
Notification No. PRA/Order.06/2017.Vol(V)/1436, dated 1st October, 2019.--Certain persons or class of persons to collect and pay full applicable amount of Punjab Sales Tax @ 5% in case of certain taxable services according to certain procedure.	**476**
Notification No. PRA/Order.06/2017.Vol(V)/1437, dated 1st October, 2019.--Certain persons or class of persons to collect and pay full applicable amount of Punjab Sales Tax @ 16% in case of certain taxable services according to certain procedure.	**478**
Notification No. PRA.32-24/2022/561, dated 5th July, 2023.-- Declaration of State Bank of Pakistan as Collecting Agent for the purposes of collection of tax and deposit into Government treasury from certain person regarding certain services.	**482**
Notification No. PRA. 32-24/2023/611, dated 31st August, 2023.--Specified and declared Franchisers of Restaurant Services as "Collecting Agent" for the purposes of collection of tax and deposit into Government treasury.	**485**
Notification No. PRA.32-24/2022/705, dated 15th December, 2023.--Declaration of Pakistan Mercantile Exchange (PMEX) as "Collecting Agent" for the purposes of collection of tax and deposit into Government treasury.	**487**
Notification No. PRA.32-24/2022/706, dated 15th December, 2023.--Declaration of Central Depository Company of Pakistan Limited (CDC) and National Clearing Company of Pakistan Limited (NCCPL) as "Collecting Agent" for the purposes of collection of tax and deposit into Government treasury.	**488**
Notification No. PRA. 32-24/2023/720, dated 2nd January, 2024.--Declaration of all Food Delivery Platforms/Third Party Delivery Service Providers as "Collecting Agent" for the purposes of collection of tax and deposit into Government Treasury.	**489**
Notification No. HR/32-7/Orders/2024/075, 18th October, 2024.--Declaration of withholding agents as "collecting agent" for the purposes of tax and deposit into Government Treasury regarding taxable services provided by persons or class of persons in the course of an economic activity.	**491**

Description	*Page (Punjab)*
Notification No. PRA.32-24/2026/1313, dated 19th February, 2026.-- Specification and declaration of all Food Delivery Platforms/Third Party Delivery Service Providers as "Collecting Agent".	**562**
Notification No. PRA/Member Legal/816/26, dated 2nd July, 2026.--Designation of banks and digital payment intermediaries as collecting agents for collection and deposit of Punjab Sales Tax On Services	**563**
Section 24A	
Notification No. PRA/Order.06/2017.Vol(V)/1433, dated 1st October, 2019.--The Punjab Sales Tax on Services (Determination of Minimum Tax Liability) Regulations 2019.	**437**
Section 39	
Notification No. PRA/Orders.06/2012.(Vol-V), dated 4th September, 2015.--Appointment of officers posted in each of its Commissionerates as authorities to exercise certain powers and perform functions for purposes of Punjab Sales Tax on services.	**467**
Notification No. PRA/Order.06/2017.Vol(V)/310, dated 13th July, 2023.--Re-organization of certain Enforcement Ranges/Units in PRA (Headquarters) (Operations), Lahore.	**485**
Notification No. PRA/Order.06/2017.Vol(V)/480, dated 31st October, 2024.--Assignment of powers and functions to the certain officers in respect of certain persons or class of persons or cases or class of cases or services.	**495**
Notification No. PRA-HR/Notifications/2024/030, dated 4th February, 2026.--Jurisdiction of enforcement units of Lahore Commissionerate of PRA.	**503**
Notification No. PRA-HR/Notifications/2024/031, dated 4th February, 2026.--Jurisdiction of Enforcement Units of Large Taxpayers Unit, PRA, Lahore.	**523**
Notification No. PRA-HR/Notifications/2024/032, dated 4th February, 2026.--Jurisdiction of enforcement units of Sahiwal Commissionerate of PRA.	**529**
Notification No. PRA-HR/Notifications/2024/033, dated 4th February, 2026.--Jurisdiction of enforcement units of Rawalpindi Commissionerate of PRA.	**533**

Description	*Page (Punjab)*
Notification No. PRA-HR/Notifications/2024/034, dated 4th February, 2026.--Jurisdiction of enforcement units of Sargodha Commissionerate of PRA.	**537**
Notification No. PRA-HR/Notifications/2024/035, dated 4th February, 2026.--Jurisdiction of enforcement units of Multan Commissionerate of PRA.	**541**
Notification No. PRA-HR/Notifications/2024/036, dated 4th February, 2026.--Jurisdiction of enforcement units of Gujranwala Commissionerate of PRA.	**548**
Notification No. PRA-HR/Notifications/2024/037, dated 4th February, 2026.--Jurisdiction of enforcement units of Bahawalpur Commissionerate of PRA.	**553**
Notification No. PRA-HR/Notifications/2024/038, dated 4th February, 2026.--Jurisdiction of enforcement units of Faisalabad Commissionerate of PRA.	**556**
Section 40	
Notification No. PRA/Order.06/2017.Vol.(V)/310, dated 13th July, 2023.--Re-organization of certain Enforcement Ranges/Units in PRA (Headquarters) (Operations), Lahore.	**485**
Notification No. PRA/Order.06/2017.Vol(V)/480, dated 31st October, 2024.--Assignment of powers and functions to the certain officers in respect of certain persons or class of persons or cases or class of cases or services.	**495**
Notification No. PRA-HR/Notifications/2024/030, dated 4th February, 2026.--Jurisdiction of enforcement units of Lahore Commissionerate of PRA.	**503**
Notification No. PRA-HR/Notifications/2024/031, dated 4th February, 2026.--Jurisdiction of Enforcement Units of Large Taxpayers Unit, PRA, Lahore.	**523**
Notification No. PRA-HR/Notifications/2024/032, dated 4th February, 2026.--Jurisdiction of enforcement units of Sahiwal Commissionerate of PRA.	**529**
Notification No. PRA-HR/Notifications/2024/033, dated 4th February, 2026.--Jurisdiction of enforcement units of Rawalpindi Commissionerate of PRA.	**533**
Notification No. PRA-HR/Notifications/2024/034, dated 4th February, 2026.--Jurisdiction of enforcement units of Sargodha Commissionerate of PRA.	**537**

Description	*Page (Punjab)*
Notification No. PRA-HR/Notifications/2024/035, dated 4th February, 2026.--Jurisdiction of enforcement units of Multan Commissionerate of PRA.	**541**
Notification No. PRA-HR/Notifications/2024/036, dated 4th February, 2026.--Jurisdiction of enforcement units of Gujranwala Commissionerate of PRA.	**548**
Notification No. PRA-HR/Notifications/2024/037, dated 4th February, 2026.--Jurisdiction of enforcement units of Bahawalpur Commissionerate of PRA.	**553**
Notification No. PRA-HR/Notifications/2024/038, dated 4th February, 2026.--Jurisdiction of enforcement units of Faisalabad Commissionerate of PRA.	**556**
Section 42	
Notification No. SO(TAX)1-9/2011(PT-II), dated 16th April, 2013.--Appointment of District and Sessions Judge posted in Divisional Headquarters as Special Judge for entire Division subject to certain conditions.	**463**
Section 56	
Notification No. PRA/HR.12/2015, dated 10th May, 2016.-- Authorization to all officers working in Enforcement or Audit (Operations) and not below rank of Assistant Commissioner to exercise powers and carry out functions under section 56 of Punjab Sales Tax on Services Act, 2012.	**468**
Notification No. PRA/Member Legal/160/2026, dated 9th February, 2026.--Authorization, within assigned jurisdictions, all officers of the Authority not below the rank of Enforcement Officer or Audit Officer to exercise powers and carry out functions under section 56 of the Punjab Sales Tax on Services Act, 2012.	**561**
Section 76	
Notification No. PRA/Orders.06/2012(1), dated 1st August, 2012.--The Punjab Sales Tax on Services (Registration and De-registration) Rules 2012.	**267**
Notification No. PRA/Orders.06/2012(2), dated 1st August, 2012.--The Punjab Sales Tax on Services (Filing of Returns) Rules 2012.	**277**

Description	*Page (Punjab)*
Notification No. PRA/Orders.06/2012(3), dated 1st August, 2012.--The Punjab Sales Tax on Services (Adjustment of Tax) Rules 2012.	**295**
Notification No. PRA/Orders.06/2012(4), dated 1st August, 2012.--The Punjab Sales Tax on Services (Specific Provisions) Rules 2012.	**303**
Notification No. PRA/Orders.06/2012(5), dated 1st August, 2012.--The Punjab Sales Tax on Services (Computerized System) Rules 2012.	**325**
Notification No. PRA/Orders.06/2012(6), dated 1st August, 2012.--The Punjab Sales Tax on Services (Authorized Representatives) Rules 2012.	**333**
Notification No. PRA/Orders.06/2012(7), dated 1st August, 2012.--The Punjab Sales Tax on Services (Audit) Rules 2012.	**339**
Notification No. PRA/Orders.06/2012(8), dated 1st August, 2012.--The Punjab Sales Tax on Services (Adjudication and Appeals) Rules 2012.	**345**
Notification No. PRA/Orders.06/2012(9), dated 1st August, 2012.--The Punjab Sales Tax on Services (Alternative Dispute Resolution) Rules 2012.	**355**
Notification No. PRA/Orders.06/2012, dated 1st August, 2012.-- The Punjab Sales Tax on Services (Recovery) Rules 2012.	**359**
Notification No. PRA/Orders.06/2012(12), dated 30th August, 2012.--The Punjab Sales Tax on Services (Definitions) Rules 2012.	**369**
Notification No. PRA/Orders.06/2012, dated 2nd September, 2014.--The Punjab Sales Tax on Services (Enforcement) Rules, 2014.	**401**
Notification No. PRA/Orders.06/2012, dated 20th February, 2015.--The Punjab Sales Tax on Services (Withholding) Rules, 2015.	**407**
Notification No. PRA/HR.12Vol-VIII/2019/1416, dated 23rd September, 2019.--The Punjab Sales Tax on Services (Refund) Rules, 2019.	**431**
Notification No. PRA/Orders.06/2019/1495, dated 21st February, 2020.--The Punjab Electronic Invoice Monitoring System Rules 2019.	**441**

Description	*Page (Punjab)*
Notification No. PRA/Orders.06/2021/36, dated 28th April, 2021.--Punjab Sales Tax Special Procedure (Transportation or Carriage of Petroleum Oils Through Oil Tankers) Rules 2020.	**447**
Notification No. PRA/Orders.06/2021/293, dated 13th April, 2023.--The Punjab Place of Provision of Services Rules, 2023.	**451**
Section 76A	
Notification No. PRA/Orders.06/2012/752, dated 14th April, 2025.-- Requirement for authorities competent to issue or renew license or to grant permission to any person to engage in an economic activity which is a taxable service.	**501**
Section 84	
Notification No. PRA/Orders.06/2012(3), dated 26th August, 2014.--Permission to petroleum exploration and production companies to deposit tax and furnish their monthly return as withholding agent.	**465**
Notification No. PRA/Orders.06/2021/596, dated 15th January, 2025.--Extension of due date of payment of Punjab Sales Tax and filing of sales tax returns/ withholding statements for the tax period December, 2024 up to 20th January, 2025.	**501**
PUNJAB SALES TAX ON SERVICES (DEFINITIONS) RULES, 2012	
Rule 116	
Notification No. SO(TAX)4-2/2015, dated 13th May, 2015.-- Creation and establishment of Commissionerates of PRA for administration of sales tax on services including other duties, tax and levies within certain territorial jurisdictions.	**465**
Notification No. PRA/HQ/Orders/2016/769, dated 18th October, 2017.--Establishment of certain Commissionerates of Punjab Revenue Authority for certain territorial jurisdictions.	**471**

Description ***Page (Punjab)***

PUNJAB SALES TAX CIRCULARS & CLARIFICATIONS

CIRCULARS:

PRA's Circular No. 01 of 2013, dated 8th March, 2013.-- Payment of Punjab Sales Tax on electronic media advertisements having nation-wide audience. **569**

PRA's Circular No. 02 of 2013, dated 8th March, 2013.-- Assessment and payment of Punjab Sales Tax on franchise services. **570**

PRA's Circular No. 03 of 2013, dated 12th March, 2013.-- Punjab Sales Tax on Services provided by restaurants--Clarification regarding. **571**

PRA's Circular No. 04 of 2013, dated 22nd April, 2013.-- Compulsory Registrations under Section 27 of Punjab Sales Tax on Services Act, 2012--Instructions regarding. **574**

PRA's Circular No. 05 of 2013, dated 30th July, 2013.-- Clarification regarding Punjab Sales Tax on Services provided for personal care by beauty parlors and clinics *etc.* **576**

PRA's Circular No. 06 of 2013, dated 22nd August, 2013.--Levy of Punjab Sales Tax on toll manufacturing--Clarification regarding. **577**

PRA's Circular No. 07 of 2013, dated 27th August, 2013.-- Punjab Sales Tax on multiple taxable services provided by persons or businesses with commercial names indicating one taxable service--Clarification regarding. **580**

PRA's Circular No. 01 of 2014, dated 3rd June, 2014.-- Jurisdiction of Officers of PRA--Clarification regarding. **584**

PRA's Circular No. 02 of 2014, dated 12th August, 2014.-- Payment of Punjab Sales Tax in case of services provided to public sector clients under contracts spread over the period of time--technical, scientific & engineering consultants, architects, security services, persons engaged in contractual execution of works or furnishing supplies *etc.* **585**

Description	*Page (Punjab)*
PRA's Circular No. 3 of 2014, dated 9th September, 2014.-- Submission of annual audited accounts under Section 31(5) of the Punjab Sales Tax on Services Act, 2012.	**587**
PRA's Circular No. 01 of 2015, dated 21st January, 2015.-- Establishment of Exception Management Cell (EMC)	**588**
PRA's Circular No. 02 of 2015, dated 1st September, 2015.-- Punjab Sales Tax on the services of inter-city transportation or carriage of goods by rail or road.	**591**
PRA's Circular No. 01 of 2016, dated 7th January, 2016.-- Improper filling up of Punjab Sales Tax Returns by the registered persons providing services of hotels, motels, guest houses, marriage hall and lawns, restaurant, beauty parlors and salons.	**592**
PRA's Circular No. 02 of 2016, dated 11th March, 2016.-- Amanat Scheme for Restaurant Customers (ASRC) under Rule 14 of the Punjab Restaurant Invoice Monitoring System Rules, 2015.	**593**
PRA's Circular No. 1 of 2016, dated 9th June, 2016 ***(Punjab Infrastructure Development Cess).*****--**Punjab Infrastructure Development Cess on Petroleum Products Supplied through Pipelines.	**592**
PRA's Circular No. 1 of 2017, dated 16th November, 2017.-- Manual entry of claims of input tax on utilities under Strive.	**596**
PRA's Circular No. 2 of 2017, dated 24th November, 2017.-- Manual entry of claims of input tax on goods under Strive.	**597**
PRA's Circular No. 3 of 2017, dated 24th November, 2017.-- Extention in due date for filing of Punjab Sales Tax Returns for the tax period September 2017 and October 2017.	**597**
PRA's Circular No. PRA.HR/88, dated 17th August, 2019.-- Extention in date for deposit of Punjab sales tax and for filing of sales tax returns/statements.	**597**
PRA's Circular No. 1 of 2026, dated 23rd January, 2026.-- Mandatory adoption of Raast QR Code-Based Digital Payment Facility at Restaurants, Hotels and Beauty Parlors Operating in the Punjab.	**598**

Description	*Page (Punjab)*
Punjab Revenue Authority No. PRA. 32-6/2021/267, Dated 8th December, 2021.--RTI (Right to Information) for Transparency, Good-governance & Elimination of Corruption.	**634**

CLARIFICATIONS:

PRA's Letter No. PRA/Caterers.21/12, dated 6th October, 2012.--Sales Tax on Services.	**599**
PRA's Letter No. PRA/Chambers.05/12, dated the 15th July, 2013.--Levy of sales tax on services provided in respect of manufacturing or processing of toll or job basis (against processing on conversion charges).	**599**
PRA's Letter No. PRA/Security/Agencies/21/13/12559, dated 16th September, 2013.--Clarification about M/S. Watch & Watch Guard Services (Pvt.) Ltd. PNTN 1312362-9.	**600**
PRA's Letter No. PRA/Construction services.49/13, dated 24th September, 2013.--Clarification regarding withholding of sales tax on construction services received.	**601**
PRA's Letter No. PRA/Advertisement/13111, dated 24th September, 2013.--Clarification regarding registration and implications of Punjab Sales Tax on Services Act, 2012.	**601**
PRA's Letter No. PRA/15276, dated 14th October, 2013.-- Clarification regarding levy of sales tax on business support services in the context of warehousing and distribution services.	**603**
PRA's Letter No. PRA/Construction Services.49/13/16536, dated 8th November, 2013.--Clarification-chargeability of tax on services under single construction contracts.	**604**
PRA's Letter No. PRA/16663, dated 21st November, 2013.-- Clarification on tax adjustment on discounts offered to the recipients of taxable services.	**605**
PRA's Letter No. PRA/Construction Servies.49/13/18725, dated 2nd December, 2013.--Clarification sales tax under construction services on sub-contract.	**605**
PRA's Letter No. PRA/Oracle.92/2013/19518-19519, dated 19th December, 2013.--Request for ruling/clarification on exemption from sales tax on export of services outside Pakistan under Punjab Sales Tax on Services Act, 2012.	**607**

Description	*Page (Punjab)*
PRA's Letter No. PRA/Mining & Minerals.72/14/1/20970, dated 13th January, 2014.--Clarification required regarding Provincial Sales tax implications on services rendered by BGP (Pakistan) International.	**608**
PRA's Circular Letter No. PRA/Orders.06/2012, dated 28th January, 2014.--Empowerment of Civil Administration under the Punjab Sales Tax on services law--Instructions for broadening of tax base.	**609**
PRA's Letter No. PRA/22477, dated 25th April, 2014.-- Payment of sales tax on services provided by engineering consultants--Clarifications for implementation.	**612**
PRA's Letter No. PRA/23310, dated 23rd May, 2014.-- Clarification--who will pay the Punjab Sales Tax (PST) in connection with contract signed before the imposition of PST?	**613**
PRA's Letter No. PRA/25020, dated 19th June, 2014.-- Invoicing and allied issues in respect of Punjab Sales Tax on services paid for the period before registration.	**615**
PRA's Letter No. PRA/Budget.109/2014, dated 28th June, 2014.--Budget Instructions 2014-15 (Punjab Sales Tax on Services).	**616**
PRA's Letter No. PRA/25471, dated 2nd July, 2014.--Allowing of exemption from Punjab sales tax on services made to hospitals/charitable trust.	**623**
PRA's Letter No. PRA/25488, dated 9th July, 2014.--Query regarding rate of Punjab sales tax on services provided by property developers.	**624**
PRA's Letter No. PRA/29159, dated 28th July, 2014.--Request for clarification regarding chargeability of Provincial sale tax on it services received form out side Pakistan.	**626**
PRA's Letter No. PRA/28857, dated 11th August, 2014.-- Clarification regarding change in the second schedule to the Punjab Sales Tax on Services Act, 2012--Regarding courier service.	**626**
PRA's Letter No. PRA/29735, dated 27th August, 2014.-- Clarification exemption limit under Serial No. 14 to the Second Schedule of the Punjab Sales Tax on Services Act, 2012.	**628**

Description	*Page (Punjab)*
PRA's Letter No. PRA/WS/Reply/15190, dated 22nd October, 2014.--Tax payment of commissions and credit sales.	**629**
PRA's Letter No. PRA/9893, dated 6th November, 2017.-- Clarification on application of the provisions of the Punjab Sales Tax on Services Act, 2012 on the contracts.	**626**
PRA's Letter No. PRA/Unit-4/1/20474, dated 6th December, 2017.--Clarification regarding implication of Punjab sales tax on services provided by ware houses or depots for storage including cold storage (PCT Heading 9833.0000).	**630**
PRA's Letter No. PRA/1377, dated 8th July, 2019.-- Clarification.	**630**
PRA's Letter No. PRA/19/1/154, dated 5th August, 2019.-- Clarification.	**631**
PRA's Office Order No. PRA/Orders.06/2019, dated 11th November, 2019.	**631**
PRA's Letter, dated 3rd January, 2020.--Exemption of goods Declared as temporary imports from Punjab Infrastructure Development Cess.	**691**
PRA's Letter, dated 30th January, 2020.--Clarification regarding deduction of the Punjab Sales tax on workshop services.	**632**
Punjab Revenue Authority No. PRA. 32-6/2021/267, Dated 8th December, 2021.--RTI (Right to Information) for Transparency, Good-governance & Elimination of Corruption.	**634**
F.B.R's No. 2(54)SS(BDT-1) GST/17230-R, dated 1st February, 2024.--Launching of Single Sales Tax Return.	**634**
F.B.R's No. 2(54)SS(BDT-l)GST/49599-R, dated 18th March, 2024.--Launching of Single Sales Tax Return.	**635**
PRA's Letter, dated 4th July, 2024.--Charging of transaction fee on ADC payments for e-pay Punjab (PITB).	**636**
PRA's Letter No. PRA/Misc.01/24/795, dated 22nd May, 2025.-- Ensuring Registration of Service Providers under Punjab Sales Tax on Services Act, 2012.	**637**

	Description	*Page (Punjab)*

The PUNJAB REVENUE AUTHORITY ACT, 2012

Chapter I

PRELIMINARY

	Preamble	**641**
1.	Short title, extent and commencement.	**641**
2.	Definitions.	**642**

Chapter II

PUNJAB REVENUE AUTHORITY

3.	The Authority.	**643**
4.	Secretary.	**645**
5.	Powers and functions of the Authority.	**645**
6.	Human resource management.	**648**
7.	Meetings.	**649**
8.	Validity of proceedings.	**649**
9.	Data bank.	**649**
10.	Properties and assets to vest in the Authority.	**650**
11.	Authority may impose any fee or charges.	**650**

Chapter III

ADVISORY COUNCIL

12.	Advisory Council.	**650**

Chapter IV

ADMINISTRATION OF TAXES

13.	Registration of tax payers.	**651**

	Description	*Page (Punjab)*
14.	Assessment, collection and returns of taxes.	**651**

Chapter V

FINANCIAL PROVISIONS

15.	Fund.	**652**
16.	Budget and accounts.	**652**
17.	Audit.	**653**

Chapter VI

APPELLATE TRIBUNAL

18.	Appellate Tribunal.	**653**
19.	*Omitted.*	**654**
20.	*Omitted.*	**655**

Chapter VII

MISCELLANEOUS

21.	Staff.	**655**
22.	Delegation by the Government.	**656**
23.	Directions from the Government.	**656**
24.	Delegation by the Authority.	**656**
25.	Annual report.	**656**
26.	Public servants.	**657**
27.	Indemnity.	**657**
28.	Representation.	**657**
29.	Power to conduct surveys.	**658**
30.	Assistance to the Authority.	**658**
31.	Directorates.	**658**

	Description	*Page (Punjab)*
32.	Act to override other laws.	**658**
33.	Rules.	**658**
34.	Regulations.	**658**
35.	Removal of difficulties.	**659**
36.	Validation.	**659**

The

PUNJAB REVENUE AUTHORITY (MEMBERS AND SECRETARY) RULES, 2016

1.	Short title and commencement.	**661**
2.	Definitions.	**661**
3.	Eligibility for the member.	**661**
4.	Mode of appointment.	**662**
5.	Term of appointment.	**662**
6.	Secretary.	**662**
7.	Distribution of work.	**663**

The

PUNJAB SALES TAX ORDINANCE, 2000 *(Repealed)*

1.	Short title, extent and commencement.	**668**
2.	Interpretation.	**668**
3.	Scope of tax.	**668**
	The Schedule.	**669**

Description	*Page (Punjab)*

The

PUNJAB INFRASTRUCTURE DEVELOPMENT CESS ACT, 2015

Chapter I

PRELIMINARY

1.	Short title, extent and commencement.	**675**
2.	Definitions.	**676**

Chapter II

SCOPE OF CESS

3.	Scope of cess and allied matters.	**678**
4.	Person liable to pay cess.	**679**
5.	Payment of cess.	**679**
5A.	Refund.	**680**
6.	Exemptions.	**680**

Chapter III

OFFENCES AND PENALTIES

7.	Default surcharge.	**681**
8.	Penalty.	**681**
9.	Waiver of default surcharge or penalty.	**681**

Chapter IV

MISCELLANEOUS

10.	Application of provisions of other laws.	**681**
10A.	Appointment of Cess Officer.	**683**
11.	Power to make rules.	**683**
12.	Bar on adjustment.	**683**

	Description	*Page (Punjab)*
13.	Intersystem connectivity.	**684**
13A.	Establishment of pickets, check-posts or monitoring stations.	**684**
13B.	Posting and powers of officers.	**684**
13C.	Assistance by other authorities and agencies.	**684**
13D.	Electronic monitoring.	**685**
13E.	Offences and penalties.	**685**
13F.	Power to entrust functions.	**685**
14.	Savings.	**685**

NOTIFICATION:

Notification No. PRA/IDC.117/2015/39, dated 26th August, 2016.--Exemption of certain procurements and goods from whole amount of Punjab Infrastructure cess. **687**

Notification No. PRA/IDC.117/2015/577, dated 7th February, 2017.--Exemption to all vaccines, antisera provided to vertical programs of Health Department in the territory of Punjab from the whole amount of Punjab Infrastructure Development Cess. **687**

Notification No. PRA/IDC.117/2015/1327, dated 30th April, 2019.--Exemption from Punjab Infrastructure Development Cess on the Consignment of Cabinet Division No. 214-79886752 MAWB and all such future consignments of the Cabinet Division. **688**

Notification No. PRA/IDC.117/2015/1333, dated 29th April, 2019.--Exemption from Punjab Infrastructure Development Cess on the import of Cerezyme (Enzyme Replacement Therapy) subject to certain conditions. **688**

Notification No. PRA/IDC.117/2015/1334, dated 29th April, 2019.--Exemption from Punjab Infrastructure Development Cess on the consignment imported *via* Airway. **689**

Notification No. PRA/Orders.06/2012/1342, dated 8th May, 2019.--Declaration of Cess Officer of a certain jurisdiction. **689**

Description	*Page (Punjab)*
Notification No. PRA/STE-04./2018/1453, dated 12th December, 2019.--Exemption of goods declared as temporary imports to be re-exported from payment of whole amount of Punjab Infrastructure Development Cess.	**690**
Notification No. PRA/Order.06/2019/IDC/1538, dated 2nd April, 2020.--Exemption from Punjab Infrastructure Development Cess on import of all goods.	**690**

CIRCULARS:

Circular No. 1 of 2016, dated 9th June, 2016.--Punjab Infrastructure Development Cess on Petroleum Products Supplied through Pipelines.	**691**
PRA's Letter, dated 3rd January, 2020.--Exemption of goods declared as temporary imports from Punjab Infrastructure Development Cess.	**691**

***

Punjab

[PART – I]

PUNJAB
SALES TAX ON SERVICES
ACT 2012

[1]The

PUNJAB SALES TAX ON SERVICES ACT, 2012

[Passed on: 21st June, 2012]
[Assented on: 26th June, 2012]
[Published on: 27th June, 2012]
[Enforced on: 1st July, 2012]

(ACT XLII OF 2012)

An

Act

to provide for the levy of a tax on services provided, rendered, initiated, received, originated, executed or consumed in the Punjab

Preamble.--Whereas it is expedient to provide for the levy of a tax on services provided, rendered, initiated, originated, executed**,** received or consumed in the Punjab and to deal with ancillary matters;

It is enacted as follows:--

Chapter I

PRELIMINARY

1. Short title, extent and commencement.--(1) This Act may be cited as the Punjab Sales Tax on Services Act, 2012.

(2) It shall extend to the whole of the Punjab.

---

1 This Act was passed by the Punjab Assembly on 21st June 2012; assented to by the Governor of the Punjab on 26th June 2012; and, was published in the Punjab Gazette (Extraordinary), dated 27th June 2012, pages 41901-35.

(3) This Act shall come into force on and from such date as the Government may, by a Notification[1] in the official Gazette, specify.

(4) Notwithstanding sub-section (3), the Government may, by notification in the official Gazette, specify services or class or classes of services in respect of which tax shall be collected and paid with effect from the date subsequent to and different from the date of the commencement of this Act.

2. Definitions.--In this Act--

[2][(1) ***"active taxpayer"*** means a registered person who does not fall in any of the following:

(i) whose registration has been suspended or blacklisted by the Authority; and

(ii) who has failed to file the return by the due date for the last two consecutive tax periods;]

[3][[4](1A)] ***"Additional Commissioner"*** means a person

---

1 Notification is s under:--

"Notification No. SO(TAX)1-2/97, dated 30th June, 2012.--In exercise of the powers conferred under sub-section (3) of section 1 of the Punjab Sales Tax on Services Act, 2012, Governor of the Punjab is pleased to direct that the Punjab Sales Tax on Services Act, 2012 shall come into force on and from 1st July, 2012."

2 Clause (1) substituted by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026). At the time of substitution it was as under:--

"[a][(1) ***"active taxpayer"*** means a registered person;

(i) whose registration has not been suspended or blacklisted by the Authority; and

(ii) who has filed his tax return for at least one of the preceding three consecutive tax periods;]'

a Clause (1) added by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021), reported as PTCL 2021 BS. 738.

3 Clauses (1) & (1A) substituted for Clause (1) by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102. At the time of substitution Clause (1) was as under:--

"(1) ***"Appellate Tribunal"*** means the Appellate Tribunal established under any law and notified by the Government as the Appellate Tribunal for purposes of the Act;"

4 Clause (1) renumbered as (1A) by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021), reported as PTCL 2021 BS. 738.

appointed as Additional Commissioner of the Authority;

[1][(1B)] ***"Appellate Tribunal"*** means the Appellate Tribunal established under the Punjab Revenue Authority Act 2012 (*XLIII of 2012)*;]

(2) ***"arrears"***, in relation to a person, shall mean, on any day, the tax due and payable by the person under the Act or the rules before that day but which has not yet been paid;

(3) ***"Assistant Commissioner"*** means a person appointed as an Assistant Commissioner of the Authority;

(4) ***"associates"*** or ***"associated persons"*** refer to--

(a) two persons, where the relationship between them is such that one may reasonably be expected to act in accordance with the intentions of the other, or both persons may reasonably be expected to act in accordance with the intentions of a third person but two persons shall not be associates solely by reason of the fact that one person is an employee of the other or both persons are employees of a third person;

(b) without *prejudice* to the generality of paragraph (a) and subject to paragraph (c), the following persons shall always be treated as associates:--

(i) an individual and a relative of that individual;

(ii) members of an association of persons;

---

1 Clause (1A) renumbered as (1B) by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021), reported as PTCL 2021 BS. 738.

(iii) a member of an association of persons and the association, where the member, either alone or together with an associate or associates under another application of this section controls fifty per cent or more of the rights to income or capital of the association;

(iv) a shareholder in a company and the company, where the shareholder, either alone or together with an associate or associates under another application of this section, controls either directly or through one or more interposed persons--

a. fifty per cent or more of the voting power in the company;

b. fifty per cent or more of the rights to dividends; or

c. fifty per cent or more of the rights to capital; and

(v) two companies, where a person, either alone or together with an associate or associates under another application of this section, controls either directly or through one or more interposed persons--

a. fifty per cent or more of the voting power in both companies;

b. fifty per cent or more of the rights to dividends in both companies;

c. fifty per cent or more of the rights to capital in both companies; and

(c) two persons shall not be associates under sub-paragraph (i) or (ii) of paragraph (b) where the Commissioner is satisfied that neither person may reasonably be expected to act in accordance with the intentions of the other.

Explanation.--The expression `relative in relation to an individual' means--

(i) an ancestor, a descendant of any of the grandparents, or an adopted child of the individual or of a spouse of the individual; or

(ii) a spouse of the individual or of any person specified at (i);

(5) ***"association of persons"*** includes a firm, any artificial or juridical person and body of persons formed under a foreign law, but does not include a company;

(6) ***"Authority"*** means Punjab Revenue Authority established under [1][the Punjab Revenue Authority Act, 2012 (*XLIII of 2012*)];

(7) ***"banking company"*** means a banking company as defined in the Banking Companies Ordinance, 1962 (LVII of 1962) and includes any body corporate which transacts the business of banking in the Punjab;

(8) ***"Commissioner"*** means a person appointed as Commissioner of the Authority;

---

1 Substituted for the words "any law" by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

(9) ***"Commissioner (Appeals)"*** means a person appointed as Commissioner (Appeals) of the Authority;

[1][(9A) ***"commission"*** includes any consideration in whatever form, received or receivable directly or indirectly, by a person acting on behalf of another person for services rendered, not being professional services, in the course of buying or selling of goods or services or in relation to any transaction relating to any asset, valuable article or thing, not being securities;

(9B) ***"commission agent"*** means a person who acts for consideration on behalf of another person for sale or purchase of goods or provision or receipt of services, and includes any person who, while acting on behalf of another person:

(a) deals with goods, services or documents of title of such goods or services;

(b) collects payment in lieu of such goods or services;

(c) guarantees for collection or payment for such goods or services; or

(d) undertakes any activity relating to sale or purchase of such goods or provision or receipt of services.]

(10) ***"common taxpayer identification number"*** means the registration number or any other number or identification code allocated to a registered person;

(11) ***"company"*** means--

---

1 Clauses (9A) & (9B) inserted by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780.

(a) a company as defined in [1][the Companies Act, 2017 (XIX of 2017)];

(b) a body corporate formed by or under any law;

(c) a *modarba* and any other Islamic financial institution;

(d) a body incorporated outside Pakistan;

(e) a trust, a co-operative society or a finance society or any other society established or constituted by or under any law; or

(f) a foreign association, whether incorporated or not, which the Authority has, by general or special order, declared to be a company for purposes of the Act;

(12) ***"computerized system"*** means any comprehensive information technology system**,** including its development, upgradation or updation, to be used by the Authority or any other office as may be notified by the Authority, for carrying out the purposes of the Act;

(13) ***"default surcharge"*** means the default surcharge levied under the Act;

(14) ***"defaulter"*** means a person and, in the case of company or firm, every director of the company or partner of the firm and includes guarantors or successors, who fail to pay the arrears of tax under the Act and the rules;

(15) ***"Deputy Commissioner"*** means a person appointed as a Deputy Commissioner of the Authority;

---

1 Substituted for the expression "the Companies Ordinance, 1984 (XLVII of 1984)" by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021), reported as PTCL 2021 BS. 738.

(16) ***"document"*** includes any electronic data, computer programmes, computer tapes, computer disks, micro-films or any other medium or mode for the storage or conveyance of such data;

(17) ***"due date"*** in relation to the furnishing of a return under Chapter VI means the 15th day of the month following the end of the tax period, or such other date as the Authority may, by notification in the official Gazette, specify [1][and different dates may be so specified for furnishing different parts or annexures of the return.];

(18) ***"economic activity"*** shall have the meaning given to it in section 6;

(19) ***"e-intermediary"*** means a person appointed as e-intermediary under the Act;

(20) ***"exempt service"*** means a service which is exempt from the tax under section 12;

(21) ***"FBR"*** means the Federal Board of Revenue established under the Federal Board of Revenue Act, 2007;

(22) ***"financial year"*** means the period from 1st July of a year to 30th June of the following year;

(23) ***"firm"*** means the relation between persons who have agreed to share the profits of a business carried on by all or any of them acting for all;

(24) ***"goods"*** include every kind of movable property other than actionable claims, money, stocks, shares and securities but does not include a service defined under the Act;

(25) ***"Government"*** means Government of the Punjab;

---

1 The words inserted by the Punjab Finance Act, 2017 (XII of 2017) (Assented on 15th June, 2017), reported as PTCL 2017 BS. 501.

(26) ***"inter-bank rate"*** means the Karachi inter-bank offered rate prevalent on the first day of each quarter of a financial year;

[1][(26A) ***"non-banking financial institution"*** includes a company licensed by the Securities and Exchange Commission of Pakistan to carry out any one or more of the following forms of business:--

(i) investment finance services;

(ii) leasing;

(iii) housing finance services;

(iv) venture capital investment;

(v) discounting services;

(vi) investment advisory services;

(vii) asset management services; and

(viii) any other form of business which the Federal Government may, from time to time, by notification in the official Gazette specify;]

(27) ***"officer of the Authority"*** means any officer of the Authority;

(28) ***"open market price"*** shall have the meaning as given to it in section 8;

(29) ***"person"*** means--

(a) an individual;

[2][(aa) an association of persons;]

---

1 Clause (26A) inserted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

2 Sub-clause (aa) inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

(b) a company;

(c) Federal Government;

(d) a Provincial Government;

(e) a local authority or local government; or

(f) a foreign government, a political subdivision of a foreign government, or public international organization;

Explanation.--The use of the word "he" in the Act shall be taken to refer to any or all mentioned from (a) to (f) as required in the context of the relevant provision;

(30) ***"place of business"*** means that a person--

(a) owns, rents, shares or in any other manner occupies a space in the Punjab from where he carries on an economic activity whether wholly or partially; or

[1][(b) carries on an economic activity, wholly or partially, either through any other person such as an agent, associate, franchise, branch, office, or otherwise in the Punjab or through virtual presence or a website or a web portal or through any other form of e-Commerce by whatever name called or treated.]

(31) ***"prescribed"*** means prescribed by the rules [2][or the regulations made or framed under this Act];

---

1 Sub-clause (b) substituted by the Punjab Finance Act, 2017 (XII of 2017) (Assented on 15th June, 2017), reported as PTCL 2017 BS. 501. At the time of substitution sub-clause (b) was as under:--

"(b) carries on an economic activity whether wholly or partially through any other person such as an agent, associate, franchise, branch, office, or otherwise in the Punjab but does not include a liaison office;"

2 The words inserted by the Punjab Sales Tax on Services (Amendment) Act, 2026 (XXXVIII of 2026) (Assented on 14th May, 2026), reported as PTCL 2026 BS. 54.

(32) ***"registration number"*** means the number allocated to a registered person for purposes of the Act;

(33) ***"registered person"*** means a person who is registered or is liable to be registered under the Act but the person liable to be registered and has not registered shall not be entitled to any benefit available to a registered person under any of the provisions of the Act or the rules;

[1][(33A) ***"regulations"*** means the regulations framed under this Act;]

(34) ***"return"*** means any return required to be furnished under Chapter VI of the Act;

(35) ***"resident"*** means--

(a) an individual who, in a financial year, has--

(i) a place of business, whole or part thereof, in the Punjab in any mode, style or manner; or

(ii) his permanent address, as listed in the individual's national identity card, in the Punjab; or

(iii) a permanent representative to act on his behalf or to provide service on his behalf in the Punjab.

(b) an association of persons or a company which, in a financial year, has--

(i) its registered office in the Punjab; or

(ii) its place of business, whole or part thereof, in the Punjab in any mode, style or manner; or

---

1 Clause (33A) inserted by the Punjab Sales Tax on Services (Amendment) Act, 2026 (XXXVIII of 2026) (Assented on 14th May, 2026), reported as PTCL 2026 BS. 54.

(iii) a permanent representative to act on its behalf or to provide service on its behalf in the Punjab; or

(iv) the control or management of the affairs of the association of persons is situated in the Punjab at any time during the financial year;

(36) ***"rules"*** means the rules made under the Act;

(37) ***"Schedule"*** means a Schedule appended to the Act;

(38) ***"service"*** or ***"services"*** means anything which is not goods or providing of which is not a supply of goods and shall include but not limited to the services listed in First [1][or Second] Schedule;

Explanation.--A service shall remain and continue to be treated as service regardless whether or not rendering thereof involves any use, supply [2][, disposition] or consumption of any goods either as an essential or as an incidental aspect of such rendering;

(39) ***"short-paid"*** means where a registered person pays an amount of tax less than the tax due owing to miscalculation or incorrect assessment of the tax amount due for a tax period;

(40) ***"similar service"*** means any other service which is the same as, or closely resembles with, the other service in character, quality, quantity, functionality, materials, or reputation;

(41) ***"Special Judge"*** means a Special Judge appointed under section 42;

---

1 The words inserted by the Punjab Finance Act, 2025 (LVIII of 2025) (Assented on 30th June, 2025), reported as PTCL 2025 BS. 445.

2 Comma and the word inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

[1][(41A) ***"Standard Rate"*** means sixteen percent]

(42) ***"tax"*** means and includes--

(a) the tax, additional tax, or default surcharge levied under the Act;

(b) a fine, penalty or fee imposed or charged under the Act; and

(c) any other sum payable or recoverable under the Act or rules;

[2][(42A) ***"taxpayer"*** means any person who, in the course of an economic activity, provides taxable services for consideration;]

(43) ***"tax fraud"*** means knowingly, dishonestly or fraudulently and without any lawful excuse--

(a) doing of any act or causing to do any act; or

(b) omitting to take any action or causing the omission of any action, including providing of taxable services without being registered under the Act; or

(c) falsifying or causing falsification of tax invoices or other tax documents or records; or

(d) acting in contravention of the duties or obligations imposed under the Act or rules or instructions issued thereunder–with the intention of understating or suppressing the tax liability or underpaying [3][or not paying] the tax liability;

---

1 Clause (41A) inserted by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021), reported as PTCL 2021 BS. 738.

2 Clause (42A) inserted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

3 The words inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

(44) ***"tax period"*** means a period of one month or such other period as the Authority may, by notification in the official Gazette, specify;

(45) ***"taxable service"*** shall have the meaning as given to it in section 3; and

(46) ***"value of a taxable service"*** shall have the meaning as given to it in section 7.

3. Taxable service.--(1) Subject to [1][section 3A, all services are taxable under this Act, including but not limited to the services] listed in Second Schedule, which is provided by a person from his office or place of business in the Punjab in the course of an economic activity, including the commencement or termination of the activity.

Explanation.--This sub-section deals with services provided by a person regardless whether such services are provided to a resident person or a non-resident person.

(2) If a service [2][, including but not limited to the services] listed in Second Schedule is provided to a resident person by a non-resident person in the course of an economic activity, including the commencement or termination of the activity, it shall be treated as a taxable service.

Explanation.--This sub-section deals with services provided by a non-resident person to a resident person whether or not the end consumers, if any, of such services are identifiable for purposes of this Act or the rules.

(3) For purposes of sub-section (2), where a person has a registered office or place of business in the Punjab and another outside the Punjab, the registered office or place of business in the Punjab and that outside the Punjab shall be treated as separate legal persons.

---

1 Substituted for the expression "such exclusion as mentioned in Second Schedule, a taxable service is a service" by the Punjab Finance Act, 2025 (LVIII of 2025) (Assented on 30th June, 2025), reported as PTCL 2025 BS. 445.

2 The expression added by the Punjab Finance Act, 2025 (LVIII of 2025) (Assented on 30th June, 2025), reported as PTCL 2025 BS. 445.

(4) The Authority may, with prior approval of the Government, by notification in the official Gazette, prescribe rules for determining the conditions under which a particular service or class of service shall be considered to have been provided by a person from his registered office or place of business in the Punjab.

(5) For purposes of this Act and the rules, providing of service shall, where the context so requires, include rendering, supply, initiation, origination, execution, reception, consumption or termination of a service whether in whole or in part.

[1][(6) * * *]

[2][**3A. Tax-free services.**--Notwithstanding anything contained in this Act and subject to any condition and to the extent specified therein; all services mentioned in the First Schedule shall be tax-free services under this Act.]

4. Application of principles of origin and reverse charge in certain situations.--(1) Where a person is providing taxable services in a Province other than the Punjab but the recipient of such services is resident of the Punjab or is otherwise availing such services in the Punjab and has charged tax accordingly, the person providing such services shall pay the amount of tax so charged to the Government.

(2) Where the recipient of a taxable service is a person registered under the Act, he shall deduct the whole amount of tax in respect of the service received and pay the same with the Government.

---

1 Sub-section (6) omitted by the Punjab Finance Act, 2025 (LVIII of 2025) (Assented on 30th June, 2025), reported as PTCL 2025 BS. 445. At the time of omission sub-section (6) was as under:--

"[a][(6) The services mentioned in the First Schedule are not exhaustive and all the services mentioned in the Second Schedule, rules and circulars shall be taxable services.]"

a Sub-section (6) inserted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

2 Section 3A inserted by the Punjab Finance Act, 2025 (LVIII of 2025) (Assented on 30th June, 2025), reported as PTCL 2025 BS. 445.

(3) Where a person is providing taxable services in more than one Province or territory in Pakistan including the Punjab, such person shall be liable to pay tax to the Government to the extent the tax is charged from a person resident in the Punjab or from a person who is otherwise availing such services in the Punjab.

(4) Where rendering of a taxable service originates from the Punjab but terminates outside Pakistan, such person shall be required to pay tax on such service to the Government.

(5) Where a taxable service originates from outside Pakistan but is received or terminates in the Punjab, the recipient of such service shall be liable to pay the tax to the Government.

(6) The persons who are required to pay the tax to the Government in terms of sub-sections (1), (2), (3), (4) and (5) shall be liable to registration for purposes of this Act and the rules.

(7) All questions or disputes relating to the application of the principle of origin given in this section shall be resolved in terms of the already recorded understanding between the Federal Government and the Provincial Governments on the implementation of reformed General Sales Tax provided that pendency of any such question or dispute shall not absolve the concerned person from his obligation to deposit the tax.

(8) The provisions of this section shall apply notwithstanding any other provision of this Act or the rules and the Government may specify special procedure to regulate the provisions of this section.

5. Amendment in [1][* * *] Schedule.--(1) The Government may, by notification in the official Gazette, make an amendment in [2][First or] Second Schedule by modifying, adding or deleting any entry or entries with reference to the classification, if any,

---

1 The word "Second" omitted by the Punjab Finance Act, 2025 (LVIII of 2025) (Assented on 30th June, 2025), reported as PTCL 2025 BS. 445.

2 The words inserted by the Punjab Finance Act, 2025 (LVIII of 2025) (Assented on 30th June, 2025), reported as PTCL 2025 BS. 445.

description of any service or class of services and the rate or rates of tax chargeable on any service or class of services not exceeding the maximum rate prescribed in [1][Serial No. 1 of the Part-I of] Second Schedule.

(2) A notification issued under sub-section (1) shall be effective from such date as may be specified in the notification but such date shall not be prior to the date on which the notification is published in the official Gazette.

(3) The Government shall at the time of presenting the Annual Budget Statement for the next financial year, lay before the Provincial Assembly of the Punjab all the notifications relating to the amendments in the [2][First or] Second Schedule during the current financial year.

6. Economic activity.--(1) An economic activity means any activity carried on whether continuously, regularly or otherwise by a person that involves or is intended to involve the provision of services to another person and includes--

(a) an activity carried on in the form of a business, including a profession, calling, trade, or undertaking of any kind, whether or not the activity is undertaken for any consideration or profit;

(b) the supply of movable [3][or immovable] property by way of lease, license or such similar arrangement; and

(c) a one-time transaction or concern in the nature of a business or trade.

---

1 The expression inserted by the Punjab Finance Act, 2025 (LVIII of 2025) (Assented on 30th June, 2025), reported as PTCL 2025 BS. 445.

2 The words inserted by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026), reported as PTCL 2025 BS. 445.

3 The words inserted by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780.

(2) Anything done or undertaken during the commencement or termination of an economic activity shall be construed as part of the economic activity.

(3) An economic activity does not include--

(a) the activities of an employee providing services in that capacity to an employer; or

(b) a private recreational pursuit or hobby of an individual.

7. Value of a taxable service.--(1) The value of a taxable service is the [1][gross amount of] consideration (by whatever name called such as charges or price) in money including all the Federal and the Provincial duties, taxes or charges, if any, which the person providing a service receives from the recipient of the service but does not include the amount of the tax.

(2) In case the consideration for a service is in kind or is partly in kind and partly in money, the value of the service shall mean the open market price of the service as determined under section 8 excluding the amount of the tax.

(3) In case the person who provides the service and the recipient of the service are associated persons and the service is supplied for no consideration or for a consideration which is lower than the price at which the person provides the service to other persons who are not associated persons, the value of the service shall mean the price at which the service is provided to such other persons but does not include the tax.

(4) In case a person provides a service for no consideration or for a consideration which is lower than the price at which such a service is provided by such person, the value of the service shall mean the open market price for such a service.

(5) In case of trade discounts, the value of the service

---

1 The words inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

shall mean the discounted price, excluding the amount of the tax, provided the invoice shows that the discounted price and the related tax and the discount allowed is in conformity with customary business practice.

(6) In case there is reason to believe that the value of a service has not been correctly declared in the invoice or for any special nature of transaction it is difficult to ascertain the value of a service, the value of the service shall be the open market price.

(7) Notwithstanding anything in sub-sections (1) to (6), where the Authority deems it necessary, it may, by notification in the official Gazette, fix the value of any service or class of services and for that purpose fix different values for different classes or descriptions of the same or similar types of services but if the value at which the service is provided is higher than the value fixed by the Authority, the value of the service shall, unless otherwise directed by the Authority, be the value at which the service is provided.

Explanation.--For the purpose of this section, the value of the utilities or facilities, if any, ancillary to providing of taxable services shall be included in the value of such services.

(8) The Authority may, by notification in the official Gazette, issue valuation rules for any service or class of services for purposes of assessment or determination and payment of tax under this Act and prescribe threshold, parameters, standards, methods, formula, criteria or bases for the determination of value of any taxable service or class of taxable services and the assessment of the tax on any service or class of services.

8. Open market price.--(1) The open market price of a service is--

(a) the price, the service would fetch in an open market transaction freely entered into between persons who are not associated persons; or

(b) if it is not possible to determine an amount under paragraph (a), the price a similar service would

fetch in an open market transaction freely made between persons who are not associated persons, adjusted to take account of the differences between the similar service and the actual service,

(c) determined on the basis of the market conditions prevailing at the time and place at which the service is provided.

(2) If the open market price of a service cannot be determined under sub-section (1), it may be determined by using any method or formula specified by the Authority for calculating an objective approximation of the price, the service would fetch in an open market transaction freely made between persons who are not associates.

9. Provision of services over a period of time.--(1) Where a service is provided over a period of time and payment for the same is made on a periodic basis, the service shall be treated as comprising two or more separate and distinct services each corresponding to the part of the service to which each separate part of the consideration relates.

ILLUSTRATIONS

(a) Where services are provided for a two year period and payment is made on a semi-annual basis, the provision of services for each six month period constitutes a separate service.

(b) Where an insurance company provides an insurance policy over a five year period and receives a premium on an annual basis, each premium relates to a separate service.

Note: The above illustrations are merely explanatory and shall not be construed as conclusive in any manner whatsoever.

(2) This section does not apply to services for which payment is made on installments basis.

***

Chapter II

SCOPE OF TAX

10. Scope of tax and allied matters.--(1) Subject to the provisions of this Act and the rules, there shall be charged, levied, collected and paid the tax on the value of a taxable service at the rate or rates specified in the Second Schedule.

(2) The Government may, on the recommendation of the Authority and subject to such conditions and restrictions as the Government may impose, by notification in the official Gazette, declare that in respect of any taxable service provided by a registered person or a class of registered persons, the tax shall be charged, levied and collected at such higher, lower, fixed or specific rate or rates as may be specified in the said notification.

(3) Notwithstanding other provisions of this Act, the Authority may, with the prior approval of the Government and by notification in the official Gazette and subject to the conditions, restrictions, limitations or otherwise, fix the limit or threshold of annual turnover of any service or class of services provided by any person or class of persons below which such person or class of persons shall be exempt from payment of tax under the Act.

[1][(4) * * *

---

1 Sub-sections (4) & (5) omitted by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463. At the time of omission sub-sections (4) & (5) were as under:--

"(4) A person required to pay tax under this Act shall be entitled to deduct from the payable amount, the amount of tax already paid by him on the receipt of taxable services used exclusively in connection with taxable services provided by such person subject to the condition that he holds a true and valid tax invoice not older than six tax periods, showing the amount of tax earlier charged and paid under the Act on the services so received but the Authority may, by notification in the official Gazette, disallow or restrict such deduction in case of any service or services as it may deem appropriate.

(5) * * *]

[1]**[10A. Option to charge tax at standard rate.--**(1) Where any service or class of services is chargeable at a reduced rate under [2][Part-III of] the Second Schedule, any person or class of persons providing such service or services may, with the permission of the Authority, opt to charge sales tax at the standard rate subject to such conditions, restrictions and limitations as may be specified by the Authority.

(2) The permission granted under subsection (1) shall be irrevocable except with the permission of the Authority.

(3) Where the Authority has reasons to believe that the taxpayer has misused the option, the Authority may withdraw the permission granted under subsection (1) at any time after affording an opportunity of being heard.]

11. Person liable to pay tax.--(1) Where a service is taxable by virtue of sub-section (1) of section 3, the liability to pay the tax shall be on the registered person providing the service.

(2) Where a service is taxable by virtue of sub-section (2) of section 3, the liability to pay the tax shall be on the person receiving the service.

(3) The Authority may, by notification in the official Gazette, specify the service or services in respect of which the liability to pay tax shall be on any person, other than the person providing the taxable service, or the person receiving the taxable

---

[a][(5) For purposes of subsection (4), the amount of tax entitled to be deducted shall not include any amount of additional tax, default surcharge, fine, penalty or fee imposed or charged under the Act.]"

a. Sub-section (5) inserted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

1 Section 10A inserted by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021), reported as PTCL 2021 BS. 738.

2 The expression inserted by the Punjab Finance Act, 2025 (LVIII of 2025) (Assented on 30th June, 2025), reported as PTCL 2025 BS. 445.

service.

(4) Nothing contained in this section shall prevent the collection of tax from a different person if that person is made separately or jointly or severally liable for the tax under section 19.

[1]**[11A. Liability of a registered person.--**Subject to the provisions of subsection (1) of section 11, where a registered person receiving the taxable service fails to make payment of the tax to a service provider within one hundred and eighty days from the date of the tax invoice and such service provider has also not made the payment thereof within the prescribed due date, the person providing and the person receiving taxable service shall, jointly and severally, be liable for payment of such tax.

Explanation I: The tax shall include the total amount of the tax and also the tax as was liable to be withheld or deducted by service recipient as notified under section 14 of the Act.

Explanation II: The registered person shall include a person covered by the "withholding agent" as notified under section 14 of the Act.]

12. Exemptions.--(1) Notwithstanding the provisions of sections 3 and 10, the Authority may, with the approval of the Government and subject to such conditions, limitations or restrictions as it may impose, by notification in the official Gazette, exempt--

(a) taxable service or services from the whole or any part of the tax;

(b) taxable service or services provided by a person or class of persons from the whole or any part of the tax;

(c) recipient or recipients of service or services, including international organizations and

---

1 Section 11A inserted by the Punjab Finance Act, 2017 (XII of 2017) (Assented on 15th June, 2017), reported as PTCL 2017 BS. 501.

institutions, from the payment of the whole or any part of the tax; and

(d) a class of persons, any area or areas of the Punjab from the whole or any part of the tax.

(2) The exemption under sub-section (1) may be allowed from any previous date specified in the notification issued under sub-section (1).

13. Effect of change in the rate of tax.--If there is a change in the rate of tax, the taxable services shall be charged to tax at such rate as is in force at the time the service is provided.

14. Special procedure and tax withholding provisions.--(1) Notwithstanding anything contained in this Act, the Authority may, by notification in the official Gazette, prescribe a special procedure for the payment of tax, registration, book keeping, invoicing or billing requirements, returns and other related matters in respect of any service or class of services, as may be specified.

(2) Notwithstanding other provisions of this Act, the Authority may require any person or class of persons whether registered or not for the purpose of this Act to withhold full or part of the tax charged from such person or class of persons on the provision of any taxable service or class of taxable services and to deposit the tax so withheld, with the Government within such time and in such manner as it may, by notification in the official Gazette, specify.

[1][*Explanation:* The word "charged" used in this subsection means and includes the tax liable to be charged under this Act or the rules made thereunder.]

[2][(3) Where a person or class of persons is required to

---

1 Explanation added by the Punjab Finance Act, 2019 (XV of 2019) (Assented on 28th June, 2019), reported as PTCL 2019 BS. 759.

2 Sub-section (3) inserted by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463.

withhold or deduct full or part of the tax on the provision of any taxable service or class of taxable services and either fails to withhold or deduct the tax or having withheld or deducted the tax, fails to deposit the tax in the Government treasury, such person or class of persons shall be personally liable to pay the amount of tax to the Government in the prescribed manner.]

[1][**14A. Special procedure for collection of tax, *etc.***--(1) Notwithstanding anything contained in this Act, the Authority may require any other person or class of persons, not necessarily being a service provider or a service recipient in a particular transaction, to collect full or part of the tax charged from another person or class of persons on the provision of any taxable service or class of taxable services and to deposit the tax so collected, in the Government treasury within such time and in such manner as the Authority may, by notification in the official Gazette, specify.

(2) For purposes of subsection (1), the special procedure prescribed for collection and payment of tax may also provide for registration, book keeping, invoicing or billing requirements, returns and other related matters in respect of any service or class of services, as may be specified.

(3) Where a person or class of persons is required to collect full or part of the tax on the provision of any taxable service or class of taxable services and either fails to collect the tax or having collected the tax, fails to deposit the tax in the Government treasury, such person or class of persons shall be personally liable to pay the amount of tax to the Government in the prescribed manner.]

15. Delegation of power to collect, administer and enforce tax on certain services.--(1) The Government may, in accordance with Article 147 of the Constitution of the Islamic Republic of Pakistan, authorize the Federal Board of Revenue or any other Federal agency or person to administer, collect and enforce the

---

1 Section 14A inserted by the Punjab Finance Act, 2017 (XII of 2017) (Assented on 15th June, 2017), reported as PTCL 2017 BS. 501.

levy of tax on such taxable services as it may notify and in such mode and manner and for such period as may be prescribed and subject to such limitations, restrictions and conditions as it may deem appropriate.

(2) The Government may, by notification in the official Gazette, authorize any Provincial agency, department, organization or person to administer, collect and enforce the levy of tax on such taxable services as it may notify in such mode and manner and for such period as it may prescribe and subject to such restrictions and conditions as it may impose.

(3) At the end of the period prescribed under sub-section (1), the tax on taxable services notified under sub-section (1) shall be administered, collected and enforced by the Authority in the same mode and manner as all other taxable services.

[1][**16. Deduction and adjustment of tax on inputs to the business.--**(1) A person required to pay tax under this Act shall be entitled to deduct from the payable amount, the amount of tax payable or already paid by him on the receipt of taxable services exclusively used in connection with the taxable services he provides, subject to the condition that he holds a true and valid tax invoice not older than six tax periods, showing the amount of tax charged under the Act on the services so received, but the Authority may disallow or subject to additional conditions may restrict such deduction in cases or with respect to taxable services

---

1 Section 16 substituted by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463. At the time of substitution Section 16 was as under:--

"16. Adjustments.--(1) The Authority may, subject to such conditions and restrictions as it may specify, allow registered persons to claim adjustments or deductions, including refunds arising as a result thereof, in respect of the tax paid under any other law on any account in respect of any taxable service or goods or class of taxable services or goods provided by them.

(2) For purposes of sub-section (1), the Authority may adopt the principles or concepts laid down in such other law in respect of adjustments, deductions or refunds including zero-rating principle.

(3) For the purpose of removal of any doubt it is clarified that no adjustment or deduction of any tax payable under any other law shall be claimed by any person except in the manner and to the extent specified in the notification issued under sub-section (1)."

or goods specified in section 16A or section 16B or the rules.

[1][(2) Subject to provisions of section 16A or section 16B or to such conditions and restrictions as may be prescribed, the Authority may allow a registered person to claim adjustment, deduction, or refund in respect of the tax paid or payable under any other law in for any taxable service or goods or class of taxable service or goods used in connection with the provision of a taxable service by such person, [2][if he holds a valid tax invoice or declaration of import of goods not older than six tax periods bearing his name and National Tax Number].]

(3) For purposes of subsection (2), the Authority may adopt the principles or concepts laid down in such other law in respect of adjustments, deductions or refunds including zero-rating principle.

[3][(4) Notwithstanding anything contained in this Act or the rules made thereunder, the Authority, with the approval of the Government, may, by notification in the official Gazette and subject to such conditions, limitations or restrictions as may be specified therein, allow a registered person or class of persons to deduct such amount of input tax from the output tax as may be specified in the notification.]]

---

1 Sub-section (2) substituted by the Punjab Finance Act, 2017 (XII of 2017) (Assented on 15th June, 2017), reported as PTCL 2017 BS. 501. At the time of substitution sub-section (2) was as under:--

"(2) The Authority may, subject to section 16A or section 16B or to such conditions and restrictions as may be prescribed, allow registered persons to claim adjustments or deductions, including refunds arising as a result thereof, in respect of the tax paid or payable under any other law in respect of any taxable service or goods or class of taxable services or goods used in connection with the taxable services such persons provide."

2 Substituted for the words "on his furnishing a tax invoice or declaration of import of goods in his name which bears his National Tax Number" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

3 Sub-section (4) substituted by the Punjab Finance Act, 2017 (XII of 2017) (Assented on 15th June, 2017), reported as PTCL 2017 BS. 501.At the time of substitution sub-section (4) was as under:--

"(4) For purposes of subsections (1) and (2), the amount of tax to be deducted or adjusted shall not include any amount of additional tax, default surcharge, fine, penalty or fee imposed or charged under this Act or any other law."

[1][(5) For purposes of subsection (1) or subsection (2), the amount of tax to be deducted or adjusted shall not include any amount of additional tax, further tax, extra tax, default surcharge, fine, penalty or fee imposed or charged under this Act or any other law.]

[2]**[16A. Certain transactions not admissible.--**(1) Notwithstanding anything contained in this Act or any other law for the time being in force, [3][payment of amounts of one or more transactions made to the same person in one tax period where the aggregate of such amounts exceeds fifty thousand rupees including the amount of sales tax but excluding any payments made on account of utilities], shall be made by a crossed cheque drawn on a bank or by crossed bank draft or crossed pay order or any other crossed banking instrument showing transfer of the amount of the sales tax invoice in favour of the service provider from the business bank account of the service recipient.

(2) Online transfer of payment from the business account of service recipient to the business account of service provider as well as payments through credit card shall be treated as transactions through the banking channel, subject to the condition that such transactions are verifiable from the bank statements of the respective service recipient and the service provider.

(3) The service recipient shall not be entitled to claim input tax credit, adjustment or deduction, or refund, repayment or zero-rating of tax under this Act if payment for the amount is made otherwise than in the manner prescribed in subsection (1), provided that payment in case of a transaction on credit is transferred within one hundred and eighty days of issuance of the tax invoice.

(4) The amount transferred in terms of this section shall

---

1 Sub-section (5) inserted by the Punjab Finance Act, 2017 (XII of 2017) (Assented on 15th June, 2017), reported as PTCL 2017 BS. 501.

2 Section 16A inserted by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463.

3 Substituted for the words "payment of the tax amount for a transaction exceeding value of fifty thousand rupees" by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

be deposited in the business bank account of the service provider; otherwise, the service provider shall not be entitled to claim input tax credit, adjustment or deduction, or refund, repayment or zero-rating of tax under this Act.

Explanation.--For purposes of this section, the term "business bank account" means a bank account utilized by the registered person for business transactions, declared to the Authority in the prescribed manner.]

[1][**16B. Tax credit not allowed.--**](1) Notwithstanding anything contained in this Act or the rules, a registered person shall not be entitled to claim input tax adjustment in respect of:

(a) capital goods (plant, machinery, equipment and others) not exclusively useable or used in providing taxable services;

(b) goods and services already in use on which the tax is not paid, or, where paid, the input adjustment has been taken before the commencement of the Act or where the input related goods and services were purchased or acquired before such commencement;

(c) utility bills not in the name of registered person with reference to his registered premises unless evidence of consumption is produced in the matter of such claims;

(d) the tax claimed as input tax on services where such tax amount has not been deposited by the supplier or the service provider or where the evidence of such payment is not produced;

(e) carry forward of the input tax adjustment relating to the period prior to the commencement of the Act;

(f) goods and services received against false, fake, forged, flying, untrue, unreal or unrelated invoices or against purchases from the persons black listed or

---

1 Section 16B inserted by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463.

suspended by the Authority or by the Federal Board of Revenue or by any other Provincial authority;

[1][(ff) the goods and services received against invoices issued by the persons not appearing in the active taxpayers list of the Authority or FBR;]

(g) goods and services liable to a tax rate lesser than [2][fifteen] per cent of the charges or to a specific rate of tax not based on value when used for providing or rendering any service;

(h) goods and services used or consumed in a service liable to a rate of tax lesser than the [3][fifteen] per cent of the charges or to a specific rate of tax not based on value;

(i) vehicles including three and two wheelers;

(j) food, beverages, garments, fabrics or others and consumption on entertainment, amusement, recreation or enjoyment;

(k) gift and giveaway;

(1) goods or services used or to be used for any purpose other than for taxable supplies made or to be made by him;

(m) goods and services acquired for personal or non-business consumption;

[4][(n) goods and services not related to the taxable

---

1 Clause (ff) inserted by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026.

2 Substituted for the word "sixteen" by the Punjab Finance Act, 2019 (XV of 2019) (Assented on 28th June, 2019), reported as PTCL 2019 BS. 759.

3 Substituted for the word "sixteen" by the Punjab Finance Act, 2019 (XV of 2019) (Assented on 28th June, 2019), reported as PTCL 2019 BS. 759.

4 Clause (n) substituted by the Punjab Finance Act, 2019 (XV of 2019) (Assented on 28th June, 2019), reported as PTCL 2019 BS. 759. At the time of substitution Clause (n) was as under:--

"(n) goods and services not related to the taxable supplies made by the registered person;"

supplies made or services rendered by the registered person;]

[1][(nn) tax free services including rendering and consumption of goods or services;]

(o) goods and services in respect of which input tax adjustment is barred under the respective federal and provincial sales tax law;

(p) sales tax paid to the Federal Government or any other Provincial Government for supply of goods or provision of services, if the sales tax law of the Federation or the Province concerned does not allow adjustment of tax paid under this Act;

(q) from the date to be notified by the Authority, such goods and services which, at the time of filing of return by the buyer, have not been declared by the supplier in his return;

(r) further tax, extra tax and value addition tax levied under the Sales Tax Act, 1990, and the rules or notifications issued thereunder;

[2][(rr) an amount of sales tax paid on goods or services exceeding the following limits, in case of:

(i) telecommunication services, nineteen and a half per cent *ad valorem*;

---

1 Clause (nn) inserted by the Punjab Finance Act, 2025 (LVIII of 2025) (Assented on 30th June, 2025), reported as PTCL 2025 BS. 445.

2 Clause (rr) substituted by the Punjab Sales Tax on Services (Amendment) Act, 2026 (XXXVIII of 2026) (Assented on 14th May, 2026), reported as PTCL 2026 BS. 54. At the time of substation Clause (rr) was as under:--

"[a][(rr) amount of sales tax paid on:

(i) telecommunication services in excess of nineteen and a half percent *ad valorem*;

(ii) carriage of goods by rail or road in excess of fifteen percent *ad valorem*; and

(iii) other services in excess of sixteen percent *ad valorem*;]"

a Clause (rr) inserted by the Punjab Finance Act, 2025 (LVIII of 2025) (Assented on 30th June, 2025), reported as PTCL 2025 BS. 445.

(ii) carriage of goods by rail or road, fifteen per cent *ad valorem*; and

(iii) all other goods or services, sixteen per cent *ad valorem*.]

(s) goods used in, or permanently attached to, immoveable property, such as building and construction material, paints, electrical and sanitary fittings, pipes, wires, cables, glass products and furniture, furnishings, office equipment, excluding those directly used in the economic activity of registered persons paying sales tax at a rate of not less than sixteen per cent; and

(t) such goods or services as are notified or specified by the Authority to be inadmissible for input tax adjustment.

(2) No person other than a registered person shall make any deduction or reclaim input tax in respect of taxable services made or to be made by him.

(3) Notwithstanding anything contained in any other law for the time being in force or any decision of any court, for purposes of this section, no input tax credit shall be allowed to the persons who paid fixed tax under any provisions of this Act or under the respective federal or provincial sales tax law.]

[1][**16C. Extent of adjustment of input tax**.--(1) Notwithstanding anything contained in this Act, a registered person

---

1 Section 16C substituted by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472. At the time of substitution Section 16C was as under:--

"[*a*][**16C. Adjustment of input tax paid on certain goods and services.--** Notwithstanding anything contained in this Act, the input tax paid on acquisition of such of the capital goods, machinery and fixed assets as are classified under section XVI, Chapters 84 and 85 of the First Schedule of the Customs Act, 1969 (IV of 1969) shall be adjustable against the output tax in twelve equal monthly instalments.]"

a Section 16C inserted by the Punjab Finance Act, 2017 (XII of 2017) (Assented on 15th June, 2017), reported as PTCL 2017 BS. 501.

shall not be allowed to adjust input tax in a tax period in excess of [1][eighty] percent of the output tax for that tax period.

(2) The Authority may by notification in the official Gazette exclude any person or class of persons from the purview of sub section (1).]

[2]**[16CC. Adjustment of input tax on certain goods and services.--**Notwithstanding anything contained in section 16C and subject to section 16B, input tax on capital goods, machinery, and fixed assets shall be adjusted against output tax in twelve equal monthly instalments.]

[3]**[16CCC. Input tax management through risk-based evaluation system.--**(1) Notwithstanding anything contained in this Act or the rules, the Authority may establish, administer, and implement a risk-based evaluation system for the purpose of identifying, analyzing, evaluating, and monitoring the risks associated with the input tax claims, adjustments, credits, and refunds.

(2) The Authority may, on the basis of risk parameters, data analytics, or any other relevant information, establish and maintain a risk register for the categorization and profiling of taxpayers, suppliers, transactions, or classes thereof, for the purposes of risk assessment, compliance monitoring, and enforcement under this Act.

(3) Where any input tax claim or adjustment is identified as carrying risk, the Authority may, for the reasons to be recorded in writing and subject to such procedure as may be

---

1 Substituted for the word "[a][ninety]" by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026).

a. Substituted for the word "eighty" by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

2 Section 16CC inserted by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026).

3 Section 16CCC inserted by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026).

prescribed:

(a) defer the admissibility of such claim pending for verification; or

(b) disallow input tax credit or adjustment, in whole or in part; or

(c) require the registered person to furnish additional information or evidence; or

(d) select the case for audit or investigation.

(4) All input tax claims, credits, adjustments, or refunds shall be subject to verification, evaluation, and determination through the risk management system established by the Authority under this Act.

(5) No adverse action under this section shall be taken without providing an opportunity of being heard to the person to be affected thereby.

(6) The person, aggrieved by the action taken under this section, may contest such action by filing application along with relevant documents before the Commissioner concerned, who shall decide such application within thirty days.

(7) The Authority may prescribe the manner of operation, risk parameters, safeguards, and governance framework of the risk management system.]

[1][**16D. Refunds.--**Notwithstanding anything contained in this Act and subject to the conditions and restrictions as may be prescribed, the Authority or any officer authorized by the Authority, may allow a registered person refund of the tax claimed to have been paid through inadvertence, error or misconstruction.]

***

---

1 Section 16D added by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

Chapter III

PAYMENT AND COLLECTION OF TAX ON TAXABLE SERVICES

17. Collection of excess tax.--(1) Any person who has collected or collects the tax or charge, whether under misapprehension of any provision of this Act or otherwise, which was not payable as tax or charge or which was in excess of the tax or charge actually payable and the incidence of which had been passed on to the person to whom the service was provided, shall pay the amount of tax or charge so collected to the Government.

(2) Any amount payable to the Government under sub-section (1) shall be deemed to be an arrear payable under the Act and shall be recovered accordingly.

(3) The burden of proof that the incidence of tax or charge referred to in sub-section (1) has been or has not been passed to the person to whom the service is provided shall be on the person collecting the tax or charge.

18. Time, manner and mode of payment.--[1][(1) Notwithstanding anything to the contrary contained in this Act or any other law for the time being in force, tax in respect of a taxable service provided during a tax period shall be paid by a person at the time of filing the return in respect of that period under Chapter VI.]

---

1 Sub-section (1) substituted by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780. At the time of substitution sub-section (1) was as under:--

"(1) The tax in respect of a taxable service provided during a tax period shall be paid by a person at the time of filing the return in respect of that period under Chapter VI."

(2) For purposes of sub-section (1), a taxable service shall be considered to have been provided in the tax period during which--

(a) it was provided to the recipient;

(b) an invoice for the value of the taxable service was issued or was due to be issued or sent or due to be sent to the recipient; or

(c) consideration for the same was received--,

whichever is earlier.

(3) Notwithstanding anything contained in sub-section (1), the Authority may, by a notification in the official Gazette, direct that the tax in respect of any taxable service or such class of taxable services shall be charged, collected and paid in any other way, mode, manner or time as may be specified in the notification.

(4) The tax due on taxable services shall be paid by any of the following modes:--

(a) through deposit in a bank designated by the Authority; or

(b) through such other mode and manner as may be specified by the Authority.

19. Joint and several liability of registered persons where tax unpaid.--(1) Where a registered person receiving a taxable service from another registered person is in the knowledge of or has reasonable grounds to suspect that some or all of the tax payable in respect of that taxable service provided would go unpaid as against the requirements of this Act, such person as well as the person providing the taxable service shall be jointly and severally liable for payment of such unpaid amount of the tax.

(2) The Authority may, by notification in the official Gazette, exempt any person, service or transaction or class of persons, services or transactions from the provision of sub-

section (1).

20. Sales of taxable activity or transfer of ownership.--(1) Where the ownership of any business providing taxable services is sold, transferred or otherwise disposed of as an ongoing concern or activity, the fact of such sale, transfer or other disposition shall be intimated to the Commissioner within one month of the occurrence of such fact by the former owner.

(2) The tax chargeable on the taxable services provided in the business referred to in sub-section (1) shall be accounted for and paid by the person to whom sale or other disposition of such business is made or ownership thereof is transferred and every such person shall be liable to registration under this Act.

21. Estate of deceased person.--The tax liability of a deceased registered person under this Act shall be the first charge on his estate in the hands of his successors.

22. Estate in bankruptcy.--(1) Where a registered person is declared bankrupt, the tax liability under this Act shall pass on to the estate in bankruptcy if it continues to operate the business.

(2) Where the tax liability is incurred by an estate in bankruptcy, the tax shall be deemed to be a current expenditure in the operations of the estate in bankruptcy and shall be paid before the claims of all other creditors are settled.

23. Liability for payment of tax in case of private companies or business enterprises.--Where any private company or business enterprise is wound up and any tax chargeable on or payable by the company or business enterprise, whether before, or in the course, or after its liquidation, in respect of any tax period cannot be recovered from the company or business enterprise, every person who was an owner of, or partner in, or director of the company or business enterprise during the relevant period shall, jointly and severally with such persons be liable for payment of

such tax.

24. Assessment of tax.--(1) Where on the basis of any information acquired during an audit, inquiry, inspection or otherwise, an officer of the Authority is of the opinion that a registered person has not paid the tax due on taxable services provided by him or has made short payment, the officer shall make an assessment of the tax actually payable by that person and shall impose a penalty and charge default surcharge in accordance with sections 48 and 49.

(2) No order under sub-section (1) shall be made unless a notice to show cause is given to the person in default within [1][eight] years from the conclusion of the tax period to which the assessment relates [2][for tax periods ending before 1st of July 2022, and within five years from the end of the financial year in which the tax period to which the assessment relates falls for tax periods ending on or after 1st July 2022] specifying the grounds on which it is intended to proceed against him and the said officer shall take into consideration the representation made by such person and provide him with an opportunity of being heard if the person so desires.

[3][(3) An order under subsection (1) shall be made within one year from the end of the financial year in which the show cause notice is issued.]

(4) In computing the period specified in sub-section (3), any period during which the proceedings are adjourned on account

---

1 Substituted for the word "five" by the Punjab Finance Act, 2017 (XII of 2017) (Assented on 15th June, 2017), reported as PTCL 2017 BS. 501.

2 The words inserted by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

3 Sub-section (3) substituted by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323. At the time of substitution sub-section (3) was as under:--

"(3) An order under sub-section (1) shall be made within one hundred and twenty days of issuance of the show cause notice or within such extended period as the officer may, for reasons to be recorded in writing, fix provided that such extended period shall ordinarily not exceed sixty days."

of a stay order or proceedings under section 69 [1][* * *] shall be excluded.

(5) An order passed by an officer under sub-section (1) may be further amended as may be necessary when on the basis of any additional information acquired during an audit, inquiry, inspection or otherwise, the officer is satisfied that--

(a) any tax has been under-assessed or assessed at a low rate; or

(b) any taxable service provided by the person has escaped assessment.

(6) The provisions of sub-sections (2), (3) and (4) shall be applicable to an order passed under sub-section (5).

[2][**24A. Determination of minimum tax liability.--** Notwithstanding anything contained in section 24, where a registered person fails to file a return, an officer of the Authority, shall, subject to such conditions as specified by the Authority, determine the minimum tax liability of the registered person.]

***

---

1 The words "or the time taken through adjournments by the person" omitted by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

2 Section 24A inserted by the Punjab Finance Act, 2019 (XV of 2019) (Assented on 28th June, 2019), reported as PTCL 2019 BS. 759.

Chapter IV
REGISTRATION

25. Registration.--(1) A person shall register under this Act, who--

(a) provides any taxable service from his office or place of business in the Punjab; or

(b) is otherwise required to be registered under any of the provisions of the Act or the rules; or

(c) fulfills any other criteria or requirements which the Authority may prescribe under sub-section (2).

(2) The registration under this section will be regulated in such manner and subject to such conditions and restrictions as the Authority may, by notification in the official Gazette, prescribe.

(3) A person who receives a service, which is a taxable service by virtue of sub-section (2) of section 3, and is not a registered person shall be deemed to be a registered person for the purposes of the tax period in which--

(a) such person receives the service;

(b) an invoice for the value of the service is issued or sent to or received by the person; or

(c) consideration for the service is paid by the person--

whichever is earlier and all the provisions of this Act and the rules shall be applicable to such person for that particular tax period and any matters relating to, arising out of, or concerning that tax period as if that person had provided the service.

(4) The Authority may publish on its website a list of persons registered under this Act.

(5) It shall be reasonable for a person to believe that

another person is registered under this Act if that other person is on the list placed on the website of the Authority.

[1][*Explanation.*--Unless otherwise specified, no person shall be absolved of any tax liability for want of registration under this Act or the rules.]

26. Voluntary registration.--(1) A person who carries on an economic activity but is not required to be registered may apply for voluntary registration at any time.

(2) If a person who is not required to be registered applies for voluntary registration, the Authority may register the person if the Authority is satisfied that--

(a) the person is providing, or shall provide a service that is taxable service if the person was registered;

(b) the person has a place of business at which he carries on an economic activity;

(c) there are reasonable grounds to believe that the person shall keep proper records and file regular returns as prescribed under this Act and the rules; and

(d) if the person has commenced carrying on an economic activity, the person has--

(i) kept proper records in relation to his economic activity; and

(ii) complied with his obligations under other applicable taxation laws.

27. Compulsory registration.--(1) If the [2][Commissioner] is satisfied that a person who is required to be registered and has not

---

1 Explanation inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

2 Substituted for the word "Authority" by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780.

applied for registration, the [1][Commissioner] shall register the person and shall, not later than fifteen days before the day on which the registration takes effect, notify the person of the registration, the day on which it takes effect, and the registration number issued to the person.

(2) No person shall be registered compulsorily without being given an advance notice and an opportunity of being heard in such manner as the [2][Commissioner] may specify.

[3][(3) [4][The Commissioner may, by an order in writing], authorize any other officer to perform any of the functions under this section relating to compulsory registration of a person for any of the taxable services.]

28. Suspension of registration.--(1) Subject to sub-section (3), the [5][Commissioner] may temporarily inactivate the registration of a person if [6][he] is satisfied that the person--

(a) is not entitled to be registered; or

(b) has failed to comply with obligations under this Act

---

1 Substituted for the word "Authority" by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780.

2 Substituted for the word "Authority" by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780.

3 Sub-section (3) substituted by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780. At the time of substitution sub-section (3) was as under:--

"(3) The Authority may, by notification in the official Gazette, authorize any officer to perform any of the functions under this section relating to compulsory registration of a person for any of the taxable services."

4 Substituted for the words "The Authority may, by notification in the official Gazette" by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

5 Substituted for the word "Authority" by the Punjab Sales Tax on Services (Amendment) Act, 2026 (XXXVIII of 2026) (Assented on 14th May, 2026), reported as PTCL 2026 BS. 54.

6 Substituted for the word "it" by the Punjab Sales Tax on Services (Amendment) Act, 2026 (XXXVIII of 2026) (Assented on 14th May, 2026), reported as PTCL 2026 BS. 54.

or the rules.

(2) The [1][Commissioner] shall give notice to a registered person stating the reasons for temporary inactivation of the person's registration and the remedial actions required to be taken by the person in such time as may be specified in the notice.

(3) In case the [2][Commissioner] is not satisfied with the response of the person or the remedial action taken by him or does not receive any response in the specified time, the [3][Commissioner] may suspend that person's registration.

(4) The suspension of registration shall be effected by removing the name of the person from the list of registered persons published on the Authority's website.

(5) At any time within a period of sixty days of suspension, the [4][Commissioner] may withdraw the suspension if [5][he] is satisfied with the remedial actions taken by the person.

(6) Where, after sixty days, the suspension has not been withdrawn, the [6][Commissioner] may--

(a) institute proceedings against the person in respect of the alleged non-compliance under this Act;

---

1 Substituted for the word "Authority" by the Punjab Sales Tax on Services (Amendment) Act, 2026 (XXXVIII of 2026) (Assented on 14th May, 2026), reported as PTCL 2026 BS. 54.

2 Substituted for the word "Authority" by the Punjab Sales Tax on Services (Amendment) Act, 2026 (XXXVIII of 2026) (Assented on 14th May, 2026), reported as PTCL 2026 BS. 54.

3 Substituted for the word "Authority" by the Punjab Sales Tax on Services (Amendment) Act, 2026 (XXXVIII of 2026) (Assented on 14th May, 2026), reported as PTCL 2026 BS. 54.

4 Substituted for the word "Authority" by the Punjab Sales Tax on Services (Amendment) Act, 2026 (XXXVIII of 2026) (Assented on 14th May, 2026), reported as PTCL 2026 BS. 54.

5 Substituted for the word "it" by the Punjab Sales Tax on Services (Amendment) Act, 2026 (XXXVIII of 2026) (Assented on 14th May, 2026), reported as PTCL 2026 BS. 54.

6 Substituted for the word "Authority" by the Punjab Sales Tax on Services (Amendment) Act, 2026 (XXXVIII of 2026) (Assented on 14th May, 2026), reported as PTCL 2026 BS. 54.

(b) reinstate the person's registration; or

(c) if neither of the actions in clauses (a) and (b) is done, cancel the person's registration.

(7) No registration shall be cancelled unless the [1][Commissioner] either through enquiry, investigation or audit is satisfied that circumstances exist necessitating such cancellation and under no circumstances, the cancellation of registration shall absolve the person of his other obligations and liabilities under the Act or the rules.

29. De-registration.--(1) The [2][Commissioner] may de-register a registered person or such class of registered persons not required to be registered under this Act.

(2) Where any person registered under this Act believes that he does not satisfy the requirements for registration specified in section 25, he may make an application to the [3][Commissioner] to be de-registered.

(3) If upon receiving such an application, the [4][Commissioner] is satisfied that the person is not required to be registered under this Act and has fulfilled the obligations under the Act, it shall de-register such person.

(4) Where the [5][Commissioner] receives an application under sub-section (2), it shall dispose of the application within a period of three months from the date of the receipt of the

---

1 Substituted for the word "Authority" by the Punjab Sales Tax on Services (Amendment) Act, 2026 (XXXVIII of 2026) (Assented on 14th May, 2026), reported as PTCL 2026 BS. 54.

2 Substituted for the word "Authority" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

3 Substituted for the word "Authority" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

4 Substituted for the word "Authority" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

5 Substituted for the word "Authority" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

application, or within such extended period, not exceeding sixty days, as the [1][Commissioner] may, for reasons to be recorded in writing, fix.

[2][**29A. Restoration of registrations.--**The Authority may, subject to conditions as may be prescribed, reactivate, revive, reinstate or restore any registration which has been de-activated, suspended or cancelled for any reason or under any circumstances.]

***

---

1 Substituted for the word "Authority" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

2 Section 29A inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

Chapter V

BOOK KEEPING AND AUDIT PROCEEDINGS

30. Issuance of tax invoices.--(1) A registered person providing a taxable service shall issue a numbered and dated tax invoice containing the following particulars:--

(a) name, address and registration number of the service provider;

(b) name, address and registration number, if any, of the service recipient;

(c) description of service or services;

(d) value exclusive of the tax;

(e) amount of the tax; and

(f) value inclusive of the tax.

[1][(2) The Authority may, by notification in the official Gazette, specify a format of invoices to be issued by a registered person or a class of registered persons and prescribe a procedure for authentication of such invoices.

(3) The Authority or an officer authorized by the

---

1 Sub-sections (2) & (3) substituted by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472. At the time of substitution sub-sections (2) & (3) was as under:--

"(2) The Authority may, by notification in the official Gazette, specify such modified invoices for different services or persons and prescribe the manner and procedure for regulating the issuance and authentication of tax invoices.

(3) A registered person providing a taxable service may, subject to such conditions and restrictions as the Authority may, by notification in the official Gazette, specify, issue invoices to another registered person or other recipient of taxable service electronically and transmit images or statements of such invoices to the Authority as well as to the Commissioner, as may be specified."

Authority in this behalf, may require a registered person or a class of registered persons to issue invoices electronically in such manner as may be prescribed, and to transmit such invoices to the Authority, subject to such conditions and restrictions as the Authority may specify by notification in the official Gazette.]

31. Records.--(1) A registered person providing taxable service [1][or a person required to pay tax under this Act or rules] shall maintain and keep at his business premises or registered office in English or Urdu the following records of taxable service (including [2][exempt or tax free services]) provided by him or by his agent acting on his behalf in such form and manner as would permit ready ascertainment of his tax liability during a tax period--

[3][(a) record of services provided, including [4][exempt or tax free services], indicating the description, quantity and value of service, name, registration number and address of the person to whom services were rendered and the amount of tax charged;

(b) record of goods and services received, including

---

1 The words inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

2 Substituted for the words "exempt service" by the Punjab Finance Act, 2025 (LVIII of 2025) (Assented on 30th June, 2025), reported as PTCL 2025 BS. 445.

3 Clauses (a) to (h) substituted for Clauses (a), (b) and (c) by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472. At the time of substitution Clauses (a), (b) and (c) was as under:--

"(a) records of taxable service provided indicating--

(i) the description and type of service;

(ii) the value of the service;

(iii) the particulars of the person to whom the service was provided; and

(iv) any other information as may be specified by the Authority;

(b) records of exempt service; and

(c) such other records as may be specified by the Authority."

4 Substituted for the words "exempt service" by the Punjab Finance Act, 2025 (LVIII of 2025) (Assented on 30th June, 2025), reported as PTCL 2025 BS. 445.

exempt goods and [1][exempt or tax free services], indicating description, quantity and value of goods and services, name, address and registration number of the service provider or supplier of goods and the amount of the tax charged;

(c) record of goods imported indicating the description, quantity and value of goods and the amount of tax paid on imports;

(d) double entry accounts;

(e) bank statements and banking instruments;

(f) inventory records, utility bills, salary and labor bills, rent deeds and agreements;

(g) record required to be maintained and the declarations filed under any other law for the time being in force; and

(h) such other record as may be specified by the Authority.]

(2) The Authority may, by notification in the official Gazette, require a registered person or class of registered persons to declare and use as many number of business bank accounts as may be specified by the Authority in such notification to make or receive payments on account of providing [2][or receiving] services for the purpose of this Act and the rules and to make payment of due tax from such accounts.

(3) The Authority may, by notification in the official Gazette, specify that any person or class of persons registered under this Act shall use such electronic fiscal cash registers in such manner as are approved by the Authority.

---

1 Substituted for the word "services" by the Punjab Finance Act, 2025 (LVIII of 2025) (Assented on 30th June, 2025), reported as PTCL 2025 BS. 445.

2 The words inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

(4) The Authority may, by notification in the official Gazette, prescribe the procedure or software for electronic invoicing or billing, maintenance of records, filing of tax returns and for any other matter or approve any software for electronic invoicing or billing, maintenance of records and filing of returns by a registered person or class of such persons under this Act.

(5) The registered persons, whose accounts are subject to audit under the [1][Companies Act, 2017 *(XIX of 2017)*], shall be required to submit a copy of the annual audited accounts, along with a certificate by the auditors certifying the payment of the tax due and any deficiency in the tax paid by the registered person.

32. Retention and production of records and documents.-- (1) A person, who is required to maintain any record or documents under this Act, shall retain the record and documents for a period of [2][eight] years after the end of the tax period to which such record or documents relate [3][for tax periods before July 2022, and six years from the end of the financial year to which such record or documents relate for tax periods after 1st July 2022] or till the final decision in any proceedings including proceedings for assessment, appeal, revision, reference or petition, whichever is later.

(2) A person who is required to maintain any record or documents under this Act or any other law shall, as and when required by an officer not below the rank of the [4][Enforcement

---

1 Substituted for the expression "Companies Ordinance, 1984 *(XLVII of 1984)*" by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780.

2 Substituted for the word "[*a*][six]" by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780

a Substituted for the word "five" by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

3 The words inserted by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

4 Substituted for the words "Assistant Commissioner" by the Punjab Sales Tax on Services (Amendment) Act, 2026 (XXXVIII of 2026) (Assented on 14th May, 2026), reported as PTCL 2026 BS. 54.

Officer/Audit Officer], produce records or documents which are in his possession or control or in the possession or control of his agent, and where such records or documents have been stored as electronic data, he shall allow to such officer full and free access to, and use of, such data of any machine.

33. Audit proceedings.--(1) An officer authorized by the Authority or the Commissioner may, on the basis of the return or returns submitted by a registered person or the records maintained [1][or obtained] under this Act and the rules, conduct an audit of such person.

(2) In case the Authority or the Commissioner has any information showing that any registered person is involved in tax fraud or evasion of tax, it or as the case may be, he may authorize an officer not below the rank of the [2][Enforcement Officer/Audit Officer], to conduct an inquiry or investigation, which may or may not be in addition to any audit carried out for the same period.

(3) Where the officer is to conduct an audit under sub-section (1), he shall issue a notice of audit to the person informing him of the audit proceedings and direct him to produce any records or documents which such officer may require for conducting the audit.

[3][(3a) The officer authorized under subsection (1) may conduct audit proceedings electronically through video links or any other facility as may be notified by the Authority.]

(4) The officer shall conduct audit and issue an audit observation or observations pointing out the contraventions of this Act or the rules and the amount of the tax evaded or short paid, and

---

1 The words inserted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

2 Substituted for the words "Assistant Commissioner" by the Punjab Sales Tax on Services (Amendment) Act, 2026 (XXXVIII of 2026) (Assented on 14th May, 2026), reported as PTCL 2026 BS. 54.

3 Sub-section (3a) added by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

the registered person may, within a period of twenty one days of the receipt of the audit observation, submit his reply in writing.

(5) If no reply is received within the specified time or the reply furnished by the registered person is found unsatisfactory, the officer shall issue an audit report specifying the amount of the tax or charge that has not been levied or has been short levied or any other violation of any provision of the Act or the rules.

(6) After completion of the audit under this section or any other provision of this Act or the rules, an officer having pecuniary jurisdiction in terms of section 60 shall, if required, pass an order determining the correct amount of payable tax, charging default surcharge and imposing a penalty.

(7) Notwithstanding the penalties prescribed in section 48--

(a) if a registered person wishes to deposit the amount of the tax short paid or evaded alongwith default surcharge voluntarily, whenever it comes to his notice, he may, before receipt of notice of audit, file a revised return and may deposit the amount of tax short paid or evaded alongwith default surcharge, in which case no penalty shall be recovered from him;

(b) if a registered person wishes to deposit the amount of the tax short paid or evaded alongwith default surcharge during the audit, or at any time before issuance of show cause notice in lieu of the audit report, he may file a revised return and may deposit the short paid or evaded amount of the tax, default surcharge under section 49 and twenty per cent of the penalty payable under section 48, in which case the show cause notice in lieu of the audit report shall not be issued in the matter;

(c) if a registered person wishes to deposit the amount of tax short paid or evaded alongwith default surcharge after issuance of show cause notice, he

may file a revised return and may deposit the short paid or evaded amount of the tax, default surcharge under section 49, and fifty per cent of the penalty payable under section 48 and, thereafter, the show cause notice shall abate.

34. Special audit by chartered accountants or cost accountants.--[1][(1) The Authority may, by notification in the official Gazette, appoint a Chartered Accountant as defined under Chartered Accountants Ordinance, 1961 (*X of 1961)* or a firm of Chartered Accountants or a Cost and Management Accountant within the meaning of the Cost and Management Accountants Act, 1966 *(XIV of 1966)*, or a firm of Cost and Management Accountants or a person or a firm having expertise in forensic audit, for conducting a special audit or forensic audit or both of the records of any registered person.]

(2) Notwithstanding that the records of a registered person have been audited by an officer appointed under section 39, the Authority or a Commissioner may direct an auditor appointed under sub-section (1) to audit the records of any registered person for the same period.

(3) An auditor appointed under sub-section (1), shall have such powers of an officer as may be conferred by the Authority to such auditor under any of the provisions of this Act or the rules.

[2][(3A) The Authority may require that such officers of the

---

1 Sub-section (1) substituted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102. At the time of substitution sub-section (1) was as under:--

"(1) The Authority may, by notification in the official Gazette, appoint a Chartered Accountant as defined under Chartered Accountants Ordinance, 1961 (X of 1961) or a firm of Chartered Accountants or a Cost and Management Accountant within the meaning of the Cost and Management Accountants Act, 1966 (XIV of 1966) or a firm of Cost and Management Accountants, for conducting a special audit of the records of any registered person."

2 Sub-section (3A) inserted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

Authority as the Authority may nominate, shall be associated in the special audit or the forensic audit conducted under subsection (1) and the Authority may also get the special audit or the forensic audit conducted jointly with similar audit of a registered person being conducted by FBR or any other provincial administrations of sales tax on services.]

(4) For purposes of this section or section 33, the audit of records includes audit of the tax affairs of the registered person under this Act and the rules.

***

Chapter VI

RETURNS

35. Return.-- [1][(1) Every registered person shall furnish to the Authority, not later than the due date, a true, correct and properly filled-up return in the form notified by the Authority, indicating the tax due and paid during a tax period and such other information or particulars as may be notified by the Authority.]

[2][(1A) A statement, in the prescribed manner, filed by a person who is only obliged to withhold or deduct tax, shall be treated as a return of that person, provided that such a statement shall not be a substitute for the return required to be filed by a person providing taxable services.]

(2) Notwithstanding anything in sub-section (1), the Authority may, by notification in the official Gazette, require any registered person or class of registered persons to submit returns on a quarterly, six monthly or annual basis in lieu of monthly return.

(3) Notwithstanding anything in sub-section (1), the Authority may, by notification in the official Gazette, require any registered person to submit such returns, as may be prescribed, on

---

1 Sub-section (1) substituted by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472. At the time of substitution sub-section (1) was as under:--

"(1) Every registered person shall furnish, not later than the due date, a true, correct and properly filled-up return in the prescribed form to [a][* * *] the Authority, indicating the tax due and paid during a tax period and such other information or particulars as may be prescribed by the Authority."

a The words "a designated bank or any other office specified by" omitted by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780.

2 Sub-section (1A) inserted by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463.

any period basis in addition to other returns required to be filed by such person.

(4) A return filed electronically on the web or any magnetic media or any other computer readable media as may be specified by the Authority shall be deemed to be a return for the purpose of sub-sections (1), (2) or (3) and the Authority may, by notification in the official Gazette, prescribe the criteria for eligibility of the data of such returns and e-intermediaries who shall digitize the data of such returns and transmit the same electronically under their digital signatures.

(5) If there is a change in the rate of the tax during a tax period, a separate return in respect of each portion of tax period showing the application of different rates of tax shall be furnished.

(6) [1][Subject to rules, a registered person may], after prior permission from the Commissioner, file a revised return within one hundred and twenty days of filing a return under sub-sections (1), (2) or (3), to correct any omission or wrong declaration made therein and to deposit any amount of the tax not paid or short paid.

36. Special returns.--In addition to the return or returns specified under section 35, the Commissioner may require any person, whether registered or not, to furnish a return (whether on his own behalf or as an agent or trustee) in a prescribed form and such person shall furnish the return not later than the date specified in this regard.

37. Final return.--If a person applies for de-registration in terms of section 29, he shall before such de-registration, furnish a final return to the Authority or the Commissioner in the specified form in such manner and at such time as may be directed by the Authority or the Commissioner.

---

1 Substituted for the words "A registered person may" by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

38. Return deemed to have been made.--A return purporting to be made on behalf of a person by his duly appointed representative or agent shall, for all purposes of this Act or the rules, be deemed to have been made by such person or under his authority unless proved to the contrary.

***

Chapter VII

APPOINTMENT OF AUTHORITIES AND THEIR POWERS

39. Appointment of authorities.--(1) For purposes of this Act and the rules, the Authority may, [1][* * *] by notification [2][* * *], appoint in relation to any area or cases specified in the notification, any person to be a--

(a) Commissioner;

(b) Commissioner (Appeals);

(c) Additional Commissioner [3][* * *];

(d) Deputy Commissioner;

(e) Assistant Commissioner;

(f) Audit Officer [4][* * *];

[5][(ff) Audit-cum-Risk Compliance Officer;]

---

1 The words "in the prescribed manner and" omitted by the Punjab Finance Act, 2024 (VIII of 2024) (Assented on 27th June, 2024), reported as PTCL 2024 BS. 532. This amendment shall be omitted and deemed to be so omitted with effect from 1st July 2012.

2 The words "in the official Gazette" omitted by the Punjab Finance Act, 2024 (VIII of 2024) (Assented on 27th June, 2024), reported as PTCL 2024 BS. 532. This amendment shall be omitted and deemed to be so omitted with effect from 1st July 2012.

3 The words "of the Authority" omitted by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

4 The words "of the Authority" omitted by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

5 Clause (ff) substituted by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472. At the time of substitution Clause (ff) was as under:--

"[a][(ff) Risk Compliance Officer of the Authority;]"

a Clause (ff) inserted by the Punjab Finance Act, 2017 (XII of 2017) (Assented on 15th June, 2017), reported as PTCL 2017 BS. 501.

[1][(fff) Enforcement Officer [2][* * *];]

(g) Inspector [3][* * *]; or

(h) An officer of the Authority with any other designation.

(2) The Commissioner (Appeals) and the Commissioner shall be subordinate to the Authority.

(3) The Additional Commissioners, Deputy Commissioners and the Assistant Commissioners shall be subordinate to the Commissioner and unless otherwise directed by the Authority or the Commissioner, both the Deputy Commissioner and the Assistant Commissioner shall also be subordinate to the Additional Commissioner.

[4][(4) Risk Compliance Officers, Enforcement Officers, Audit Officers, Inspectors and other officers of equal or lower designations, if any, shall be subordinate to the Deputy Commissioner or, as the case may be, to the Assistant Commissioner or as the Authority may, from time to time, specify.]

(5) The Authority may designate any Deputy Commissioner supervisory incharge of any Assistant Commissioner either by name or by designation in any of its subordinate offices or formations.

(6) The Authority may distribute the work and related

---

1 Clause (fff) inserted by the Punjab Finance Act, 2017 (XII of 2017) (Assented on 15th June, 2017), reported as PTCL 2017 BS. 501.

2 The words "of the Authority" omitted by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

3 The words "of the Authority" omitted by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

4 Sub-section (4) substituted by the Punjab Finance Act, 2017 (XII of 2017) (Assented on 15th June, 2017), reported as PTCL 2017 BS. 501. At the time of substitution sub-section (4) was as under:--

"(4) The Audit Officers and Inspectors and the officers of other such equal or lower designations, if any, shall be subordinate to the Deputy Commissioner or to the Assistant Commissioner."

functions amongst the above designations in a manner it deems appropriate and make changes in such work distribution as and when deemed proper.

(7) The Authority may, by notification in the official Gazette, prescribe uniform including shoulder strips and badges for different classes of the officers or officials of the Authority.

(8) All jurisdictional and competency issues arising under this Act or the rules shall be decided by the Authority in such manner as it thinks fit.

40. Powers.--(1) An officer appointed under section 39 shall exercise such powers and discharge such duties as are conferred on him under this Act and the rules and he shall also be empowered and competent to exercise all powers and discharge all duties or functions conferred upon any officer subordinate to him.

(2) The Authority may, by general or special order, impose such limitations, restrictions or conditions on the exercise of such powers and discharge of such duties or functions as it deems fit.

41. Distribution of powers.--(1) The Authority may, by notification in the official Gazette, and subject to such limitations or conditions, empower by name or by designation--

(a) an Additional Commissioner to exercise or perform any of the powers or functions of a Commissioner;

(b) a Deputy Commissioner to exercise or perform any of the powers or functions of an Additional Commissioner;

(c) an Assistant Commissioner to exercise or perform any of the powers or functions of a Deputy Commissioner; and

(d) any other officer to exercise or perform any of the powers or functions of an Assistant Commissioner.

(2) The Authority may confer powers and functions of

any officer as additional duties to any officer of the same rank or a step senior or junior in rank.

(3) An officer to whom any powers or functions are conferred under this section shall not assign such powers or functions to any other officer except with the prior permission of the Authority.

42. Special Judges.--(1) The Government may, by notification in the official Gazette, appoint any person who is serving or has served as District and Sessions Judge for a period of at least five years as Special Judge and, where it appoints more than one Special Judge, it shall specify in the notification the headquarters of each Special Judge and the territorial limits within which he shall exercise jurisdiction under this Act and the rules.

(2) If a Special Judge is, for any reasons, unable to perform his duties under this Act or the rules, the District and Sessions Judge of the District shall perform the duties of the Special Judge for the District.

43. Cognizance of offence.--(1) The Special Judge may, within the limits of his jurisdiction, take cognizance of any offence punishable by him upon--

(a) a report in writing made by an officer, not below the rank of [1][Enforcement Officer/Audit Officer] with the approval of the Commissioner or by an officer especially authorized in this behalf by the Authority;

(b) receiving a complaint or information of facts constituting such offence made or communicated by any person; or

(c) his knowledge acquired during any proceedings before him.

---

1 Substituted for the words "Assistant Commissioner" by the Punjab Sales Tax on Services (Amendment) Act, 2026 (XXXVIII of 2026) (Assented on 14th May, 2026), reported as PTCL 2026 BS. 54.

(2) If the Special Judge receives a report under clause (a) of sub-section (1), the Special Judge shall proceed with the trial of the accused.

(3) If the Special Judge receives a complaint or information under clause (b) of sub-section (1), on the basis of his own knowledge, the Special Judge shall, before issuing a summon or warrant for appearance of the person hold a preliminary inquiry for purposes of ascertaining the truth or falsehood of the complaint, information or knowledge or direct any Magistrate or any officer to hold such inquiry and submit a report, and such Magistrate or officer, shall conduct such inquiry and make a report accordingly.

(4) If, after conducting such an inquiry or after considering the report of such Magistrate or officer, the Special Judge may dismiss the complaint if there are no grounds to proceed further, or may decide to proceed against the person in accordance with law.

(5) A Special Judge or a Magistrate or an officer holding an inquiry under sub-section (3) may hold such inquiry, as nearly as possible, in accordance with the provisions of section 202 of the Code of Criminal Procedure, 1898 (V of 1898).

44. Application of the Code of Criminal Procedure, 1898.--(1) The provisions of the Code of Criminal Procedure, 1898 *(V of 1898)*, so far as they are not inconsistent with the provisions of this Act, shall apply to all proceedings of the court of a Special Judge and such court shall be deemed to be a Court of Session for the purposes of the said Code and the provisions of Chapter XXII-A of the Code, so far as applicable and with necessary modifications, shall apply to the trial of cases by the Special Judge under the Act.

(2) For purposes of sub-section (1), the Code of Criminal Procedure, 1898 (V of 1898) shall have effect as if an offence punishable under this Act was one of the offences referred to in sub-section (1) of section 337 of the Code.

45. Exclusive jurisdiction of Special Judge.--No court other than the Special Judge having jurisdiction, shall try an offence

punishable by the Special Judge under this Act.

46. Place of sitting.--A Special Judge shall ordinarily hold sittings at his headquarters provided that keeping in view the general convenience of the parties or the witnesses, he may hold sittings at any other place.

47. Persons who may conduct prosecution.--(1) An officer not below the rank of an [1][Enforcement Officer/Audit Officer] shall be competent to conduct prosecution before a Special Judge for and on behalf of the Government.

(2) A prosecution conducted under this Act before the Special Judge may only be withdrawn by the Authority on the direction or after concurrence of the Government.

***

---

1 Substituted for the words "Assistant Commissioner" by the Punjab Sales Tax on Services (Amendment) Act, 2026 (XXXVIII of 2026) (Assented on 14th May, 2026), reported as PTCL 2026 BS. 54.

Chapter VIII

OFFENCES AND PENALTIES

48. Offences and penalties.--(1) If a person commits any offence described in column 2 of the Table below shall, in addition to and not in derogation of any punishment to which he may be liable under any other law, be liable to the penalty mentioned against that offence in column 3.

(2) The sections referred to in column 4 of the said Table shall be deemed to be meant for illustrative purposes only and the corresponding offence described in column 2 may fall and be prosecuted under other sections of this Act as well.

TABLE

S. No.	Offences	Penalties	Section
1	**2**	**3**	**4**
1.	Any person who is required to apply for registration under this Act fails to make an application for registration before providing any taxable services	Such person shall be liable to pay a penalty of [1][fifty thousand] rupees or five per cent of the amount of the tax he would have been liable to pay had he been registered, whichever is higher. In the case of non-compliance of compulsory registration,	[2][25 and 27]

---

1 Substituted for the words "ten thousand" by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

2 Substituted for the figure "25" by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

S. No.	Offences	Penalties	Section
1	2	3	4
		the minimum penalty [1][for a company shall be one hundred thousand rupees and for a person, other than a company, shall be fifty thousand rupees]: If such person who is required to get himself registered under this Act, fails to get registered within ninety days of providing taxable services, he shall be further liable, upon conviction by a Special Judge, to imprisonment for a term which may extend to one year, or with fine which may extend to the amount of the tax he would have been liable to pay had he been registered, or with both.	
2.	Where any person fails to furnish a return within the	Such person shall be liable to pay a penalty of [2][ten] thousand	35

---

1 Substituted for the words "shall be ten thousand rupees" by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

2 Substituted for the word "five" by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463.

S. No.	Offences	Penalties	Section
1	2	3	4
	due date.	rupees provided [1][further] if a return is not filed within fifteen days of the due date, a penalty of [2][two hundred] rupees for each day of default shall be levied.	
3.	Where any person fails to deposit the amount of the tax due or any part thereof in the time or manner laid down under this Act or the rules.	(a) Such person shall be liable to pay a penalty of ten thousand rupees or five per cent of the tax payable for that period, whichever is higher [3][:] [4][Provided that if the amount of tax or any part thereof is paid within ten days from the due date, the defaulter shall pay a penalty of five hundred rupees for each day of default.]	3, 4, 10, 11, 17, 18 and 68

---

1 The word inserted by the Punjab Finance Act, 2019 (XV of 2019) (Assented on 28th June, 2019), reported as PTCL 2019 BS. 759.

2 Substituted for the word "hundred" by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463.

3 Substituted for the full stop by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

4 Proviso inserted by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

S. No.	Offences	Penalties	Section
1	2	3	4
		(b) If the amount of the tax due is not paid even after the expiry of a period of sixty days of issuance of the notice for such payment by an officer, not below the rank of [1][Enforcement Officer/Audit Officer], the person shall be further liable, upon conviction by a Special Judge, to imprisonment for a term which may extend to three years, or with fine which may extend to the amount of the unpaid tax, or with both. (c) No penalty shall be levied if any miscalculation is made for the first time during a year.	

1 Substituted for the words "Assistant Commissioner" by the Punjab Sales Tax on Services (Amendment) Act, 2026 (XXXVIII of 2026) (Assented on 14th May, 2026), reported as PTCL 2026 BS. 54.

S. No.	Offences	Penalties	Section
1	2	3	4
4.	Any person who fails to maintain records required under the Act or the rules.	[1][Such person shall be liable to pay a penalty which may range from ten thousand rupees to one hundred thousand rupees or five percent of the total tax payable for the period for which he has failed to maintain the required record, whichever is higher.]	30, 31 and 32
[2][5.	Where a person, without any reasonable cause, fails to produce the record or	[3][Such person in case of: (a) an individual, shall pay a penalty up to	30, 32, 53 and 57]

1 Column 3 substituted by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323. At the time of substitution Column 3 was as under:--

"Such person shall pay a penalty of ten thousand rupees or five per cent of the total tax payable for the tax period for which he has failed to maintain the required record, whichever is higher."

2 S. No. 5 substituted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102. At the time of substitution S. No. 5 was as under:--

"5.	Where a registered person who, without any reasonable cause, in non-compliance with the provisions of this Act fails to produce records on receipt of a notice from the Authority or any officer of the Authority directing him to produce such records.	Where such a person is a company, it shall be liable to pay a penalty of ten thousand rupees. Where such person is not a company, he shall be liable to pay a penalty of five thousand rupees. Where such person fails to produce the record within sixty days of receipt of a notice, he shall be liable to pay the penalty prescribed for the offence at serial No.4 above.	30, 32, 53 and 57"

S. No.	Offences	Penalties	Section
1	2	3	4
	information despite receipt of a notice from the Authority or any officer of the Authority directing him to produce such record or information [1][:] [2][Provided that if the record is not produced despite issuance of three notices, it shall be considered as sufficient evidence that the person has failed to maintain the record.]	one hundred thousand rupees for the first default and one hundred thousand rupees for each subsequent default; and (b) a company or association of persons, shall pay a penalty up to five hundred thousand rupees for the first default and five hundred thousand rupees for each subsequent default.]	

---

1 Substituted for the full stop by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

2 Proviso added by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

3 Column 3 substituted by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026). At the time of substitution it was as under:--

> "[a][Such person shall pay a penalty of twenty five thousand rupees for the first default and one hundred thousand rupees for each subsequent default."

a. Column 3 substituted by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323. At the time of substitution Column 3 was as under:--

> "Such person shall pay a penalty of twenty five thousand rupees for the first default and fifty thousand rupees for each subsequent default."

S. No.	Offences	Penalties	Section
1	2	3	4
6.	Any person who knowingly or fraudulently-- (a) submits a false or forged document to any officer of the Authority; or (b) destroys, alters, mutilates or falsifies the records; or (c) makes a false statement, false declaration, false representation, false personification, or gives any false information [1][; or]	Such person shall be liable to pay a penalty of [2][fifty] thousand rupees or one hundred per cent of the tax payable for the tax period to which the offence relates, whichever is higher. Such person shall further be liable, upon conviction by a Special Judge, to imprisonment for a term which may extend to five years or with fine which may extend to an amount equal to the tax payable for the tax period to which the offence relates, or with both.	General
	[3][(d) fails to pay, recover, or deposit the actual amount of tax, or claims inadmissible tax credit or adjustment or deduction or		

1 Substituted for the full stop by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

2 Substituted for the words "twenty five" by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

3 Clause (d) added by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

S. No.	Offences	Penalties	Section
1	2	3	4
	refund.]		
7.	Where any person who denies or obstructs the access of an authorized officer to the business premises, registered office or to any other place where records are kept, or otherwise refuses access to accounts or records.	Such person shall be liable to pay a penalty of twenty five thousand rupees or one hundred per cent of the tax payable for the tax period to which the offence relates, whichever is higher. Such persons shall, further be liable, upon conviction by a Special Judge, to imprisonment for a term which may extend to five years, or with a fine which may extend to an amount equal to the tax payable for the tax period to which the offence relates, or with both.	31, 32 and 56
8.	Where any person commits, causes to commit or attempts to commit tax fraud, or abets or connives in the commission of tax fraud equal to twenty five thousand rupees or more.	Such person shall be liable to pay a penalty of up to five hundred thousand rupees, but not less than twenty five thousand rupees, or one hundred per cent of the tax payable for the tax period to which the offence relates, whichever is higher.	2(43)

S. No.	Offences	Penalties	Section
1	2	3	4
		Such person shall, further be liable, upon conviction by a Special Judge, to imprisonment for a term which may extend to five years, or with fine which may extend to an amount equal to the tax payable for the tax period to which the offence relates, or with both.	
9.	Where any person violates any embargo placed on providing of service [1][or tempers a seal placed by an officer of the Authority].	Such person shall be liable to pay a penalty of [2][one hundred] thousand rupees or [3][equal to] the amount of the tax sought to be recovered, whichever is higher. Such person shall, further be liable, upon conviction by a Special Judge, to imprisonment for a term which may extend to one year, or with fine which may	70

---

1 Substituted for the words "in connection with recovery of the tax" by the Punjab Finance Act, 2019 (XV of 2019) (Assented on 28th June, 2019), reported as PTCL 2019 BS. 759.

2 Substituted for the words "twenty five" by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

3 Substituted for the words "ten percent of" by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

S. No.	Offences	Penalties	Section
1	2	3	4
		extend to amount equal to the amount of the tax sought to be recovered, or with both.	
10.	Where any person obstructs any officer of the Authority in the performance of his official duties under this Act or the rules.	Such person shall be liable to pay a penalty of [1][one hundred thousand] rupees or one hundred per cent of the tax payable for the tax period to which the offence relates, whichever is higher. Such person shall be further liable, upon conviction by a Special Judge, to imprisonment for a term which may extend to one year or with fine not exceeding fifty thousand rupees or with both [3][:] [4][Provided that	[2][General and section 59 and section 70]

---

1 Substituted for the expression "twenty five thousand" by the Punjab Finance Act, 2017 (XII of 2017) (Assented on 15th June, 2017), reported as PTCL 2017 BS. 501.

2 Substituted for the words "[a][General and section 59]" by the Punjab Finance Act, 2017 (XII of 2017) (Assented on 15th June, 2017), reported as PTCL 2017 BS. 501.

a Substituted for the word "General" by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

3 Substituted for the full stop by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

4 Proviso inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

S. No.	Offences	Penalties	Section
1	2	3	4
		where any recipient of a service does not pay the amount of tax due to be paid to a service provider, such recipient shall also be liable to action for obstruction under this provision.]	
11.	Where any person who fails to fulfill any of the conditions, limitations or restrictions prescribed in a notification issued under any of the provisions of the Act or the rules.	Such person shall be liable to pay a penalty of [1][ten thousand rupees or five per cent of the amount of tax involved], whichever is higher.	General
12.	Where any person who contravenes any provision of this Act or the rules for which no penalty has specifically been provided in this section.	Such person shall be liable to pay a penalty of ten thousand rupees or [2][five] per cent of the tax payable for the tax period to which the offence relates, whichever is higher.	General
13.	Where any person repeats an offence	Such person shall be liable to pay twice the	General

---

1 Substituted for the words "five thousand rupees or three per cent of the tax payable for the tax period to which the offence relates" by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

2 Substituted for the word "three" by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

S. No.	Offences	Penalties	Section
1	2	3	4
	for which a penalty is provided under this Act.	amount of penalty provided under the Act for the said offence.	
14.	Where any person-- (a) knowingly and without lawful authority gains access to or attempts to gain access to the computerized system; or (b) unauthorizedly uses or discloses or publishes or otherwise disseminates information obtained from the computerized system; or (c) falsifies any record or information stored in the computerized system; or (d) knowingly or dishonestly damages or impairs the computerized system; or (e) knowingly or dishonestly	Such person shall pay a penalty of twenty five thousand rupees or one hundred per cent of the amount equal to the loss caused to the tax revenue. Such person shall further be liable, upon conviction by the Special Judge, to imprisonment for a term which may extend to one year, or with fine which may extend to an amount equal to the loss caused to the tax revenue, or with both.	General

S. No.	Offences	Penalties	Section
1	2	3	4
	damages or impairs any duplicate tape or disc or other medium on which any information obtained from the computerized system is kept or stored; or (f) unauthorizedly uses unique user identifier of any other registered user to authenticate a transmission of information to the computerized system; or (g) fails to comply with or contravenes any of the conditions prescribed for security of unique user identifier.		
[1][15.	Where any person: (a) avoids, denies or obstructs	Such person shall be liable to pay a penalty of up to one [2][million]	59A

1 S. Nos. 15 & 16 inserted by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780.

2 Substituted for the words "hundred thousand" by the Punjab Finance Act, 2025 (LVIII of 2025) (Assented on 30th June, 2025), reported as PTCL 2025 BS. 445.

S. No.	Offences	Penalties	Section
1	2	3	4
	installation of electronic invoice monitoring system at a business premises; or (b) fails to comply with the electronic invoice monitoring system or issues invoices bypassing the system.	rupees, but not less than [1][four hundred] thousand rupees. In case of three acts of commission or omission, the business premises of such person may further be liable to be sealed for a period which may extend to one month.	
16.	Where any person: (a) causes intentional damage to or intervention in the electronic invoice monitoring system; or (b) impedes or obstructs transmission of invoice data to the Authority.	Such person shall be liable to pay a penalty of [2][five hundred] thousand rupees for each act of commission. In case of three acts of such commission, the business premises of such person shall be liable to be sealed for a period which may extend to one month and such person shall further be liable, upon conviction by a Special Judge, to imprisonment for a term which may extend to one year, or	59A

---

1 Substituted for the words "twenty five" by the Punjab Finance Act, 2025 (LVIII of 2025) (Assented on 30th June, 2025), reported as PTCL 2025 BS. 445.

2. Substituted for the words "one hundred" by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026).

S. No.	Offences	Penalties	Section
1	2	3	4
		with fine which may extend to the amount equal to the tax payable for the tax period to which the offence relates, or with both.]	
[1][17.	Where any person fails or refuses to issue a tax invoice.	Such person shall be liable to pay a penalty of [2][five hundred] thousand rupees on first default and [3][one million] 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.	30
18.	Where any person fails to intimate any	[4][Such person shall be liable to a penalty which	25

1 Entries No. 17, 18, 19 & 20 inserted by the Punjab Finance Act, 2019 (XV of 2019) (Assented on 28th June, 2019), reported as PTCL 2019 BS. 759.

2 Substituted for the words "twenty" by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026).

3 Substituted for the words "fifty thousand" by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026).

4 Substituted for the existing provision by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323. At the time of substitution existing provision was as under:--

> "Such person shall be liable to pay a minimum penalty of fifty thousand rupees."

S. No.	Offences	Penalties	Section
1	2	3	4
	change in particulars of registration including the particulars relating to business address, [1][business bank account, changes in taxable/economic activity *etc.* in accordance with the requirements prescribed under this Act and rules made thereunder within fourteen days of such change].	may range from fifty thousand rupees to one hundred thousand rupees.]	
19.	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.	25

---

1 Substituted for the words "branches *etc.* within fourteen days" by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

S. No.	Offences	Penalties	Section
1	2	3	4
20.	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 up to [1][five hundred] 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.	[2][59B]]
[3][21	Where a registered person charges sales tax in excess to the rate provided in the Second Schedule	[4][Such person shall be liable to pay a penalty of twenty thousand rupees on first default and fifty thousand rupees for each subsequent default: Provided that in case of three defaults, the business premises of such person may be liable to sealing for a	10]

1 Substituted for the words "one hundred thousand rupees, but not less than twenty five" by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026).

2 Substituted for the expression "59A" by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021), reported as PTCL 2021 BS. 738.

3 S. No. 21 added by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021), reported as PTCL 2021 BS. 738.

4 Substituted for the existing provision by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323. At the time of substitution existing provision was as under:--

"Such person shall be liable to pay a penalty of rupees ten thousand per invoice or ten percent of the invoice amount, whichever is higher"

S. No.	Offences	Penalties	Section
1	2	3	4
		period which may extend to one month.]	
[1][22	Where any person unauthorizedly issues an invoice in which an amount of tax is specified.	Such person shall be liable to pay a penalty of ten thousand rupees per invoice or five percent of the amount of tax involved, whichever is higher.	30
23	Where a bank fails to attach, or delays in attaching the bank account of a person, specified in the notice issued by an officer of the Authority, from whom tax is sought to be recovered, or fails to pay or delays payment of such amount.	Such bank shall be liable to pay a penalty of one hundred thousand rupees or one hundred percent of the tax sought to be recovered, whichever is higher. The concerned manager or officer in-charge of such bank shall further be liable, upon conviction by a Special Judge, to imprisonment, which may extend to one year or with fine, which may extend to an amount equal to the amount of tax sought to be recovered or with both.	70
24	Where any person refuses to receive	Such person shall be liable to pay a penalty	78]

1 S. No. 22 to 24 added by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

S. No.	Offences	Penalties	Section
1	2	3	4
	any notice or order issued by an officer of the Authority.	of fifty thousand rupees or one hundred percent of the tax payable for the tax period to which the offence relates, whichever is higher.	
[1][25	Where any person refuses to accept payments through digital means *i.e.* (debit/credit cards, mobile wallets or QR scanning).	Such person shall be liable to pay a penalty of up to one million rupees: Provided that the penalty shall not be less than four hundred thousand rupees on first and three hundred thousand rupees on each subsequent default: Provided further that in case of three acts of commission or omission, the business premises of such person may further be liable to be sealed for a period which may extend to one month.	General]

1 S. No. 25 added by the Punjab Finance Act, 2025 (LVIII of 2025) (Assented on 30th June, 2025), reported as PTCL 2025 BS. 445.

49. Default surcharge.--(1) Notwithstanding the provisions of section 24, if a registered person does not pay the tax due or any part thereof, whether willfully or otherwise, on time or in the manner specified under this Act, rules or notifications or procedures issued thereunder, he shall, in addition to the tax due and any penalty under section 48, pay default surcharge at the rate mentioned below:--

(a) the person liable to pay any amount of tax or charge shall pay default surcharge at the rate of inter-bank rate plus three per cent per annum of the amount of the tax due; and

(b) in case, the default is on account of tax fraud, the person who has committed tax fraud shall pay default surcharge at the rate of two per cent per month, of the amount of tax evaded, till such time the entire liability including the amount of default surcharge is paid.

(2) For the purpose of calculation of default surcharge, the period of default shall be reckoned from the sixteenth day following the due date of the tax period to which the default relates, to the day preceding the date on which the tax due is actually paid.

Explanation.--For purposes of this section, the tax due does not include the amount of penalty.

50. Exemption from penalty and default surcharge.--The Government may, by a notification in the official Gazette, exempt any registered person or any taxable service from payment of the whole or any part of the penalty and default surcharge subject to such conditions and limitations as may be specified.

51. Compounding of offences.--Notwithstanding anything contained in any other provision of this Act, where any person has committed any offence warranting prosecution under the Act, the Authority may, either before or after the institution of any

proceedings for the prosecution of such offence, compound the offence and terminate the proceedings if such person pays the amount of the tax due alongwith such default surcharge and penalty as is determined by the Authority under the provisions of this Act and the rules.

52. Recovery of tax not levied or short-levied.--(1) Where by reason of inadvertence, error, misconstruction or for any other reason, any tax or charge has not been levied or has been short levied, the person liable to pay such amount of the tax or charge shall be served with a notice, within [1][[2][eight] years] of the relevant tax period [3][for periods before 1st of July 2022 and within five years from the end of the financial year in which the relevant tax period falls for tax periods after 1st July 2022,] requiring him to show cause for payment of the amount specified in the notice.

(2) Where by reason of some collusion, abetment, deliberate attempt, mis-statement, fraud, forgery, false or fake documents--

(a) any tax or charge has not been paid or is, short paid, the person liable to pay such tax shall be served with a notice within [4][eight] years of relevant tax period [5][for periods before 1st of July 2022 and within five years from the end of the financial year in which the relevant tax period falls for tax periods after 1st July 2022,], requiring him to show cause

---

1 Substituted for the words "three years" by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

2 Substituted for the word "five" by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780

3 The words inserted by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

4 Substituted for the word "five" by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780

5 The words inserted by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

for non-payment of such tax; and

(b) any amount of the tax is refunded which is not due, the person obtaining such refund shall be served with a notice within [1][five years from the end of the financial year in which the refund was received] to show cause for recovery of such refund.

(3) The officer shall, after considering the objections of the person served with a notice under sub-sections (1) or (2) or if the objections are not received within the stipulated period, determine the amount of the tax or charge payable by him and such person shall pay the amount so determined.

[2][(4) Any order under subsection (3) shall be made within one year from the end of the financial year in which the show cause notice is issued.]

(5) In computing the period specified in sub-section (4), any period during which the proceedings are adjourned on account of a stay order or proceedings under section 69 [3][* * *] shall be excluded.

53. Power to summon persons to give evidence and produce documents.--(1) An officer may summon any person whose

---

1 Substituted for the words "[a][eight] years of the receipt of such refund" by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

a Substituted for the word "five" by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780.

2 Sub-section (4) substituted by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323. At the time of substitution sub-section (4) was as under:--

"(4) Any order under sub-section (3) shall be made within one hundred and twenty days of issuance of the notice to show cause or within such extended period as the officer may, for reasons to be recorded in writing, fix provided that such extended period shall not ordinarily exceed sixty days."

3 The words "or the time taken through adjournments by the petitioner not exceeding thirty days" omitted by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

attendance he considers necessary either to tender evidence or to produce documents or any other thing in any audit, inquiry, investigation or proceedings which such officer is making for any of the purposes of this Act and the rules.

(2) Any person summoned under sub-section (1) shall be bound to attend either in person or by an authorized agent, as the officer may direct.

(3) Notwithstanding anything in sub-sections (1) and (2), a person who is exempt from personal appearance in a Court under sections 132 and 133 of the Code of Civil Procedure 1908 (V of 1908), shall not be required to appear in person.

(4) Any proceedings under this Act or the rules before an officer shall be deemed to be judicial proceedings within the meaning of sections 193 and 228 of the Pakistan Penal Code 1860 (XLV of 1860).

54. Power to arrest and prosecute.--(1) An officer authorized by the Authority by notification in the official Gazette in this behalf, who on the basis of material evidence has reasonable cause to believe that any person has committed a tax fraud or any offence warranting prosecution under this Act, may cause arrest of such person.

(2) All arrests made under this Act shall be carried out in accordance with the relevant provisions of the Code of Criminal Procedure, 1898 (V of 1898).

(3) Where the person suspected of tax fraud or any offence warranting prosecution under this Act is a company, every director or officer of that company whom the officer has reason to believe is personally responsible for actions of the company contributing to the tax fraud or any offence warranting prosecution under this Act shall be liable to arrest provided that such arrest shall not absolve the company from the liabilities of payment of the tax, default surcharge and any penalty imposed or due under this Act.

55. Procedure to be followed on arrest of a person.--(1) When an officer arrests a person under section 54, he shall immediately intimate the fact of arrest of that person to the Special Judge who may direct such officer to produce that person at such time and place and on such date as the Special Judge considers expedient.

(2) Notwithstanding anything contained in sub-section (1), any person arrested under this Act shall be produced before the Special Judge or, if there is no Special Judge within a reasonable distance, to the nearest Magistrate within twenty-four hours of such arrest, excluding the time necessary for the journey from the place of arrest to the court of the Special Judge or of the Magistrate.

(3) When any person is produced under sub-section (2) before the Special Judge, the Special Judge may, on the request of such person, after perusing the record, if any and after giving the prosecution an opportunity of being heard, admit him to bail on his executing a bond, with or without sureties, or refuse to admit him to bail and direct his detention at such place as he deems fit.

(4) Nothing contained herein shall preclude the Special Judge from cancelling the bail of any such person at a subsequent stage if, for any reason, he considers such cancellation necessary, but before passing such order he shall afford such person an opportunity of being heard, unless for reasons to be recorded he considers that the affording of such opportunity shall defeat the purpose of this Act.

(5) When such person is produced under sub-section (2) before a Magistrate, such Magistrate may, after authorizing his detention in such custody at such place and for such period as he considers necessary or proper for facilitating his earliest production before the Special Judge, direct his production before the Special Judge on a date and time to be fixed by him or direct such person to be forthwith taken to, and produced before the Special Judge and he shall be so taken or produced.

(6) Nothing in sub-sections (2), (3) and (4) shall preclude the Special Judge or the Magistrate from remanding any

such person to the custody of the officer holding an inquiry or investigation against that person if such officer makes a request in writing to that effect, and the Special Judge or the Magistrate, after perusing the record, if any, and hearing such person, is of the opinion that for the completion of inquiry or investigation it is necessary to make such order but the total period of such custody shall not exceed fourteen days.

(7) When any person is arrested under this Act, the arresting officer shall record the fact of arrest and other relevant particulars in the register specified in sub-section (11) and shall immediately proceed to inquire into the charge against such person and if he completes the inquiry within twenty-four hours of his arrest, and he may, after producing such person before the Special Judge or the Magistrate, make a request for his further detention in his custody.

(8) While holding an inquiry under sub-section (7), the officer shall exercise the same powers as are conferred upon or exercisable by an officer incharge of a police station under the Code of Criminal Procedure, 1898 (V of 1898), but such officer shall exercise such powers subject to the foregoing provisions of this section while holding an inquiry under this Act.

(9) If the officer, after holding an inquiry, is of the opinion that there is no sufficient evidence or reasonable ground for suspicion against such person, he shall release him on his executing a bond, with or without sureties, and shall direct such person to appear, as and when required, before the Special Judge, and make a report to the Special Judge for the discharge of such person and shall make a full report of the case to his immediate superior.

(10) The Special Judge to whom a report has been made under sub-section (8) may, after the perusal of record of the inquiry, and hearing the prosecution, agree with such report and discharge the accused or, if he is of the opinion that there is sufficient ground for proceedings against such person, proceed with his trial and direct the prosecution to produce evidence.

(11) The officer holding an inquiry under this section shall maintain a register to be called register of arrests and detentions in the form prescribed by the Government in which he shall enter the name and other particulars of every person arrested under this Act, together with the time and date of arrest, the details of the information received, the details of things, goods or documents, recovered from his custody**,** the name of the witnesses and the explanation, if any, given by him and the manner in which the inquiry has been conducted from day to day; and, such register or authenticated copies of its entries shall be produced before the Special Judge, whenever it is directed by the Special Judge.

(12) After completing the inquiry, the officer shall, as early as possible, submit to the Special Judge a complaint in the same form and manner in which the officer incharge of a police station submits a report before a Court.

(13) Any Magistrate of the first class may record any statement or confession during inquiry or investigations under this Act in accordance with the provisions of section 164 of the Code of Criminal Procedure, 1898 (V of 1898).

56. Authorized officers to have access to premises, stocks, accounts and records.--(1) Any officer, authorized in this behalf by the [1][Commissioner] [2][* * *], shall have free and full access to the business premises, registered office or any other place where any business records or documents required under this Act and the rules are kept or maintained by any registered person or a person liable for registration or whose business activities are covered under this Act and the rules or who may be required for any inquiry or investigation in any tax fraud committed by him or his agent or any other person; and such officer may, at any time, inspect the records, data, documents, correspondence, accounts, statements, utility bills, bank statements, information regarding

---

1. Substituted for the word "Authority" by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026).

2 The words "by notification in the official Gazette" omitted by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026).

nature and sources of funds or assets with which his business is financed, and any other records or documents, including those which are required under any other law maintained in any form or mode and may take into his custody such records, statements, diskettes or documents, in original or copies, in such form as the officer may deem fit against a signed receipt.

(2) The registered person, his agent or any other person specified in sub-section (1), shall answer any question or furnish such information or explanation as may be asked by the authorized officer.

(3) All other Government departments, local bodies, autonomous bodies, corporations or such other institutions shall supply requisite information and render necessary assistance to the authorized officer in the course of inquiry or investigation under this section.

57. Obligation to produce documents and provide information.--(1) Notwithstanding anything contained in this Act or any other law, any person required to maintain any record under this Act and the rules, shall, on demand by an officer, [1][* * *] by notice in writing, as and when specified in the notice--

(a) produce for examination, such documents or records which the officer considers necessary or relevant to the audit, inquiry or investigation under this Act;

(b) allow the officer to take extracts from or make copies of such documents or records; and

(c) appear before the officer and answer any question put to him concerning the documents and records relating to the audit, inquiry or investigation referred to in clause (a).

---

1 The expression "not below the rank of an Assistant Commissioner," omitted by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

[1][(2) An officer conducting an audit, enquiry, investigation or otherwise for the purposes of the Act or the rules may require in writing any person to furnish any information as is held by the person.]

(3) The Authority may require, in writing, any person, department, company or organization, to provide any information or data held by that person, department, company or organization, which, in the opinion of the Authority [2][or an officer authorized by the Authority], is required for purposes of formulation of policy or administering or implementing this Act and the rules.

(4) Every person, department, company or organization shall furnish the information requisitioned by the Authority or the officer under sub-sections (2) or (3), within the time specified in the notice issued by the Authority.

58. Searches under warrants.--(1) Where any officer has reason to believe that any documents or things which in his opinion, may be useful for, or relevant to, any proceedings under this Act are kept in any place, he may after obtaining a warrant from the Magistrate or from the Commissioner, enter that place and cause a search to be made at any time.

(2) All searches made under sub-section (1) shall be carried out in accordance with the relevant provisions of the Code of Criminal Procedure, 1898 (V of 1898).

59. Posting of an officer to business premises.--(1) Subject to such conditions and restrictions as it deems fit to impose, the Authority may post an officer to the premises of a registered

---

1 Sub-section (2) substituted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102. At the time of substitution sub-section (2) was as under:--

"(2) An officer conducting an audit, inquiry or an investigation under the Act and the rules, may require in writing any person, department, company or organization to furnish such information as is held by that person, department, company or organization, which, in the opinion of the officer, is relevant to such audit, inquiry or investigation."

2 The words inserted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

person to monitor the provision [1][and receipt] of services by such registered person.

(2) Notwithstanding anything contained in sub-section (1), if a Commissioner, on the basis of material evidence, has reasonable cause to believe that a registered person is involved in evasion of the tax or tax fraud, he may, by recording the grounds in writing, post an officer of the Authority to the premises of such registered person to monitor provision [2][and receipt] of services by such person.

(3) A person to whose premises, an officer of the Authority is posted under this section, shall provide on his own cost, all facilities required to meet the departmental requirements of such posting as determined by the Authority or the Commissioner.

[3][**59A. Power to Seal the Business Premises.--**When an officer of the Authority not below the rank of Commissioner has reason to believe that the Act or the rules made thereunder are not obeyed and observed at a business premises, he may by an order in writing, seal that premises for a period which may extend to one month upon giving a notice in writing to this effect.]

[4][**59B. Monitoring or Tracking by Electronic or other Means.--**(1) Subject to such conditions, restrictions and procedures, as it deems fit to impose, the Authority may, by notification in the official Gazette, determine any registered person or class of registered persons or any of the services or class of

---

1 The words inserted by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021), reported as PTCL 2021 BS. 738.

2 The words inserted by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021), reported as PTCL 2021 BS. 738.

3 Section 59A inserted by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780.

4 Section 59B inserted by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780.

services in respect of which monitoring or tracking of provision of service or services may be enforced through electronic or other means.

(2) The Authority may, in the prescribed manner, devise and enforce an electronic system for monitoring and capturing the transactions recorded or the invoices issued by a registered person or a class of registered persons or a service or services or class of services, and for transferring the electronic information so obtained to its computer system at such times as it deems fit.

[1][(2A) The Authority may, in the prescribed manner, devise, implement and declare mandatory an electronic invoicing system for issuance of tax invoices by a registered person or a class of registered persons or a service or a class of services.]

(3) The Commissioner may order, as and when required, video vigilance of the economic activity of a registered person or class of registered persons to monitor provision of taxable services including counting of heads of visiting customers, occupancy of sitting space and regularity of issuance of invoices.

(4) For the purpose of this section, the Authority shall, in the prescribed manner, take measures for the security protection and processing of personal data of natural persons.

(5) From such date as may be specified by the Authority, the persons providing or rendering taxable services shall compulsorily use such electronic means, modes or systems, as may be prescribed by the Authority for issuance of tax invoice.]

60. Powers of adjudication.--(1) In respect of cases involving determination of tax liability, assessment of the tax, charging of default surcharge, imposition of penalty and recovery of amount erroneously refunded or any other contravention or violation including tax fraud under this Act or the rules, the jurisdiction and

---

1 Sub-section (2A) inserted by the Punjab Finance Act, 2019 (XV of 2019) (Assented on 28th June, 2019), reported as PTCL 2019 BS. 759.

powers of adjudication of the officers shall be as follows:--

(a) *Additional Commissioner:* Cases without any restriction as to the amount of the tax involved [1][* * *];

[2][(b) Assistant Commissioner/Deputy Commissioner: Cases where the amount of the tax involved does not exceed [3][fifty] million rupees;]

[4][(c) Enforcement Officer/Audit-cum-Risk Compliance Officer: Cases where the amount of the tax involved does not exceed [5][twenty-five] million rupees; and]

[6][(d) *Other officers of the Authority:* Such cases or class of cases as may be prescribed by the Authority.]

---

1 The words "or amount erroneously refunded" omitted by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

2 Clause (b) substituted by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472. At the time of substitution Clause (b) was as under:--

"(b) *Deputy Commissioner:* Cases where the amount of the tax involved or the amount erroneously refunded [a][* * *] does not exceed two and a half million rupees;"

a The expression "exceeds one million rupees, but" omitted by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463.

3 Substituted for the word "ten" by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026).

4 Clause (c) substituted by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472. At the time of substitution Clause (c) was as under:--

"(c) *Assistant Commissioner:* Cases where the amount of the tax involved or the amount erroneously refunded does not exceed one million rupees; and"

5 Substituted for the word "five" by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026).

6 Clause (d) substituted by the Punjab Finance Act, 2019 (XV of 2019) (Assented on 28th June, 2019), reported as PTCL 2019 BS. 759. At the time of substitution Clause (d) was as under:--

"(d) *Other officers of the Authority:* Such cases, other than those mentioned above, as may be prescribed."

(2) The Commissioner may adjudicate any case falling in the jurisdiction and powers of any officer subordinate to him [1][or falling in jurisdiction specifically assigned to him by the Authority] and appeal against the order passed by the Commissioner in such case shall lie to the Appellate Tribunal.

(3) The Authority may regulate the system of adjudication including transfer of cases and extension of time limit.

[2][(4) Notwithstanding the provisions of subsection (1), the Authority may assign a case or class of cases to any of its officers involving any amount of tax involved.]

Explanation--For purposes of this section, the tax means the principal amount of the tax other than default surcharge and in case where only default surcharge is involved, the amount of default surcharge.

61. Revision by the Commissioner.--(1) The Commissioner may, of his own motion or on an application made in writing by a registered person for revision, call for and examine the record of any proceedings under this Act in which an order has been passed by an officer subordinate to him.

(2) If after examining the record under sub-section (1), the Commissioner is not satisfied with the legality or propriety of any order passed by an officer, the Commissioner may make such revision to the order as he may think fit.

(3) No order imposing or enhancing any penalty or fine requiring payment of a greater amount of the tax than the originally levied amount shall be passed unless the person affected by such order has been given an opportunity of showing cause and of being heard.

---

1 The words inserted by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

2 Sub-section (4) added by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

(4) The Commissioner shall not revise any order under sub-section (2) if--

(a) an appeal under section 63 is pending or the matter has been referred for resolution under section 69;

(b) where an appeal against the order lies under section 63, the time within which such appeal can be made has not expired or the person has not waived in writing his right of appeal;

(c) in the case of an application made by a person, the application has not been made within ninety days of the date on which such order was served on the person, unless the Commissioner is satisfied that the person was prevented by sufficient cause from making the application within the time allowed; and

(d) in the case where the Commissioner has on his own motion called for and examined an order passed by a subordinate officer, more than five years have lapsed from the date of the original order.

(5) No application for revision of an assessment shall be made under sub-section (1) unless the amount of the tax due under the assessment, as is not in dispute, has been paid by the taxpayer.

62. Revision by the Authority.--(1) The Authority may, of its own motion, call for and examine the record of any departmental proceedings under this Act or the rules for the purpose of satisfying itself as to the legality or propriety of any decision or order passed therein by an officer.

(2) If after examining the record under sub-section (1), the Authority is not satisfied with the legality or propriety of any decision or order passed by an officer, it may pass such order as it may think fit.

(3) No order imposing or enhancing any penalty or fine

requiring payment of a greater amount of the tax than the originally levied amount shall be passed unless the person affected by such order has been given an opportunity of showing cause and of being heard.

(4) No proceeding under this section shall be initiated in a case where an appeal under section 66 is pending or the matter has been referred for resolution under section 69.

(5) No order shall be made under this section after the expiry of five years from the date of the original decision or order of the subordinate officer referred to in sub-section (1).

***

Chapter IX

APPEALS

63. **Appeals**.--(1) Any person, other than the Authority or any of its employees, aggrieved by any decision or order passed under section 60 by an officer of the Authority other than Commissioner may, within thirty days of the date of receipt of such decision or order, prefer an appeal to the Commissioner (Appeals).

(2) An appeal under sub-section (1) shall--

(a) be in the prescribed form;

(b) be verified in the prescribed manner;

(c) state precisely the grounds upon which the appeal is made;

(d) be accompanied by the fee specified in sub-section (3); and

(e) be lodged with the Commissioner (Appeals) within the time set out in sub-section (4).

(3) The prescribed fee shall be--

(a) where the appellant is a company, one thousand rupees; or

(b) where the appellant is not a company, two hundred rupees.

[1][(4) An appeal under subsection (1) may be filed

---

1 Sub-section (4) substituted by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472. At the time of substitution sub-section (4) was as under:--

"(4) An appeal shall be preferred to the Commissioner (Appeals) within thirty days of the receipt of the decision or order passed under section 60."

manually or electronically as may be specified by the Authority.]

(5) The Commissioner (Appeals) may, upon application in writing by the appellant, admit an appeal after the expiration of the period specified in sub-section (4) if the Commissioner (Appeals) is satisfied that the appellant was prevented by sufficient cause from lodging the appeal within that period.

64. Procedure in appeal.--(1) The Commissioner (Appeals) shall give notice of the day fixed for the hearing of the appeal to the appellant and to the officer of the Authority against whose order the appeal has been made.

(2) The Commissioner (Appeals) may adjourn the hearing of the appeal from time to time.

(3) The Commissioner (Appeals) may, before the hearing of an appeal, allow the appellant to file any new ground of appeal not specified in the grounds of appeal already filed by the appellant where the Commissioner (Appeals) is satisfied that the omission of the ground from the form of the appeal was not willful or unreasonable.

(4) The Commissioner (Appeals) may stay the recovery of any tax due by virtue of the decision or order being appealed against and any such order made by the Commissioner (Appeals) shall remain operative for not more than fifteen days during which period a notice shall be issued to the respondent and after hearing the parties, the order staying recovery may be confirmed, varied or vacated as the Commissioner (Appeals) deems fit but the stay order so confirmed or varied shall remain operative for not more than sixty days, including any period for which the recovery may have been stayed prior to the confirmation or variation of the stay order.

(5) The Commissioner (Appeals) may, before disposing of an appeal, call for such particulars, documents, records or information as the Commissioner (Appeals) may require respecting the matters arising in the appeal or cause further inquiry to be made by the officer of the Authority.

65. Decision in appeal.--(1) In disposing of an appeal lodged under section 63, the Commissioner (Appeals) may pass such order as he thinks fit, confirming, varying, altering, setting aside or annulling the decision or order appealed against.

(2) In deciding an appeal, the Commissioner (Appeals) may make such further inquiry as may be necessary provided that he shall not remand the case for *de novo* consideration.

(3) The Commissioner (Appeals) shall not increase the amount of any tax payable by the appellant unless the appellant has been given an opportunity of showing cause against such increase.

(4) The Commissioner (Appeals) shall communicate his order to the appellant and the Authority.

(5) An order passed by the Commissioner (Appeals) under sub-section (1) shall be passed not later than one hundred and twenty days from the date of filing of appeal or within such extended period, not exceeding sixty days, as the Commissioner (Appeals) may, for reasons to be recorded in writing, fix.

(6) In computing the aforesaid time period, any period during which the proceedings are adjourned on account of a stay order or proceedings under section 69 or the time taken through adjournments by the appellant shall be excluded.

[1][(7) * * *

(8) * * *]

---

1 Sub-sections (7) & (8) omitted by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021), reported as PTCL 2021 BS. 738. At the time of omission sub-sections (7) & (8) were as under:--

"(7) Where the Commissioner (Appeals) has not made an order under sub-section (1) before the expiration of one hundred and eighty days from the end of the month in which the appeal was lodged, the Commissioner (Appeals) shall transfer his appeal to the Appellate Tribunal and the Tribunal shall decide the appeal under this Act as if it has been filed against the order of the Commissioner (Appeals).

(8) While transferring the undecided appeal to the Appellate Tribunal, the Commissioner (Appeals) shall attach his comprehensive report explaining the circumstances and reasons due to which the appeal could not be decided within time."

(9) For purposes of sub-section (5), any period during which the hearing of an appeal is adjourned on the request of the appellant shall be excluded in the computation of the period mentioned in the sub-section.

66. Appeal to the Appellate Tribunal.--[1][(1) Any person including an officer of the Authority not below the rank of an Additional Commissioner, aggrieved by any order passed by the:

(a) Commissioner (Appeals) under subsection (4) of section 64 or section 65;

(b) Commissioner through adjudication under section 60 or 61; or

(c) Authority under section 62,

may, within [2][sixty] days of the receipt of such decision or order, prefer an appeal to the Appellate Tribunal.]

(2) An appeal under sub-section (1) shall be--

(a) in the prescribed form;

(b) verified in the prescribed manner; [3][and]

(c) accompanied, except in case of an appeal preferred by an officer by the fee specified in sub-section (3) [4][.]

---

1 Sub-section (1) substituted by the Punjab Finance Act, 2019 (XV of 2019) (Assented on 28th June, 2019), reported as PTCL 2019 BS. 759. At the time of substitution sub-section (1) was as under:--

"(1) Where the taxpayer or the officer not below the rank of Additional Commissioner objects to any order passed by the Commissioner (Appeals), including an order under sub-section (4) of section 64, the taxpayer or the officer may appeal to the Appellate Tribunal against such order."

2 Substituted for the word "thirty" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

3 The word inserted by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

4 Substituted for the expression "; and" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

[1][(d) * * *]

(3) The fee for an appeal shall be two thousand rupees.

(4) The Appellate Tribunal may, upon application in writing, admit an appeal after the expiration of the period specified in [2][subsection (1)] if it is satisfied that the person appealing was prevented by sufficient cause from filing the appeal within that period.

67. Disposal of appeals by the Appellate Tribunal.--(1) The Appellate Tribunal may, before disposing of an appeal, call for such particulars, documents, records or information as it may require in respect of the matters arising from the appeal or cause further inquiry to be made by the officer of the Authority.

(2) The Appellate Tribunal shall afford an opportunity of being heard to the parties to the appeal and, in case of default by any of the parties on the date of hearing, the Tribunal may, if it deems fit, dismiss the appeal in default, or may proceed *ex-parte* to decide the appeal on the basis of the available record but the Appellate Tribunal shall decide the appeal within six months from the date of filing of the appeal.

(3) The Appellate Tribunal may stay the recovery of any tax due by virtue of the decision or order being appealed against and any such order made by the Appellate Tribunal shall remain operative for no more than thirty days during which period a notice shall be issued to the respondent and after hearing the parties, the order staying recovery may be confirmed, varied or vacated as the Appellate Tribunal deems fit but the stay order so confirmed or varied shall remain operative for not more than ninety

---

1 Clause (d) omitted by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472. At the time of omission Clause (d) was as under:--

"(d) preferred to the Appellate Tribunal within sixty days of the date of receipt of the order of the Commissioner (Appeals) by the taxpayer or the officer."

2 Substituted for the expression "clause (d) of subsection (2)" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

days including any period for which the recovery may have been stayed prior to the confirmation or variation of the stay order.

(4) In deciding the appeal, the Appellate Tribunal may, without *prejudice* to the powers specified in sub-section (2), make an order to--

(a) affirm, modify or annul the order being appealed against; or

(b) remand the case to the officer or the Commissioner (Appeals) for making such inquiry or taking such action as the Tribunal may direct.

(5) The Appellate Tribunal shall not increase the amount of any tax payable, penalty or default surcharge unless the taxpayer has been given a reasonable opportunity of showing cause against such increase.

(6) The Appellate Tribunal shall communicate its order to the taxpayer and the Commissioner.

(7) Save as provided in any other law, the decision of the Appellate Tribunal on an appeal shall be final.

[1][**67A. Reference to the High Court.--**](1) A reference to the High Court shall lie only if a question of law is involved in a case.

(2) Notwithstanding anything contained in section 67, a taxpayer or the officer not below the rank of Additional Commissioner, aggrieved by any decision or order of the Appellate Tribunal may, within sixty days of communication of such decision or order, prefer a reference, in the prescribed form, alongwith a statement of the facts of the case and the question of law involved in that case to the Lahore High Court Lahore.

(3) The reference under this section shall be heard by a Bench of at least two Judges of the High Court and the provisions

---

1 Section 67A inserted by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780.

of section 98 of the Code of Civil Procedure 1908 (V of 1908) shall apply *mutatis mutandis* to such reference.

(4) The High Court shall send a copy of its judgment under the seal of the Court to the Appellate Tribunal.

(5) Notwithstanding a reference preferred in the High Court under this section, the tax shall be paid in accordance with the order of the Appellate Tribunal.

(6) If the tax liability is reduced by the High Court and the Authority decides to seek leave to appeal to the Supreme Court, the Authority may, within thirty days of the receipt of the judgment in the reference, apply to the High Court to postpone the refund of tax until the decision by the Supreme Court.

(7) Section 5 of the Limitation Act 1908 (IX of 1908) shall apply to a reference under this section.

(8) A court fee of rupees one thousand shall be paid for a reference under this section except when it is filed by the Authority.]

68. Deposit of the tax demand while appeal is pending.-- Where in any appeal, the decision or order appealed against relates to any tax demanded under this Act, the person who has filed the appeal shall, pending the appeal, deposit the admitted amount of the tax based on the return filed under section 35 or as may be determined by the Commissioner (Appeals) or the Appellate Tribunal where such return has not been filed.

69. Alternate dispute resolution.--(1) Notwithstanding any other provisions of this Act or the rules, any registered person aggrieved in connection with any dispute pertaining to--

(a) the liability of the tax against the registered person;

(b) the extent of waiver of default surcharge and penalty;

(c) relaxation of any procedural or technical irregularities and condonation of any prescribed time limitation; and

(d) any other specific relief required to resolve the dispute, may apply to the Authority for the appointment of a committee for the resolution of any dispute mentioned in detail in the application.

(2) Notwithstanding anything contained in sub-section (1), the Authority shall not accept an application under sub-section (1) where criminal proceedings have been initiated or where the Authority is of the opinion that the interpretation of a question of law having a larger impact on revenue or on a number of similar cases is involved.

(3) The Authority may, after examination of the application of a registered person, appoint a committee of not less than three persons within thirty days of receipt of such application, consisting of an officer of the Authority not below the rank of an Additional Commissioner and nominees from the notified panel consisting of chartered or cost accountants, advocates, representatives of trade bodies or associations, retired officers of the rank of not less than BS-20, retired judges, or any other reputable taxpayers, for the resolution of the dispute.

(4) The committee constituted under sub-section (3) shall examine the issue and may, if it deems fit, conduct an inquiry, seek expert opinions, direct any officer of the Authority or any other person to conduct an audit and shall make recommendations to the Authority within ninety days of its constitution in respect of the dispute.

(5) If the committee fails to make recommendations within the said period, the Authority may dissolve the committee and constitute a new committee which shall decide the matter within a further period of ninety days and even if after the expiry of that period the dispute is not resolved, the matter shall be taken up before the appropriate forum provided under this Act for decision.

(6) The Authority may, on the recommendation of the committee, pass such order, as it may deem appropriate within forty-five days of the receipt of the recommendations of the committee.

(7) The registered person may make payment of the tax as determined by the Authority in its order under sub-section (6), and such order of the Authority shall be submitted before the forum, Appellate Tribunal or the Court where the matter is pending adjudication for consideration of orders as deemed appropriate.

***

Chapter X

RECOVERY OF ARREARS

70. Recovery of arrears of tax.--(1) Subject to sub-section (2), where any amount of the tax is due from any person, the officer of the Authority [1][appointed under section 39] may--

(a) deduct the amount from any money owing to the person from whom such amount is recoverable and which may be at the disposal or in the control of such officer or any officer of the Authority;

(b) require by a notice in writing any person who holds or may subsequently hold any money for or on account of the person from whom tax is recoverable to pay to such officer the amount specified in the notice;

[2][(bb) require by a notice in writing payment of money owed to a taxpayer by any person on account of legally enforceable relations created between the taxpayer and the other person including but not limited to purchase contracts, contracts with credit or financial institutions or with banking companies [3][including running and demand finance], lease contracts, loan agreements, building loan contracts, life insurance contracts, employment or work contracts.]

---

1 The expression inserted by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463.

2 Clause (bb) inserted by the Punjab Finance Act, 2017 (XII of 2017) (Assented on 15th June, 2017), reported as PTCL 2017 BS. 501.

3 The words inserted by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

(c) require by a notice in writing any bank to attach that person's bank accounts [1][and recover the amount payable or recover such amount without attachment];

(d) seal the person's business premises till such time as the amount of the tax is paid or recovered in full;

(e) attach and sell or sell without attachment any movable or immovable property of the person from whom the tax is due; and

(f) recover such amount by attachment and sale of any movable or immovable property of the guarantor, person, company, bank or financial institution where a guarantor or any other person, company, bank or financial institution fails to make payment under such guarantee, bond or instrument [2][:]

[3][(g) arrest or cause to arrest a defaulter and cause his detention in prison for a period not exceeding six months subject to the condition that the adjudged amount has been upheld by the Appellate Tribunal.]

[4][Provided that no action shall be taken against the person during the pendency of the appeal, if any, under section 63 of the Act if he deposits at least [5][ten] per cent the amount of the tax demanded from him.]

(2) If any arrears of tax, default surcharge, penalty or

---

1 The words inserted by the Punjab Finance Act, 2019 (XV of 2019) (Assented on 28th June, 2019), reported as PTCL 2019 BS. 759.

2 Substituted for the full stop by the Punjab Finance Act, 2017 (XII of 2017) (Assented on 15th June, 2017), reported as PTCL 2017 BS. 501.

3 Clause (g) inserted by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

4 Proviso added by the Punjab Finance Act, 2017 (XII of 2017) (Assented on 15th June, 2017), reported as PTCL 2017 BS. 501.

5 Substituted for the words "twenty five" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

any other amount which is payable by any person cannot be recovered in any manner whatsoever, the Authority or the Commissioner if so authorized by the Authority, may for reasons to be recorded in writing write off the arrears or amount in the manner in the prescribed manner.

[1][(3) For the purpose of recovery of tax, penalty or any other demand or sum under this Act or the rules, the Authority or the officer of the Authority may exercise the powers of a Civil Court under the Code of Civil Procedure, 1908 (V of 1908) for recovery of an amount due under a decree and, in such an eventuality, the Authority or the officer of the Authority shall be deemed to be a Civil Court.]

***

---

1 Sub-section (3) inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

Chapter XI

AGENTS, REPRESENTATIVES AND E-INTERMEDIARIES

71. **Agent**.--(1) For purposes of this Act and subject to sub-sections (2) and (3), the expression 'agent' in respect of a registered person, means--

(a) where the person is an individual under a legal disability, the guardian or manager who receives or is entitled to receive income, financial gains or benefits, funds, money or property on behalf, or for the benefit of, the individual;

(b) where the person is a company (other than a Trust, a Provincial Government, or local authority in Pakistan), a director or a manager or secretary or accountant or any similar officer of the company;

(c) where the person is a Trust declared by a duly executed instrument in writing, whether testamentary or otherwise, any trustee of the trust;

(d) where the person is a Provincial Government, or local authority in Pakistan, any individual responsible for accounting for the receipt and payment of money or funds on behalf of the Provincial Government or the local authority;

(e) where the person is an association of persons, a director or a manager or secretary or accountant or any similar officer of the association or, in the case of a firm, any partner in the firm;

(f) where the person is the Federal Government, any individual responsible for accounting for the receipt and payment of moneys or funds on behalf of the

Federal Government; or

(g) where the person is a public international organization, or a foreign government or political sub-division of a foreign government, any individual responsible for accounting for the receipt and payment of moneys or funds in Pakistan on behalf of the organization, government, or political subdivision of the government; or

(h) when any person is expressly or impliedly authorized by a registered person to be his agent for all or any of the purposes of this Act.

(2) Where Court of Wards, Administrator General, Official Trustee, or any receiver or manager appointed by, or under any order of a Court receives or is entitled to receive income on behalf, or for the benefit of any person, such Court of Wards, Administrator General, Official Trustee, receiver or manager shall be the agent of the person for purposes of this Act.

(3) Notwithstanding anything in this section, any registered person may expressly or impliedly authorize another person to be his agent for all or any of the purposes this Act.

72. Liability and obligations of agents.--(1) Every agent of a person shall be responsible for performing any duties or obligations imposed by or under this Act and the rules on the person, including the payment of the tax.

(2) Subject to sub-section (5) of this section, the tax that by virtue of sub-section (1), is payable by an agent of a registered person shall be recoverable from the agent only to the extent of any assets of the registered person that are in the possession or under the control of the agent.

(3) Every agent of a registered person who pays any tax owing to the registered person shall be entitled to recover the amount so paid from the registered person or to retain the amount so paid out of any moneys of the registered person that are in the agent's possession or under the agent's control.

(4) Any agent, or any person who apprehends that he may be assessed as an agent, may retain out of any money payable by him to the person on whose behalf he is liable to pay the tax (hereinafter in this section referred to as the 'principal'), a sum equal to his estimated liability under this Act, and in the event of disagreement between the principal and such an agent or a person as to the amount to be so retained, such agent or person may obtain from the Commissioner a certificate stating the amount to be so retained pending final determination of the tax liability and the certificate so obtained shall be his conclusive authority for retaining that amount.

(5) Every agent shall be personally liable for the payment of any tax due by the agent if, while the amount remains unpaid, the agent--

(a) alienates, charges or disposes of any moneys received or accrued in respect of which the tax is payable; or

(b) disposes of or parts with any moneys or funds belonging to the registered person that is in the possession of the agent or which comes to the agent after the tax is payable, if such tax could legally have been paid from or out of such moneys or funds.

(6) Nothing in this section shall relieve any person from performing any duties imposed by or under this Act on the person which the agent of the person has failed to perform.

73. Liability of the registered person for the acts of his agent.--A registered person shall be responsible for any and all acts done by his agent.

74. Appearance by authorized representative.--A registered person required to appear before the Appellate Tribunal or an officer in connection with any proceedings under this Act may, in writing, authorize any person having such qualification as may be prescribed by the Authority, to represent him or appear on his behalf.

75. E-intermediaries to be appointed.--(1) Subject to such conditions, limitations and restrictions as the Authority may impose, the Authority may, by a notification in the official Gazette, appoint a person as e-intermediary to electronically file returns and other electronic documents under this Act and the rules on behalf of a registered person.

(2) A registered person may authorize an e-intermediary to electronically file returns or any other documents on his behalf as specified in sub-section (1).

(3) The return or such other documents filed by an e-intermediary on behalf of a registered person shall be deemed to have been filed by that registered person.

(4) Where this Act requires anything to be done by a registered person and if such thing is done by an e-intermediary authorized by the registered person under sub-section (2), unless the contrary is proved, such thing shall be deemed to have been done with the knowledge and consent of the registered person so that in any proceedings under this Act, the registered person shall be liable as if the thing has been done by him.

(5) Where an e-intermediary, authorized by a registered person under sub-section (2) to act on his behalf, knowingly or willfully submits false or incorrect information or document or declaration with an intent to avoid payment of the tax due or any part thereof, such e-intermediary shall be jointly and severally responsible for recovery of the amount of tax short paid as a result of such incorrect or false information or document or declaration, without *prejudice* to any other action that may be taken against him or the registered person under the relevant provisions of the law.

(6) The Authority may, by notification in the official Gazette, prescribe rules for the conduct and transaction of business of e-intermediaries, including their appointment, suspension and cancellation of appointment, subject to such conditions and restrictions as specified in such rules.

***

Chapter XII

GENERAL ADMINISTRATION

76. Power to make rules [1][and frame regulations].--(1) The Authority may, with the approval of the Government and by notification in the official Gazette, make the rules for carrying out the purposes of any of the provisions of this Act.

[2][(1A) The Authority may, by notification in the official Gazette, frame regulations for carrying out the purposes of this Act.]

(2) All rules [3][and regulations made or framed under sub-sections (1) and (1A)] during a financial year shall be laid in Provincial Assembly of the Punjab at the time of presentation of the Annual Budget for the next financial year.

(3) The rules [4][and regulations made or framed under] this Act shall be collected, arranged and published alongwith general orders and departmental instructions, directions, notifications and rulings, if any, at appropriate intervals and sold to the public at a reasonable price.

[5][**76A. Power to restrain certain authorities.--**The

---

1 The words inserted by the Punjab Sales Tax on Services (Amendment) Act, 2026 (XXXVIII of 2026) (Assented on 14th May, 2026), reported as PTCL 2026 BS. 54.

2 Sub-section (1) inserted by the Punjab Sales Tax on Services (Amendment) Act, 2026 (XXXVIII of 2026) (Assented on 14th May, 2026), reported as PTCL 2026 BS. 54.

3 Substitution for the expression "made under sub-section (1)" by the Punjab Sales Tax on Services (Amendment) Act, 2026 (XXXVIII of 2026) (Assented on 14th May, 2026), reported as PTCL 2026 BS. 54.

4 Substituted for the words by the Punjab Sales Tax on Services (Amendment) Act, 2026 (XXXVIII of 2026) (Assented on 14th May, 2026), reported as PTCL 2026 BS. 54.

5 Section 76A substituted by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026). At the time of substitution it was as under:--

Authority may, by notification in the official Gazette, require that:

(a) any authority competent to issue or renew a license or to grant permission or to issue no objection certificate to any person to engage in an economic activity which is a taxable service, shall not issue or renew such license or grant permission or issue no objection certificate unless the licensee or the grantee furnishes the evidence that he is a duly registered person under the Act and is on the active taxpayers list of the Authority; and

(b) any procuring agency awarding or renewing any contract constituting taxable services shall not award or renew contract, unless the bidder, contractor, supplier or consultant is a registered person and is also on the active taxpayers list under the Act:

provided that a newly established business shall be exempt from the application of this section for a period of six months from the date of its registration.]"

77. Computerized system.--(1) The Authority may prescribe the use of a computerized system for carrying out the purposes of this Act and the rules including the receipt of applications for registration, returns and such other declarations or information required to be provided under this Act and the rules from such date and for such registered persons or class of persons as the Authority may, by notification in the official Gazette, specify.

(2) The Authority may regulate the conduct and

"[***a***][**76A**. **Power to restrain certain authorities.--**The Authority may, with the approval of the Government and by notification in the official Gazette, require that any authority competent to issue or renew a license or to grant permission to any person to engage in an economic activity which is a taxable service, shall not issue or renew such license or grant permission unless the licensee or the grantee furnishes the evidence that he is a duly registered person under section 25, section 26 or section 27 of the Act.]"

a Section 76A inserted by the Punjab Finance Act, 2017 (XII of 2017) (Assented on 15th June, 2017), reported as PTCL 2017 BS. 501.

transaction of business in relation to the submission of returns or other information to the Authority by the persons required to transmit or receive any information through the computerized system, including matters such as the grant of authorization, suspension and cancellation of authorization and for security of the information transmitted or received through the computerized system.

(3) The information received in the computerized system from or on behalf of any registered person shall, for all official and legal purposes, be deemed to have been furnished by and received from such registered person.

(4) The business information gathered through computerized system shall be confidential to be used only for official and legal purposes and no unauthorized person shall claim or be provided any access to such information.

78. Service of orders and decisions.--(1) Subject to this Act, any notice, order or requisition required to be served on an individual for the purposes of this Act shall be treated as properly served on the individual if--

(a) personally served on the individual or, in the case of an individual under a legal disability the agent of the individual;

(b) sent by registered post or courier service to the individual's usual or last known address in Pakistan; or

(c) served on the individual in the manner prescribed for service of a summons under the Code of Civil Procedure, 1908 (V of 1908).

(2) Subject to this Act, any notice order or requisition required to be served on any person, other than an individual to whom sub-section (1) applies, for the purposes of this Act, shall be treated as properly served on the person if--

(a) personally served on the agent of the person;

(b) sent by registered post or courier service to the person's registered office or address for service of notices under this Act in Pakistan or where the person does not have such office or address, the notice is sent by registered post to any office or place of business of the person in Pakistan; or

(c) served in the manner prescribed for service of a summons under the Code of Civil Procedure, 1908 (V of 1908).

(3) Where an association of persons is dissolved, any notice, order or requisition required to be served under this Act, on the association or a member of the association may be served on any person who was the principal officer or a member of the association immediately before such dissolution.

(4) Where a business stands discontinued, any notice order or requisition required to be served under this Act, on the person discontinuing the business may be served on the person personally or on any individual who was the person's agent at the time of discontinuance.

(5) The validity of any notice issued under this Act or the validity of any service of a notice shall not be called into question after the notice has been complied with in any manner.

(6) Any registered person may indicate, in the manner prescribed by the Authority, that he wishes to electronically receive all or specific communications, including notifications, orders, assessments and requisitions from the Authority, the Appellate Tribunal or any officer of the Authority.

(7) The Authority may, by notification in the official Gazette, direct that all or specific communications, including notifications, orders, assessments and requisitions [1][including notices and show cause notices] from the Authority, the Appellate Tribunal or any officer to a specific registered person or class of

---

1 The words inserted by the Punjab Finance Act, 2017 (XII of 2017) (Assented on 15th June, 2017), reported as PTCL 2017 BS. 501.

registered persons shall be made electronically.

(8) For purposes of sub-sections (6) and (7), a registered person shall be considered to have received the electronic communication within seventy two hours of the sending of the electronic communication by the Authority, Appellate Tribunal or the officer of the Authority.

(9) For purposes of sub-sections (6), (7) and (8), an electronic communication includes a communication sent by email.

79. Correction of clerical errors.--(1) Any clerical or arithmetical error in any assessment, adjudication order or decision may, at any time, be corrected by the officer of the Authority who made the assessment or adjudication or passed such order or decision or by his successor in office, through an order made under this section.

(2) Before any correction is made under sub-section (1), a notice shall be given to the registered person likely to be affected by such correction.

80. Issuance of duplicate of the tax documents.--An officer of the Authority not below the rank of the [1][Enforcement Officer/ Audit Officer] may, on payment of one hundred rupees, issue an attested copy of any document filed by a registered person with the Authority.

81. Power to issue orders, instructions and directions.--The Authority may issue such orders, instructions and directions, not inconsistent with this Act and the rules, to all officers of the Authority, as it may deem necessary to implement, administer or enforce the provisions of this Act and the rules.

82. Officers of the Authority to follow orders.--(1) All officers of the Authority and other persons employed in the

---

1 Substituted for the words "Assistant Commissioner" by the Punjab Sales Tax on Services (Amendment) Act, 2026 (XXXVIII of 2026) (Assented on 14th May, 2026), reported as PTCL 2026 BS. 54.

administration of this Act and the rules shall observe and follow the orders, instructions and directions of the Authority.

(2) No such orders, instructions or directions shall be given so as to interfere with the powers or discretion of officers of the Authority in the exercise of their judicial or *quasi-judicial* functions.

***

Chapter XIII

MISCELLANEOUS

83. Computation of limitation period.--In computing the period of limitation prescribed for any appeal or application under this Act, the day on which the order complained of was served and, if the concerned person was not furnished with a copy of the order, the time requisite for obtaining a copy of such order shall be excluded.

84. Condonation of time-limit.--(1) Where any time or period has been specified under any of the provisions of the Act or the rules within which any act or thing, including submission of an application, filing of a return or payment of tax, is to be done, the Authority may permit such application to be made or such act or thing to be done within such time or period as it may consider appropriate.

[1][*Explanation.*--The expression "act or thing to be done" includes an act or thing to be done by a registered person or by an authority specified in section 39 of the Act.]

(2) The Authority may, by notification in the official Gazette, and subject to such limitations or conditions as may be specified therein, empower any Commissioner or the officer of the Authority to exercise the powers under this section in any case or class of cases.

85. Bar of suits, prosecution and other legal proceedings.--(1) No suit shall be brought in any civil court to set aside or modify any order passed, any assessment made, any tax levied, any penalty or default surcharge imposed or collection of any tax made under

---

1 Explanation added by the Punjab Finance Act, 2017 (XII of 2017) (Assented on 15th June, 2017), reported as PTCL 2017 BS. 501.

this Act.

(2) No suit, prosecution or other legal proceeding shall lie against the Government or against any public servant in respect of any order passed in good faith under this Act.

(3) Notwithstanding anything in any other law, no investigation or inquiry shall be undertaken or initiated by any government agency against any officer or official for anything done in his official capacity under this Act, except with the permission of the Authority.

86. Removal of difficulties.--(1) The Government may pass such order for removing any difficulty or for bringing the provisions of this Act into effective operation direct that provisions of this Act shall, during such period as may be specified in the order, have effect subject to such adaptations whether by way of modification or addition or omission as it may deem to be necessary or expedient.

(2) The power under this section shall not be exercised after the expiry of two years from the commencement of this Act.

87. Repeal and savings.--(1) The [1]Punjab Sales Tax Ordinance, 2000 (II of 2000) is hereby repealed.

(2) Any proceeding under the repealed Ordinance pending on the date notified under sub-section (3) of section 1 before any authority, forum or any court by way of adjudication, assessment, appeal, reference, revision or prosecution shall be continued and disposed of as if this Act has not come into force.

(3) Where the Government or the Authority takes any action, makes any decision or orders, issues any instructions, directions, clarifications or notifications in pursuance of or in exercising of powers conferred under any provision of any law in

---

1 For Ordinance *see* Part IV.

respect of any matter relating to the tax and allied issues covered under this Act or the rules, such actions, decisions, orders, instructions, directions, clarifications and notifications shall be deemed to have been validly issued to serve the purposes of this Act and the rules.

(4) Where so directed by the Government, any tax payable but not paid under the Punjab Sales Tax Ordinance, 2000 (II of 2000) may be recovered under this Act, but without *prejudice* to any action already taken for the recovery of the amount under the said Ordinance.

[1][**88. Prize schemes to promote tax culture.--**The Authority may, with the approval of the Government, prescribe prize schemes to encourage the general public to make purchases only from registered persons issuing tax invoices.]

[2][**89. Reward to whistleblowers.--**(1) The Authority may [3][* * *] sanction reward to a whistleblower.

(2) The Authority may, by notification, prescribe the procedure in this behalf and also specify the apportionment of reward sanctioned under this section for a whistleblower.

(3) The claim for reward by the whistleblower shall be rejected if--

(a) the information provided is of no value;

(b) the Authority already had the information;

---

1 Section 88 inserted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

2 Section 89 inserted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

3 The expression ", with the approval of the Government," omitted by the Punjab Sales Tax on Services (Amendment) Act, 2026 (XXXVIII of 2026) (Assented on 14th May, 2026), reported as PTCL 2026 BS. 54.

(c) the information was available in public records; or

(d) no collection of tax is made from the information provided by a whistleblower.

(4) Where, after providing an opportunity of being heard, it is found that a whistleblower has provided false, misleading or frivolous information, he shall be liable to a penalty of one hundred thousand rupees.

(5) In this section, 'whistleblower' means a person who reports concealment or evasion of tax or tax fraud leading to detection or collection of the tax.]

***

FIRST SCHEDULE

[1][Tax Free Services

(*see* section 3A)

Sr.No.	Description	Conditions
(1)	**(2)**	**(3)**
1	Services related to healthcare provided by the Federal or Provincial Governments or local governments including consultation or visit fee of doctors, medical practitioners and medical specialists, bed or room charges, in public sector hospitals.	None
2	Services provided by skin and laser clinics, cosmetic and plastic surgeons and hair transplant services including consultation services.	Only to the extent of services provided to acid or burn victims.
3	(i) General education services; and (ii) Education provided by the Federal, or Provincial Governments or local governments in public sector educational institutions.	None

1 First Schedule substituted by the Punjab Finance Act, 2025 (LVIII of 2025) (Assented on: 26th June, 2025). *w.e.f.* 1st July, 2025, reported as PTCL 2025 BS. 445. For detail *see* **Legal Reference** *see* at the end of **First Schedule**

Sr.No.	Description	Conditions
(1)	**(2)**	**(3)**
4	[1]["Passenger transport services except those specified in serial numbers 15, 23 and 33 of Part-III of Second Schedule.	None]
5	Postal and courier services provided by the Federal or Provincial Governments or local governments.	Only to the extent of services provided to the Federal, Provincial Government Departments or local governments.
6	Registration services provided by Federal or Provincial Governments or local governments including passport and identity cards services	None
7	Services relating to religion, art, culture and sports provided by the Federal or Provincial Governments or local governments	None
8	Services relating to physical fitness, entertainment, amusement and learning provided by the Federal or	None

[1] Substituted by Notification No. SO(TAX)1-10/2025-26, dated 22nd October, 2025, reported as PTCL 2025 St. 1036. At the time of substitution it was as under:--

"Public transport service provided by the Federal or Provincial Governments or local Governments.	None"

Sr.No.	Description	Conditions
(1)	(2)	(3)
	Provincial Governments or local governments, such as gymnasiums, sports clubs, playgrounds, zoological and botanical gardens, museums, libraries, parks, *etc*.	
9	Services provided by property developers, builders and promoters, including their allied services.	Only to the extent of affordable housing services provided under Government sponsored housing programs or any area notified for an Affordable Private Housing Scheme by the Punjab Housing and Town-Planning Agency (PHATA) covered under Rule 2(1)(k), Rule 35 and Rule 36 of the Punjab Housing and Town-Planning Agency (Affordable Private Housing Schemes Rules), 2020.
10	Services provided by: (i) a religious or charitable institution for the benefit of public registered under any law for the time being in force; (ii) international non-governmental organizations (INGOs) approved by the	Subject to exemption from federal taxes by the Federal Board of Revenue.

Sr.No.	Description	Conditions
(1)	**(2)**	**(3)**
	Federal Government; and (iii) international agencies.	
11	Services provided in respect of insurance.	Only to the extent of: (a) marine insurance for export; and (b) crop insurance.
12	Construction services and services provided by contractors of building (including water supply, gas supply and sanitary works), roads and bridges, electrical and mechanical works (including air conditioning), horticultural works, multidiscipline works (including turn-key projects) and similar other works.	Only to the extent: (i) where the tax is otherwise paid by registered persons as property developers, builders or promoters for building construction; or (ii) where the construction work is funded under an agreement of foreign grant-in-aid or involves const-ruction of consular buildings; or (iii) residential construction projects where the covered area does not exceed 10,000 square feet for a house and 20,000 square feet for an

Sr.No.	Description	Conditions
(1)	(2)	(3)
		apartment except where construction services are provided to construct more than one house or more than one apartment building; or (iv) where the const-ruction services are provided to any registered person who is otherwise liable to pay sales tax as a property developer, builder and promoter.
13	Services provided for personal care by beauty parlors, salons, clinics, sliming clinics, spas (including saunas, Turkish baths and Jacuzzi) and similar other services.	Only to the extent of services provided in a parlour, salon or clinic where the facility of air-conditioning is not installed or is not available in the premises on any day of the financial year.
14	Services provided by tour operators and travel agents including all their allied services or facilities.	Only to the extent of Hajj and Umrah purposes including 'Ziyarat'.
15	Facilities for travel originating from Punjab by Air for domestic and international	Only to the extent of Air travel services provided to Hajj or Umrah

Sr.No.	Description	Conditions
(1)	(2)	(3)
	travel.	passengers, diplomats and supernumerary crew.
16	Services provided by warehouses or depots for storage or cold storages including letting of space for storages.	Only to the extent of storage of agriculture produce for the person's own consumption.
17	Services provided by photography studios and event or occasion photographers or film-makers.	Only to the extent of non-corporate (individual) photo-graphers operating from small road-side shops declared as such by the Authority.
18	Services provided by diplomatic missions.	None
19	Renting of personal dwellings for residential use.	None
20	Services provided by persons engaged in contractual execution of works or furnishing supplies.	Only to the extent of services related to the contracts involving supplies or printing of books
21	Advertisement on television and radio or advertisement services showcasing of any product or service in video programmes, television programmes or motion pictures or music albums.	Only to the extent of: (a) sponsored by an agency of the Federal or Provincial Government for health education; or

Sr.No.	Description	Conditions
(1)	(2)	(3)
		(b) financed out of funds provided by a Government under an agreement of foreign grant-in-aid; or (c) conveying public service message, if telecast on television by the World Wide Fund for Nature (WWF) or United Nations Children's Fund (UNICEF).
22	Services relating to pathological or diagnostic tests exclusively for medical treatment purposes.	None
23	Services provided in respect of manufacturing or processing on toll or job basis (against processing on conversion charges) [including industrial and commercial packaging services and similar outsourcing of industrial or commercial processes].	None
24	Advertisement including classified ads in newspapers, magazines, journals and periodicals.	None

Sr.No.	Description	Conditions
(1)	(2)	(3)
[1][25	* * *]	
26	Services provided by port operators (including airports and dry-ports) and allied services provided at ports and services provided by terminal operators including services in respect of public bonded warehouses.	Only to the extent of the amounts received by way of fee under any law or bye-law.]
[2][27	Supply of immovable property by way of lease, license or such similar arrangement.	None

LEGAL REFERENCES

1. First Schedule substituted by the Punjab Finance Act, 2025 (LVIIIof 2025) (Assented on: 26th June, 2025). *w.e.f.* 1st July, 2025. At the time of substitution it was as under:

"FIRST SCHEDULE

(CLASSIFICATION OF SERVICES)

(*See* sub-section (38) of Section 2)

Classification	Description
(1)	(2)
98.01	**Services provided by hotels, restaurants, marriage halls, lawns, clubs and caterers.**
9801.1000	Services provided by hotels

---

1 . S. No. 25 and the entries in columns (1) to (3) omitted by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026). At the time of omission it was as under:--

"25	Services provided by a foreign exchange dealer or exchange company or money changer or money exchanger.	None"

2 Sr. No. 27 inserted by Notification No. SO(TAX)1-10/2025-26, dated 22nd October, 2025, reported as PTCL 2025 St. 1036.

Classification	Description
(1)	(2)
9801.2000	Services provided by restaurants
9801.3000	Services provided by marriage halls and lawns
9801.4000	Services provided by clubs
9801.5000	Services provided by caterers, suppliers of food and drinks
9801.6000	Ancillary services provided by hotels, restaurants, marriage halls, lawns, caterers
9801.7000	Services provided by messes and hostels
9801.9000	Other
98.02	**Advertisements**
9802.1000	Advertisements on T.V.
9802.2000	Advertisements on radio
9802.3000	Advertisements on closed circuit T.V.
9802.4000	Advertisements in newspapers and periodicals
9802.5000	Advertisements on cable T.V. network
	Advertisements on poles
	Advertisements on bill boards
9802.9000	Other
98.03	**Facilities for travel**
9803.1000	Travel by air of passengers within the territorial jurisdiction of Pakistan
9803.1100	Travel by air of passengers embarking on international journey from Pakistan
9803.2000	Domestic travel by train
9803.2100	International travel by train
9803.9000	Other
98.04	**Services provided for inland carriage of goods.**
9804.1000	Carriage of goods by air
9804.2000	Carriage of goods by train
9804.9000	Other
98.05	**Services provided by persons authorized to transact business on behalf of others.**
9805.1000	Shipping agents
9805.2000	Stevedores
9805.2100	Ship management service
9805.3000	Freight forwarding agents
9805.4000	Customs agents
9805.5000	Travel agents

Classification	Description
(1)	(2)
9805.5100	Tour operators
9805.6000	Recruiting agents
9805.7000	Advertising agents
9805.8000	Ship chandlers
9805.9000	Share transfer agent
9805.9100	Sponsorship services
9805.9200	Business support services
9805.9090	Other
98.06	**Services provided in matters of hire.**
9806.1000	Purchase or sale of moveable or immovable goods or property
9806.2000	Property dealers
9806.3000	Car/automobiles dealers
9806.9000	Dealers of second hand goods other than automobiles other
9807.0000	**Services provided by property developers and promoters.**
9808.0000	**Courier services**
9809.0000	**Services provided by persons engaged in contractual execution of [a][works] or furnishing supplies.**
9810.0000	**Services provided for personal care by beauty parlors/clinics, slimming clinics and others.**
9811.0000	**Services provided by laundries, dry cleaners.**
98.12	**Telecommunication services.**
9812.1000	Telephone services
9812.1100	Fixed line voice telephone service
9812.1200	Wireless telephone
9812.1210	Cellular telephone
9812.1220	Wireless Local Loop telephone
9812.1300	Video telephone
9812.1400	Payphone cards
9812.1500	Prepaid calling cards
9812.1600	Voice mail service
9812.1700	Messaging service
9812.1710	Short Message service (SMS)
9812.1720	Multimedia message service (MMS)
9812.1910	Shifting of telephone connection
9812.1920	Installation of telephone extension
9812.1930	Provision of telephone extension

Classification	Description
(1)	(2)
9812.1940	Changing of telephone connection
9812.1950	Conversion of NWD connection to non NWD or *vice versa*
9812.1960	Cost of telephone set
9812.1970	Restoration of telephone connection
9812.1990	Others
9812.2000	Bandwidth services
9812.2100	Copper line based
9812.2200	Fibre-optic based
9812.2300	Co-axial cable based
9812.2400	Microwave based
9812.2500	Satellite based
9812.2900	Others
9812.3000	Telegraph
9812.4000	Telex
9812.5000	Telefax
9812.5010	Store and forward fax services
9812.5090	Others
9812.6000	Internet services
9812.6100	Internet services including email services
9812.6110	Dial-up internet services
9812.6120	Broadband services for DSL connection
9812.6121	Copper line based
9812.6122	Fibre-optic based
9812.6123	Co-axial cable based
9812.6124	Wireless based
9812.6125	Satellite based
9812.6129	Others
9812.6130	Internet/email/Data/SMS/MMS services on WLL networks
9812.6140	Internet/email/Data/SMS/MMS services on cellular mobile networks
9812.6190	Others
9812.6200	Data Communication Network services (DCNS)
9812.6210	Copper Line based
9812.6220	Co-axial cable based
9812.6230	Fibre-optic based
9812.6240	Wireless/Radio based
9812.6250	Satellite based

Classification	Description
(1)	(2)
9812.6290	Others
9812.6300	Value added data services
9812.6310	Virtual private Network services (VPN)
9812.6320	Digital Signature service
9812.6390	Others
9812.9000	Audio text services
9812.9100	Tele-text services
9812.9200	Trunk radio services
9812.9300	Paging services
9812.9400	Voice paging services
9812.9410	Radio paging services
9812.9490	Vehicle tracking services
9812.9500	Burglar alarm services
9812.9090	Others
98.13	**Services provided by banking companies, insurance companies, cooperative financing societies modarbas, musharikas, leasing companies, foreign exchange dealers, non-banking financial institutions and other persons dealing in any such services.**
9813.1000	Services provided in respect of insurance to a policy holder by an insurer, including a reinsure.
9813.1100	Goods insurance
9813.1200	Fire insurance
9813.1300	Theft insurance
9813.1400	Marine insurance
9813.1500	Life insurance
9813.1600	Other insurance
9813.2000	Services provided in respect of advances and loans
9813.3000	Services provided in respect of leasing
9813.3010	Financial leasing
9813.3020	Commodity or equipment leasing
9813.3030	Hire-purchase leasing
9813.3090	Other
9813.3900	Services provided in respect of musharika financing
9813.4000	Services provided by banking companies in relation to:
9813.4100	Guarantee
9813.4200	Brokerage
9813.4300	Letter of credit

Classification	Description
(1)	(2)
9813.4400	Issuance of pay order and demand draft
9813.4500	Bill of exchange
9813.4600	Transfer of money including telegraphic transfer, mail transfer and electronic transfer
9813.4700	Bank guarantee
9813.4800	Bill discounting commission
9813.4900	Safe deposit lockers
9813.4910	Safe vaults
9813.5000	Issuance,, processing and operation of credit and debit cards
9813.6000	Commission and brokerage of foreign exchange dealings
9813.7000	Automated Teller Machine operations, maintenance and management
9813.8000	Service provided as banker to an issue
9813.8100	Other
9813.9000	Service provided by a foreign exchange dealer or exchange company or money changer
98.14	**Services provided by architects, town planners, contractors, property developers or promoters, interior decorators.**
9814.1000	Architects or town planners
9814.2000	Contractors of building (including water supply, gas supply and sanitary works), roads and bridges, electrical and mechanical works (including air conditioning), horticultural works, multi-discipline works (including turn-key projects) and similar other works.
9814.3000	Property developers or promoters
9814.4000	Landscape designers
9814.9000	Other
98.15	**Services provided by professionals and consultants *etc.***
9815.1000	Medical practitioners and consultants
9815.2000	Legal practitioners and consultants
9815.3000	Accountants and auditors
9815.4000	Management consultants
9815.5000	Technical, scientific, engineering consultants
9815.6000	Software or IT based system development consultants
9815.9000	Other consultants
9816.0000	**Services provided by pathological laboratories.**
98.17	**Services provided by medical diagnostic laboratories including X-Rays, CT Scan, M.R. Imaging *etc*.**
9817.1000	Scientific laboratories
9817.2000	Mechanical laboratories

Classification	Description
(1)	**(2)**
9817.3000	Chemical laboratories
9817.4000	Electrical or electronic laboratories
9817.9000	Other such laboratories
98.18	**Services provided by specialized agencies.**
9818.1000	Security agency
9818.2000	Credit rating agency
9818.3000	Market research agency
9818.9000	Other such agencies
98.19	**Services provided by specified persons or businesses**
9819.1000	Stockbrokers
9819.1100	Under writers
9819.1200	Indenters
9819.1300	Commission agents
9819.1400	Packers
9819.2000	Money exchanger
9819.3000	Rent a car
9819.4000	Prize bond dealers
9819.5000	Surveyors
9819.6000	Designers
9819.7000	Outdoor photographer
9819.8000	Art painter
9819.9000	Cable TV operators
9819.9100	Auctioneers
9819.9200	Public relations services
9819.9300	Management consultants
9819.9400	Technical testing and analysis service
9819.9500	Service provided by a registrar to an issue
9819.9090	Others
98.20	**Services provided by specialized workshops or undertakings**
9820.1000	Auto-workshops
9820.2000	Workshops for industrial machinery construction and earth-moving machinery or other special purpose machinery *etc.*
9820.3000	Workshops for electric or electronic equipments or appliances *etc.* including computer hardware
9820.4000	Car washing or similar service stations
9820.9000	Other workshops
98.21	**Services provided in specified fields.**

Classification	Description
(1)	(2)
9821.1000	Healthcare center, gyms or physical fitness center *etc.*
9821.2000	Indoor sports and games center
9821.3000	Baby care center
9821.4000	Body massage center
9821.5000	Pedicure center
98.22	**Services provided for specified purposes.**
9822.1000	Fumigation services
9822.2000	Maintenance or cleaning services
9822.3000	Janitorial services
9822.4000	Dredging or desilting services
9822.9000	Other similar services
9823.0000	**Franchise services**
9824.0000	**Construction services**
9825.0000	**Consultancy services**
9826.0000	**Management services including fund and asset management services**
9827.0000	**Market research agencies**
9828.0000	**Program producers**
9829.0000	**Brokerage (other than stock) and indenting services**
9830.0000	**Race Clubs**
9831.0000	**General insurance agents**
9832.0000	**Exhibition or convention services**
9833.0000	**Data processing and provision of information, services of engineers, handling and storage of goods**
9834.0000	**Fashion designers**
9835.0000	**Cable operators**
9836.0000	**Internet café**
9837.0000	**Pandal and shamiana service**
9838.0000	**Airport services**
9839.0000	**Intellectual property services**
9840.0000	**Forward contract services**
9841.0000	**Packaging services**
9842.0000	**Services provided in matters of hire**
9843.0000	**Purchase or sale of moveable or immovable goods or property**
9844.0000	**Property dealers and realtors**
9845.0000	**Automobile dealers**
9846.0000	**Dealers of second hand goods other than automobiles**

Classification	Description
(1)	(2)
9847.0000	**Cosmetic and plastic surgery**
9848.0000	**Beauty parlor and beauty clinics**
9849.0000	**HR consultants**
9850.0000	**Corporate law consultants**
9851.0000	**Tax consultants**
9852.0000	**Human resources & personnel development services**
9853.0000	**Coaching centers**
9854.0000	**Vocational centers**
9855.0000	**Actuarial services**
9856.0000	**Training services**
9857.0000	**Tracking services**
9858.0000	**Security alarm services**
9859.0000	**Human resource development**
9860.0000	**Building maintenance and service provider**
9861.0000	**Quality control services (ISO certification authority)**
9862.0000	**Services provided by motels, guest houses and farm houses.**
9863.0000	**Debt collection agencies**
9864.0000	**Amusement parks**
9865.0000	**Call centres**
9866.0000	**Film and drama studios including mobile stage shows or cinemas**
9867.0000	**Entertainment services**
9868.0000	**Services provided in respect of manufacturing or processing on toll basis.**

a Substituted for the word "work" by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463.

***

[1][SECOND SCHEDULE

(Taxable Services)

(*see* section 3)

PART I

Sr. No.	Description	Classification Code, if Applicable	Rate of Tax
(1)	(2)	(3)	(4)
1	All services, except those specified in serial numbers 2 and 3 of this Part, Part-II and Part-III.	Respective headings	Sixteen percent
2	Services provided by persons for carriage of goods by rail or road.	98.04 9804.2000, 9804.9000 and respective headings	15% With input tax adjustment for service provider and service recipient.
3	Telecommunication services: (a) telephone services (b) fixed line voice telephone service; (c) wireless telephone; (d) cellular telephone; (e) wireless local loop telephone; (f) video telephone;	98.12 [9857.0000, 9858.0000]	Nineteen and a half percent

1 Second Schedule substituted by Punjab Finance Act, 2025 (LVIII of 2025) (Assented on: 26th June, 2025 *w.e.f.* 1st July, 2025, reported as PTCL 2025 BS. 445. For detail of Legal Reference see at the end of Second Schedule.

Sr. No.	Description	Classification Code, if Applicable	Rate of Tax
(1)	(2)	(3)	(4)
	(g) payphone cards; (h) pre-paid calling cards; (i) voice mail service; (j) messaging service; (k) short message service (SMS); (l) multimedia message service (MMS); (m) bandwidth services used for voice and video telecommunication services: (i) copper line based; (ii) fiber-optic based; (iii) co-axial cable based; (iv) microwave based; (v) satellite based; (n) telegraph; (o) telex; (p) telefax; (q) store and forward fax services; (r) audio-text services; (s) tele-text services;		

Sr. No.	Description	Classification Code, if Applicable	Rate of Tax
(1)	(2)	(3)	(4)
	(t) trunk radio services; (u) paging services; (v) voice paging services; (w) radio paging services; (x) vehicle and other tracking services; and (y) burglar and security alarm services; (z) (i) internet services, whether dialup or broadband, including email services, data communication network services (DCNS) and value added data services; (ii) such charges payable on the international leased lines or bandwidth services used by: (a) software exporting firms registered with Pakistan Software Export Board; and		

Sr. No.	Description	Classification Code, if Applicable	Rate of Tax
(1)	(2)	(3)	(4)
	(b) data and internet service providers licensed by the Pakistan Tele-communication Authority; and (iii) such charges payable on the international leased lines used by the software exporting firms registered with Pakistan Software Export Board for software exports.		

PART II

FIXED-TAXED SERVICES

The services enumerated below, shall be fixed rate, subject to the conditions, if any, specified hereunder:

Sr. No.	Description	Classification Code, if Applicable	Rate of Tax
(1)	(2)	(3)	(4)
1	Services provided by property developers, builders and promoters (including their allied services);	9807.0000 and respective sub-headings of heading 98.14	Rs. 100 per square yard for land develop-ment and Rs. 50 per

Sr. No.	Description	Classification Code, if Applicable	Rate of Tax
(1)	(2)	(3)	(4)
			square feet for building construction.
2	Freight forwarding agents.	9805.3000	Rs. 1000 per bill of lading

PART III

REDUCED RATE SERVICES

The services enumerated below, shall be reduced rate, subject to the conditions, if any, specified hereunder:

Sr. No.	Description	Classification code, if applicable	Rate of tax
(1)	(2)	(3)	(4)
1	Hotels, motels and guest houses	9801.1000	[1][(a) eight percent without input tax adjustment where payment against

---

1 Substituted by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026). At the time of substitution is under:--

"(i) Five percent without input tax adjustment for non-corporate, non-franchise, non-chain businesses withless than 20 rooms; and

(ii) Sixteen percent for others"

Sr. No.	Description	Classification code, if applicable	Rate of tax
(1)	(2)	(3)	(4)
			services is received through debit or credit cards, mobile wallets or QR scanning; and (b) sixteen percent for others.]
2	Marriage halls and lawns (by whatever name called) including pandal and shamiana services. Catering services (including all ancillary/ allied services such as floral or other decoration, furnishing of space whether or not involving rental of equipment and accessories).	9801.3000 9801.5000	[1][Eight] percent without input tax adjustment.
3	Services provided in respect of insurance to a policy holder by an insurer, including a re-	98.13	(a) Zero percent without input tax adjust-ment for

1 Substituted for the word "Five" by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026).

Sr. No.	Description	Classification code, if applicable	Rate of tax
(1)	(2)	(3)	(4)
	insurer for: (a) fire insurance; (b) goods insurance; (c) health insurance; (d) life insurance; (e) marine insurance; (f) theft insurance; and (g) any other insurance.		health insurance for individuals; and (b) Five percent for insurance agents and insurance brokers; (c) Sixteen percent of gross premium paid, for others.
4	Services provided by restaurants including cafes, food (including ice-cream) parlors, coffee houses, coffee shops, deras, food huts, eateries, resorts and similar cooked, prepared or ready-to-eat food service outlets *etc.*	9801.2000 [9801.9000]	(a) [1][Eight] percent without input tax adjustment where payment against services is received through debit or credit cards, mobile wallets or QR scanning; and

1 Substituted for the word "Five" by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026).

Sr. No.	Description	Classification code, if applicable	Rate of tax
(1)	(2)	(3)	(4)
			(b) Sixteen percent for others.
5	Franchise services including intellectual property rights and licensing	9823.0000 9839.0000 and respective headings	(a) Zero percent without input tax adjustment for services relating to educational institutions for information technology; and (b) Five percent without input tax adjustment for services relating to educational institutions other than educational institutions for information technology; and (c) Sixteen percent for others.

Sr. No.	Description	Classification code, if applicable	Rate of tax
(1)	(2)	(3)	(4)
6	[Construction services and services provided by contractors of building (including water supply, gas supply and sanitary works), roads and bridges, electrical and mechanical works (including air conditioning), horticultural works, multi-discipline works (including turn-key projects) and similar other works) *Explanation:* Notwithstanding the rate of 5% fixed in column 4, the following further reduced rates shall be applicable: (a) one per cent for all services specified at S. No. 14 without input tax credit or adjustment to the extent of Government civil works including those of cantonment boards involved in the ongoing develop-ment schemes and	9824.0000 and 9814.2000	five percent without input tax credit or adjustment in respect of Government civil works and sixteen percent with input tax credit or adjustment for others.

Sr. No.	Description	Classification code, if applicable	Rate of tax
(1)	(2)	(3)	(4)
	projects launched during Financial Year 2016-17 and funded under the Annual Development Plan of the Punjab Government or funded through foreign loans where the negotiations were finalized after 1st of July 2016 or funded under Public Sector Development Program of the Federal Government or funded by the Cantonment Boards; and (b) zero per cent for all services specified at S. No. 14 without input tax credit/ adjustment to the extent of Government civil works including those of cantonment boards involved in the ongoing development schemes and projects launched prior to Financial Year 2016-17 and funded under the Annual Development Plan of the Punjab		

Sr. No.	Description	Classification code, if applicable	Rate of tax
(1)	(2)	(3)	(4)
	Government or funded through foreign loans where the negotiations were finalized as on 1st of July 2016 or funded under Public Sector Development Program of the Federal Government or funded by Cantonment Boards.		
7	Services provided for personal care by beauty parlors, salons, clinics, sliming clinics, spas (including saunas, Turkish baths and Jacuzzi) and similar other establishments.	9810.0000 9848.0000 9847.0000 9821.4000 9821.5000 9815.7000 and respective headings	Five percent without input tax adjustment.
8	Information technology-enabled or information technology based services including software development, software customization, software maintenance, system support, system assembly, system integration, system designing and architecture, system	9815.6000 and respective heading	(a) Zero percent without input tax adjustment for services provided by software or IT-based system development persons; and (b) Five percent

Sr. No.	Description	Classification code, if applicable	Rate of tax
(1)	(2)	(3)	(4)
	analysis, system development, system operation, system maintenance, system up-gradation and modification, data warehousing or management, data entry operations, data migration or transfer, system security or protection, web designing, web development, web hosting, network designing, services relating to enterprise resource or management planning (including marketing of products), development and sale of smart phone applications or games, graphics designing, medical transcription, remote monitoring, telemedicine, insurance claim processing, online retrieval and database access or retrieval service.] [*Explanation:* This entry includes and shall		without input tax adjustment for others.

Sr. No.	Description	Classification code, if applicable	Rate of tax
(1)	(2)	(3)	(4)
	be deemed to have always included real estate aggregators and streaming/over-the-top (OTT) services.]		
9	[Services provided by other consultants (by whatever name called or treated, whether as consultant or otherwise) including human resource and personnel development services, exhibition or convention services including provision of space, equipment, accessories and other allied services, [1][* * *], valuation services, evaluation services (including competency and eligibility testing services), certification, verification and equivalence services, market research services, marketing or sales services (including	9815.9000 [9832.0000, 9827.0000, 9818.3000, 9818.2000, 9819.9300, 9852.0000, 9859.0000, 9825.0000, 9819.5000, 9849.0000, 9818.9000, 9853.0000, 9856.0000 and respective headings.	(a) Zero percent without input tax adjustment for training services related to Information Technology; and (b) Sixteen percent for others.

1 The expression "event management services (whole range and variety of their services regardless of separate or individual classification thereof)," omitted by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026).

Sr. No.	Description	Classification code, if applicable	Rate of tax
(1)	(2)	(3)	(4)
	marketing agencies and on line marketing or sales services), surveyors services, training or coaching services (other than general education services) and credit rating services.		
10	Services provided by tour operators and travel agents including all their allied services or facilities.	9805.5100, 9805.5000, 9803.9000.	[1][Eight] percent without input tax adjustment.
11	Manpower recruitment agents, including labour and manpower supplies.	9805.6000	(a) Five percent without input tax adjust-ment for services where the value of service is fixed by the Bureau of Emigration and Overseas Employment; and

1 Substituted for the word "Five" by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026).

Sr. No.	Description	Classification code, if applicable	Rate of tax
(1)	(2)	(3)	(4)
			(b) Sixteen percent for others.
12	Services provided by property dealers and realtors.	9806.2000, 9844.0000.	[1][Eight] percent without input tax adjustment.
13	Services provided by fashion designers, including use of brand name, logo or house mark (whether or not registered) in the manufacturing or trading of products whether relating to textile, leather, jewellery or other product regimes including allied services such as cutting, stitching, printing, manufacturing, fabrication, assembly, embellishment, adornments, display (including marketing, packing and delivery *etc*.)	9834.0000, 9819.6000, 9839.0000 and respective headings	Five percent without input tax adjustment.

1 Substituted for the word "Five" by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026).

Sr. No.	Description	Classification code, if applicable	Rate of tax
(1)	(2)	(3)	(4)
14	Services provided by architects, town planners, landscapers, landscape designers, [interior decorators and interior designers.	9814.1000, 9814.9000, 9814.4000 and respective headings.	[1][Eight] percent without input tax adjustment.
15	Rent-a-car (including renting of all categories of vehicles meant for transportation of persons)	9819.3000 and respective headings	(a) [2][Eight] percent without input tax adjustment for services provided to end consu-mers; and (b) Sixteen percent for others.
16	Car/automobile dealers	9806.3000 9845.0000	(a) Sixteen percent for services provided by companies or authorized dealers; and (b) Five percent without input

1 Substituted for the word "Five" by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026).

2 Substituted for the word "Five" by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026).

Sr. No.	Description	Classification code, if applicable	Rate of tax
(1)	**(2)**	**(3)**	**(4)**
			tax adjustment, for others.
17	Brokerage (other than stock) and indenting services including *agents,* brokers, underwriters and auctioneers	9829.0000 9819.1200 9819.1100 9819.1300 9819.9100	(a) Five percent without input tax adjustment for services provided in respect of agricultural produce and home chefs; and (b) Sixteen percent for others.
18	Services provided in specified fields such as health care, gym, physical fitness, indoor sports, games, amusement parks, arcades and other recreation facilities, and body or sauna massage *etc*.	9821.1000 9821.2000 9821.4000	[1][Eight] percent without input tax adjustment.

1 Substituted for the word "Five" by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026).

Sr. No.	Description	Classification code, if applicable	Rate of tax
(1)	(2)	(3)	(4)
19	Services provided by Laundries and dry cleaners	9811.0000	[1][Eight] percent without input tax adjustment
20	Services provided by Cable TV operators	9819.9000	Five percent without input tax adjustment.
21	Services in relation to supply of tangible goods including machinery, equipment and appliances for use, without transferring right of possession and effective control of such machinery, equipment and appliances.	Respective headings	Five percent without input tax adjustment.
22	Services provided by accountants (including practicing chartered or cost accountants), auditors, actuaries, tax consultants (by whatever name called), practicing company secretaries, receivers, liquidators, auctioneers	9815.2000 9815.3000 9850.0000 9851.0000 9855.0000 and respective headings	(a) [2][Eight] percent without input tax adjustment for services relating to accountancy, audit, tax or corporate law

1 Substituted for the word "Five" by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026).

2 Substituted for the word "Five" by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026).

Sr. No.	Description	Classification code, if applicable	Rate of tax
(1)	(2)	(3)	(4)
	and corporate law consultants, whether individual or otherwise.		consultancy; and (b) Sixteen percent for others.
23	Facilities for travel originating from Punjab by Air for domestic and international travel.	9803.1000 9803.1100	Five percent without input tax adjustment.
24	Services provided by skin and laser clinics, cosmetic and plastic surgeons and hair transplant services including consultation services.	9847.0000 and respective headings	Five percent without input tax adjustment.
25	Services provided by warehouses or depots for storage or cold storages including letting of space for storages.	9833.0000 and respective headings	[1][Eight] percent without input tax adjustment.
26	(i) Medical consultation/visit fee exceeding Rs. 1500 per consultation/visit of	9815.1000 and other Respective headings	Zero percent without input tax adjustment.

1 Substituted for the word "Five" by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026).

Sr. No.	Description	Classification code, if applicable	Rate of tax
(1)	(2)	(3)	(4)
	doctors, medical practitioners and medical specialists (ii) Bed/Room charges of hospitals exceeding Rs. 6,000/- per day per bed/room.		
27	Services provided by photography studios and event or occasion photographers/film-makers.	9819.7000 and respective headings	Five percent without input tax adjustment.
28	Parking services	Respective headings	Five percent without input tax adjustment.
29	Dress designing and stitching services.	Respective headings	Five percent without input tax adjustment.
30	Rental of bulldozers, excavators, cranes, construction equipment, Scaffolding, framework and shuttering, generators, storage containers, Refrigerator, shelf or rack renting, *etc*.	Respective heading	[1][Eight] percent without input tax adjustment.

1 Substituted for the word "Five" by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026).

Sr. No.	Description	Classification code, if applicable	Rate of tax
(1)	(2)	(3)	(4)
31	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.	Respective heading	Five percent without input tax adjustment.
32	Apartment house management, real estate management and services of rent collection.	Respective heading	[1][Eight] percent without input tax adjustment.
33	Ride-Hailing Services *Explanation*: This entry includes and shall be deemed to have always included cab aggregators.	Respective heading	Five percent without input tax adjustment.
34	Entertainment services (including cinemas, theatres, concerts,		Zero percent without input tax adjustment.

1 Substituted for the word "Five" by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026).

Sr. No.	Description	Classification code, if applicable	Rate of tax
(1)	**(2)**	**(3)**	**(4)**
	circus, sports events, races, film, fashion shows and mobile stage shows)		
[1][35.	Foreign exchange services provided by any person including exchange company, Forex Dealer and Money Changer shall pay the tax leviable on the services rendered or provided to any person in respect of currency exchange.	Respective headings	Three percent without input tax adjustment. *Explanation:* rate shall apply to the services involving consideration of spread charges as permitted by the State Bank of Pakistan in relation to the buying and selling of foreign currencies.
36.	Event management services (whole range and variety of their services regardless of separate or individual classification thereof).	Respective headings	Eight percent without input tax adjustment.]

---

1. S, No. 35 and 36 added by the Punjab Finance Act, 2026 (L of 2026) (Assented on: 1st July, 2026).

LEGAL REFERENCES

1. Second Schedule substituted by Punjab Finance Act, 2025 (LVIII of 2025) (Assented on: 26th June, 2025 *w.e.f.* 1st July, 2025, reported as PTCL 2025 BS. 445. At the time of substitution it was as under:--

"[a]**SECOND SCHEDULE**

(TAXABLE SERVICES)

(*See* Section 3)

S. No.	Description	[b][Classification, if applicable]	Rate of Tax
(1)	(2)	(3)	(4)
[c][1	Hotels, motels and guest houses.	9801.1000	(i) Five percent without input tax adjust-ment for non-corpo-rate, non-franchise, non-chain businesses with less than 20 rooms; and (ii) Sixteen percent for others
	Marriage halls and lawns (by whatever name called) including pandal and shamiana services.	9801.3000	Five percent without input tax adjustment
	Clubs including race clubs and their membership services including services, facilities or advantages, for a subscription or any other amount, to their members.	9801.4000	Sixteen percent
	Catering services (including all ancillary/allied services such as floral or other decoration, furnishing of space whether or not involving rental of equipment and accessories).	9801.5000	Five percent without input tax adjustment]
2	[d][Advertisement on television and radio or advertisement services showcasing of any product or service in video programmes, television programmes or motion pictures or music albums, excluding advertisements: (a) sponsored by an agency of the Federal or Provincial Government for health education; or (b) financed out of funds provided by a Government under an agreement of foreign grant-in-aid; or (c) conveying public service message, if telecast on television by the	[e][9802.1000, 9802.2000 and respective headings]	Sixteen per cent

S. No.	Description	[b][Classification, if applicable]	Rate of Tax
(1)	(2)	(3)	(4)
	World Wide Fund for Nature (WWF) or United Nations Children's Fund (UNICEF).]		
3	Services provided by persons authorized to transact business on behalf of others-- (a) customs agents; (b) ship chandlers; and (c) stevedores.	9805.4000 9805.8000 and 9805.2000	Sixteen per cent
4	Courier services [f][including [g][express cargo or logistic services or] cargo services by road passenger transportation businesses [h][including any cash collection incidental thereto] and transportation through pipeline and conduit services].	9808.0000 [i][and 9804.9000]	Sixteen per cent
5	Advertisement on a cable television.	9802.5000	Sixteen per cent
6	Telecommunication services-- (a) telephone services; (b) fixed line voice telephone service; (c) wireless telephone; (d) cellular telephone; (e) wireless local loop telephone; (f) video telephone; (g) payphone cards; (h) pre-paid calling cards; (i) voice mail service; (j) messaging service; (k) short message service (SMS); (l) multimedia message service (MMS); (m) bandwidth services used for voice and video telecommunication services-- (i) copper line based; (ii) fiber-optic based; (iii) co-axial cable based; (iv) microwave based; (v) satellite based; (n) telegraph; (o) telex; (p) telefax; (q) store and forward fax services; (r) audio-text services; (s) tele-text services;	[j][98.12 [k][* * *], 9857.0000 and 9858.0000]	Nineteen and a half per cent

S. No.	Description	[b][Classification, if applicable]	Rate of Tax
(1)	(2)	(3)	(4)
	(t) trunk radio services; (u) paging services; (v) voice paging services; (w) radio paging services; (x) vehicle [l][and other] tracking services; and (y) burglar [m][and security] alarm services; [n][(z) (i) internet services, whether dialup or broadband, including email services, data communication network services (DCNS) and value added data services; (ii) such charges payable on the international leased lines or bandwidth services used by: (a) software exporting firms registered with Pakistan Software Export Board; and (b) data and internet service providers licensed by the Pakistan Telecommunication Authority; and (iii) such charges payable on the international leased lines used by the software exporting firms registered with Pakistan Software Export Board for software exports.] [o][* * *]		
7	[p][Services provided in respect of insurance to a policy holder by an insurer, including a re-insurer for: (a) fire insurance; (b) goods insurance; (c) health insurance; (d) life insurance; (e) marine insurance; (f) theft insurance; and (g) any other insurance. EXCLUDING: (a) marine insurance for export; and	98.13	[q][(a) Zero percent without input tax adjustment for health insurance for individuals; and [r][(aa) Five percent for insurance agents and insurance brokers] (b) Sixteen percent of gross premium

S. No.	Description	[b][Classification, if applicable]	Rate of Tax
(1)	(2)	(3)	(4)
	(b) crop insurance.]		paid, for others.]
8	[s][Services provided by banking companies, cooperative financing societies, modarbas, musharikas, ijarahs, leasing companies, non-banking financial institutions and other persons, businesses or enterprises providing or dealing in any such services.]	98.13	Sixteen per cent
9	Services provided by the stock brokers.	9819.1000	Sixteen per cent
10	Services provided by shipping agents	9805.1000	Sixteen per cent
[t][11	Services provided by restaurants [u][including cafes, food (including ice-cream) parlors, coffee houses, coffee shops, *deras,* food huts, eateries, resorts and similar cooked, prepared or ready-to-eat food service outlets *etc*].	9801.2000 [v][and 9801.9000]	[w][(a) Five percent without input tax adjustment where payment against services is received through debit or credit cards [x][, mobile wallets or QR scanning]; and (b) Sixteen percent for others.]
[y][12	[z][All kinds of advertisement services including advertisements on hoarding boards, pole signs and sign boards and on closed circuit TV, websites or internet, advertisements through brand activation in any mode, advertisement on moving vehicles, aerial advertising, advertisement through provision of space or time, or on bill-boards, public places, buildings, conveyances, cell phones, automated teller machines, or through offering product exclusivity in any manner.]	[aa][9802.3000, 9802.5000, 9802.9000 and respective headings.]	Sixteen percent]
13	Franchise service [ab][including intellectual property rights services] [ac][and licensing services].	[ad][9823.0000, 9839.0000 and respective headings]	[ae][Zero percent without input tax adjustment for services relating to educational institutions for information technology; (b) Five percent without input tax

S. No.	Description	[b][Classification, if applicable]	Rate of Tax
(1)	(2)	(3)	(4)
			adjustment for services relating to educational institutions other than educational institutions for information technology; and (c) Sixteen percent for others.]]
[af][14	[ag][Construction services and services provided by contractors of building (including water supply, gas supply and sanitary works), roads and bridges, electrical and mechanical works (including air conditioning), horticultural works, multi-discipline works (including turn-key projects) and similar other works but: **EXCLUDING:** (i) where the tax is otherwise paid by registered persons as property developers, builders or promoters for building construction; or (ii) where the construction work is funded under an agreement of foreign grant-in-aid or involves construction of consular buildings; or (iii) residential construction projects where the covered area does not exceed 10,000 square feet for a house and 20,000 square feet for an apartment except where construction services are provided to construct more than one house or more than one apartment building [ai][; or]] [aj][(iv) where the construction services are provided to any registered person who is otherwise liable to pay sales tax as a property developer, builder and promoter.] [ak][*Explanation*--Notwithstanding the rate of 5% fixed in column 4, the following further reduced rates shall be applicable: (a) one per cent for all services specified at S. No. 14 without input tax credit or adjustment to the extent of Government civil works including those of cantonment	9824.0000 and 9814.2000	[ah][five percent without input tax credit/ adjustment in respect of Government civil works and sixteen percent with input tax credit/ adjustment for others]

S. No.	Description	[b][Classification, if applicable]	Rate of Tax
(1)	(2)	(3)	(4)
	boards involved in the ongoing development schemes and projects launched during Financial Year 2016-17 and funded under the Annual Development Plan of the Punjab Government or funded through foreign loans where the negotiations were finalized after 1st of July 2016 or funded under Public Sector Development Program of the Federal Government or funded by the Cantonment Boards; and (b) zero per cent for all services specified at S. No. 14 without input tax credit/ adjustment to the extent of Government civil works including those of cantonment boards involved in the ongoing development schemes and projects launched prior to Financial Year 2016-17 and funded under the Annual Development Plan of the Punjab Government or funded through foreign loans where the negotiations were finalized as on 1**st** of July 2016 or funded under Public Sector Development Program of the Federal Government or funded by Cantonment Boards.]		
[al][15.	[am][Services provided by property developers, builders and promoters (including their allied services); Excluding: Affordable housing services provided under Government sponsored housing programs.]	9807.0000 and respective sub-headings of heading 98.14	[an][Rs. 100 per square yard for land development and Rs. 50 per square feet for building construction.]]
16	Services provided by persons engaged in contractual execution of [ao][works] or furnishing supplies. **EXCLUDING:** [ap][* * *] (ii) The contracts involving printing or supplies of books.	9809.0000	sixteen per cent
[aq][17	* * *]		
18	[ar][Services provided for personal care by beauty parlors, salons, clinics, sliming clinics, spas (including saunas, Turkish baths and Jacuzzi) and similar other establishments [as][* * *]. **EXCLUDING:** Services provided in a parlour, salon or	9810.0000 9848.0000 9847.0000 9821.4000 and 9821.5000 [at][and	[au][Five percent without input tax adjustment]

S. No.	Description	[b][Classification, if applicable]	Rate of Tax
(1)	(2)	(3)	(4)
	clinic where the facility of air-conditioning is not installed or is not available in the premises on any day of the financial year.]	9815.7000 and respective headings]	
19	Management consultancy services including fund and asset [av][(including investment)] management services.	9815.4000 and 9826.0000	sixteen per cent
20	Services provided by port operators (including airports and dryports) and allied services provided at ports and services provided by terminal operators including services in respect of public bonded warehouses. **EXCLUDING:** The amounts received by way of fee under any law or by-law.	9838.0000 and respective headings	sixteen per cent
21	Freight forwarding agents	9805.3000	Rs. [aw][1000] per bill of lading]
[ax][22.	[ay][Information technology-enabled or information technology based services including software development, software customization, software maintenance, system support, system assembly, system integration, system designing and architecture, system analysis, system development, system operation, system maintenance, system up-gradation and modification, data warehousing or management, data entry operations, data migration or transfer, system security or protection, web designing, web development, web hosting, network designing, services relating to enterprise resource or management planning (including marketing of products), development and sale of smart phone applications or games, graphics designing, medical transcription, remote monitoring, telemedicine, insurance claim processing, online retrieval and database access or retrieval service.] [az][**Explanation:** This entry includes and shall be deemed to have always included real estate aggregators [ba][and streaming/over-the-top (OTT) services].]	9815.6000 [bb][and respective headings]	[bc][(a) Zero percent without input tax adjustment for services provided by software or information technology based system development persons; and (b) Five percent without input tax adjustment for others.]
23.	Services provided by technical, scientific & engineering consultants [bd][including technical inspection and certification services, quality control (standards' certification), technical analysis and	9815.5000 9819.9400 [be][9861.0000, 9815.5000]	Sixteen percent

S. No.	Description	[b][Classification, if applicable]	Rate of Tax
(1)	(2)	(3)	(4)
	testing, erection, commissioning and installation services].		
24.	[bf][Services provided by other consultants (by whatever name called or treated, whether as consultant or otherwise) including human resource and personnel development services, exhibition or convention services [bg][including provision of space, equipment, accessories and other allied services], event management services (whole range and variety of their services regardless of separate or individual classification thereof), valuation services, evaluation services (including competency and eligibility testing services), certification, verification and equivalence services, market research services, marketing or sales services (including marketing agencies and on line marketing or sales services), surveyors services, training or coaching services (other than general education services) and credit rating services.]	9815.9000 [bh][9832.0000, 9827.0000, 9818.3000, 9818.2000, 9819.9300, 9852.0000 and 9859.0000] [bi][, 9825.0000, 9819.5000, 9849.0000, 9818.9000, 9853.0000, 9856.0000 and respective headings]	[bj][(a) Zero percent without input tax adjustment for training services related to information technology; and (b) Sixteen percent for others.]
25.	Services provided by tour operators [bk][and travel agents including all their allied services or facilities] (other than Hajj and Umrah [bl][including Ziyarat]).	9805.5100 [bm][9805.5000 and 9803.9000]	[bn][Five percent without input tax adjustment]
26.	Manpower recruitment agents [bo][including labour and manpower supplies].	9805.6000	[bp][(a) Five percent without input tax adjust-ment for services where the value of service is fixed by the Bureau of Emigration and Overseas Employment; and (b) Sixteen percent for others.]
27.	Services provided by security agency.	9818.1000	Sixteen percent
28.	Services provided in respect of mining of minerals, oil & gas including related surveys and allied activities.	--	Sixteen percent
29.	Services provided by advertising agents.	9805.7000	Sixteen percent

S. No.	Description	[b][Classification, if applicable]	Rate of Tax
(1)	(2)	(3)	(4)
30.	[bq][Services provided by a registrar to an issue, share transfer or depository services including services provided through manual or electronic book-entry system used to record and maintain securities and to register the transfer of shares, securities and derivatives (including investor account services, trustee or custodial services, share registrar services and their allied or connected services).]	[br][9819.9500, 9819.9090 and respective headings]	Sixteen percent
31.	Services provided by business support services [bs][including business auxiliary services].	[bt][9805.9200, 9805.9090 and respective headings]	Sixteen percent
32.	Services provided by property dealers [bu][and realtors].	9806.2000 [bv][and 9844.0000]	[bw][Five percent without input tax adjustment]
33.	Services provided by fashion designers [bx][including use of brand name, logo or house mark (whether or not registered) in the manufacturing or trading of products] [by][whether relating to textile, leather, jewellery or other product regimes including allied services such as cutting, stitching, printing, manufacturing, fabrication, assembly, embellishment, adornments, display (including marketing, packing and delivery *etc.*)].	9834.0000 [bz][and 9819.6000] [ca][, 9839.0000 and respective headings]	[cb][Five percent without input tax adjustment]
34.	Services provided by architects, town planners [cc][landscapers, landscape designers] [cd][interior decorators and interior designers].	9814.1000 9814.9000 [ce][, 9814.4000 and respective headings]	[cf][Five percent without input tax adjustment]
35.	Services provided in respect of rent-a-car [cg][(including renting of all categories of vehicles meant for transportation of persons)].	[ch][9819.3000 and respective headings]	[ci][(a) Five percent without input tax adjustment for services provided to end consumers; and (b) Sixteen percent for others.]
36.	Services provided by car/ automobile dealers.	9806.3000 [cj][and 9845.0000]	[ck][(a) Sixteen percent for services provided by companies or authorized dealers; and (b) Five percent without input tax adjustment, for others.]

S. No.	Description	[b][Classification, if applicable]	Rate of Tax
(1)	(2)	(3)	(4)
[cl][37.	* * *]]		
[cm][38	Services provided by specialized workshops or undertakings (auto-workshops; workshops for industrial machinery, construction and earth-moving machinery or other special purpose machinery *etc*; workshops for electric or electronic equipments or appliances *etc.* including computer hardware; car washing or similar service stations and other workshops).	98.20	Sixteen percent
39	Services provided for specified purposes including fumigation services, maintenance and repair (including building and equipment maintenance and repair including after sale services) or cleaning services [cn][including collection and processing of domestic waste and street cleaning services], janitorial services, dredging or desilting services and other similar services *etc.*	[co][98.22, 9860.0000 and respective headings]	Sixteen percent
40	Brokerage (other than stock) and indenting services including commission agents, under-writers and auctioneers.	9829.0000, 9819.1200, 9819.1100, 9819.1300 and 9819.9100	[cp][(a) Five percent without input tax adjustment for services provided in respect of agricultural produce [cq][and home chefs]; and (b) Sixteen percent for others.]
41	Call centres.	9865.0000	[cr][Sixteen]percent
42	Services provided by laboratories other than services relating to pathological or diagnostic tests [cs][exclusively for medical treatment purposes].	9816.0000 and 98.17	Sixteen percent
43	Services provided in specified fields such as health care, gym, physical fitness, indoor sports, games [ct][, amusement parks, arcades and other recreation facilities,] and body or sauna massage *etc.*	9821.1000 and 9821.2000 9821.4000	[cu][Five percent without input tax adjustment]
44	Services provided by laundries and dry cleaners.	9811.0000	[cv][Five percent without input tax adjustment]
45	Services provided by cable TV operators.	9819.9000	[cw][Five percent without input tax adjustment]

S. No.	Description	[b][Classification, if applicable]	Rate of Tax
(1)	(2)	(3)	(4)
46	Services provided by TV or radio program producers or production houses.	9828.0000	Sixteen percent
[cx][47	* * *]]		
[cy][47	Services in relation to transport of goods other than water, through pipeline, conduit [cz][, transmission lines] or any other medium (other than inland carriage of goods by road otherwise taxable or chargeable to tax as such).	Respective headings	Sixteen percent
48	Services provided by persons for [da][* * *] carriage of goods by rail or road. [db][* * *]	98.04, 9804.2000, 9804.9000 and respective headings	[dc][Fifteen percent with input tax adjustment for service provider and service recipient]
49	Visa processing services including advisory or consultancy services for foreign education or for migration, visa application filing, services provided by document collection centres and subsequent assistance in visa processing (including all ancillary services).	Respective headings	Sixteen percent
50	Services in relation to supply of tangible goods including machinery, equipment and appliances for use, without transferring right of possession and effective control of such machinery, equipment and appliances.	Respective headings	[dd][Five percent without input tax adjustment]
51	Public relation services including communication services and services provided by public relations or media management businesses, communication specialists, media researchers, and services provided by opinion poll agencies.	9819.9200 and respective headings	Sixteen percent
52	Services provided by accountants (including practicing chartered or cost accountants), auditors, actuaries, tax consultants (by whatever name called), practicing company secretaries, receivers, liquidators, auctioneers and corporate law consultants, whether individual or otherwise.	9815.2000 9815.3000 9850.0000 9851.0000 9855.0000 and respective headings	[de][(a) Five percent without input tax adjustment for services relating to accountancy, audit, tax or corporate law consultancy; and (b) Sixteen percent for others.]
53	Domestic transportation of goods by air (other than courier services otherwise taxable or chargeable to tax as such)	Respective headings	Sixteen percent

S. No.	Description	[b][Classification, if applicable]	Rate of Tax
(1)	(2)	(3)	(4)
[df][54.	Facilities for travel originating from Punjab by Air for domestic and international travel. EXCLUDING: Air travel services provided to Hajj or Umrah passengers, diplomats and supernumerary crew.	9803.1000 9803.1100	Five percent without input tax adjustment]
55	Chartered flight services within or originating from the Punjab.	9803.1000 9803.9000	Sixteen percent
56	[dg][Debt Collection, rent collection and similar other recovery or collection services including right to collect the toll or fee or regulatory fee or duty or any other similar collection.]	9863.0000	Sixteen percent
57	Supply chain management or distribution (including delivery) services.	Respective headings	Sixteen percent
58	Services provided by photography studios and event or occasion photographers/film-makers **EXCLUDING:** Non-corporate (individual) photographers operating from small road-side shops declared as such by the Authority.	9819.7000 and respective headings	[dh][Five percent without input tax adjustment]
59	Sponsorship services.	9805.9100	Sixteen percent]
[di][60	[dj][Services provided by skin and laser clinics, cosmetic and plastic surgeons and hair transplant services including consultation services. **Excluding:** Services provided to acid or burn victims.]	9847.0000 and respective headings	[dk][Five percent without input tax adjustment]
61	[dl][Services provided by warehouses or depots for storage or cold storages including letting of space for storages. **Excluding:** Storage of agriculture produce for the person's own consumption.]	9833.0000 and respective headings	[dm][Five percent without input tax adjustment]
62	Services provided by Packers including handling and packaging services.	9819.1400, 9833.0000, 9841.0000 and respective headings	Sixteen per cent]
[dn][63.	Parking services	Respective headings	[do][Five percent without input tax adjustment]]

S. No.	Description	[b][Classification, if applicable]	Rate of Tax
(1)	(2)	(3)	(4)
[dp][64.	Dress designing and stitching services.	Respective headings	[dq][Five percent without input tax adjustment]
65.	Rental of bulldozers, excavators, cranes, construction equipment, Scaffolding, framework and shuttering, generators, storage containers, Refrigerator, shelf or rack renting *etc*	Respective headings	[dr][Five percent without input tax adjustment]
66.	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.	Respective headings	[ds][Five percent without input tax adjustment]
67.	Apartment house management, real estate management and services of rent collection.	Respective headings	[dt][Five percent without input tax adjustment]
68.	(i) Medical consultation/visit fee exceeding Rs. 1,500 per consultation/visit of doctors, medical practitioners and medical specialists. (ii) Bed/room charges of hospitals exceeding Rs.6,000/- per day per bed/room	9815.1000 and other Respective headings.	[du][Zero percent without input tax adjustment]]
[dv][69	Ride-Hailing Services [dw][**Explanation:** This entry includes and shall be deemed to have always included cab aggregators.	-	[dx][Five] percent without input tax adjustment]
[dy][70	Entertainment services (including cinemas, theatres, concerts, circus, sports events, races, film, fashion shows and mobile stage shows)	-	Zero percent without input tax adjustment]

a Sr. Nos. 1, 7, 14, 18, 22, 24, 25, 32, 35, 36, 43, 44, 45, 66, 67 and 68 were amended by Notification No. SO(Tax)1-110/2020 (COVID-19), dated 2nd April, 2020, reported as PTCL 2020 St. 306(ii). This notification was effective for a period from its publication in the official Gazette till 30.06.2020 (both days inclusive) and on and from 01.07.2020, the these amendments shall cease to have effect and the position obtaining prior to this Notification shall stand restored. These S. Nos. during the period from 2nd April, 2020 to 30th June, 2020 were as under:

S. No.	Description	Classification, if applicable	Rate of Tax
(1)	(2)	(3)	(4)
1	Hotel, motels, guest houses.	9801.1000	(i) Zero percent without input tax

S. No.	Description	Classification, if applicable	Rate of Tax
(1)	(2)	(3)	(4)
			adjustment for non-corporate, non-franchise, non-chain businesses; and (ii) sixteen percent for others.
	Marriage halls and lawn (by whatever name called) including pendal and shamiana services	9801.3000	Zero percent without input tax adjustment.
	Catering services (including all ancillliary/allied services such as floral or other decoration, furnishing of space whether or not involving rental of equipment and accessories).	9801.5000	Zero percent without input tax adjustment.
	Clubs including race clubs and their membership services including service, facilities or advantages, for a subscription or any other amount to their member.	9801.4000	Sixteen percent.”
7	Services provided in respect of insurance to a policy holder by an insurer, including a re-insurer for: (a) fire insurance; (b) goods insurance; (c) health insurance; (d) life insurance; (e) marine insurance; (f) theft insurance; and (g) any other insurance. EXCLUDING: (a) marine insurance for export; and (b) crop insurance.	98.13	(i) Zero percent without input tax adjustment for health insurance and life insurance; and (ii) sixteen percent of gross premium paid, for others.
14	Construction services and services provided by contractors of building (including water supply, gas supply and sanitary works), roads and bridges, electrical and mechanical works (including air conditioning), horticultural works, multi-discipline works (including turn-key projects) and similar other works but: **EXCLUDING:** (i) where the tax is otherwise paid by	9824.0000 and 9814.2000	Zero percent without input tax adjustment

S. No.	Description	Classification, if applicable	Rate of Tax
(1)	(2)	(3)	(4)
	registered persons as property developers, builders or promoters for building construction; or (ii) where the construction work is funded under an agreement of foreign grant-in-aid or involves construction of consular buildings; or (iii) residential construction projects where the covered area does not exceed 10,000 square feet for a house and 20,000 square feet for an apartment except where construction services are provided to construct more than one house or more than one apartment building.] *Explanation*--Notwithstanding the rate of 5% fixed in column 4, the following further reduced rates shall be applicable: (a) one per cent for all services specified at S. No. 14 without input tax credit or adjustment to the extent of Government civil works including those of cantonment boards involved in the ongoing development schemes and projects launched during Financial Year 2016-17 and funded under the Annual Development Plan of the Punjab Government or funded through foreign loans where the negotiations were finalized after 1st of July 2016 or funded under Public Sector Development Program of the Federal Government or funded by the Cantonment Boards; and (b) zero per cent for all services specified at S. No. 14 without input tax credit/ adjustment to the extent of Government civil works including those of cantonment boards involved in the ongoing development schemes and projects launched prior to Financial Year 2016-17 and funded under the Annual Development Plan of the Punjab Government or funded through foreign loans where the negotiations were finalized as on 1**st** of July 2016 or funded under Public Sector Development Program of the Federal Government or funded by Cantonment Boards.		

S. No.	Description	Classification, if applicable	Rate of Tax
(1)	(2)	(3)	(4)
18	Services provided for personal care by beauty parlors, salons, clinics, sliming clinics, spas (including saunas, Turkish baths and Jacuzzi) and similar other establishments **EXCLUDING:** Services provided in a parlour, salon or clinic where the facility of air-conditioning is not installed or is not available in the premises on any day of the financial year.]	9810.0000 9848.0000 9847.0000 9821.4000 and 9821.5000 and 9815.7000 and respective headings	Zero percent without input tax adjustment
22.	Information technology-enabled or information technology based services including software development, software customization, software maintenance, system support, system assembly, system integration, system designing and architecture, system analysis, system development, system operation, system maintenance, system up- gradation and modification, data warehousing or management, data entry operations, data migration or transfer, system security or protection, web designing, web development, web hosting, network designing, services relating to enterprise resource or management planning (including marketing of products), development and sale of smart phone applications or games, graphics designing, medical transcription, remote monitoring, telemedicine, insurance claim processing, online retrieval and database access or retrieval service.	9815.6000 and respective headings	(i) Zero percent without input tax adjustment for services provided by digital platforms; and (ii) sixteen percent for others.".
24.	Services provided by other consultants (by whatever name called or treated, whether as consultant or otherwise) including human resource and personnel development services, exhibition or convention services including provision of space, equipment, accessories and other allied services], event management services (whole range and variety of their services regardless of separate or individual classification thereof), valuation services, evaluation services (including competency and eligibility testing services), certification, verification and equivalence services, market research services, marketing or sales services (including marketing agencies and on line marketing or sales services), surveyors services, training or coaching services (other	9815.9000 9832.0000, 9827.0000, 9818.3000, 9818.2000, 9819.9300, 9852.0000 and 9859.0000], 9825.0000, 9819.5000, 9849.0000, 9818.9000, 9853.0000, 9856.0000 and respective headings	Zero percent without input tax adjustment

S. No.	Description	Classification, if applicable	Rate of Tax
(1)	(2)	(3)	(4)
	than general education services) and credit rating services.]		
25.	Services provided by tour operators and travel agents including all their allied services or facilities (other than Hajj and Umrah including Ziyarat).	9805.5100 9805.5000 and 9803.9000	Zero percent without input tax adjustment
32.	Services provided by property dealers and realtors]	9806.2000 and 9844.0000	Zero percent without input tax adjustment
35.	Services provided in respect of rent-a-car (including renting of all categories of vehicles meant for transportation of persons).	9819.3000 and respective headings	Zero percent without input tax adjustment
36.	Services provided by car/ automobile dealers.	9806.3000 and 9845.0000	Zero percent without input tax adjustment
43	Services provided in specified fields such as health care, gym, physical fitness, indoor sports, games, amusement parks, arcades and other recreation facilities,] and body or sauna massage *etc.*	9821.1000 and 9821.2000 9821.4000	Zero percent without input tax adjustment
44	Services provided by laundries and dry cleaners.	9811.0000	Zero percent without input tax adjustment
45	Services provided by cable TV operators.	9819.9000	Zero percent without input tax adjustment percent
66.	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.	Respective headings	Zero percent without input tax adjustment
67.	Apartment house management, real estate management and services of rent collection.	Respective headings	Zero percent without input tax adjustment
68.	(i) Medical consultation/visit fee exceeding Rs.1,500 per consultation/visit of doctors, medical practitioners and medical specialists. (ii) Bed/room charges of hospitals exceeding Rs.6,000/- per day per bed/room	9815.1000 and other Respective headings.	Zero percent without input tax adjustment

b Substituted for the word "Classification" by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

c S. No. 1 and the entries relating thereto substituted by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472. At the time of substitution S. No. 1 was as under:--

"1	***c1***[Services provided by hotels, motels, guest houses, marriage halls and lawns (by whatever name called) including pandal and shamiana services, catering services (including all ancillary/allied services such as floral or other decoration, furnishing of space whether or not involving rental of equipment and accessories) and clubs including race clubs and their membership services including services, facilities or advantages, for a subscription or any other amount, to their members.]	***c2***[9801.1000, 9801.3000, 9801.4000, 9801.5000, 9801.6000, ***c3***[9830.0000,] 9837.0000 ***c4***[,] 9862.0000] ***c5***[and respective headings]	Sixteen per cent"

c1 Entry substituted by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463. At the time of substitution Entry was as under:--

"Services provided by hotels ***c1a***[motels, guest houses, marriage halls and lawns (by whatever name called) including pandal and shamiana services], clubs ***c1b***[including race clubs] and caterers ***c1c***[(including all ancillary or allied services such as floral or other decoration, furnishing of space whether or not involving rental of equipment and accessories)]."

c1a The words, commas and brackets added by Notification No. SO(TAX) 1-1/2013-14, dated 22nd May, 2013, reported as PTCL 2013 St. 738(ii).

c1b The words inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

c1c The words inserted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

c2 Substituted for the existing entry "9801.1000 9801.4000 and 9801.5000" by Notification No. SO(TAX) 1-1/2013-14, dated 22nd May, 2013, reported as PTCL 2013 St. 738(ii).

c3 The figure and comma inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

c4 Substituted for the word "and" by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

c5 The expression inserted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

d Entry substituted by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463. At the time of substitution Entry was as under:--

"Advertisement on television and radio, excluding advertisements--

(a) sponsored by an agency of the Federal or Provincial Government for health education;

[d1][(b) financed out of funds provided by a Government under an agreement of foreign grant-in-aid;]

(c) conveying public service message, if telecast on television by the World Wide Fund for Nature (WWF) or United Nations Children's Fund (UNICEF)."

d1 Paragraph (b) substituted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102. At the time of substitution Paragraph (b) was as under:--

"(b) financed out of funds provided by a Government under grant-in-aid agreement; and"

e Substituted for the entry "9802.1000 and 9802.2000" by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463.

f The words inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

g The expression inserted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

h The words inserted by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780.

i The word and the figure inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

j. Substituted for the existing entry "98.12" by Notification No. SO(TAX) 1-1/2013-14, dated 22nd May, 2013, reported as PTCL 2013 St. 738(ii).

k. The expression "[k1][(all sub-headings under 98.12 of the First Schedule)]" omitted by Notification No. SO(TAX)1-1/2014-15 (Vol-II), dated 25th November, 2015, reported as PTCL 2015 St. 714.

k1 The expression inserted by Notification No. SO(TAX)1-1/2014-15 (Vol-I), dated 28th May, 2015, reported as PTCL 2015 St. 282.

l. The words added by Notification No. SO(TAX) 1-1/2013-14, dated 22nd May, 2013, reported as PTCL 2013 St. 738(ii).

m. The words added by Notification No. SO(TAX) 1-1/2013-14, dated 22nd May, 2013, reported as PTCL 2013 St. 738(ii).

n. Clause (z) inserted by the Punjab Finance Act, 2017 (XII of 2017) (Assented on 15th June, 2017), reported as PTCL BS. 501.

o The expression "EXCLUDING: [o1][internet services, whether dialup or broadband including email services, data communication network services (DCNS) and value added data services when the charges do not exceed Rs. 1500/- per month per student.] omitted by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

o1 Substituted for Clauses (a), (b) & (c) by the Punjab Finance Act, 2017 (XII of 2017) (Assented on 15th June, 2017), reported as PTCL BS. 501. At the time of substitution Clauses (a), (b) & (c) were as under:--

"[o1a][(a) Internet services whether dialup or broadband including email services, data communication network services (DCNS) and value added data services."

(b) Such charges payable on the international leased lines or bandwidth services used by:

(i) software exporting firms registered with the Pakistan Software Export Board; and

(ii) data and internet service providers licensed by the Pakistan Telecommunication Authority.]

(c) Such charges payable on the international leased lines used by software exporting firms registered with the Pakistan Software Export Board for software exports."

o1a Entries (a) & (b) substituted by Notification No. SO(TAX)1-1/2014-15 (Vol-II), dated 25th November, 2015, reported as PTCL 2015 St. 714. At the time of substitution these entries were as under:--

"***o1a1***[(a) Internet (including broadband) services provided exclusively to educational institutions through dedicated lines or connections for the use solely, in education and research activities within the specified premises of such institutions.

(b) Student package of internet services meant exclusively for students of educational institutions verifiable in the manner prescribed, whether dialup or broadband including-email services and data communication network of upto 2 mbps speed valued at not more than Rs. 1500 per month per service recipient.]"

o1a1 Substituted for Entries (a), (b) & (c) by Notification No. SO(TAX)1-1/2014-15 (Vol-I), dated 28th May, 2015, reported as PTCL 2015 St. 282. At the time of substitution Entries (a), (b) & (c) were as under:--

EXCLUDING:

(a) internet services whether dialup or broadband including email services, data communication network services (DCNS) and value added data services.

(b) Such charges payable on the international leased lines or bandwidth services used by--

i. software exporting firms registered with the Pakistan software exporting board; and

ii. data and internet service providers licensed by the Pakistan Telecommunication Authority.

o1a1a[(c) * * *]

o1a1a Item Number (c) and entry relating thereto deleted by Notification No. SO(TAX) 1-1/2013-14, dated 22nd May, 2013, reported as PTCL 2013 St. 738(ii). At the time of deletion Item Number (c) was as under:--

"(c) Such amounts received by the Long Distance International license holders including Pakistan Telecommunication Company Limited on International incoming calls under agreements with the foreign telecommunication companies."

p. Entry substituted by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780. At the time of substituted Entry was as under:--

"Services provided in respect of insurance to a policy holder by an insurer, including a re-insurer--

(a) goods insurance;

(b) fire insurance;

(c) theft insurance;

(d) marine insurance; and

(e) other insurance.

EXCLUDING:

(a) Marine insurance for export;

(b) Life insurance;

(c) Health insurance; and

(d) Crop insurance."

q Substituted for the existing entry "Sixteen per cent of the gross premium paid" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

r Category (aa) inserted by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021), reported as PTCL 2021 BS. 738.

s Substituted for the entry by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317. At the time of substitution the entry was as under:--

"Services provided by Banking Companies or Non-Banking Financial Institutions including but not limited to all non-interest based services provided against a consideration in form or a fee or commission or charge.."

t. S. No. 11 omitted & S. Nos. 11, 12 & 13 inserted by Notification No. SO(TAX)1-9/2011, dated 6th October, 2012, reported as PTCL 2013 St. 736(ii). At the time of omission S. No. 11 was as under:--

"11 Any other service notified by the Provincial Government in the official Gazette."

u The words and brackets inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

v The word and figure inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

w Substituted for the existing entry "sixteen per cent" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

x The expression inserted by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021), reported as PTCL 2021 BS. 738.

y. S. No. 12 substituted by Notification No. SO(TAX)1-2/97 (Pt.VII), dated 16th January, 2013, reported as PTCL 2013 St. 737(ii). At the time of substitution S. No. 12 was as under:--

"12	Advertisements on hoarding boards, pole signs and sign boards and on newspapers and periodicals other than classified advertisements.	Respective Sixteen percent"

z Substituted for the entry "9802.1000 and 9802.2000" by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463.

aa Inserted by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463.

ab The words inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

ac The words inserted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

ad Substituted for the existing entries "9823.0000 ***ad1***[and 9839.0000]" by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

ad1 The word and the figure inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

ae Entry substituted by Notification No. SO(TAX)1-2/97(Pt.XIV), dated 12th September, 2023, reported as PTCL 2023 St. 1050. At the time of substitution entry was as under:--

"***ae1***[(a) Five percent without input tax adjustment for services relating to educational institutions; and

(b) Sixteen percent for others.]"

ae1 Substituted for the existing entry "sixteen per cent" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

af. S. Nos. 14 to 21 added by Notification No. SO(TAX) 1-1/2013-14, dated 22nd May, 2013, reported as PTCL 2013 St. 738(ii).

ag Entry substituted by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463. At the time of substitution Entry was as under:--

"Construction services

EXCLUDING:

ag1[(i) Where the tax is otherwise paid by registered persons as property developers, builders or promoters for building construction; or

(ii) Where the construction work is funded under an agreement of foreign grant-in-aid or involves construction of consular buildings; or

(iii) Government civil works including those of Cantonment Boards; or

(iv) Residential construction projects where the covered area does not exceed 10,000 square feet for a house and 20,000 square feet for an apartment except where construction services are provided to construct more than one house or more than one apartment building.]"

ag1 Entries (i) to (iv) substituted for entries (i) to (vi) by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102. At the time of substitution entries (i) to (vi) were as under:--

"(i) Construction projects (industrial and commercial) of the value (excluding actual and documented cost of land) not exceeding Rs. 50 million ***ag1a***[per annum].

(ii) The cases where sales tax is otherwise paid as property developers or promoters.

(iii) Government civil works including Cantonment Boards.

(iv) Construction of industrial zones, consular buildings and other organizations exempt from income tax.

(v) Construction work under international tenders against foreign grants-in-aid.

(vi) Residential construction projects where the covered area does not exceed 10,000 square feet for houses and 20,000 square feet for apartments."

ag1a The words inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

ah. Substituted for the entry "***ah1***[five percent without input tax credit/adjustment]" by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780.

ah1 Substituted for the words "***ah1a***[sixteen percent]" by the Punjab Finance Act, 2017 (XII of 2017) (Assented on 15th June, 2017), reported as PTCL BS. 501.

ah1a Substituted for entry "(i) @ Rs. 100 per square yard for land development and, & (ii) @ Rs. 50 per square feet for building construction." by Notification No. SO(TAX)1-1/2013-14, dated 12th February, 2014, reported as PTCL 2014 St. 339.

ai Substituted for full stop by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

aj Clause (iv) inserted by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

ak Explanation inserted by the Punjab Finance Act, 2017 (XII of 2017) (Assented on 15th June, 2017), reported as PTCL BS. 501.

al S. No. 15 substituted by the Punjab Finance Act, 2019 (XV of 2019) (Assented on 28th June, 2019), reported as PTCL 2019 BS. 759. At the time of substitution S. No. 15 was as under:--

"15	***al1***[Services provided by property developers, builders and promoters (including their allied services) ***al2***[* * *].]	9807.0000 and respective sub-headings of heading 98.14	***al3***[(i) @ Rs. 100 per square yard for land development; and (ii) @ Rs. 50 per square feet for building construction.]"

al1 Entries substituted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102. At the time of substitution entries were as

under:--

	"Services provided by property developers and promoters (including allied services) **EXCLUDING:** Actual purchase value or documented cost of land."	

al2 The words "excluding actual purchase value or documented cost of land" omitted by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463.

al3 Substituted for entry "sixteen per cent" by Notification No. SO(TAX)1-1/2013-14, dated 12th February, 2014, reported as PTCL 2014 St. 339.

am Existing entry substituted by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472. At the time of substitution existing entry was as under:--

"(i) Services provided by property developers, builders and promoters (including their allied services).

Excluding:

Actual purchase value or documented cost of land.

(ii) Affordable housing services provided under Government sponsored housing programs."

an Existing entry substituted by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472. At the time of substitution entry was as under:--

"(i) Eight percent without input tax adjustment or sixteen percent with input tax adjustment; and

(ii) Five percent without input tax adjustment or sixteen percent with input tax adjustment;"

ao Substituted for the word "work" by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463.

ap Clause (i) omitted by the Punjab Finance Act, 2017 (XII of 2017) (Assented on 15th June, 2017), reported as PTCL BS. 501. At the time of omission Clause (i) was as under:--

"(i) Annual total value of the contractual works or supplies does not exceed Rs. 50 million."

aq. S. No. 17 entries the entries relating thereto deleted by Notification No. SO(TAX)1-1/2013-14, dated 13th May, 2014, reported as PTCL 2015. At the time of deleted S. No. 17 was as under:--

"17	Services provided by a foreign exchange dealer or exchange company or money changer/money exchanger. **EXCLUDING:** Value of currency.	9813.9000 and 9819.2000	sixteen per cent"

ar Entries substituted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102. At the time of substitution entries were as under:--

> "Services provided for personal care by beauty parlors, clinics, sliming clinics including cosmetic and plastic surgery by such parlors/clinics.
>
> **EXCLUDING:**
>
> (i) if beauty parlor or clinic is not a corporate or chain business; or
>
> (ii) no aspect of the business is trade marked or franchised; or
>
> (iii) annual turnover does not exceed Rs. 3.6 million; or
>
> [ar1][(iv) the facility of air-conditioning is not installed or available in the premises.]"

ar1 Substituted for the paragraph (iv) by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317. At the time of substitution the paragraph (iv) was as under:--

> "(iv) annual electricity bills of the business do not exceed Rs. 600,000/-."

as The words "including cosmetic and plastic surgery and hair transplants" omitted by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780.

at The expression inserted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

au Categories substituted by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021), reported as PTCL 2021 BS. 738. At the time of substitution Categories was as under:--

> ''[au1][(a) Five percent without input tax adjustment where payment against services is received through debit or credit cards; and
>
> (b) Sixteen percent for others.]"

au1 Substituted for the existing entry "sixteen per cent" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

av The brackets and the words inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

aw Substituted for the figures "400" by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

ax. S. Nos. 22 to 37 added by Notification No. SO (TAX) 1-2/97 (Pt. VIII), dated 1st July, 2013, reported as PTCL 2013 St. 705.

ay Entry substituted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102. At the time of substitution Entry was as under:--

> "Services provided by software or IT-based system development consultants."

az The Explanation inserted by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

ba Inserted by Notification No. SO(TAX)1-2/97(Pt.XIV), dated 12th September, 2023, reported as PTCL 2023 St. 1050.

bb The words inserted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

bc Substituted for the entry "***bc1***[Five percent without input tax adjustment]" by Notification No. SO(TAX)1-2/97(Pt.XIV), dated 12th September, 2023, reported as PTCL 2023 St. 1050.

bc1 Substituted for existing entry "Sixteen percent" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

bd The words inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

be The figures and comma inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

bf Entry substituted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102. At the time of substitution Entry was as under;--

> "Services provided by other consultants ***bf1***[including but not limited to human resource and personnel development services, exhibition or convention services, event management services, valuation services (including competency and eligibility testing services), market research services and credit rating services]."

bf1 The words inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

bg The expression inserted by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780.

bh The figures and word inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

bi The expression inserted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

bj Substituted for the entry "Sixteen percent" by Notification No. SO(TAX)1-2/97(Pt.XIV), dated 12th September, 2023, reported as PTCL 2023 St. 1050.

bk The words inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

bl The words inserted by Notification No. SO(TAX)1-9/2014 (Exemption Ziyarat), dated 30th September, 2014.

bm The figures and the word inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

bn Substituted for existing entry "Sixteen percent" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

bo The words inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

bp Substituted for existing entry "Sixteen percent" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

bq Entry substituted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102. At the time of substitution Entry was as under;--

> "[***bq1***][Share transfer or depository agents including services provided through manual or electronic book-entry system used to record and maintain securities and to register the transfer of shares, securities and derivatives.]"

bq1 Substituted for the entry by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317. At the time of substitution the entry was as under:--

> "Services provided by share transfer agents."

br Entry substituted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102. At the time of substitution Entry was as under:--

> [***br1***][Respective headings]

br1 Substituted for the figure "9805.9000" by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

bs The words inserted by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463.

bt Substituted for the entry "9805.9200" by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463.

bu The words inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

bv The word and the figure inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

bw Substituted for existing entry "Sixteen percent" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

bx The words inserted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

by The words and the brackets inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

bz The word and figure inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

ca The expression inserted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

cb Substituted for category "Sixteen percent" by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021), reported as PTCL 2021 BS. 738.

cc The expression inserted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

cd Substituted for the words "and interior decorators" by the Punjab Finance Act, 2019 (XV of 2019) (Assented on 28th June, 2019), reported as PTCL 2019 BS. 759.

ce The expression inserted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

cf Substituted for category "Sixteen percent" by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021), reported as PTCL 2021 BS. 738.

cg The expression inserted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

ch Substituted for the figure "9819.3000" by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

ci Substituted for existing entry "Sixteen percent" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

cj The word and figure inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

ck Substituted for existing entry "Sixteen percent" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

cl S. No. 37 and the entries relating thereto omitted by Notification No. SO(TAX)1-2/97(Pt.XIV), dated 12th September, 2023, reported as PTCL 2023 St. 1050. At the time of omission S. No. 37 was as under:--

"37.	Services provided in respect of manufacturing or processing on toll or job basis (against processing on conversion charges) ***cl1***[including industrial and commercial packaging services and similar outsourcing of industrial or commercial processes].	9868.0000 ***cl2***[9841.0000 and 9819.1400]	***cl3***[Five percent without input tax adjustment]"

cl1 The words inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

cl2 The figures and the word inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

cl3 Substituted for existing entry "Sixteen percent" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

cm S. Nos. 38 to 47 and the entries relating thereto inserted by the Punjab Finance Act, 2014 (XVII of 2014) (Assented on 25th June, 2014), reported as PTCL 2014 BS. 317.

cn The words inserted by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463.

co Substituted for the entry "98.22 and 9860.0000" by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463.

cp Substituted for existing entry "Sixteen percent" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

cq The words inserted by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021), reported as PTCL 2021 BS. 738.

cr Substituted for the words "Nineteen and a half" by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021), reported as PTCL 2021 BS. 738.

cs Substituted for the words "for patients" by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

ct The expression inserted by the Punjab Finance Act, 2019 (XV of 2019) (Assented on 28th June, 2019), reported as PTCL 2019 BS. 759.

cu Substituted for existing entry "Sixteen percent" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

cv Substituted for category "Sixteen percent" by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021), reported as PTCL 2021 BS. 738.

cw Substituted for existing entry "Sixteen percent" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

cx S. No. 47 and the entries relating thereto omitted by Notification No. SO(TAX)1-2/97 (Exemption Newspaper), dated 23rd September, 2014. At the time of omission S. No. 47 was as under:--

"47.	Advertisements (including classified ads) in newspapers, magazines, journals and periodicals.	9802.4000	Five percent"

cy S. Nos. 47 to 59 and the entries relating thereto inserted by the Punjab Finance Act, 2015 (XXIX of 2015) (Assented on 26th June, 2015), reported as PTCL 2015 BS. 102.

cz The expression inserted by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463.

da The expression "inter-city" omitted by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021), reported as PTCL 2021 BS. 738.

db The following omitted by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780. At the time of omission was as under:--

"EXCLUDING:

Services provided by an individual owner of a vehicle for carriage of goods.";

dc Substituted for the existing entry "***dc1***[Fifteen percent]" by Notification No. SO(TAX)5-40/2019, dated 2nd May, 2019.

dc1 Substituted for the words "Sixteen percent" by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780.

dd Substituted for category "Sixteen percent" by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021), reported as PTCL 2021 BS. 738.

de Substituted for existing entry "Sixteen percent" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

df S. No. 54 substituted by the Punjab Finance Act, 2019 (XV of 2019) (Assented on 28th June, 2019), reported as PTCL 2019 BS. 759. At the time of substitution S. No. 54 was as under:--

"54	Facilities for travel (by air):	9803.1000 9803.1100	
	(a) services provided or rendered in respect of travel by air of passengers embarking from the Punjab for air travel or journey within the territorial jurisdiction of Pakistan:		
	(i) long routes		Rs. 2500 per ticket
	(ii) short routes		Rs. 1500 per ticket
	Explanation.--For the purpose of this entry, "long routes" means journeys exceeding 500 kilometres, and "short routes" means the remaining journeys.		
	(b) Services provided or rendered in respect of travel by air of passengers embarking from the Punjab for international air travel or journey:		
	(i) economy and economy plus		Rs. 5000 per ticket
	(ii) club, business and first class.		Rs. 10,000 per ticket"
	EXCLUDING: Air travel services provided to Hajj or Umrah passengers, diplomats and supernumerary crew.		

dg The entry "Debt collection and similar other recovery services." substituted by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780.

dh Substituted for existing entry "Sixteen percent" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

di S. Nos. 60, 61 & 62 and the entries relating thereto added by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463.

dj The entry substituted by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780. A the time of substitution the entry was as under:--

"Services provided by cosmetic and plastic surgeons and hair transplant services but:

EXCLUDING:

Services provided to acid or burn victims."

dk Substituted for existing entry "Sixteen percent" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

dl The entry substituted by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780. A the time of substitution the entry was as under:--

"Services provided by warehouses or depots for storage including cold storages."

dm Substituted for category "Sixteen percent" by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021), reported as PTCL 2021 BS. 738.

dn S. No. 63 inserted by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780.

do Substituted for existing entry "Sixteen percent" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

dp S. Nos. 64 to 68 inserted by the Punjab Finance Act, 2019 (XV of 2019) (Assented on 28th June, 2019), reported as PTCL 2019 BS. 759.

dq Substituted for category "Sixteen percent" by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021), reported as PTCL 2021 BS. 738.

dr Substituted for category "Sixteen percent" by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021), reported as PTCL 2021 BS. 738.

ds Substituted for existing entry "Sixteen percent" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

dt Substituted for existing entry "Sixteen percent" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

du Substituted for existing entry "Five percent without input tax adjustment" by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

dv S. No. 69 and the entries relating thereto inserted by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

dw The Explanation inserted by the Punjab Finance Act, 2022 (IX of 2022) (Assented on 24th June, 2022), reported as PTCL 2022 BS. 323.

dx Substituted for the word "Four" by Notification No. SO(TAX)1-2/97(Pt.XIV), dated 12th September, 2023, reported as PTCL 2023 St. 1050.

dy S. No. 70 added by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021).

***

Punjab

[PART – II]

PUNJAB SALES TAX RULES

1. **Punjab Sales Tax on Services (Registration and De-Registration) Rules 2012.**
2. **Punjab Sales Tax on Services (Filing of Returns) Rules 2012.**
3. **Punjab Sales Tax on Services (Adjustment of Tax) Rules 2012.**
4. **Punjab Sales Tax on Services (Specific Provisions) Rules 2012.**
5. **Punjab Sales Tax on Services (Computerized System) Rules 2012.**
6. **Punjab Sales Tax on Services (Authorized Representatives) Rules 2012.**
7. **Punjab Sales Tax on Services (Audit) Rules 2012.**

8. Punjab Sales Tax On Services (Adjudication and Appeals) Rules 2012.

9. Punjab Sales Tax On Services (Alternative Dispute Resolution) Rules 2012.

10. Punjab Sales Tax on Services (Recovery) Rules 2012.

11. Punjab Sales Tax on Services (Definitions) Rules 2012.

12. The Punjab Sales Tax on Services (Enforcement) Rules, 2014.

13. Punjab Sales Tax on Services (Withholding) Rules, 2015.

14. Punjab Revenue Authority (Appellate Tribunal) Rules 2016.

15. Punjab Sales Tax on Services (Refund) Rules, 2019.

16. Punjab Sales Tax on Services (Determination of Minimum Tax Liability) Regulations 2019.

17. Punjab Electronic Invoice Monitoring System Rules 2019.

18. Punjab Sales Tax Special Procedure (Transportation or Carriage of Petroleum Oils through Oil Tankers) Rules 2020.

19. Punjab Place of Provision of Services Rules, 2023.

The

PUNJAB SALES TAX ON SERVICES (REGISTRATION AND DE-REGISTRATION) RULES 2012

[1]**Notification No. PRA/Orders.06/2012(1), dated 1st August, 2012.--**In exercise of the powers conferred under section 76 of the Punjab Sales Tax on Services Act 2012 (XLIII of 2012), the Punjab Revenue Authority, with the approval of the Government, is pleased to make the following rules:

Chapter I

PRELIMINARY

1. Short title and commencement.--(1) These rules may be cited as the Punjab Sales Tax on Services (Registration and De-registration) Rules 2012.

(2) They shall come into force at once.

Chapter II

REGISTRATION

2. Requirement of registration.--(1) Every person engaged in providing taxable service or services or pay tax under the Act is required to be registered in the manner specified in these rules.

(2) Where a person provides one or more taxable services from one or more premises and has a centralized billing or invoicing system or centralized accounting system in the Punjab, such person shall be entitled to apply for and take one registration.

(3) Where a person is providing more than one taxable services, he may make a single application mentioning therein all

---

1. Reported as PTCL 2012 St. 890.

the taxable services provided by him and certificate of registration in such case shall indicate details of all taxable services provided by him.

(4) Where a person carrying out business of providing taxable services simultaneously in more than one province including the Punjab, such person is required to take a separate registration for the Punjab and pay tax accordingly in respect of the services rendered by him in the Punjab.

(5) Every registered person shall invariably and conspicuously mention his registration number on his invoices, bills, vouchers or other similar documents and on his correspondence with the Authority or any of the officers of the Authority.

3. Application for registration.--(1) A person required to be registered under the Act shall apply electronically or manually to the Authority in the prescribed Form PST-01 as appended to these rules and the applicant shall immediately be issued provisional certificate of registration.

(2) The Authority may cause further verification or inquiry to ascertain the accuracy of information or particulars declared in the application for registration for genuineness of the documents, if any, attached therewith and on completion of such verification or inquiry, it may register the applicant and issue a certificate of registration in PST-03 as annexed with these rules with specific number of the applicant in the prescribed form preferably within thirty days of application.

(3) In case of rejection, the Authority shall inform the applicant specifying the reasons for such rejection within thirty days from the date on which complete application is received in the office of the Authority.

4. Sanctity of registration.--No person except the person to whom registration has been issued can use the registration or its number for any lawful purpose and no person holding registration in his name can dispose of his registration in any manner.

Chapter III

DE-REGISTRATION

5. De-registration.--Every registered person who ceases to provide taxable service shall apply to the [2][Commissioner] through an application for the cancellation of the registration on a prescribed Form PST–02 as annexed to these rules and the [3][Commissioner] after making such audit or enquiries as may be necessary shall de-register such person from such date as may be specified by the [4][Commissioner] or the date on which the tax, if outstanding, against such person are deposited by him, whichever is later.

6. Suspension and cancellation of the registration.--Where a registered person commits any tax fraud, deliberate and intentional non-payment or short payment of tax or evasion of tax, his registration may, without *prejudice* to any other action under the law, be suspended by the Authority, the reasons or basis whereof shall be communicated to him and after necessary inquiry and after giving an opportunity of being heard, his registration may be cancelled.

7. Revival of cancelled registration.--(1) Where it is proved that a registration has been cancelled on account of any incorrect comprehension of facts or wrong understanding of the circumstances leading to cancellation, the Authority may revive the cancelled registration subject to such conditions and with effect from such date as it may deem appropriate to specify.

(2) The person whose cancelled registration is revived, shall be entitled to such benefits and privileges under the Act and rules made thereunder as may be specified by the Authority.

---

2 Substituted for the word "Authority" by Notification No. PRA/Member Legal/692/26, dated 8th June, 2026, reported as PTCL 2026 St. 776.

3 Substituted for the word "Authority" by Notification No. PRA/Member Legal/692/26, dated 8th June, 2026, reported as PTCL 2026 St. 776.

4 Substituted for the word "Authority" by Notification No. PRA/Member Legal/692/26, dated 8th June, 2026, reported as PTCL 2026 St. 776.

8. Treatment of invoices.--During the period of suspension of a registration, the invoices issued by a person whose registration has been cancelled shall not be eligible for the purpose of tax credit, adjustment or refund or any other similar benefit under the Act.

9. Undischarged tax liability.--Suspension or cancellation of a registration shall not absolve the person of any tax liability which he has not discharged during the period of his registration.

Chapter IV

MISCELLANEOUS

10. Automatic grant of registration.--The existing taxpayers already registered with the Federal Board of Revenue shall not be required to file any new application for registration, they shall be automatically registered for the purpose of the Act and shall receive an intimation from the Authority either through email or SMS or by courier or post, assigning them "P" as prefix to NTN(P+NTN).

11. Change in particulars of registration.--In case there is a change in the name, address or other particulars as stated in the registration certificate, including the cases covered under rule 10, the registered person shall intimate the proposed change in the prescribed form (PST-01) to the Authority, which may either approve or reject the request for change preferably within thirty days of the receipt of such intimation.

12. Transfer of registration.--(1) The Authority may either subject to conditions or otherwise order the transfer of the registration of any person from the jurisdiction of one office or officer to the other office or officer of the Authority.

(2) In case a registered person intends to shift his business activity from the jurisdiction of one office or officer to another or he has any other valid reason for such transfer, he shall apply to the Authority for transfer of his registration alongwith necessary documents, if any, and the Authority shall after

necessary verifications, decide such application under intimation to the registered person and concerned officer.

(3) The Authority may on its own motion transfer any registration from one office or officer of the Authority to another under intimation to the concerned registered person.

13. Treatment of a wrong compulsory registration.--Where a person has been compulsorily registered and it is subsequently proved that such person is not liable to registration for the purposes of the Act, the Authority may cancel such registration *ab initio* and a person whose such registration is cancelled shall not be subjected to any tax liability for the period of his such compulsory registration.

14. Sale of registered business or economic activity.--(1) No business or economic activity involving providing of taxable service or services for which registration has been obtained from the Authority shall be sold or disposed off without prior permission from the Commissioner.

(2) The buyer of a registered business or economic activity shall obtain a new registration certificate or if allowed by the Authority seek changes in the existing registration certificate.

(3) While granting permission under sub rule (1), the Commissioner may specify or impose such conditions or restrictions as he may deem appropriate with a view to safeguard the revenue interests of the Government.

(4) Every permission granted by the Commissioner under this rule shall be conveyed to the Authority within fifteen days thereof and shall be entered into the computerized system in such manner as may be specified by the Authority.

Explanation.--For the purpose of this rule, sale includes merger.

15. No fee for registration or deregistration.--Registration and deregistration under these rules shall be free of any fee or service charge.

Government of Punjab
Punjab Revenue Authority
Taxpayer Registration Form

PST-01
Rule 3

Registry

1 Sheet No. ☐ of ☐ Token No. N⁰ _____

2 **Apply for** ☐ New Registration with PRA as Service Provider.
☐ PRA Registration who already have NTN ☐ Change in Particular ☐ Duplicate Certificate NTN _____ - ☐

3 Authorization ☐ Punjab Revenue Authority is authorized to obtain my registration/enrollment particulars from FBR and other provincial boards of revenue.
This option is applicable only to already registered taxpayer with FBR, and authorizing PRA Portal to transfer the registration & enrollment particulars from FBR Portal.

4 Category ☐ Company ☐ Individual ☐ AOP

5 Basis ☐ As per Law ☐ Voluntary Registration ☐ Compulsory Registration Expected Annual Turnover Rs. _____

6 Status ☐ Resident ☐ Non-resident Country of Non Resident _____

7 CNIC/PP No. _____ [for Individual only, Non-Residents to write Passport No.] Gender ☐ Male ☐ Female

8 Reg/Inc. No. _____ [for Company & Registered AOP only] Birth/Inc. Date _____

9 Name _____
Name of Registered Person (Company, Individual or AOP Name)

10 Address **Registered Office Address for Company and Mailing/Business Address for Individual & AOP, for all correspondence**

_____ _____ _____
Office/Shop/House/Flat /Plot No. Street/Lane/Plaza/Floor/Village Block/Mohallah/Sector/Road/Post Office/*etc.*

_____ _____ _____ _____
Province District City/Tehsil Area/Town

11 Type of Service ☐ Hotel/Club/Caterer ☐ Advertisement (Television/Radio/Cable Television) ☐ Customs Agent/Ship Chandler/Stevedore ☐ Telecommunication
☐ Banking/Non-Banking ☐ Shipping Agent ☐ Insurance/Re-insurance ☐ Courier ☐ Stock Broker ☐ Others

12 Principal Service _____ Service Code _____

Agent Particulars u/s 71

13 Agent ☐ Self ☐ Agent u/s 71 in Capacity as_____

CNIC/NTN_____ Name_____

Address _____ _____ _____

Office/Shop/House/Flat/Plot No. Street/Lane/Plaza/Floor/Village Block/Mohallah/Sector/Road/Post Office/*etc.*

_____ _____ _____ _____

Province District City/Tehsil Area/Town

14. Phone _____ _____ Mobile _____ _____ Fax _____ _____

Area Code Number Area Code Number Area Code Number

15 E-Mail _____ (e-Mail address for all correspondence) Web Address:_____ (if any)

Director/Shareholder/Partners

16	Total Directors/Shareholders/ Partners		Please provide information about top-10 Directors/ Shareholders/Partners	Total Capital	

17	Type	NTN/CNIC/Passport No.	Name of Director/Shareholder/Partner	Share Capital	Share %	Action (Add/Remove)
18			All Other Shareholders/Directors/Partners (in addition to 10)			

Other Activity

19	Activity Code	Other Business Activities in addition to the Principal Activity given at Sr-12 above	Action (Add/close)

	20	Total business/branches		Provide details of all business/branches/outlets/*etc.*, use additional copies of this form if needed
Business/Branches	21	Bus/Br. Serial ☐	**Action Requested** ☐ Add ☐ Change ☐ Close	
	22	Bus/Br. Type _____ HQ/Factory/Showroom/Godown/Sub Off./*etc.*	Business/Branch Name_____ Trade Name _____	
		Address _____ Office/Shop/House/Flat/Plot No.	_____ Street/Lane/Plaza/Floor/Village	_____ Block/Mohallah/Sector/Road/Post Office/*etc.*
		_____ Province	_____ District	_____ City/Tehsil _____ Area/Town
	23	Nature of Premises Possession ☐ Owned ☐ Rented ☐ Others	Owner's CNIC/NTN/FTN_____	Owner's Name_____
	24	Electricity Ref. No._____	Gas Connection installed ☐ Yes ☐ No	Gas Consumer No._____
	25	Phone No. _____ Area Code _____ Number	Business/ Branch Start Date _____	Business/ Branch Close Date, _____ if applicable
Bank Accounts	26	Total Bank Accounts		*Provide details of all bank accounts, use additional copies of this form if needed*
	27	Account ☐	Action Requested ☐ Add ☐ Change ☐ Close	
	28	A/C No. _____	A/C Title_____	Type _____
	29	Bank Name_____ (NBP, MCB, UBL, CITI *etc.*)	City_____	Branch_____
	30		Account Start Date_____	Account Close Date, *if close action is requested*_____
Declaration	31	I, the undersigned solemnly declare that to the best of my knowledge and belief the information given above is correct and complete in all respects. It is further declared that any notice sent on the e-mail address or the address given in the registry portion will be accepted as legal notice served under the law. I also hereby authorize, Punjab Revenue Authority to obtain my registration data from Federal Board of Revenue and other provincial tax administrations.		
	32	_____ Date	_____ CNIC/Passport No.	_____ Name of Applicant _____ SIGNATURE

Government of Punjab
Punjab Revenue Authority
De-Registration Form

PST-02
Rule 5

Registry

1 NTN [| | | | | | | - | |] (Sheet No. ☐ of ☐) Acknowledgment No. N^0 [ ]

2 Category ☐ Company ☐ Individual ☐ AOP ☐ Firm

3 Status ☐ Resident ☐ Non-Resident

4 CNIC/PP No. [| | | | | - | | | | | | | | - |] [for Individual only]

5 Reg./ Inc. No. _____ [for Company & Registered AOP only] Date of Incorporation _____

6 Name _____ Trade Name _____
Name of Registered Person, Company, Individual or AOP Name

7 Address **Registered Office Address for Company and Mailing/Business Address for Individual & AOP, for all correspondence**

_____ _____ _____
Office/Shop/House/Flat/Plot No. Street/Lane/Plaza/Floor/Village Block/Mohala/Sector/Road/ Post Office/*etc.*

_____ _____ _____ _____
Province District City/Tehsil Area/Town

E-Mail _____ (e-Mail address for all correspondence) Web Address: _____

Reasons of De-Registration

8 ☐ Ceased to carry on business

9 ☐ Service has become exempt (Give details)

10 ☐ Taxable turnover during the last 12 months has remained below the threshold
(a) Please give the value of taxable services provided in last 12 month Rs. [ ]
(b) Please give reason(s) for reduction in your taxable turnover (attach sheet, if necessary)

11 ☐ Transfer of sale of business (Attach proof) ☐ Merger with another person (Attach proof) ☐ Merger with another firm or business (Attach proof)

12 ☐ Other (Please Describe) _____

Declaration

13 I, the undersigned solemnly declare that to the best of my knowledge and belief the information given above is correct and complete in all respects. It is further declared that any notice sent on the e-mail address or the address given in the Serial 7 will be accepted as legal notice served under the law. I request for de-registration of my Business or Company (as the case may be).

14 _____ _____ _____ _____
Date CNIC/Passport No. Name of Applicant SIGNATURE

Punjab Revenue Authority
Government of Punjab

PST-03
Rule 3(2)

REGISTRATION CERTIFICATE

(Sales Tax on services)

PNTN :

Registration Date:

Name :

Business Name :

Business Address :

Category :

Status :

CNIC No. :

Reg./Inc. No. :

Principal Acitivity :

Other Activities

This certificate shall be prominently displayed at a conspicuous place of the premises in which business or work for gain is carried on. NTN certificate is also required to be indicated on the signboard

NOTE: The NTN must be written on all returns, payment challans, invoices, letter heads, advertisements, etc. and all correspondence made with the Punjab Revenue Authority.

***

The

PUNJAB SALES TAX ON SERVICES (FILING OF RETURNS) RULES 2012

[1]**Notification No. PRA/Orders.06/2012(2), dated 1st August, 2012.--**In exercise of the powers conferred under section 76 of the Punjab Sales Tax on Services Act 2012 (XLIII of 2012), the Punjab Revenue Authority, with the approval of the Government, is pleased to make the following rules:--

Chapter I

PRELIMINARY

1. Short title and commencement.--(1) These rules may be cited as the Punjab Sales Tax on Services (Filing of Returns) Rules 2012.

(2) They shall come into force at once.

Chapter II

FILING OF RETURNS

2. Filing of return.--(1) Every registered person shall file the return as specified in Form PST–04, alongwith all its annexures in accordance with the instructions given in respect thereof.

3. Manual filing of return.--(1) The Authority may, in case of any registered person or class of registered persons or in case of any taxable service or services or class of taxable service or services, subject to conditions or otherwise allow manual filing of return.

(2) Where the Authority has allowed manual filing of return, it may be delivered either the PRAL's counter in the bank

---

1. Reported as PTCL 2012 St. 900.

or through courier addressed to the Chairperson of the Authority with a clear indication on the right corner of the envelop "Punjab Sales Tax on Services" Return for the Month of_____, 2012 (year may be changed as and when needed).

4. Electronic filing of return.--(1) Unless manual filing of return has been allowed under rule 3, every registered person required to file return, shall file such return alongwith its annexures electronically in the manner given in these rules.

(2) A registered person shall obtain a unique User-ID and password by e-enrolling with the Authority's web portal and electronically file a return (available on the website) from the web portal.

(3) The return data shall be filled in a web form and shall be submitted online to the Authority by using e-PRA web portal at https://pra.punjab.gov.pk, where the Authority has provided instructions on how to fill the e-return.

(3) The electronic return can be filed by a registered person himself or through an e-intermediary licensed by the Authority.

5. Procedure for e-filing.--While filing the return, the registered user shall log on to e-portal of the Authority at https://e.pra.punjab.gov.pk using the assigned user ID and password and follow the stepwise procedure as follows:--

(a) select sales tax on services return from declaration menu, select the tax period, month, quarter from the drop down list and click the monthly or quarterly return link to open the return form;

(b) return form shall be displayed which shall be filled in accordance with the instructions provided; the taxpayer shall fill out the relevant annexures of the return form by providing the details of invoices, value and the tax charged (the uploading facility for data files is available for all annexures) ;

(c) based on the details entered in the relevant annexures of the return, the total values of the main return form shall be auto calculated; the payable tax column shall be showing the tax payable by the registered person; and the registered person shall verify all the details displayed in the prepared return form; and

(d) the e-payment challan form PST–05 shall be generated automatically from the system after verification of the return prepared by the registered person.

6. Completion of e-filing.--E-filing can be completed in the following manner:--

(a) the user shall fill in all the relevant fields of the return (the return may be saved at any time during preparation process to avoid data loss);

(b) the return may be verified by the person to press the "Verify" button given at the bottom of form;

(c) if the registered person needs any alteration in the verified return, user shall press the "Un-Verify" button given at the bottom of the form having access to Personal Identification Number (PIN) code to make the required changes, and the user shall again press the "Verify" button given at the bottom of the form for fresh verification;

(d) after verifying the return, the registered person shall generate Payment Slip Identifier (PSID) by clicking "e-Payment" button;

(e) the registered person shall present PSID alongwith payable amount in the designated branch of the National Bank of Pakistan which shall accept the payment and provide Computerized Payment Receipt (CPR) as an acknowledgement; and

(f) the CPR data shall be automatically updated within stipulated period in the registered person's e-filing

portal and the registered person shall have to press the "Confirm" button for automatic confirmed addition of the CPR in the system.

7. E-submission of return.--After confirmation of CPR under rule 6, the "Submit" button on return shall be enabled and the registered person shall click the submit button, the system shall require PIN code which shall be entered by the registered person, where after a message shall appear at the top of the screen that "your return has been submitted".

8. Amendment in CPR.--(1) Where due to any *bonafide* mistake, any change is required to be made in CPR, the registered person shall apply for correction in CPR to the relevant Commissioner alongwith following documents:

(a) written request on letter head;

(b) copy of CNIC;

(c) copy of TPR (Tax Payment Receipt), if any, and CPR;

(d) in case of bank's mistake, letter from the bank and affidavit from the person on whose name the payment has been deposited; and

(e) for correction of national tax number on CPR, affidavit from the person on whose name the payment has been deposited.

(2) The Commissioner shall convey his approval to the authorized functionary of PRAL, who shall:--

(a) update changes as per approval;

(b) maintain record of changes;

(c) intimate the applicant and relevant Commissioner; and

(d) send summary report to the Authority on monthly basis.

9. Acknowledgment of e-filing.--(1) Acknowledgement shall be printed by clicking the "Print Acknowledgement" button.

(2) The submitted return shall also be printed and saved on user's computer in PDF format.

(3) The registered person shall quote the computer generated number of the e-filing acknowledgement in all his future correspondence with Authority.

10. Security of User ID and password.--(1) The responsibility for filing the returns and all the information contained therein is that of the registered person.

(2) The registered person shall keep his user ID and Password allotted by the Authority strictly confidential.

(3) The electronic tax return and its relevant annexures shall be kept in electronic record of the registered person and shall be produced to the competent authority or officer of the Authority on demand alongwith supporting documents.

11. Payment of tax.--(1) A registered person filing return electronically or otherwise shall make payment of the amount of tax due, if any, in any of the designated branches of the National Bank of Pakistan or any other designated Bank on the prescribed payment challan as specified in Form PST–05 or through electronic payment system devised for the purpose.

(2) In cases where due date has been prescribed as 15th of a month, the tax due shall be deposited by the 15th and the return may be submitted by 18th of the same month.

(3) The registered person having the status of 'individual' or 'proprietor' shall mention his computerized national identity card number in the relevant column of the return.

12. Evidence of input tax invoices or bills.--Where the Authority has allowed input tax adjustment in respect of any taxable goods used, utilized or consumed for providing taxable service or services, the registered person shall require to keep

record of all relevant invoices or bills as evidence to be produced to the competent officer of the Authority on demand for the purpose of reconciliation or audit to verify the adequacy of the adjustment availed by the registered person.

Chapter III

REVISION OF RETURNS

13. Revised return.--Where a registered person needs to revise his return, resulting in payment of tax over the tax already paid on the original return, he may, without any permission from the Authority or any officer of the Authority, file his revised return and pay the differential amount of tax alongwith the default surcharge as applicable.

14. Permission for revision of return.--The Commissioner shall be competent to allow revision of return not covered under rule 13 and all such permissions for revision of return shall be reported to the Authority on monthly basis in the format showing the name, registration number of the registered person, relevant tax period, revenue (including adjustment) effect of revision and principal reason or reasons of revision.

15. Substitution of return.--(1) Where in case of any return or class of returns, the Authority or the Commissioner is of the view that a return has not been filed properly, accurately or completely, the concerned registered person or persons may be called upon and such person or persons shall file a new return in lieu of the return filed previously in such manner and subject to such conditions as it or he may specify in this behalf.

(2) Where a new return has been filed under sub-rule (1), the original return shall be deemed to have never been filed except to the extent to which any tax has been paid thereon.

(3) Where a new return has been filed under sub-rule (1), no action shall be taken against a registered person on the basis of the previous return for any of the purposes of the Act or rules made thereunder.

Government of Punjab
Punjab Revenue Authority
Sales Tax on Services Return

PST-04
Rule 2

Registry

PSTN	Name	Tax Period	Normal/Amended	Submission Date
P			N A	

CNIC in case of Individual	COY/AOP/IND	Service Category	Tax Office

Principal Service	Service Code

		Description	Value	Sales Tax
Sales Tax Credits	1	**Domestic Purchases** excluding fixed assets for providing of Service **Annex-A**		
	2	**Imports** excluding fixed assets (includes value addition tax on commercial imports) **Annex-B**		
	3	Capital/Fixed Assets (Domestic Purchases & Imports)		
	4	(-) Non creditable inputs (relating to exempt, non-taxed supplies/rendering of services and relating to services Provided in the other Jurisdiction and taxed there)		
	5	**Input Tax for the month** Formula : [(1 + 2 + 3) - 4]		
	6	Credit carried forward from previous tax period(s) (determined by the Department where applicable)		
	7	Sales Tax withheld by the buyer as withholding agent **Annex-C**		
	8	**Accumulated Credit** Formula : (5 + 6 + 7)		
Sales Tax Debit	9	**Services provided/rendered** **Annex-C**		
	10	Services Exported **Annex-D**		
	11	**Output Tax for the month = (9)**		

Payable/Refundable	12	Input for the month **(admissible under the Rules)** Formula : [3+6+ [admissible inputs of 1 & 2]-4] *(See Notes in Annex-A)*			
	13	**Available Balance** (Cr or Dr)	Formula : [11 - (7 + 12)]		
	14	Do you want to Carry Forward the Inputs of Capital/Fixed Assets declared at Sr-3 above		Yes / No	
	15	Sales Tax withheld by the return filer as withholding agent	**Annex-A**		
	16	Tax Reverse Charge	**Annex-A & Annex-C**		
	17	**Sales Tax Payable**	Formula : [if 13 > 0 then 13 + 15 otherwise 15]		
	18	**Refund Claim on Capital/Fixed Assets**	Formula : [if 14 = "No" then "Minimum of Fixed Assets and Available Balance" otherwise zero]		
	19	Credit to be carried forward	Formula : [if 13 < 0 and (13 + 18) < 0 then -(13 + 18) otherwise zero]		
	20	End-of-Year Refund Claim (as determined periodically) Formula : [if Tax Month = "JUN" and 19 > 0 then 19 otherwise zero]			
	21	Net Credit carried forward	Formula : [if Tax Month = "JUN" then zero otherwise 19]		
	22	**Fine/Penalty/Default Surcharge [23 + 24 + 25]**			
	23	a) Default Surcharge/Others			
	24	b) Arrears			
	25	c) Penalty/Fine			
	26	**Total Amount to be Paid**	Formula : (17 + 22)		
	27	Tax paid on normal/previous return (applicable in case of amended return)			
	28	**Balance Tax Payable/(Refundable)**	Formula : (26 – 27)		
	29	Select bank account for receipt of refund			

<table>
<tr><td>Declaration</td><td colspan="5">I,_____, holder of CNIC No. _____
in my capacity as authorized person do solemnly declare that to the best of my knowledge and belief the information given in this return is/are correct and complete in all respects in accordance with the provisions of applicable law.

_____
Date

<u>Submitted electronically by using User-Id, Password and PIN as electronic signature.</u></td></tr>
<tr><td rowspan="6">Headwise Payable</td><td>Head of Account</td><td>Account</td><td rowspan="6">Paid Amounts</td><td>CPR No.</td><td>Amount</td></tr>
<tr><td>B02382 - Sales Tax on Services</td><td rowspan="4"></td><td rowspan="4"></td><td rowspan="4"></td></tr>
<tr><td>B02382 - Surcharge/Others</td></tr>
<tr><td>B02382 – Arrears</td></tr>
<tr><td>B02382 - Penalty/Fine</td></tr>
<tr><td>Total Amount Payable</td><td></td><td>Total Amount Paid (in figures)</td><td></td></tr>
<tr><td colspan="6">Total Amount Paid (in words):</td></tr>
</table>

DOMESTIC PURCHASE INVOICES

Annex-A

NTN | xxxxxxxx Name of Taxpayer xxxxxxxx | Tax Period

Sr.	Particulars of Supplier			District of Supplier	Document				Purchase Type	Rate	Value of Purchases Excluding Sales Tax	Sales Tax Involved	ST Withheld as WH Agent	Tax Revenue Charged u/s 4
	NTN	CNIC	Name		Typ*	Number	Date	HS Code *						
1														
2														
3														
4														
5														
6														
7														
8														
9														
10														
11														
12														

13														
14														
15														

Summary

Type	Value	Sales Tax	ST Withheld
Taxable			
Exempt			
Zero Rate			
Gross Total			

Typ => Type of Document Pl = Purchase Invoice CN = Credit Note DN = Debit Note

Note:

(1) All Purchases shall be recorded by providing either CNIC or NTN

(2) Credit of Inputs will only be allowed where purchases are made from sales tax registered person

(3) Sales Tax withheld is also made part of this annexure, therefore registered persons are not required to file ST withholding Statement separately

(4) If an invoice contains items pertaining to multiple rates or multiple types/HS-Codes, then multiple rows with same Invoice Type, No. & Date should be written by the taxpayer in this Annexure by providing sales type, rate, value, sales tax and tax withheld separately

(5) If an invoice contains items pertaining to goods and services both, then two separate rows should be used giving details separately where possible as explained in (4) above otherwise if mixture of goods and services can not be determined then use the type as mixed.

(6) Rate wise summary is computed automatically by the system, therefore it is not required to be entered by the taxpayer

DETAILS OF IMPORTS

Annex-B

NTN 99999999-9 xxxxxxxx Name of Taxpayer xxxxxxx Tax Period MMM-YYYY

Sr.	Particulars of GD Imports (Found in Customs Data)				Type	Sales Tax Rate	Sales Taxable Value of Imports	Sales Tax Paid at Import Stage	Value Addition Tax on Commercial Imports	FED Paid at Import Stage
	Collectorate	GD Type	GD Number	GD Date						
1										
2										
3										
4										
5										
6										
7										
8										
9										
10										
11										
12										
13										

14										
15										
				Total						

Summary

Type	Sales Taxable Value	Sales Tax at Import Stage	Value Addition Tax	FED Paid at Import Stage
Taxable (Excluding Fixed Assets)				
Fixed Assets				
Commercial				
Exempt				

Note:

(1) Summary is automatically computed by the system, therefore the taxpayer is not required to prepare it.

DOMESTIC SALE INVOICE (DSI)

Annex-C

NTN 999999999-9 xxxxxxxx Name of Taxpayer xxxxxxxx Tax Period MMM-YYYY

Sr.	Particulars of Buyer			District of Buyer	Buyer Type	Document/Invoice				Sale Type	Rate	Value of Sales Excluding Sales Tax	Sales Tax Involved	Extra Tax (Under Chapter XIII of Sales Tax Special Procedures Rules, 2007 of FBR)	ST Withheld at Source	Tax Revenue Charged u/s 4
	NTN	CNIC	Name			Typ*	Number	Date	HS Code*							
1																
2																
3																
4																
5																
6																
7																
8																
9																
10																
11																
12																
13																

14																
15																

Summary

Type	Value	Sales Tax	Extra Tax	ST withheld
Sales made to End Consumers				
Sales Made to Intermediary				
Gross Total				

1. Buyer Type : End consumer, Intermediary (intermediary is the registered buyer who may take input credit)
2. Document Type : SI = Sale Invoice, DN = Debit Note, CN = Credit Note
3. HS-Code : 8 - Digits HS-Code as per Pakistan Customs tariff
4. Sale Type : Goods or Services

Typ=> Type of Documents SI= Sale Invoice , CN=Credit Note, DN=Debit Note

Note : (1) All sales shall be recorded by providing either CNIC or NTN of the buyer irrespective of whether sold to a registered person or un-registered person. However, where invoices are issued to an un-registered end-consumers, all the invoices may be grouped by sales type and tax rate and declared in one line with NTN as 9999998-1

(2) If an invoice contains items pertaining to multiple rates or multiple types/HS-Codes, then multiple rows with same Invoice Type, No. & Date should be written by the taxpayer in this Annexure by providing sales type, rate, value, sales tax and tax withheld separately

(3) If an invoice contains items pertaining to goods and services both, then two separate rows should be used giving details separately

(4) Rate wise summary is computed automatically by the system, therefore it is not required to be entered by the registered person

---

EXPORTS DETAILS

Annex-D

NTN 99999999-9 xxxxxxxx Name of Taxpayer xxxxxxxx Tax Period MMM-YYYY

Sr.	Particulars of GD EXPORT (Machine Number)				Value of Exports in Pak Rupees	Value of Goods Actually Shipped	Value of Short Shipment	Value of Goods Admissible for Refund	MATE Receipt No., where applicable	MATE Receipt Date
	Collectorate	GD Type	GD Number	GD Date						
1										
2										
3										
4										
5										
6										
7										
8										
9										
10										
11										
12										
13										
14										
15										
				Total						

Government of Punjab
Punjab Revenue Authority
Tax Payment Challan Form

PST-05
Rule 5(d)

NTN No. | | | | | | | | | | PSTN | P | | | | | | | | | | | | | Tax period | | | - | 2 | 0 | | |

Name | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |

Address | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |

| | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |

Service | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |

Service Code | | | | | | | | |

TAX PAYEMENTS

Head of Account | B | - | 0 | 2 | 3 | 8 | 2 | **Punjab Sales Tax on Services**

Sr.	Description of Payment, whichever is applicable	Amount in Pak Rs.
1	Sales Tax on Services	
2	Default Surcharge/Others	
3	Arrears	
4	Penalty/Fine	
	TOTAL Amount of Payment	

Amount in words_____

Mode & Particulars of Payment

Mode of Payment ☐ Cash ☐ Cheque ☐ Pay Order ☐ Demand Draft

Cheque/Pay Order/Draft No._____ Date _____

Bank/Branch Name/City/Br-Code

DECLARATION OF DEPOSITOR

I hereby declare that the particulars mentioned in this tax payment challan are correct to the best of my knowledge and belief.

CNIC | | | | | | - | | | | | | | - | |

Name _____

Date | | | - | | | - | | | | |

(DD-MM-YYYY)

_____

Signature of Depositor

Note: This is an input form and should not be signed/stamped by the Bank. A Computerized Payment Received (CPR) should be issued after receipt of payment by the Bank

***

The

PUNJAB SALES TAX ON SERVICES (ADJUSTMENT OF TAX) RULES 2012

[1]**Notification No. PRA/Orders.06/2012(3), dated 1st August, 2012.--**In exercise of the powers conferred under section 76 of the Punjab Sales Tax on Services Act 2012 (XLIII of 2012), the Punjab Revenue Authority, with the approval of the Government, is pleased to make the following rules:

Chapter I

PRELIMINARY

1. Short title and commencement.--(1) These rules may be cited as the Punjab Sales Tax on Services (Adjustment of Tax) Rules 2012.

(2) They shall come into force at once.

Chapter II

ADJUSTMENT OF TAX

2. Determination of input tax.--(1) A registered person who holds a tax invoice for the purchase of goods or services used or consumed in providing of taxable services in his name, bearing his tax registration or national tax number, shall be entitled to deduct or adjust input tax paid or payable during the relevant tax period.

(2) The input tax in relation to the taxable services shall be worked out first and the amount so worked out, shall be bifurcated for the services provided in the Punjab and also taxed in

---

1. Reported as PTCL 2012 St. 917.

the Punjab and for those provided outside the Punjab and also not taxed in the Punjab.

(3) Where the registered person did not deduct or adjust the input tax in the relevant period, he may claim such input tax deduction or adjustment in the tax returns for any of the four succeeding tax periods under intimation to the Commissioner having jurisdiction.

3. No credit for non-taxable [1][, reduced rate] or exempt services.--(1) The input tax paid on goods and services used in providing non-taxable [2][, reduced rate] or exempt services shall not be admissible.

[3][(2) In case an input is used in providing taxable services and also non-taxable, reduced rate or exempt services, the input tax shall be apportioned according to the following formula for availing of input tax adjustment or deduction:

$$\text{Adjustable input tax} = \left(\frac{\text{Taxable Value}}{\text{Taxable Value + Non-Taxable + Reduced Rate + Exempt Services}} \right) \times \text{Total input tax.]}$$

(3) The adjustments of input tax claimed under this rule by a registered person shall be subject to reconciliation and audit by the officers of the Authority as and when needed under intimation to the registered person.

---

1 The expression inserted by Notification No. PRA/Orders.06/2021/845, dated 10th July, 2025.

2 The expression inserted by Notification No. PRA/Orders.06/2021/845, dated 10th July, 2025.

3 Sub-rule (2) substituted by Notification No. PRA/Orders.06/2021/845, dated 10th July, 2025. At the time of substitution sub-rule (2) was as under:--

"(2) In case an input is used in providing taxable services and also non-taxable or exempt services, the input tax shall be apportioned according to the following formula for availing of input tax adjustment or deduction:

$$\text{Adjustable Input Tax} = \frac{\text{Value of Taxable Supplies}}{\text{Value of Taxable and exempt}} \times \text{Total Input Tax"}$$

Explanation.-- For the purpose of this rule, non-taxable services include services provided out of and not taxable in the Punjab.

4. Input tax adjustment not allowed.--A registered person shall not be entitled to claim input tax adjustment in respect of:--

(i) capital goods (plant, machinery, equipment and others) not exclusively useable or used in providing of taxable services;

(ii) goods and services already in use on which the tax is not paid, or, where paid, the input adjustment has been taken before the commencement of the Act or where the input related goods and services were purchased or acquired before such commencement;

(iii) utility bills not in the name of registered person with reference to his registered premises unless evidence of consumption is produced in the matter of such claims;

(iv) the tax claimed as input tax on services where such tax amount has not been deposited by the supplier or the service provider or where the evidence of such payment is not produced;

(v) carry forward of the input tax adjustment relating to the period prior to the commencement of the Act;

(vi) goods and services received against false, fake, forged, flying untrue, unreal or unrelated invoices or against purchases from the persons black listed or suspended by the Authority or by the Federal Board of Revenue or by any other Provincial authority;

(vii) goods and services used or consumed in a service liable to a rate of tax lesser than the 16% of the charges or to a specific rate of tax not based on value;

(viii) vehicles including three and two wheelers;

(ix) food, beverages, garments, fabrics or others and consumption on entertainment, amusements, recreation or enjoyments;

(x) gifts and give-aways; and

(xi) such goods or services as are notified or specified by the Authority to be inadmissible for input tax adjustment.

5. No tax credit for certain goods.--Notwithstanding other provisions of these rules, no input tax adjustment shall be admissible in respect of permanent or fixed assets of general nature or character, furniture and fixtures, construction materials and multiple-use goods or items.

6. Complete adjustment bar in certain situations.--No input tax adjustment on any account whatsoever shall be admissible in respect of tax required to be charged, deducted and paid on the basis of principles of origin and reverse charge under section 4 of the Act and the person liable to pay tax on that account shall deposit the whole amount of due tax to the Authority without any deduction, adjustment or credit [1][:]

[2][Provided that where a taxable service in respect of a franchise originates from outside Pakistan but is received, consumed or terminated within the Punjab, the franchisee shall be entitled to adjustment of input tax subject to the Act and rules.]

7. Extent of adjustment.--(1) Adjustment shall be confined only to such extent to which it has been consumed in the providing of taxable service or services during a tax period.

---

1 Substituted for the full stop by Notification No. PRA/Member Legal/690/26, dated 8th June, 2026, reported as PTCL 2026 St. 775(i).

2 Proviso inserted by Notification No. PRA/Member Legal/690/26, dated 8th June, 2026, reported as PTCL 2026 St. 775(i).

(2) The input tax not consumed during a tax period may be carried forward to the next tax period for consumption and adjustment during the next tax period or periods not exceeding four months where after adjustment shall be admissible only on confirmation through audit by the competent officer of the Authority.

Chapter III

CREDIT AND DEBIT NOTES

8. Credit and debit notes.--Where a registered person has issued a tax invoice in respect of services provided by him and as a result of any genuine business reason, the amount shown in the tax invoice or return needs to be modified on lower side, the registered person and the recipient of the service, if the later is registered, shall issue debit and credit note showing all relevant details of the transaction and reasons and adjust the amount accordingly provided that the corresponding debit or credit note is issued within ninety days of the tax period in which such modification is required.

9. Unregistered recipient.--Where a tax invoice or return needs to be modified as a result of any genuine reason and recipient of the service to whom invoice relates is not registered or not required to be registered, the registered person providing service shall issue only credit note and modify the invoice or return and take adjustment accordingly.

10. Supplementary tax invoice.--Where for any reason, the value of service and amount of tax mentioned on the tax invoice are required to be modified on higher side, the registered person providing service may, issue a supplementary tax invoice mentioning particulars of the principal invoice and account for the same in the return of the tax period during which supplementary invoice is issued.

11. Cancellation of tax invoice.--Where any tax invoice has been issued prior to the actual rendering of service but service has

not been provided or otherwise cancelled for any genuine reason, registered person providing service may cancel the tax invoice under intimation to the Commissioner having jurisdiction and if needed, make adjustment in the return of relevant period.

Chapter IV

EXPORT OF TAXABLE SERVICES

12. Export of service.--Providing of taxable service by a registered person shall be treated as export of service when the following conditions are satisfied:-

(i) such service is delivered and used outside Pakistan;

(ii) payment for such service is received by the registered person in convertible foreign exchange through declared banking channels; and

(iii) use, supply or consumption of any goods taxable under the Sales Tax Act, 1990 (VII of 1990) in the rendering of such service is treated as zero rated supply and entitled to the tax refund under that Act.

13. Export without tax.--A taxable service exported in terms of rule 12 shall not be liable to payment of tax in the Punjab.

14. Refund of tax.--Where any taxable service exported involves the already paid amount of tax on any service, the amount of tax already so paid shall be refunded by the Commissioner on receipt of application for refund duly supported with documentary proof about the export of service, receipt of foreign exchange through banking channels and payment of tax involved in respect of such exported service.

15. Records of refunds.--The Commissioner shall be responsible to ensure that records of refunds paid are kept in safe and secure conditions.

16. Pre-audit of refunds.--All refund claims in respect of taxable services shall be liable to pre-audit before sanction and payment.

17. Inadmissible refunds.--Inadmissible refunds shall be rejected through the process of adjudication.

18. Reporting of refunds.--All refunds paid on export of taxable services shall be reported to the Authority by the Commissioners in such manner and form as may be specified in this behalf.

[1]**[19. Explanation.--**For purposes of these rules, the word "tax" used with reference to input goods shall not include further tax, extra tax, or value added tax levied by or under the Sales Tax Act, 1990 (VII of 1990).]

***

1. Rule 19 inserted by Notification No. PRA/Orders 06/2012, dated 14th October, 2013.

The

PUNJAB SALES TAX ON SERVICES (SPECIFIC PROVISIONS) RULES 2012

[1]**Notification No. PRA/Orders.06/2012(4), dated 1st August, 2012.--**In exercise of the powers conferred under section 76 of the Punjab Sales Tax on Services Act 2012 (XLIII of 2012), the Punjab Revenue Authority, with the approval of the Government, is pleased to make the following rules:

Chapter I

PRELIMINARY

1. Short title and commencement.--(1) These rules may be cited as the Punjab Sales Tax on Services (Specific Provisions) Rules 2012.

(2) They shall come into force at once.

Chapter II

FINANCIAL SERVICES

2. Scope of tax.--The tax shall be payable by every banking company and non-banking financial institution on all its non-interest based services provided to any person against a consideration in the form of fee, commission or charge.

3. Registration.--The Provincial head offices of the banking companies and non-banking financial institutions located in the Punjab shall obtain the tax registration from the Authority.

4. Taxable value.--The tax shall be paid on the gross amount charged for a service provided to the customers excluding mark-up

---

1. Reported as PTCL 2012 St. 922.

or interest, if any.

5. Non-invoicing.--The banking companies and non-banking financial institutions shall not be required to issue tax invoices for their services, provided that if a recipient of any taxable service is registered person, a tax invoice may be issued to him on demand.

6. Records.--Each outlet of the company or institution located in Punjab shall maintain records of the services provided and tax collected thereon in such manner so as to enable the Authority for distinct and correct ascertainment of payment of tax on each category of service provided.

7. Annual audit report.--The Provincial head office of the company or institution as the case may be, shall furnish copy of annual audit report to the Authority within fifteen days of its publication and any short collection of tax observed as a result of such audit report shall be paid within thirty days of the publication of the audit report and proof of such payment shall be submitted to the Authority.

Chapter III

INSURANCE

8. Scope of tax.--(1) All insurance companies shall pay the tax on services provided by them in respect of all kinds of insurance except those exempt from such tax.

(2) The tax shall be calculable on the gross amount of premium charged on risk covered in the insurance policy.

9. Tax accounting month.--The tax in respect of an insurance policy shall be accounted for in the month when premium is received and deposited by the insurance company at the time of filing of return by the 15th day of the following month.

10. Cancellation of contract.--An insurance company shall not be liable to pay tax in respect of a contract or any part thereof if

cancelled provided that the tax already paid in respect of services provided in consequence of such contract shall not be refunded under any circumstances.

11. Records.--The insurance companies shall maintain such records so as to enable the Authority or its authorized officers to verify the accuracy of tax collections, declarations and payments.

12. Annual audit report.--A copy of annual audit report shall be submitted to the Authority within fifteen days of its publication and any short payment of the tax observed as a result of such audit shall be paid by the insurance company within thirty days of the publication of the audit report and proof of such payment shall be furnished to the Authority.

Chapter IV

SHIPPING AGENTS

13. Scope of tax.--Every shipping agent shall pay the tax on monthly basis in respect of his services for shipping of cargo originating or destined to the Punjab.

14. Taxable value.--The agent shall pay tax on the gross commissions charged for the services provided by him as apportioned on the basis of loadable or unloadable cargo originating from or destined to the territory of the Punjab and reimbursable actual expenses, if any, incurred by such agent for and on behalf of his clients shall not be included in the base of taxable value.

15. Port clearance.--The customs authorities may withhold final port clearance to a ship unless the agent furnishes proof of filing of return and proof of payment of tax or give a proper affidavit to the effect that he shall deposit the due tax at the time of filing the tax return and furnish proof thereof, if required.

16. Monthly statements.--The agent shall furnish to the Authority a monthly statement in appropriate form in respect of ships handled and the ship-wise commissions apportioned for the Punjab for the purposes of the tax by the 20th day of the following month.

Chapter V

ADVERTISEMENTS

17. Scope of tax.--Every person providing services of advertisement on television, radio or cable TV as an advertising agent (including advertising company or firm) shall obtain registration and pay sales tax.

18. Advertisements on television and radio.--(1) In relation to advertisements on television and radio, the expression "taxable services" include the services in respect of advertisements:--

(a) broadcast or telecast by television or radio stations located in the Punjab;

(b) booked in the Punjab for broadcasting or telecasting on television or radio stations based elsewhere, whether or not possessing landing rights in the Punjab; and

(c) transmitted on cable TV networks.

19. Taxable value.--Value of taxable service for the purposes of the tax shall be the total consideration in money received or the gross amount charged by a registered person from his clients for broadcasting or telecasting of any advertisement on radio, television or cable TV, including all Federal and Provincial levies but excluding the amount of sales tax.

20. Liability of cable operators.--Where any cable operator receives advertisement bookings directly from the clients, he shall pay the tax on the basis of gross amount charged by him including

all Federal and Provincial taxes other than the sales tax and such cable operator shall also be liable to registration.

21. Invoicing.--(1) The advertising agent or cable operator shall maintain proper records and account of all services provided by him.

(2) The advertising agent or cable operator shall issue a proper bill of charges for each transaction from a duly bound book of serially numbered bills of charges or electronically generated invoices which shall include the particulars (including registration number if any) of the persons providing and receiving service, description of the service provided and the amount charged.

(3) A copy of the bill referred to in sub-rule (2) shall be given to the person to whom such services have been provided and one copy thereof shall be retained by the person providing services in the said bound book of bills of charges.

(4) Not more than one book of bill of charges shall be used at one time provided that where such person has more than one branches of the establishment, separate books of bill of charges may be used for each such branch.

22. Maintenance of accounts.--The advertising agents and cable operators shall maintain their accounts in a register in the following form namely:

Name and location of the agent/cable operator

S. No.	Bill of charges No. and date	Name of the media company, if any	Amount of charges billed or to be billed	Amount of sales tax	Remarks if any
(1)	(2)	(3)	(4)	(5)	(6)

23. Tax payment.--(1) The advertising agent shall pay tax on quarterly basis by the 15th day of November, February, May and

August on the basis of the amount of commissions charged or billed during the last quarter.

(2) The cable operators shall pay tax on monthly basis on the basis of gross amounts charged and collected by them from their clients and the amounts of *bonafide* discounts if allowed to the clients, shall not be included in taxable value base.

24. Quarterly statement.--The advertising agent submit to the Authority quarterly statement alongwith the evidence of payment of tax, before the last day of the month of November, February, May and August, in the following form:

QUARTERLY STATEMENT

M/s……..…for the Quarter ending…….20……

(Name and complete address)

1. Amount of commissions billed during the quarter.
2. Sales tax on services paid by the agent:
   - (i) Bank's name.
   - (ii) Bank challan number and date.
   - (iii) Amount.
3. Sales tax on services paid by others as withholding tax (if any).
   - (i) Name of the person paying the withholding tax.
   - (ii) Bank's name.
   - (iii) Bank challan number and date.
   - (iv) Amount.

Chapter VI

TELECOMMUNICATION

25. Scope of services.--All telecommunication services falling under four digit classification No. 98.12 shall be liable to tax

regardless whether or not any description of any sub-classification has been mentioned in column (2) of serial number 6 of the Second Schedule to the Act unless specifically excluded in the said Second Schedule.

26. Tax coverage.--(1) The tax shall be charged and paid by a registered person engaged in providing telecommunication on all such services as:--

(i) are rendered in the Punjab;

(ii) originate from the Punjab;

(iii) terminate in the Punjab;

(iv) are effectively enjoyed and used in the Punjab;

(v) where sim is activated in the Punjab; or

(vi) recipient of the service:--

(a) is present in the Punjab;

(b) is resident in the Punjab;

(c) has permanent establishment in the Punjab; or

(d) has primary residence in the Punjab.

(2) Where a service crosses Provincial or national borders and its charges are divisible either contractually or otherwise between different territories, tax shall be paid only to the extent of charges attributable to the territory of the Punjab.

[1][(3) Where a registered person is providing telecom services in respect of international incoming calls and is sharing charges with persons operating in foreign jurisdictions, the charges received by the registered person shall be treated as tax-inclusive value and tax shall be worked out and paid by such registered person on the basis of tax fraction formula, that is, the tax shall be calculated by multiplying the amount of charges with tax rate and

---

1. Sub-rule (3) inserted by Notification No. PRA/Orders. 06/2012, dated 10th October, 2013.

dividing the resultant by tax rate plus hundred.]

27. Payment of tax.--Every person engaged in providing telecommunication services shall pay the tax in the following manner:--

(a) in case of post paid telephone services, tax shall be paid by the 21st day of the following second month;

(b) in case of pre-paid telephone services, the tax shall be paid by the 21st day of the following month; and

(c) in case of other telecommunication services, the tax shall be paid by the 21st day of the following month.

28. Tax adjustment.--While determining his liability, the registered person shall be entitled to deduct input tax paid on procurement of any specialized equipment or the tax paid on acquiring services in connection with the provision of telecommunication services.

29. Submission of statements.--(1) The registered person or each sale outlet of the registered person shall alongwith the proof of payment of the tax submit its revenue office-wise or service outlet-wise monthly statement by the dates specified in rule 26 in the following formats either in hard or in soft (electronic) form:

FORM I

POST-PAID TELEPHONE SERVICES

M/S. ----------REGISTRATION NO. --------PERIOD----------

Name and location of the Revenue Office/Service Outlet	Description of services provided	Classification	Amount billed or ought to be billed during the month	Tax payable
(1)	(2)	(3)	(4)	(5)

Tax paid	Balance payable (if any)	No. and date of treasury challan	Particulars of the Bank branch
(6)	(7)	(8)	(9)

FORM II

PREPAID TELEPHONE SERVICES

M/S. ----------REGISTRATION NO. ----------PERIOD---------

Name and location of the Service Outlet	Description of services provided	Classification	No. and value of prepaid cards sold during the month	
			No.	Amount or value
(1)	(2)	(3)	(4)	(5)

Tax paid	Tax paid	Balance payable (if any)	No. and date of treasury challan	Particulars of the Bank branch
(6)	(7)	(8)	(9)	(10)

FORM III

OTHER TELECOMMUNICATION SERVICES

M/S.----------REGISTRATION NO.---------- PERIOD ---------

Name and location of the Revenue Office/Service Outlet	Description of services provided	Classification	Amount billed or ought to be billed during the month	Tax payable
(1)	(2)	(3)	(4)	(5)

Tax paid	Balance payable (if any)	No. and date of treasury challan	Particulars of the Bank branch
(6)	(7)	(8)	(9)

(2) Late submission or default in submission of the statements required to be filed under sub-rule (1) shall attract default surcharge and penalties under the Act.

Chapter VII

CUSTOMS CLEARANCE

PART A

CUSTOMS HOUSE AGENTS (CLEARING AGENTS)

30. Scope of tax.--The tax shall be payable on all services provided by the custom house agents (by whatever name called) in respect of import and export cargo clearance from customs or other port agencies whether through sea ports, dry ports or airports.

31. Taxable value.--(1) All kinds of fees, commissions and charges received by the customs house agent shall be included in the taxable value base.

(2) The actual considerations received for transportation charges, demurrage, wharf age, customs-duties, excise duty, sales tax, provincial duties or taxes, toll taxes, municipal charges, port charges, handling charges, packing charges, labor payment and such other reimbursable expenses against proper receipts or invoices or bills shall not be reckoned for the purpose of calculating sales tax.

32. Quoting registration number.--The customs agent shall quote his tax registration number on the goods declaration filed with customs department.

33. Entitlement for tax receipt.--(1) Where a custom house agent has provided services to an unregistered client from the

Punjab at ports outside the Punjab, he shall be liable to pay the tax to the Authority in respect of export-cargo originating anywhere from the Punjab and import cargo destined to anywhere in the Punjab.

(2) Where a client of services mentioned in sub-rule (1) is a registered person, such client shall deduct and pay the tax to the Authority on reverse charge basis.

Explanation.--For the purpose of sub-rule (2), registered person includes a person registered under the Sales Tax Act, 1990. He shall file a separate return in respect of the tax deductable and payable under the said sub-rule (2).

PART B

SHIP CHANDLERS

34. Value of services.--(1) Value of taxable services for the purposes of the tax shall be total consideration received or the gross amount charged by a ship chandler for providing the services including all Federal and Provincial taxes and levies but excluding the amount of sales tax.

(2) Where any fee or commission is realized from the service charges paid to the ship chandlers, the same shall be included in the base for calculating the tax liability.

35. Reimburseable expenses.--Reimburseable actual expenses like transportation charges, port charges, handling or labor charges, which a ship- chandler pays on behalf of his clients against a proper receipt or bill shall not be taken into account for the purpose of determining sales tax.

36. Cost of commodities.--Where a ship chandlers has supplied any commodities on board, the actual cost shall not be included in the tax assessable value of services of the same have been supplied on zero rate basis provided that commission or profit paid to or earned by the ship chandler in respect of such commodities shall be reckoned for the purpose of levy of sales tax.

Chapter VIII

STEVEDORES

37. Scope of tax.--All services provided by stevedores in respect of or connection with the loading, unloading , embarkation or disembarkation of import and export cargo shall be chargeable to sales tax.

38. Taxable value.--Only such gross commissions, fees and charges shall be reckoned for calculating tax as are relatable or attributable to the cargo originating from or destined to the territory of the Punjab.

Chapter IX

STOCK BROKERAGE

39. Scope of tax.--All stock brokers engaged in the business of brokerage for the sale and purchase of stocks shall be liable to pay the tax on the gross amounts of their commissions.

40. Extent of services.--A stockbroker shall pay tax on all such services which he provides to a person hailing from the Punjab or which he provides at any stock exchange located in the Punjab.

41. Self-investment.--Where a stockbroker has himself purchased stocks from his own financial recourses with a view to sell the same to any other person other than the concerned joint-stock company, he shall pay the tax on the basis of commission workable on open market rates at the time of sale of such stocks.

Chapter X

HOTELS, CLUBS AND CATERERS

42. Tax coverage.--(1) The tax shall be charged and paid on kinds of services including but not limited to the provisioning of

food items, drinks (water, soft drinks and others) and other eatables served by hotels, clubs and caterers, whether for consumption inside or outside the premises.

(2) In relation to hotels and clubs, the tax shall also be charged and paid on services like renting of rooms or accommodation, or any other premises, provision of games, sports, or gym, running of health clubs, commercial centres, rent-a-car, tourism services and other businesses, facilities or utilities provided by the hotels and clubs.

(3) The food items served by flight-kitchens on-board the conveyance leaving for a destination outside Pakistan shall not be charged to tax.

43. Valuation of services of clubs.--(1) In relation to clubs, the value of taxable services for the purpose of the tax shall be the gross amount charged or the consideration in money including fee relating to award of new membership, monthly membership fee and all Federal or Provincial taxes, if any, which clubs receive from its members or clients for providing taxable services.

(2) The value under sub-rule (1) shall not include the consideration received on account of refundable deposits or security amounts unless the same are deducted or adjusted in full or in part as settlement or recovery of dues for services.

44. Filing of return.--The hotels and caterers shall submit the monthly return alongwith the payment of tax due by the 15th day of the following month provided that in respect of supplies made by the clubs, the due date for filing of return and deposit of tax due shall be the 15th day of the second month following the month in which supplies were made by the club.

45. Menu card.--Every hotel and club shall print in its menu card or list of food items to be supplied, the price of each item or combination of food, inclusive of all duties and taxes, whether Provincial or Federal, including the sales tax. The recipient or

consumer of food shall be invoiced or billed on the basis of the prices shown in the menu card or price list.

46. Invoicing.--The registered persons shall issue serially numbered the tax invoice, bills, vouchers or cash memos and the persons using computerized accounting system may issue computer-generated cash memos or as the case may be a computer-generated tax invoices.

Explanation.--For the purpose of this chapter:--

(i) Membership includes temporary membership, associate membership, honorary membership or membership of any affiliated club using the services of the other club; and

(ii) In relation to hotels, the provisions of this chapter shall apply for collection and payment of the tax on all the services like gym, sports, swimming, golf, events organized, exhibitions, shows, parties, used by the clients in addition to the food, drinks and other eatables.

Chapter XI

COURIER SERVICES

47. Tax coverage.--The tax shall be payable on every booking (consignment booked) through courier services in the Punjab.

48. Provincial level courier services.--A person providing courier services only in the Punjab shall get registration in the name of his headquarter office.

49. Regionalization of service activities.--Every such person as is providing courier service within as well as outside the Punjab shall designate its regional office in the Punjab for the purposes of carrying out its obligations under the Act and rules made

thereunder in respect of the services chargeable to the tax under the Act.

50. Courier service outlets.--The person providing courier services shall intimate to the Authority within one month of the commencement of these rules or of his registration, the particulars of his all service outlets in the Punjab.

51. Service of a co-loader.--Where one courier agency utilizes the service of another company for in-transit movement of documents, goods, articles or cargo, the service provided by the co-loader shall not be charged to tax if charges thereof are included in the charges billed by the courier agency to the concerned customers.

52. Services provided by other businesses.--(1) For the purpose of removal of doubt, it is clarified that the courier services provided by air lines, post offices, railways, road passenger or cargo transport businesses shall be liable to the tax under the Act.

(2) No input tax adjustment shall be available to such businesses or entities with reference to the tax payable on courier services.

53. Remission of tax.--Where during the custody of a courier service provider, any document, goods, articles or cargo is destroyed for reasons beyond human control and charges of service are refunded to the customers, the tax shall be deemed to have been remitted and adjustment to that effect shall be taken in the return of relevant tax period or of the next tax period.

54. Provision of additional facility.--Where a person providing courier service also provide additional facilities such as warehousing or storage, packing, inventory management, charges of such additional facilities shall be included in the gross amount of charges for courier service for the purpose of levy of tax.

[1][Chapter XII

FRANCHISE SERVICES

55. Registration and e-enrolment.--(l) Every person who is holding a franchise or availing any right under or in respect of any franchise shall register with the Authority irrespective of the location of the franchiser.

(2) Where a franchisee is already registered with the FBR, he shall not be required to take a separate registration for the purpose of the tax but such franchisee shall enroll through e-enrolment on the website or e-portal of the Authority where the registration number issued by the FBR shall be prefixed with the capital "P" as per procedure.

56. Payment of tax.--(1) Subject to rule 57, the franchisee shall pay the sales tax at the rate of sixteen per cent of the gross amount of the franchise fee or the deemed franchise fee, technical fee, royalty or any other fee of like nature, charged by the franchiser from the franchisee for using rights under a franchise.

(2) The franchisee shall pay the tax for a month by the due date alongwith the return in the prescribed manner.

(3) Where both the franchiser and franchisee are based in the Punjab, the liability to deposit the tax on franchise services shall be upon the franchiser and where franchiser is based outside the Punjab, the liability to deposit the tax shall be upon the franchisee.

(4) Where the franchiser is from Pakistan and his franchise services are being rendered to or availed by more than one franchisee in or in respect of the Punjab, he may, under advance intimation to the Authority, opt to directly pay the tax after obtaining registration, or e-enrolment from the Authority and in such a situation, his franchisees shall not be required to pay the

---

1. Chapter XII alongwith Rules 55 to 64 inserted by Notification No. PRA/Order. 06/2012(13), dated 8th November, 2012, reported as PTCL 2013 St. 699.

tax, for which purpose the franchiser may issue a certification to each of his franchisees in proper form under intimation to the Authority.

57. Valuation of franchise services in certain situations.--(1) Where remittance or payment of the franchise fee, royalty, technical fee or other similar fee is made under a proper or formal agreement between a foreign or local franchiser and a franchisee, the assessable value for the purpose of levy of the tax shall be the gross amount remitted or paid to the franchiser or the amount laid down in the franchise agreement, whichever is higher.

(2) Where franchiser is a foreign or local beverage company and there is no proper or formal agreement between the franchiser or franchisee, the assessable value for the purpose of levy of the tax shall be payable on the value of concentrate or syrup or similar input material supplied by the franchiser to the franchisee:

Provided where remittance or payment of fee, royalty or other similar fee is made by the franchisee beverage company to the local or foreign franchiser under a proper or formal agreement, the assessable value shall be the gross amount of fee or royalty remitted or paid to the franchiser or the amount laid down in the agreement, whichever is higher.

(3) Where the franchise service relates to the food sector and there exists a proper or formal franchise or royalty agreement, the assessable value for levy of sales tax shall be the gross amount of franchise fee, royalty or other similar fee remitted or paid to the franchiser or the amount laid down in the agreement whichever is higher and in case there is no such proper or formal agreement, the assessable value for levy of the tax shall be the net sales of the franchisee during the relevant period.

58. Verification of tax payments.--The Authority or its officer designated in this behalf, shall obtain from the State Bank of Pakistan, the statistics or data concerning payment of franchise fee, technical fee, royalty or other fee of similar nature paid by a

franchisee to the franchiser or received by the franchiser from his franchisees on a quarterly basis and shall use such statistics or data to determine or verify the amounts of tax paid by a franchisee, or as the case may be, by the franchiser during the said period.

59. Deduction and payment of tax by banks.--Where any payment or remittance is made through any bank on account of a franchise fee, technical fee or royalty or other fee of similar nature and the bank is satisfied that the franchisee or the franchiser has not paid the tax, the bank shall:

(a) deduct the amount of the tax at the applicable rate from such payment or remittance;

(b) deposit the said amount of tax against its own monthly return without any kind of adjustment or deduction whatsoever; and

(c) issue a certificate on its letter head showing the name and registration number of the franchisee and the amount of tax so deducted and deposited.

[1][60. * * *]

61. Bar on adjustment or deduction.--Where the tax has been paid under rule 56 or deducted and deposited under rule 59, [2][* * *] the franchiser or the bank shall not be entitled to take any kind of adjustment or credit of such tax amount from or against his other tax liabilities paid or payable on his any return required to be filed with the Authority.

---

1. Rule 60 omitted by Notification No. PRA/Orders.06/2012 dated 12th January, 2016, reported as PTCL 2016 St. 566. At the time of omission Rule 60 was as under:--

"**60. Avoidance of double taxation.--**Where the tax has been or is being paid on services by a franchisee or the franchiser, the amount of the franchise fee, or the deemed franchise fee, technical fee, royalty or fee of similar nature on which the tax has been or is being paid, shall be excluded from the value of any taxable service provided by the franchisee or the franchiser."

2 The words "the franchisee or" omitted by Notification No. PRA/Member Legal/689/26, dated 8th June, 2026, reported as PTCL 2026 St. 774.

62. Responsibility of franchiser and franchisee.--(1) Every franchiser providing services in or in respect of the Punjab shall furnish to the Authority, a complete list of all his franchisees operating in or in respect of the Punjab within thirty days of the issuance of this notification or of his registration or e-enrolment, whichever is earlier and every franchisee using franchise right in or in respect of the Punjab shall likewise furnish to the Authority a complete list of his sale or business outlets.

(2) Every franchiser providing franchise services in or in respect of Punjab and every franchisee using any right of franchise in or in respect of Punjab shall be responsible to ensure that such services are not provided or such right is not used without compliance to the Act and breach of any such responsibility shall be treated as tax fraud for the purpose of the Act.

(3) No relationship of any nature or character shall affect the liability of any person including franchiser or franchisee to pay the tax.

63. Treatment of default.--Failure to pay the tax by the due date shall render the defaulter, liable to a penalty under the Act in addition to the payment of tax and default surcharge.

64. Access to records.--The Authority or its designated officer shall have access to the records maintained by the franchisee or the franchiser if the latter is located in Pakistan and is providing franchise services in or in respect of the Punjab.]

[1][Chapter XIII

RESTAURANT SERVICES

65. Registration and e-enrolment.--(1) Every person providing restaurant services in the Punjab, by whatever name

---

1. Chapter XIII alongwith Rules 65 to 71 inserted by Notification No. PRA/Orders.06/2012, dated 29th May, 2013, reported as PTCL 2013 St. 703.

called, whether through a single outlet or multiple outlets shall register with the Authority.

(2) Where the person providing restaurant services is already registered with the FBR, such person may not get a separate registration for purposes of these rules but shall obtain e-enrolment from the Authority through its website or e-portal where the registration number issued by the FBR shall be automatically prefixed with the capital "P".

(3) The person who is providing restaurant services in a hotel and club as a part of economic activity and is already registered or e-enrolled with the Authority shall not be required to take any new or additional registration or e-enrolment for purposes of payment of the tax on restaurant services but such person shall pay the tax on restaurant services through a single return covering all of the taxable services.

66. Scope of tax.--(1) For purposes of these rules, the restaurant services shall include the services of providing sale of all kinds, types and categories of eatables and drinkables by a business whether called restaurant, cafe, coffee house, food parlor, ice-cream parlor or such as marriage, shadi or banquet hall or lawn and includes provision of restaurant-type services to walk-in customers.

(2) The charges received by restaurants either directly or otherwise on account of rentals for use of personal or family dining room, hall or space, and conducing function or event including decoration charges, if any, shall also be included in the assessable value of services provided by the restaurants.

67. Valuation of restaurant services.--The tax shall be charged, collected and paid out of the gross amount of the price of eatables and drinkables billed and received from the customers including the component of charges received as service charges on account of service (waiting) the customers at their tables or otherwise in or by a restaurant.

68. Menu Card.--(1) Every person providing restaurant services shall print on its menu card or list of eatables or drinkables to be supplied, the price of each item or combination of items inclusive of all duties and taxes, whether Provincial or Federal excluding the tax, and consumers shall be invoiced or billed on the basis of prices shown in such menu card or price list and each such menu card or price list shall conspicuously indicate that prices are subject to the tax.

(2) Within one month of the issuance of this notification, registration or e-enrolment, every person providing restaurant services shall send to the Authority a copy of the menu card or price list duly signed by a person responsible for the business operations of the restaurant and any change made in the printed prices of items as a regular measure or arrangement, shall be communicated to the Authority within fifteen days of such change by furnishing to the Authority a signed copy of changed menu card or price list.

(3) A person providing restaurant services may discount the printed prices in terms of sub-section (5) of section 7 of the Act and discounts (including discounts given to the employees of the restaurant establishment) or temporary changes aimed at promotion of business shall not be treated as change of prices in terms of sub-rule (2).

69. Invoicing.--(1) A person providing restaurant services shall issue a serial numbered tax invoices or bills, vouchers or cash memos separately showing the amount of the tax but where a restaurant is using computerized billing and accounting system, it may issue computer-generated tax invoices, bills, vouchers or cash memos.

(2) Every tax invoice, bill, voucher or cash memo shall contain the tax registration number of the restaurant.

(3) A customer of a restaurant may demand tax invoice, bill, voucher or cash memo and may demand the restaurant management to write full name CNIC number or NTN number of

the customer thereon, and the management of the restaurant shall emboss the restaurant's stamp on it with full signatures of the issuing person.

70. Responsibilities of a restaurant.--(1) Where a person providing restaurant services is operating more than one outlets in the Punjab, such person shall provide a complete list of such outlets to the Authority within one month of the issuance of this notification, registration or e-enrolment with the Authority, whichever is earlier.

(2) A non-corporate person providing restaurant services shall display the tax registration certificate issued by the Authority at a conspicuous place near the cash counter in a manner that the public visiting the restaurant may conveniently read the registration number of the restaurant.

71. Filing of return.--Subject to sub-rule (3) of rule 65, a person providing restaurant services shall submit monthly return for tax alongwith the payment of tax by the 15th day of each month following the month of a tax period.]

***

The

PUNJAB SALES TAX ON SERVICES (COMPUTERIZED SYSTEM) RULES 2012

[1]**Notification No. PRA/Orders.06/2012(5), dated 1st August, 2012.--**In exercise of the powers conferred under section 76 of the Punjab Sales Tax on Services Act 2012 (XLIII of 2012), the Punjab Revenue Authority, with the approval of the Government, is pleased to make the following rules:

Chapter I

PRELIMINARY

1. Short title and commencement.--(1) These rules may be cited as the Punjab Sales Tax on Services (Computerized System) Rules 2012.

(2) They shall come into force at once.

Chapter II

SAFETY OF SYSTEM

2. Responsibility of the user.--Every person authorized to use or interact with the computerized system of the Authority shall be responsible for use or interaction with the system only to the extent authorized by the Authority.

3. Protection of business information.--Every user of the computerized system shall ensure that no information or data relating to any registered person reaches in any unauthorized hand.

---

1. Reported as PTCL 2012 St. 935.

4. Exchange of information between registered persons.--A registered person may allow the person authorized to use or interact with the computerized system to share his business information with any other person.

5. Information to associations.--The Authority may deliver any information or data stored in or retrievable from the computerized system to any association of trade, business or industry for the purposes of helping out the Authority in the formulation of its policies and carrying out its functions under the laws administered by the Authority.

Chapter III

ACCESS TO SYSTEM

6. Authorization.--(1) A person desirous to be authorized as user of the computerized system of the Authority may apply to the Authority by visiting the website https://e.pra.punjab.gov.pk.

(2) Upon scrutiny of the information provided by the applicant, the Authority may, subject to such conditions or restrictions as it may impose, grant authorization to the applicant or refuse the application after giving the applicant an opportunity of being heard through an officer of the Authority nominated in this behalf.

(3) No person shall have or attempt to have access to the computerized system for transmission to or receipt of information therefrom unless authorized as aforesaid.

7. Unique user identifier.--(1) Every person authorized as user of computerized system shall be allotted a 'Unique User Identifier' (UUI) for his identification in relation to accessing the computerized system for transmission to or receipt of relevant information therefrom.

8. Access to computerized system.--Subject to the conditions and restrictions as may be prescribed by the Authority, the

authorized user shall access the computerized system for transmission to or receipt of information therefrom.

(2) The Authority may, at any time, impose any additional conditions upon any authorized user or class of authorized users for accessing the computerized system or to maintain confidentiality or security thereof.

(3) The Authority may require an authorized user or class of authorized users including their accredited agents to use any additional electronic security including digital certification for electronic filing of return or any other declarations or documents.

9. Responsibility of the user.--The authorized user shall be responsible for security and confidentiality of the 'UUI' allotted to him and where any information is transmitted to the computerized system using a 'UUI', the transmission of that information shall be a sufficient evidence that the authorized user to whom such 'UUI' has been issued has transmitted that information.

10. Cancellation of authorization.--(1) Where the Authority is satisfied that any user authorized to use the computerized system has:--

(a) failed to comply with any of the conditions or restrictions prescribed by the Authority; or

(b) acted in contravention of any of the provisions of the Act or the rules made thereunder; or

(c) failed to take adequate measures for security and confidentiality of the 'UUI'; or

(d) been convicted in an offence under the Act or any other law; may cancel the authorization of that user after affording him an opportunity of being heard.

(2) Pending consideration whether an authorization is cancelled under sub-rule (1), the Authority may suspend the authorization.

11. Recording of transmissions.--The Authority shall keep record of each transmission sent to or received from an authorized user, for a period of five years from the date of such transmission or receipt.

12. Scrutiny of records.--An officer or officers nominated by the Authority, may examine records maintained by an authorized user, whether electronically or otherwise, in relation to a specific transaction or to verify adequacy or integrity of the system or media on which such records are created and stored.

Chapter IV

E-INTERMEDIARIES

13. Appointment of e-intermediary.--(1) A person having professional experience in the relevant field of providing taxation service desirous of being appointed as e-intermediary, shall apply to the Authority or any officer of the Authority authorized in this behalf.

Explanation.--The professional experience shall mean as follows:--

(a) a firm or sole proprietorship approved by the Institute of Chartered Accountants of Pakistan or Institute of Cost and Management Accountants of Pakistan, Association of Chartered Certified Accountants (ACCA) or Certified Public Accountants (CPAs);

(b) a person or firm approved to practice as Income Tax Practitioner under the Income Tax Ordinance, 1979 (XLIX of 2001);

(c) a practicing lawyer;

(d) Any other person approved by the Authority.

(2) Every application for appointment of an e-intermediary shall be forwarded to the e-declaration administrator

of the Authority who, after necessary verifications, shall submit the application alongwith his specific recommendations to the Authority for appointment of the applicant as e-intermediary.

(3) The Authority, after receipt of the recommendations from the e-declaration administrator, may appoint the applicant as an e-intermediary and issue him a unique identifier, subject to such conditions, restrictions and limitations as may be prescribed:

Provided that the Authority may refuse to entertain or accept an application for appointment as e-intermediary for reasons to be recorded and conveyed in writing.

(4) In case of any change in the particulars or information provided by the e-intermediary in the application for registration, he shall immediately inform the e-declaration Administrator about such change.

14. Cancellation of appointment.--(1) Where the Authority is satisfied that the e-intermediary has:--

(a) failed to comply with any of the conditions, restrictions or limitations prescribed by the Authority; or

(b) acted in contravention of any of the provisions of the Act or these rules; or

(c) failed to take adequate measures for security and confidentiality of the UUI; or

(d) been convicted for an offence under the Act or any other law; it may cancel the appointment of such e-intermediary after affording him an opportunity of being heard.

(2) Pending consideration whether the appointment of the e-intermediary be cancelled under sub-rule (1), the Authority may suspend the appointment.

(3) An e-intermediary who intends to surrender his appointment, shall file an application to this effect to the Authority.

(4) The Authority may, on receipt of an application referred to in sub-rule (3), cancel the appointment of the e-intermediary after such necessary inquiry as it may deem proper to conduct.

(5) Cancellation of appointment of any e-intermediary shall not absolve him of the obligations and liabilities which may be determined under the Act or rules made thereunder.

15. Authorization to FBR's e-intermediaries.--The Authority may through a general order or otherwise and subject to conditions or otherwise allow any e- intermediary or class of e-intermediaries already appointed by the Federal Board of Revenue to act or operate as e-intermediary for the purposes of the Act or rules made thereunder.

Chapter V

E-INVOICING

16. Use of e-invoicing system.--Any registered person may, under intimation to the Authority, use an appropriate system of electronic invoicing in respect of taxable services provided by him.

17. Real time transmission of e-invoices.--On receipt of intimation under rule 16, the Authority shall take necessary software-related measures to enable the registered person to generate and transmit e-invoices to the computerized system of the Authority on real time basis.

19. Non-inclusion of e-invoicing in monthly return.--Where a registered person is issuing e-invoices and transmitting the same to the computerized system on real time basis, such person shall not be required to provide summery of his sale invoices with the return.

20. E-treatment of purchase invoices.--Where a registered person is receiving e-invoices for his purchases or has a computer facility to electrify his purchase invoices, he may, with prior

general permission from the Authority, transmit his daily purchase invoices to the computerized system of the Authority and such person shall not be required to file summery of his purchase invoices with the monthly return.

21. Validity of invoices.--Unless otherwise proved, the sale and purchase invoices electronically transmitted by a registered person to the computerized system of the Authority shall be treated as valid proof of sales and purchases for the purposes of the Act and rules made thereunder.

Explanation.--For the purpose of this Chapter, invoice shall, where so allowed by the Authority, include cash memos, sale receipts, vouches and similar instruments showing sale or purchase transactions provided they carry the commonly accepted necessary features of an invoice.

***

The

PUNJAB SALES TAX ON SERVICES (AUTHORIZED REPRESENTATIVES) RULES 2012

[1]**Sales Tax on Services Notification No. PRA/ Orders.06/2012(6), dated 1st August, 2012.--**In exercise of the powers conferred under section 76 of the Punjab Sales Tax on Services Act 2012 (XLIII of 2012), the Punjab Revenue Authority, with the approval of the Government, is pleased to make the following rules:

Chapter I

PRELIMINARY

1. Short title and commencement.--(1) These rules may be cited as the Punjab Sales Tax on Services (Authorized Representatives) Rules 2012.

(2) They shall come into force at once.

Chapter II

AUTHORIZED REPRESENTATIVES

2. Persons authorized to represent a taxpayer.--Only the following persons are authorized to represent a taxpayer before the Authority or its officers, Commissioner (Appeals), Alternative Dispute Resolution Committee and Appellate Tribunal:--

(a) a person in the employment of the taxpayer working on a fulltime basis;

(b) an advocate entered in any rolls, and practicing as such, under the Legal Practitioners and Bar

---

1. Reported as PTCL 2012 St. 941.

Councils Act, 1973 (XXXV of 1973);

(c) a person holding a bachelor or master's degree in commerce or business administration;

(d) a person who has retired or resigned after putting in satisfactory service in the Provincial or Federal tax departments for a period not less than ten years in a post or posts not inferior to that of an Assistant Commissioner:

Provided that no such person shall be entitled to represent a taxpayer for a period of one year from the date of his retirement or resignation, or in a case in which he had made or approved any order under the relevant law; and

(e) chartered accountant or cost & management accountant as defined under the Chartered Accounts Ordinance, 1961 (X of 1961) or as the case may be, in the Cost and Management Accountant Act, 1966 (XIV of 1966).

3. Disqualifications.--The following persons shall not be entitled to represent the registered person:--

(a) any person who has been convicted as a result of any criminal proceedings under any law;

(b) a person who has been dismissed, removed or compulsorily retired from service;

(c) a person who is an undischarged insolvent; and

(d) a person who has been found guilty of misconduct in any form.

4. Procedure to appoint authorized representative.--(1) To appoint his authorized representative, a registered person shall issue a letter of authorization, in the form specified below, duly signed by the proprietor, partner or director of the company or business concern, which shall be submitted by the authorized

representative before the adjudicating authority or Appellate Tribunal.

Letter of Authorization

I,_____ , Proprietor/Partner/Director of M/s._____, hereby authorize Mr._____ S/o Mr. _____C.N.I.C No._____ to represent before the Punjab Revenue Authority or its adjudicating authorities or officers, Commissioner (Appeals), Alternative Dispute Resolution Committee or the Appellate Tribunal on behalf of M/s._____(Reg. No. _____) for hearing on_____(date)/till the decision of the case (cross out whichever is not applicable) or till withdrawal of this authorization, whichever is earlier.

I also affirm and certify that he fulfills the conditions of an authorized representative as prescribed in the rules issued under the Punjab Sales Tax on Services Act, 2012.

Particulars of the case:
_____
_____

Signature:_____
Name:_____
(Proprietor/Partner/Director)
C.N.I.C. No._____
Company or Business
Seal/Stamp

Dated: _____

(2) The authorized representative shall use the letter of authorization for a single or more hearings, or till final decision of the case, by the concerned officer, forum or the Appellate Tribunal indicated in the letter of authorization.

(3) The registered person may cancel the letter of authorization at any time under intimation to the Authority or its concerned officers, Commissioner (Appeals), Alternative Dispute

Resolution Committee or the Appellate Tribunal.

5. Professional responsibility.--(1) The authorized representative shall:--

(a) not participate, whether individually or in concert with others, in any plan, scheme or arrangement attempting or having as its purpose, the contravening any provision of the Act or rules made thereunder;

(b) not directly or indirectly or in any manner whatsoever lend his authorization to any person, firm or corporation for the purpose of contravening any provision of the Act or rules made thereunder;

(c) exercise reasonable care and diligence to prevent persons under his supervision from engaging in conduct which may violate any provision of the Act or rules made thereunder;

(d) not engage in any activity that constitutes dishonesty, fraud, or gross incompetence while performing his functions and duties as authorized representative;

(e) promptly report to the Authority or its concerned officer any known violation of the Act or rules;

(f) cooperate fully with the Authority or its officers in the investigation of any alleged violation of the Act or rules;

(g) not offer or promise anything of value with the intent of inducing a person who is performing a public duty to perform or fail to perform any act related to such public duty;

(h) not contract for or accept compensation or anything of value for services not performed;

(i) not knowingly or intentionally engage in any false

or misleading conduct or advertising with respect to client solicitation;

(j) not knowingly furnish inaccurate, deceitful, or misleading information to a client or employer, a prospective client or employer, or a public agency or representative of a public agency;

(k) not reveal information known to be confidential unless the release of such information is authorized by the source or required by law;

(l) not state or imply that he represents a person or firm that he does not in fact represent; and

(m) not solicit or advertise tax consulting services by claiming a specific result or stating a conclusion regarding such services without prior analysis of the facts and circumstances pertaining thereto.

(2) The professional responsibility stated in sub-rule (1) is in addition but not in derogation to any such responsibility or code of ethics applicable to the professional conduct of the authorized representative under any other law.

6. Power to disqualify.--On receipt of a complaint against any authorized representative for misconduct from the Appellate Tribunal or concerned officer of the Authority or other relevant forum; the Authority may, after affording such representative an opportunity of being heard, disqualify him from representing a registered person.

***

The

PUNJAB SALES TAX ON SERVICES (AUDIT) RULES 2012

[1]**Sales Tax on Services Notification No. PRA/ Orders.06/2012(7), dated 1st August, 2012.--**In exercise of the powers conferred under section 76 of the Punjab Sales Tax on Services Act 2012 (XLIII of 2012), the Punjab Revenue Authority, with the approval of the Government, is pleased to make the following rules:

Chapter I

PRELIMINARY

1. Short title and commencement.--(1) These rules may be cited as the Punjab Sales Tax on Services (Audit) Rules 2012.

(2) They shall come into force at once.

Chapter II

DEPARTMENTAL AUDIT

2. Audit by the officers of the Authority.--The Commissioner may select any registered person for the purpose of audit and may cause such person audited by any officer or officers subordinate to him.

3. Selection for audit.--No registered person shall be selected for audit unless the Commissioner has a reason to believe that there exists a potential risk to revenue at least due to elements like:--

(i) non or short payments of tax amounts declared on the monthly returns or other declarations;

---

1. Reported as PTCL 2012 St. 945.

(ii) irregular or abnormal fluctuations in input tax adjustments including carry forwards;

(iii) unusual variations in inventories;

(iv) habitual tendency of filing short or mis-filled returns or its annexures;

(v) sudden or unexpected downward changes in turnover; and

(vi) any other cogent factor evident from the computer profile of the registered person giving rise to reasonable doubts about tax evasion or tax avoidance.

4. Scope of audit.--The Commissioner and the officer or officers of the Authority conducting audit of a registered person shall ensure that audit is conducted in a systematic and comprehensive manner; is generally confined to the business records of the registered person; is performed following sound auditing principles and findings are recorded unambiguously and fairly.

5. Convenience of the taxpayer.--(1) Before commencing audit, the registered person shall be informed well in advance through proper letter indicating the records and documents required to be examined during audit.

(2) No registered person shall be required to supply copies of the records, documents, data or information which is already available with the Authority.

(3) The venue of audit shall be decided in consultation with the registered person.

(4) Before finalizing any audit observation or observations, its or their details shall be discussed with the registered person and his viewpoint shall be duly considered and incorporated in the audit report.

6. Preparation of audit report.--(1) Audit report shall be prepared in the following format and uploaded in the registered person's folder in the Authority's computerized system:

AUDIT REPORT

1	Name & Address of the Taxpayer.	
2	Headquarter, Regional/Branch offices etc.	
3	Status of the Taxpayer.	
4	Jurisdictional Commissionerate.	
5	Taxable services provided.	
6	Registration No.	
7	Exemption Notifications, if any, availed.	
8	Date of Last Audit.	
9	Period for which Current Audit undertaken.	
10	Dates on which audit undertaken.	
11	Unconfirmed previous outstanding demand, if any.	
12	Confirmed previous outstanding demand, if any.	
13	Appeal filed, if any.	
14	Tax, default surcharge & Penalty paid during the current audit period.	
15	No. of Revenue observations.	
16	No. of procedural observations.	
17	Total Revenue involved in audit observations.	
18	Tax payments made against current audit observations.	

The important and material non-compliance issues identified and reaction of the registered person is indicated in the tale given below:

Audit Observation No.	Gist of Observa-tions	Revenue implications, if any, (in Rs.)	Taxpayer's Agreement Yes/No, if no, reasons for disagreement	Department's conclusion with reasons
Total Revenue Involved				

_____

Name, Designation and Signature of
Officer of the Authority

(2) A signed copy of the audit report shall be given to the registered person.

Chapter III

SPECIAL AUDIT

7. **Special audit**.--The Authority may cause special audit by a special auditor, of the records, invoices and monthly returns required to be maintained, issued or furnished by any registered person, or class or classes of registered persons under the Act.

8. **Scope of special audit**.--The scope of the special audit shall be the expression of professional opinion with respect to the following:--

(i) whether the records, invoices and monthly returns have been maintained, issued or furnished correctly by the registered person; and

(ii) whether the monthly returns furnished by the registered person correctly reflect that:--

(a) all taxable services rendered in the tax period as revealed by the records and invoices; and

(b) all input tax, output tax, tax adjustments, and

the net amount of tax payable or refundable are in accordance with the provisions of the Act and are duly substantiated by the records required to be maintained for the purpose.

9. Form of audit report.--The special auditor shall submit his audit report in the form as may be specified in the terms of reference.

10. Penalty.--(1) In case of violation of this Chapter or any clause of the terms of reference, the payment of fee as specified therein shall be withheld forthwith, without *prejudice* to any other action, as may be taken under the provisions of the Chartered Accountant Ordinance, 1961 (X of 1961), the Cost and Management Accountants Act, 1966 (XIV of 1966).

(2) In case the payment has already been made in full or part thereof, to the special auditor, the same shall be returned within one week of issuance of a demand note by the Authority in this regard.

Chapter IV

MISCELLANEOUS

11. Pre-audit desk review.--Prior to the regular commencement of audit, all the data, information, documents and records as are available with the Authority shall be analyzed to understand in advance:--

(i) tax payments of the past period;

(ii) details of the taxable and other business activities;

(iii) trends of input-output ratios;

(iv) exemptions availed;

(v) details of major input suppliers and output buyers;

(vi) information about imports and exports;

(vii) results of previous audits;

(viii) balance sheet and profit and loss account;

(ix) overall tax performance *vis-e-vis* other comparable registered persons providing similar services; and

(x) any other important aspect relevant to the intended audit.

12. Contravention report.--On the basis of audit report contravention report stating the details of omissions and commissions and relevant legal provisions to be quoted in the show cause notice shall be prepared.

13. Voluntary payments during audit.--The registered person shall be at liberty to make payments of tax amounts identified to be payable during the course of audit and all concessional benefits of default surcharge and penalties admissible under the Act on such voluntary payments shall be allowed.

14. Conversion of audit into investigation.--Where during the course of audit any tax fraud has been observed, the Commissioner may convert such audit into investigation and deal with the case accordingly.

15. Follow-up of audit.--The Commissioner shall ensure that audit reports are properly followed up through adjudication up to recovery of the tax amounts due from a registered person covered in the audit.

***

The

PUNJAB SALES TAX ON SERVICES (ADJUDICATION AND APPEALS) RULES 2012

[1]**Notification No. PRA/Orders.06/2012(8), dated 1st August, 2012.--**In exercise of the powers conferred under section 76 of the Punjab Sales Tax on Services Act 2012 (XLIII of 2012), the Punjab Revenue Authority, with the approval of the Government, is pleased to make the following rules:

Chapter I

PRELIMINARY

1. Short title and commencement.--(1) These rules may be cited as the Punjab Sales Tax on Services (Adjudication and Appeals) Rules 2012.

(2) They shall come into force at once.

Chapter II

ORIGINAL ADJUDICATION

2. Show cause notice.--(1) Where audit report and contravention report have been prepared, the contents of the show cause notice shall be based upon the facts contained therein.

(2) Where show cause notice is to be issued for rejection of any refund of the tax, all relevant details and grounds of refund shall be incorporated in the show cause notice and reasons for the proposed rejection of the refund shall be stated in clear terms.

(3) Mere issuance of show cause notice for rejection of refund does not mean rejection of refund as a refund claimed by a registered person can be eventually proved and found admissible

---

1. Reported as PTCL 2012 St. 950.

during or on the conclusion of adjudication proceedings.

3. Reference to legal provisions.--All relevant provisions of law relating to jurisdictional competence, vires of the show cause notice, time limitation, provisions alleged to have been contravened, grounds for refusal to accept any right, claim or entitlement and provision relating to determination or existence of undischarged tax liability and provisions relating to fines or penalties shall be quoted in the show cause notice.

4. Clubbing of show cause notices.--Where an adjudicating officer has issued more than one show cause notices to a registered person, he may club all such notices and pass a single adjudication order.

5. Group adjudication.--An adjudicating officer may club the cases of different registered persons involving identical matter or matters and the statutory pecuniary limit on the adjudicating officer, if any, shall not apply on the aggregate tax amount of such clubbed cases.

6. Principles of natural justice.--Principles of natural justice, fairness, reasonableness and neutrality shall be strictly observed in adjudication proceedings.

7. Adjournments.--Adjournments shall be given only in such situations where request thereof has been made on genuine and *bonafide* grounds and frivolous requests for adjournments aimed at avoiding early or timely conclusion of adjudication shall be declined by recording reasons.

8. Condonation.--Where any question of condonation of time limitation or other procedural condition is involved, it shall be resolved purely on merit and only in circumstances where factors beyond normal human control exist, following the doctrine of *bonafide* inability.

9. Examination of records, evidences.--(1) It shall be the personal responsibility of the adjudicating officer to ensure that

records and evidences produced in or relevant to the case are properly looked into and examined before drawing any conclusion or inference.

(2) The particulars of the data, records and evidences examined in the case shall be precisely mentioned in the adjudication order.

10. Electronic adjudication.--Where any registered person, for any *bonafide* reasons, requests for hearing of his case under adjudication through recordable video conferencing and other modern electronic media, it shall be honoured if found feasible and not detrimental or prejudicial to the interests of the adjudication proceedings.

11. Quasi-judicial nature of adjudication.--Tax adjudication shall be treated as a *quasi-judicial* process and it shall be the responsibility of the adjudicating officer to protect the legitimate revenue rights of the Government and give genuine relief to the taxpayer consistent with law.

12. Rationale of penalties.--No penalty out of proportion to the nature and degree of contravention shall be imposed and the adjudicating officer may use his judicious discretion to soften or otherwise dispense with penalty where it is proved that un-discharging of tax liability was not based upon melafide intentions.

13. Adjudication orders.--The adjudicating officer shall issue a self-speaking order covering, amongst other things:--

(i) background details of the case;

(ii) facts of contraventions quoting the relevant legal provisions;

(iii) brief of the penal or other actions suggested in the show cause notice;

(iii) precise description of the defence relied upon by the taxpayer;

(iv) particulars of the data, information, records, documents and evidences examined;

(v) discussion and findings on departmental and defense arguments;

(vi) principal inference drawn with reasons; and

(vii) conclusive judgment.

13. Summary adjudication.--(1) Where a registered person requests for summary adjudication of his case, the adjudicating officer may adjudicate and decide the case summarily without issuance of a show cause notice.

(2) Summary adjudication of any case shall not extinguish the right of a registered person for appeal.

Chapter III

FIRST APPELLATE ADJUDICATION

14. Form of first appeal.--Appeal to the Commissioner (Appeals) shall be filed in the following format:

FORM: PST-5A
Rule 14

APPEAL UNDER THE PUNJAB SALES TAX ON SERVICES ACT, 2012

Commissioner (Appeals):

Amount of tax payable on the basis of Return(s) filed for the impugned tax period.

Whether paid Yes No

Evidence of Payment

Amount | Date of Payment

Name of Applicant:

Status: ☐ Individual ☐ Association of Persons ☐ Company

Address:

NTN | PSTN

Name of Representative: (Annex - authority/Power of Attorney)

Address at which notice is to be sent: _____

Tax period (s) please specify: _____ Date dispute arose (Annex Copy of this impugned order): _____

Nature of dispute: _____ Tax assessed: _____

Whether appealed in time: _____

Grounds of Appeal in brief: _____

Brief claim in Appeal/Prayer: _____

VERIFICATION

1. I, _____S/o _____the proprietor/partner/ managing Director of M/s. _____the appellant, do hereby declare that whatever is stated is true to the best of my knowledge and belief.

2. I am competent to file the appeal in my capacity as_____

3. I further certify that a true copy of this form of appeal has been sent by Registered Post/AD/Courier services or delivered to the concerned officer personally to the Commissioner/Circle/Unit____Zone/ Jurisdiction_____ on_____(date).

*Signature of the appellant*_____

*Name (in capital letters)*_____

*CNIC number of person signing the appeal*___

The form of appeal and verification form appended thereto shall be signed:

(a) in case of an individual by the individual himself

(b) in case of a company by the principal officer

(c) in case of AOP by member/partner

INDEX OF ATTACHMENTS

S. No.	Subject	Annexure	Page Nos.	
			From	To

(Subject Example: 1. Commissioner Appeal Order 2. Assessment Order. 3. Appeal Fee (challan), 4. Vakalatnama/Power of attorney 5. Other documents).

15. Acknowledgment of appeal.--Commissioner (appeals) shall issue acknowledgment of the appeal received in his office in the following format:

APPEAL ACKNOWLEDGEMENT

NTN: | | | | | | | | - | |

PSTN: | | | | | | | | | | | | | |

Apellant's Name:	
Appeal No.:	
Date of Receipt of Appeal:	
Signature of receiving officer:	

16. Appellate adjudication.--The principles of adjudication stated in Chapter II of these rules shall, as far as possible, apply to the adjudication of appeals by the Commissioner (Appeals).

17. Grant of stay.--The Commissioner (Appeals) shall not grant unless it is ascertained that immediate payment of tax is likely to bring genuine hardship to the appellant or the impugned order does contain such *bonafide* infirmities as warrant reconsideration and re-decision of the matter by the Commissioner (Appeals).

Chapter IV

APPEAL TO TRIBUNAL AND REFERENCE TO HIGH COURT

18. Appeal to Tribunal.--(1) All orders-in-appeal passed by the Commissioner (Appeals) and adjudication orders passed by the executive Commissioner shall be appealable before the Appellate Tribunal.

(2) The time limitation for filing appeal to the Appellate Tribunal against the adjudication orders passed by the executive Commissioner shall be the same as specified in the Act for the filing of such appeal against the appellate orders of the Commissioner (Appeals).

19. Form of appeal to Tribunal.--Appeal to the Appellate Tribunal shall be filed in the following format:

FORM: PST-5B
Rule 19

FORM OF APPEAL TO THE APPELLATE TRIBUNAL UNDER THE PUNJAB SALES TAX ON SERVICES ACT, 2012

Appellant:	**V/S**	**Respondent:**

Section under which any order of the Sales Tax Authority was appealed against:
(Attach a copy of the appeal order)

Date of communication of the order appealed against:

Address to which notices may be sent to the appellant:

Address to which notice may be sent to the respondent claim in appeal:

Grounds of Appeal:_____
_____
_____
_____
_____
_____
_____

VERIFICATION

1. I,_____S/o _____the proprietor /partner/ managing Director of M/s._____the appellant, do hereby declare that whatever is stated is true to the best of my knowledge and belief.
2. I am competent to file the appeal in my capacity as _____
3. I further certify that a true copy of this form of appeal has been sent by Registered Post/AD/Courier services or delivered to the concerned officer personally to the Commissioner/Circle/Unit_____Zone/Jurisdiction_____ on _____(Date).

Signature of the appellant_____

Name (in capital letters) _____

CNIC number of person signing the appeal _____

The form of appeal and verification form appended thereto shall be signed:

(a) in case of an individual by the individual himself

(b) in case of a company by the principal officer

(c) in case of AOP by member/partner

INDEX OF ATTACHMENTS

S. No.	Subject	Annexure	Page Nos.	
			From	To
		A		
		B		
		C		
		D		
		E		
		F		

(Subject Example: 1. Commissioner Appeal Order 2. Assessment Order. 3. Appeal Fee (challan), 4. Vakalatnama/Power of attorney 5. Other documents)

20. Form of reference to High Court.--Reference to the High Court shall be filed in the following format:

REFERENCE TO THE HIGH COURT
Under Punjab Sales Tax on Services Act, 2012

FORM: PST - 5C
Rule 20

An application to refer to the Lahore High Court any question of Law shall be in the following form, namely.

Form of reference application

Before the Lahore High Court ☐ Year

Punjab Sales Tax, reference application No. ☐

Appellant: **V/S** **Respondent:**

☐ ☐

Title and number of appeal which gives rise to the reference:

☐

The applicant(s) states(s) as follows:--

1. **Name of Tribunal** ☐ who decided on appeal, which gave rise to the question, with **No & Date:** ☐
2. **The date the order was served:**
3. Certificate that from the facts which are admitted and/or found by the Tribunal, the question(s) of Law which arises and/or its order has been truly stated in the attached statement of the case.
4. That the following questions of law arise out of the order of Tribunal:

   i. _____

   ii. _____

   iii. _____

The following documents are attached:

(1) Statement of the case figures by the Appellant

(2) Certified copy of the order of the tribunal from which the question of Law stated above arises.

(3) First appellate order by Commissioner (Appeals) original assessment or other order.

_____
Signed (Appellant)

Note Below:

Application to be made in triplicate.

Application made be accompanied by a fee of Rs. 100 deposited to NBP (appeals head of a/c).

_____

Signed by Appellant
of
Authorized Representative

***

The

PUNJAB SALES TAX ON SERVICES (ALTERNATIVE DISPUTE RESOLUTION) RULES 2012

[1]**Sales Tax on Services Notification No. PRA/Orders. 06/2012(9), dated 1st August, 2012.--**In exercise of the powers conferred under section 76 of the Punjab Sales Tax on Services Act 2012 (XLIII of 2012), the Punjab Revenue Authority, with the approval of the Government, is pleased to make the following rules:

Chapter I

PRELIMINARY

1. Short title and commencement.--(1) These rules may be cited the Punjab Sales Tax on Services (Alternative Dispute Resolution) Rules 2012.

(2) They shall come into force at once.

Chapter II

ALTERNATIVE DISPUTE RESOLUTION

2. Application for alternative dispute resolution.--Any registered person interested for resolution of any dispute under section 69 of the Act may submit a written application for alternative dispute resolution to the Authority, stating the following:

(i) the particulars of the case;

(ii) the grounds on the basis of which resolution of a

---

1. Reported as PTCL 2012 St. 960.

dispute is being sought by the applicant duly supported with relevant documents;

(iii) the extent or the amount of tax, default surcharge and penalties, which the applicant agrees to pay, if any;

(iv) details of the tax amounts already paid, if any;

(v) the particulars of the person who shall represent the applicant; and

(vi) any other information relevant for resolution of the dispute.

3. Appointment of Alternative Dispute Resolution Committee.--(1) The Authority, after examination of the contents of an application received under rule 2 and facts stated therein and on satisfaction that a dispute deserves consideration for resolution for the removal of hardship under the Act, may constitute a committee for examination of the issues involved in the dispute and for taking other actions falling in its competency under the Act or directions issued by the Authority.

(2) The Authority may appoint one of the members of the Committee, other than a public servant, to be its Chairman.

(3) The Committee shall make recommendations to the Authority within ninety days of its appointment.

4. Working of the committee.--(1) The Committee shall hold all its meetings at Authority's head office or at any other venue to be decided by the Authority.

(2) The Chairman of the Committee shall be responsible for deciding the procedure to be followed by the Committee which may include the following:--

(i) specify date and time for conducting proceedings by the Committee;

(ii) supervise the proceedings and ensure maintenance of records of proceedings of the Committee;

(iii) issue notices by courier, registered post or electronic mail to the applicant;

(iv) requisition and procure relevant records or witnesses from the field offices of the Authority or other concerned quarters;

(v) ensure attendance of all concerned;

(vi) co-opt any other technical, professional or legal expert or tax consultant;

(vii) consolidate recommendations of the Committee for submission of a conclusive report to the Authority; and

(viii) any other matter covered under these rules.

5. Recommendations of the committee.--(1) The Committee may determine the issue or issues and may thereafter seek further information or data or expert opinion or make or cause to be made such inquiries or audit as it may deem fit.

(2) The Committee shall formulate its recommendations in respect of any matter falling in its competency under the Act or directions issued by the Authority.

(3) The Chairman of the Committee shall send a copy of the recommendations of the Committee to the Authority, and the applicant.

6. Reconsideration by the committee.--(1) The Authority of its own motion or on the request of the applicant may refer back the recommendations of the Committee for rectification of any obvious error or for reconsideration of the facts not considered earlier.

(2) The Committee after rectification of the error or reconsideration of the facts as aforesaid shall furnish to the Authority its fresh or amended recommendations within such period as may be specified by the Authority.

7. Consistency of recommendations.--The Committee shall not make any recommendations in any case as are not consistent

with the provisions of the Act or rules made thereunder.

8. Rationale of recommendations.--While making any recommendation or recommendations, the Committee shall give reason or reasons to justify the recommended resolution of the dispute.

9. Principles of natural justice.--While conducting proceedings, the Committee shall adhere to the principles of natural justice and fair play.

10. Reimbursement of expenses.--Where the Chairman or any member of the Committee other than the public servant incurs any genuine expense towards the performance of his duties in respect of the proceedings of the Committee, the concerned registered person shall be under obligation to reimburse such genuine expense to the Chairman or member of the Committee on production of receipt of the actual expense genuinely incurred.

11. Decision of the Authority.--(1) The Authority, after examination of the recommendations of the Committee, shall finally decide the dispute and make such orders, as it may deem fit for the resolution of the dispute under intimation to the applicant.

(2) On receipt of the Authority's order as aforesaid, the concerned field officer shall implement the orders issued by the Authority in the manner falling in its competency under the Act or directions issued by the Authority.

(3) The Authority may decline to accept any or all recommendations of the Committee.

12. Maintenance of records.--A complete record of all proceedings of the cases dealt with under the alternative dispute resolution shall be maintained by the Authority which shall also ensure that proper arrangements are made for the purpose of maintaining such records in appropriate manner.

***

The

PUNJAB SALES TAX ON SERVICES (RECOVERY) RULES 2012

[1]**Sales Tax on Services Notification No. PRA/ Orders.06/2012, dated 1st August, 2012.--**In exercise of the powers conferred under section 76 of the Punjab Sales Tax on Services Act 2012 (XLIII of 2012), the Punjab Revenue Authority, with the approval of the Government, is pleased to make the following rules:

Chapter I

PRELIMINARY

1. Short title and commencement.--(1) These rules may be cited as the Punjab Sales Tax on Services (Recovery) Rules 2012.

(2) They shall come into force at once.

Chapter II

GENERAL

2. Appeal period to be foregone.--Where the tax has been determination through an adjudication order or order-in-appeal, recovery action shall not be initiated during the period prescribed for filing appeal against such order.

3. No recovery in stay period.--Recovery action shall not be taken where a competent authority or court has granted stay against the recovery of the tax unless the stay has expired constitutionally or otherwise.

4. Recovery of declared short or non-payments.--Where a registered person has filed tax return but has either short paid or not paid the amount of tax shown in the return, immediate direct

---

1 Reported as PTCL 2012 St. 964.

recovery action shall be taken for the principal amount of tax without issuance of any show cause notice provided that the liabilities on account of default surcharge and penalty, if any, shall be determined through adjudication and recovered thereafter.

5. Referring officer.--The [2][officer of the Authority] in whose jurisdiction the case involving recovery of the tax falls shall act as referring officer provided that in the absence of such [3][officer of the Authority], the officer next higher in rank shall perform the functions of the referring officer.

6. Nomination of recovery officer.--Every Commissioner shall nominate an officer not below the rank of the [4][Enforcement Officer or Audit Officer, as the case may be,] as recovery officer for the recovery of the tax in his jurisdiction and where needed, the Commissioner may nominate more than one recovery officer specifying their respective sub-jurisdictions.

7. Issue of certificate.--(1) The referring officer shall issue to the recovery officer a certificate for recovery of the tax covering amongst other things, the following:

(i) name, business address and registration number of the defaulter;

(ii) CNIC number in case of sole proprietorship and partnership and CNIC numbers of all directors in case of corporate entity alongwith their known residential addresses;

(iii) details of the known bank accounts of the defaulter or defaulters;

(iv) details of the tax separately for principal amount of

---

2 Substituted for the words "Assistant Commissioner" by Notification No. PRA/Member Legal/691/26, dated 8th June, 2026, reported as PTCL 2026 St. 775(ii).

3 Substituted for the words "Assistant Commissioner" by Notification No. PRA/Member Legal/691/26, dated 8th June, 2026, reported as PTCL 2026 St. 775(ii).

4 Substituted for the words "Assistant Commissioner" by Notification No. PRA/Member Legal/691/26, dated 8th June, 2026, reported as PTCL 2026 St. 775(ii).

tax, default surcharge, penalty and fine, if any;

(v) particulars of the adjudication order, appellate order or orders of the Appellate Tribunal or Court;

(vi) full details of the properties (both moveable and immovable) owned by the defaulter or defaulters;

(vii) clarification about the clear recoverability of the tax and non application of any stay; and

(viii) any other relevant information needed to facilitate the recovery officer.

(2) Attested copies of all relevant documents and orders in support of the information incorporated in the certificate issued under sub-rule (1) shall be sent to the recovery officer.

(3) The referring officer shall maintain proper account of all the certificates issued to the recovery officer under sub-rule (1).

CHAPTER III

MEASURES BY RECOVERY OFFICER

8. Maintenance of a register.--(1) Every recovery officer shall maintain a register in appropriate form (in hard form as well as in his computer) and enter all the details of the certificates together with particulars of the documents received from the referring officers.

(2) Every measure taken and results achieved by the recovery officer shall be invariably recorded in the remarks column of the register maintained under sub-rule (1).

9. Statutory actions.--The recovery officer shall attempt to take recovery measures specified in clauses (a) to (f) in sub-section (1) of section 70 of the Act preferably in sequential order provided that a *bonafide* non-observance of the sequence mentioned therein shall not vitiate the action of the recovery officer.

10. Power to require information.--The recovery officer may, by requisition in writing, require any person, organization,

institution or department whether registered or not to furnish any information, documents or records required for the proceedings under these rules.

11. Resolution of a dispute.--Any disputed question arising between by the referring officer and the recovery officer or between the defaulter and the recovery officer shall be resolved by the Commissioner in such manner as he may deem proper.

Chapter IV

ATTACHMENT OF PROPERTY

12. Issue of notice.--For the purpose of attachment of any property, the recovery officer shall cause notice to be served upon the defaulter requiring the defaulter to pay the amount specified in the notice within seven days from the date of its service and intimate that in default, his property particulars of which have been given in the notice, may be attached [5][:]

[6][Provided that the notice shall contain complete detail of all the decisions, judgments and orders made against the defaulter.]

13. Attachment of property.--If the amount mentioned in the notice issued in terms of rule 12 is not paid within seven days from the date of service of the notice, the recovery officer may proceed to realise the amount by attachment and sale of defaulter's property and for this purpose, the recovery officer may detain the defaulter's property until the amount mentioned in the notice together with the cost of detention is paid by the defaulter[7][:]

[8][Provided that, notwithstanding anything contained in these rules, no attachment order of any property, including bank

---

5 Substituted for the full stop by Notification No. PRA/Orders.06/2021/241, dated 24th November, 2022, reported as PTCL 2022 St. 1237(i).

6 Proviso added by Notification No. PRA/Orders.06/2021/241, dated 24th November, 2022, reported as PTCL 2022 St. 1237(i).

7 Substituted for the full stop by Notification No. PRA/Orders.06/2021/241, dated 24th November, 2022, reported as PTCL 2022 St. 1237(i).

8 Proviso added by Notification No. PRA/Orders.06/2021/241, dated 24th November, 2022, reported as PTCL 2022 St. 1237(i).

account or order of sealing of business premises shall be made by any officer without prior approval of the Chairperson.]

14. Reasonableness of attachment.--(1) Attachment of the property of the defaulter shall not be excessive, that is to say, the property attached shall be as nearer as possible proportionate to the amount specified in the notice.

(2) The attachment of the property shall only be made after sunrise and before sunset.

15. Preparation of inventory.--After attachment of the property of the defaulter, the recovery officer shall prepare an inventory of the property attached and specify in it the place where it is lodged or kept and shall hand over a copy of the same to the defaulter or the person from whose charge the property is distrained.

16. Private alienation to be void.--(1) Where a notice has been served on a defaulter under rule 12, the defaulter or his representative in interest shall not be competent to mortgage, charge, lease or otherwise deal with any property belonging to him except with the written permission of the recovery officer.

(2) Where an attachment has been made under these rules, any private transfer or delivery of the property attached or of any debt, dividend or other moneys contrary to such attachment shall be void as against all claims enforceable under the attachment.

17. Share in property.--Where the property to be attached consists of the share or interest of the defaulter in property belonging to him and another as co-owners, the attachment shall be made by a notice to the defaulter prohibiting him from transferring the share or interest or charging it in any way.

18. Property in custody of court or public officer.--(1) Where the property to be attached is in the custody of any court or public officer, the attachment shall be made by a requisition in writing to such court or officer, requesting that such property, and

any interest or dividend becoming payable thereon, may be held subject to further orders of the recovery officer by whom the requisition is issued.

(2) Where such property is in the custody of a court, any question of title or priority arising between the recovery officer and any other person, not being the defaulter, claiming to be interested in such property by virtue of any assignment, attachment or otherwise, shall be determined by such court.

19. Service of attachment notice.--A copy of the order of attachment shall be served on the defaulter in the same manner as prescribed for the service of order or decision under the Act.

20. Proclamation of attachment.--(1) The order of attachment shall be proclaimed at some place on or adjacent to the property attached by beat of drum or other customary mode and a copy of the order shall be affixed on a conspicuous part of the property and on the notice board of the office of the recovery officer.

(2) The proclamation of attachment may be published in any two of the newspapers circulated in the district where attached property is distrained and cost of such publication shall be deemed to be the cost of the sale.

21. Property Exemption from attachment.--(1) All such property as is exempted by the Code of Civil Procedure, 1908 (V of 1908) from attachment and sale for execution of a decree of a civil court shall be exempt from attachment and sale under these rules.

(2) The decision of the recovery officer as to what property is so entitled to exemption shall be final.

Chapter V

SALE OF MOVEABLE PROPERTY

22. Sale of moveable property.--(1) If the amount mentioned in the notice together with the cost of detention of the property is not paid within a period of thirty days from the date of attachment

of the property, the Commissioner may authorize the recovery officer to proceed to realise the amount by sale of the defaulter's property in public auction.

(2) The Commissioner shall be competent to fix the reserve price in respect of any property of the defaulter to be sold in public auction and order that any bid shall be accepted only on the condition that it is not less than such reserve price.

23. Negotiable instruments and shares in a corporation.--Notwithstanding anything contained in these rules, where the property to be sold is a negotiable instrument or a share in a corporation, the recovery officer may, instead of directing the sale to be made by public auction, authorise the sale of such instrument or share through a broker.

Chapter VI

SALE OF IMMOVABLE PROPERTY

24. Proclamation of sale.--Where any immovable property is ordered to be sold, the recovery officer shall cause a proclamation of the intended sale to be made in the national and local language.

25. Contents of proclamation.--A proclamation of sale of immovable property shall be drawn up after notice to the defaulter, and shall state the time and place of sale, and shall specify, as fairly and accurately as possible:

(a) the property to be sold;

(b) the amount for the recovery of which sale is ordered;

(c) the reserve price, if any, below which the property may not be sold; and

(d) any other thing which the recovery officer considers it material for a purchaser to know in order to judge the nature and value of the property.

26. Mode of making proclamation.--(1) Every proclamation for the sale of immovable property shall be made at some place on

or near such property by beat of drum or other customary mode, and a copy of the proclamation shall be affixed on a conspicuous part of the property and also upon a conspicuous part of the office of the recovery officer.

(2) Where the recovery officer so directs, such proclamation shall also be published in any two of the newspapers circulated in the district where such property is located and the cost of such publication shall be deemed to be cost of the sale.

(3) Where the property is divided into lots for the purpose of being sold separately, it shall not be necessary to make a separate proclamation for each lot, unless proper notice of the sale cannot, in the opinion of the recovery officer, otherwise be given.

27. Setting aside of sale where defaulter has not saleable interest.--At any time within thirty days of the sale, the purchaser may apply to the recovery officer to set aside the sale on the ground that the defaulter has no saleable interest in the property sold.

28. Confirmation of sale.--(1) Where no application is made for setting aside the sale under rule 27 or where such an application is made and disallowed by the recovery officer, the recovery officer shall (if the full amount of the purchase money has been paid) make an order confirming the sale, and, thereupon, the sale shall become absolute.

(2) Where such application is made and allowed and where, in the case of any application made to set aside the sale on deposit of the amount and penalty and charges, the deposit is made within thirty days from the date of the sale, the recovery officer shall make an order setting aside the sale:

Provided that no order shall be made unless notice of the application has been given to the person affected thereby.

29. Sale certificate.--(1) Where sale of any immovable property has become absolute under these rules, the recovery

officer shall grant a certificate specifying the property sold and the name of the person who at the time of sale is declared to be the purchaser.

(2) Such certificate shall state the date on which the sale became absolute.

30. Purchaser's title.--(1) Where any property is sold in terms of these rules, there shall vest in the purchaser's, the right, title and interest of the defaulter at the time of the sale.

(2) Where immovable property is sold in terms of these rules and such sale has become absolute, the purchaser's right, title and interest shall be deemed to have vested in him from the time when the property is sold, and not from the time when the sale becomes absolute.

(3) The purchaser shall have a right to take possession of the immovable property sold to him under these rules and where any difficulty arises in taking such possession, the recovery officer shall extend all necessary assistance to the purchaser to ensure that the purchaser obtains the possession.

31. Irregularity not to vitiate sale, but any person injured may sue.--No irregularity in the conduction of sale of any property shall vitiate the sale but any person sustaining substantial injury by reason of such irregularity at the hand of any other person may institute a suit in a competent court against him for compensation, or if (such other person is the purchaser), for the recovery of specific property and for compensation in default of such recovery.

32. Prohibition against bidding or purchase by officer.--No officer or other person having any duty to perform in connection with any sale under these rules, either directly or indirectly, shall bid for, acquire or attempt to acquire any interest in the property sold.

33. Prohibition against sale on holidays.--No sale under these rules shall take place on a Sunday or other general holidays recognized by the Government or on any day which has been

notified by the Government as a local holiday for the area in which the sale is to take place.

Chapter VII

MISCELLANEOUS

34. Disposal of the sale proceeds.--The sale proceeds of the property of the defaulter shall be utilised in the following manner:--

(a) the sale proceeds shall first be utilised for meeting the cost of sale;

(b) the balance shall be utilised for satisfaction of the tax mentioned in the notice issued under rule 12 together with the cost of detention of the property;

(c) the balance, if any, shall be utilised for recovery of any other Government dues payable by the defaulter under any other law; and

(d) the balance, if any, shall be paid to the defaulter.

35. Allied action of the recovery officer.--All *bona fide* and good-faith allied actions and measures taken by the recovery officer towards the recovery of the tax under these rules shall be deemed to be covered under these rules.

36. Procedure on death of defaulter.--If at any time after the certificate has been issued by the [9][referring officer] under rule [10][7], the defaulter dies, the proceedings under these rules may be continued against the legal representatives of the defaulter, and the provisions of these rules shall apply as if the legal representatives were the defaulter.

***

---

9 Substituted for the words "Assistant Commissioner" by Notification No. PRA/Member Legal/691/26, dated 8th June, 2026, reported as PTCL 2026 St. 775(ii).

10 Substituted for the figure "11" by Notification No. PRA/Member Legal/691/26, dated 8th June, 2026, reported as PTCL 2026 St. 775(ii).

The

PUNJAB SALES TAX ON SERVICES (DEFINITIONS) RULES 2012

[1]**Notification No. PRA/Orders. 06/2012(12), dated 30th August, 2012.--**In exercise of the powers conferred under section 76 of the Punjab Sales Tax on Services Act 2012 (XLIII of 2012), Punjab Revenue Authority, with the approval of the Government, is pleased to make the following rules:

Chapter I

PRELIMINARY

1. Short title and commencement.--(1) These rules may be cited as the Punjab Sales Tax on Services (Definitions) Rules 2012.

(2) They shall come into force at once.

Chapter II

GENERAL

2. Purpose of definitions.--In these rules, the definitions have been given for purposes of the Punjab Sales Tax on Services Act 2012 (XLIII of 2012), referred to in these rules as 'the Act', and all the rules made under the Act.

3. Relevancy of definitions.--The relevancy of any definition given in these rules shall be invoked only when a service covered therein is taxable under the Act or when any question about the taxability of any such service is under consideration for purposes of the Act and the rules.

4. Treatment of definitions.--None of these definitions shall be treated as exhaustive and wherever any question of taxability of

---

1. Reported as PTCL 2012 St. 979.

any service or a question of tax liability or any other related obligation arises, the general definition of service or services given in the Act shall prevail.

[1][**4A. Inclusion of certain services.--**Where a definition of any taxable service includes a service or services defined separately in these rules, the tax shall be payable on such service or services regardless of its or their status with reference to the Second Schedule of the said Act.]

5. Statutory definitions.--The words and expressions used but not defined in any of the rules, shall have meanings assigned to them under the Act and rules other than these rules.

Chapter III

DEFINITIONS OF SPECIFIC SERVICES

6. Advertisement.--Advertisement includes any notice, circular, wrapper, document, hoarding, billboards or any other audio or visual representation made either by means of paint, colouration, sound, light, smoke or gas or otherwise.

7. Advertising agency.--Advertising agency means any person engaged in providing any service or services connected with the making, preparation, display, demonstration or exhibition of advertisement in any manner and includes an advertising consultant by whatever name called.

8. Advertising space or time selling.--Advertising space or time selling means any service provided or to be provided to any person, by any other person, in relation to sale of space or time for advertisement, in any manner, but does not include sale of space for advertisement in print media and sale of time slots by a broadcasting agency or organization.

9. Agent.--Subject to section 71 of the Act, agent means a person who is authorized to act on behalf of another (called the

---

1. Rule 4A inserted by Notification No. PRA/Orders. 06/2012, dated 3rd January, 2014.

principal) to create or maintain a legal relationship with a third party.

10. Aggrieved person.--Aggrieved person means a person or a class of persons who has brought a dispute for resolution under section 67 of the Act.

11. Air travel agent.--Air travel agent means any person engaged in providing any service or services connected with the booking of passage by air for travel.

12. Aircraft operator.--Aircraft operator means any person who provides the services of transport of goods or passengers by aircraft.

13. Architect.--Architect includes any person engaged in any manner, whether directly or indirectly, in rendering services in the field of architecture.

14. Assets.--Assets mean properties of all kinds, tangible or intangible, including shares, units, certificates, securities, deposits, right and bonus shares, cash, bank balances, profits, dividends, fees, commissions, all receivables, claims, derivatives contract, licences, privileges, accrued or accruing or contingent.

[1][**15. Asset management services.--**'Asset management services' mean the services provided or rendered in relation to assets management, portfolio management, investment management or any kind of fund management and include the Companies which provide management of collective investment scheme.]

16. Auctioneer's service.--Auctioneer's service includes calling the auction or providing a facility, advertising or illustrating

---

1. Rule 15 substituted by Notification No. PRA/Budget.109/2014, dated 10th March, 2015, reported as PTCL 2015 St. 263. At the time of substitution Rule 15 was as under:--

> **"15. Asset management services.--**Asset management services include companies which provide management of collective investment schemes."

services, pre-auction price estimates, short term storage services, repair or restoration services in relation to auction of property.

17. Authorized automobile service station.--Authorized automobile service station means any service station, or centre, authorized by any motor vehicles manufacturer, to carry out any service, repair, reconditioning or restoration of any motor car, light motor vehicle or two wheeled motor vehicle manufactured by such manufacturer.

18. Automatic teller machine services.--Automatic teller machine services means an interactive automatic machine designed to dispense cash, accept deposit of cash, transfer money between bank accounts and facilitate other financial transactions.

19. Banking.--Banking means the accepting, for the purpose of lending or investment, of deposits of money from the public, repayable on demand or otherwise, and withdrawable by cheque, draft, order or otherwise.

20. Banking company.--Banking company includes companies which transact the business of banking in Pakistan and the branches and subsidiaries of banking companies incorporated in Pakistan but functioning outside Pakistan.

21. Banking and other financial service.--Banking and other financial service means any service provided or to be provided to a customer by a banking company or a financial institution including a non-banking financing company or any other body corporate or any person of a foreign exchange broker in relation to banking and other financial services.

22. Beauty parlour.--Beauty parlour includes hair cutting, hair dyeing, hair dressing, face and beauty treatment, cosmetic treatment, manicure, pedicure or counseling services on beauty, face care or make-up or such other identical or similar services.

23. Broadcasting service.--Broadcasting service means the dissemination of any form of communication like sign, signals,

writing, pictures, images and sound of all kind by transmission of electro-magnetic waves through space or through cables intended to be received by the general public either directly or indirectly through the medium of relay stations and all its grammatical variations and cognate expressions shall be construed accordingly.

24. Brokerage business.--Brokerage business means the services provided by a broker registered under the Brokers and Agents Registration Rules, 2001.

25. Business auxiliary service.--Business auxiliary service means any service in relation to:--

(i) promotion or marketing or sale of goods produced or provided by or belonging to the client; or

(ii) promotion or marketing of service provided by the client; or

(iii) any customer care service provided on behalf of the client; or

(iv) procurement of goods or services, which are inputs for the client; or

(v) production or processing of goods for, or on behalf of the client; or

(vi) provision of service on behalf of the client; or

(vii) service incidental or auxiliary to any activity specified in sub-clauses (i) to (vi) such as billing, issue or collection or recovery of cheques, payments, maintenance of accounts and remittance, inventory management, evaluation or development of prospective customer or vendor, public relation services, management or supervision.

26. Business exhibition service.--Business exhibition service means an exhibition:--

(a) to market; or

(b) to promote; or

(c) to advertise; or

(d) to showcase,

any product or service intended for the growth in business of the producer or provider of such product or service.

27. Business support service.--Business support service means services provided in relation to business or commerce and includes evaluation of prospective customers, telemarketing, processing of purchase orders and fulfillment services, information and tracking of delivery schedules, managing distribution and logistics, customer relationship management services, accounting and processing of transactions, operational assistance for marketing, formulation of customer service and pricing policies, infrastructural support services and other transaction processing.

[1][**27A. Cab aggregator.--**'Cab Aggregator' means a digital intermediary or operator for a passenger or driver to connect them through telephone, cellular phone, internet, web-based services, Global Positioning System, General Packet Radio Services or other electronic or digital means for the purpose of transportation by motor vehicles including taxi, cab, car, van, motorcycle and rickshaw, whether or not he charges or collects any fee, fare, commission, brokerage or other charges or consideration for providing such service.]

28. Cable TV operator.--Cable TV operator means a person, a company, a firm, an establishment or an organization engaged or involved in the collection and distribution or dissemination of audio-video signals for public viewing whether through a cable, MMDS, LMDS or DTH (through satellite receiver).

[2][**28A. Call centre.--**'Call centre' means any establishment and enterprise, undertaking or a business providing or rendering the

---

1 Rule 27A inserted by Notification No. PRA/Orders.06/2021/242, dated 24th November, 2022, reported as PTCL 2022 St. 1237(ii).

2. Rule 28A inserted by Notification No. PRA/Budget.109/2014, dated 10th March, 2015, reported as PTCL 2015 St. 263.

services of receiving or transmitting requests by telephone, facsimile, live support software, social media, e-mail and any other electronic means of communication, whether for the product support or business support of any person or information or inquiries from consumers or telemarketing, soliciting of donations or subscriptions, debt collection, market research or other similar services.]

[1][**28B. Car or automobile dealer.--**'Car or automobile dealer', whatever name called, means a person who is engaged in providing or rendering the services to sale, purchase, transfer, leasing, marketing or booking of new, old and used cars and automobiles, imported or locally assembled or manufactured including, old or used cars or automobiles.]

[2][**28C. Car or automobile washing or similar service station.--**'Car or automobile washing or similar service station' means a service station or a service centre or an establishment providing or rendering the services in relation to maintenance, inspection, detailing, washing, cleaning, polishing, waxing, oil coating, lubricating, tuning, changing of oils, filters and plugs, denting, painting, repairing or other similar services of cars or automobiles.]

29. Caterer.--Caterer includes any person who supplies, either directly or indirectly, any food, edible preparations, beverages, drinks or crockery and similar articles of accoutrements for any purpose including ceremony, party, get-together, event or occasion *etc.*

30. Cargo handling service.--Cargo handling service means loading, unloading, packing or unpacking of cargo and includes cargo handling services provided for freight in special containers or for non-containerized freight, services provided by a container

---

1. Rule 28B inserted by Notification No. PRA/Budget.109/2014, dated 10th March, 2015, reported as PTCL 2015 St. 263.

2. Rule 28C inserted by Notification No. PRA/Budget.109/2014, dated 10th March, 2015, reported as PTCL 2015 St. 263.

freight terminal or any other freight terminal, for all modes of transport and cargo handling service incidental to freight, but does not include handling of export cargo or passenger baggage or mere transportation of goods.

31. Cleaning service.--Cleaning service means cleaning, including specialized cleaning services such as disinfecting, exterminating or sterilizing of objects or premises of:--

(i) commercial or industrial buildings and premises thereof; or

(ii) factory, plant or machinery, tank or reservoir of such commercial or industrial buildings and premises thereof, but does not include such services in relation to agriculture, horticulture, animal husbandry or dairying.

32. Clubs.--Clubs include any person or body of persons, firm, company, establishment or undertaking providing any services, facilities or advantages, for a subscription or any other amount, to its members, but does not include--

(i) anybody established or constituted by or under any law; or

(ii) any person or body of persons engaged in the activities of trade unions, promotion of agriculture, horticulture or animal husbandry; or

(iii) any person or body of persons engaged in any activity having objectives which are in the nature of public service and are of a charitable, religious or political nature; or

(iv) any person or body of persons associated with press or media.

33. Commercial training or coaching.--Commercial training or coaching means any training or coaching provided by a commercial training or coaching centre.

34. Commercial or industrial construction.--Commercial or industrial construction means:--

(i) construction of a new building or a civil structure or a part thereof; or

(ii) construction of pipeline or conduit; or

(iii) completion and finishing services such as glazing, plastering, painting, floor and wall tiling, wall covering and wall papering, wood and metal joinery and carpentry, fencing and railing, construction of swimming pools, acoustic applications or fittings and other similar services in relation to building or civil structure; or

(iv) repair, alteration, renovation or restoration of, or similar services in relation to building or civil structure, pipeline or conduit, which is:--

(a) used, or to be used, primarily for; or

(b) occupied, or to be occupied, primarily with; or

(c) engaged, or to be engaged, primarily in:

commerce or industry or work intended for commerce or industry, but does not include such services provided in respect of roads, airports, railways, transport terminals, bridges, tunnels and dams.

35. Consulting engineering.--Consulting engineering means any professionally qualified engineer or any engineering firm, who, either directly or indirectly, provides any advice, consultancy or technical assistance in any manner to a client in one or more disciplines of engineering.

36. Convention service.--Convention service means a formal meeting or assembly which is not open to the general public, and does not include a meeting or assembly, the principal purpose of

which is to provide any type of amusement, entertainment or recreation.

37. Courier services.--Courier services mean the transmission, transportation or conveyance, whether door-to-door or not of time-sensitive documents, goods, articles or cargo whether or not utilizing the services of a person either directly or indirectly to accompany such documents, goods, articles or cargo and includes speed post, express cargo service and similar fast services of transmission, transportation and conveyance of documents, goods, articles or cargo.

38. Credit rating agency.--Credit rating agency means any person or concern engaged in the business of credit rating of any debt obligation or of any project or programme requiring finance, whether in the form of debt or otherwise, and includes credit rating of any financial obligation, instrument or security which has the purpose of providing to a potential investor or any other person, any information pertaining to the relative safety of timely payment or interest, surcharge or principal.

39. Dredging.--Dredging includes removal of material including silt, sediments, rocks, sand, refuse, debris, plant or animal matter in any excavating, cleaning, deepening, widening or lengthening, either permanently or temporarily, of any river, port, harbour, backwater or estuary.

40. Dry cleaning service.--Dry cleaning service includes dry cleaning of apparels of any kind, clothes, garments or other textile, fur or leather articles.

41. Erection, commissioning or installation.--Erection, commissioning or installation means any service provided by a commissioning and installation agency in relation to:--

(i) erection, commissioning or installation of plant, machinery, equipment or structures, whether pre-fabricated or otherwise; or

(ii) installation of: --

(a) electrical and electronic devices, including wirings or fittings therefore; or

(b) plumbing, drain laying or other installations for transport of fluids; or

(c) heating, ventilation or air-conditioning including related pipe work, wood work, duct work and sheet metal work; or

(d) thermal insulation, sound insulation, fire proofing or water proofing; or

(e) lift and escalator, fie escape staircases or travelators; or

(f) such other similar services.

42. Event management service.--Event management service means any service provided in relation to planning, promotion, organizing or presentation of any arts, entertainment, business, sports or any other event and includes any consultation provided in this regard.

43. Fashion designing.--Fashion designing includes any activity relating to conceptualizing, outlining and creating designs and preparing patterns for costumes, apparels, garments, clothing accessories, jewelry or any other articles intended to be worn by human beings and any other service incidental thereto.

[1]**[43A. Fashion designer.--**'Fashion designer' means a person or business providing or rendering services of fashion designing or any other economic activities relating to conceptualizing, outlining or creating designs or preparing designs or patterns for costumes, apparels, garments, clothing, accessories, jewelry, foot wears (including any other product regime) or any other services incidental to fashion designing.]

---

1. Rule 43A inserted by Notification No. PRA/Budget.109/2014, dated 10th March, 2015, reported as PTCL 2015 St. 263.

44. Financial institution.--Financial institution includes:--

(a) a company or an institution whether established under any special enactment and operating within or outside Pakistan which transacts the business of banking or any associated or ancillary business through its branches;

(b) a modaraba, leasing company, investment bank, venture capital company, financing company, housing finance company, a non-banking finance company; and

(c) any other institution or company authorised by law to undertake any similar business as the Government may, by notification, specify for the purpose.

45. Foreign exchange dealer.--Foreign exchange dealer includes an exchange company or money changer.

46. Forward contract brokerage service.--Forward contract brokerage service means a contract for the delivery of goods and which is not a ready delivery contract.

47. Franchise.--Franchise means an authority given by a franchiser under which the franchisee is contractually granted any right to produce, manufacture, sell or trade or otherwise deal in or do any other business activity relating to goods or services or to undertake any process identified with franchiser against a fee or consideration including royalty or technical fee whether or not any use of trademark, service mark, trade name, logo, brand name or any such symbol is involved.

48. Freight forwarders.--Freight forwarders means a person who provides or is engaged for his principal or client for providing of services, for fee or charges or commission or remuneration for some or all the services being provided by a shipping agents clearing agent, stevedore, ship chandler, terminal operator or such

services of warehousing and he may also provide cover or guarantee for insurance or banking services in respect of imports or exports of goods, whether independently or in partnership or in arrangement with any such service provider.

[1][**48A. Fumigation services.--**'Fumigation services' mean the services provided or rendered in relation to pest control or insect control and include services of disinfecting and sterilizing of premises, buildings, factories or complexes (commercial complexes, shopping complexes, office complexes, apartment or residential complexes, multiplexes, exhibition centres, residential units, commercial units or offices) but shall not include the public health fumigation services provided or rendered directly by the Government, a local government or a Cantonment Board free of charge.]

49. Goods transport by road.--Goods transport by road means any person who provides service in relation to transport of goods by road and issues consignment note, by whatever name called.

50. Health club and fitness centre.--Health club and fitness centre means service for physical wellbeing such as, sauna and steam bath, Turkish bath, solarium, spas, reducing or slimming salons, gymnasium, yoga, meditation, massage (excluding therapeutic massage) or any other like service.

51. Ijarah.--Ijarah means an arrangement under which a bank leases equipment, building or other facility to a client against an agreed rental.

52. Insurance.--Insurance means insurance or guarantee against loss, damage, injury, or risk of any kind whatever, whether pursuant to any contract or any enactment and includes reinsurance.

---

1. Rule 48A inserted by Notification No. PRA/Budget.109/2014, dated 10th March, 2015, reported as PTCL 2015 St. 263.

53. Insurer.--Insurer means any person carrying on an insurance business or general insurance business and includes a reinsurer.

54. Interior decorator.--Interior decorator means any person engaged, whether directly or indirectly, in the business providing advice, consultancy, technical assistance or any services in any manner relating to planning, designing, beautification, embellishment, ornation and furnishing of any interior or exterior space or spaces whether man-made or otherwise.

55. Internet cafe.--Internet café means a commercial establishment providing facility for accessing internet.

56. Intellectual property service.--Intellectual property service means any right to intangible property, including trademarks, designs, patents or any other similar intangible property under any law, but does not include copyright.

57. Internet telephony.--Internet telephony means telecommunication service through internet and includes fax, audio conferencing and video conferencing.

[1]**[57A. Labour and manpower supply services.--**'Labour and manpower supply services' include the services provided or rendered for a consideration in order to use services of a person through employment hired or supplied.]

[2]**[57B. Laundries and dry cleaners.--**'Laundries and dry cleaners' mean the services of washing, pressing, stain removing, darning or dry cleaning of any kind of textile, fur or leather materials like apparels, clothes, garments, floor coverings, curtains,

---

1. Rule 57A inserted by Notification No. PRA/Budget.109/2014, dated 10th March, 2015, reported as PTCL 2015 St. 263.

2. Rule 57B inserted by Notification No. PRA/Budget.109/2014, dated 10th March, 2015, reported as PTCL 2015 St. 263.

draperies, linens, bed-wears or similar products and their accessories on commercial basis.]

[1][**57C. Maintenance or cleaning services.**--'Maintenance or cleaning services' mean, in conjunction with or in addition to rules 31 and 64, the services provided or rendered in relation to repair, maintenance and cleaning, including specialized cleaning services such as disinfecting, exterminating or sterilizing of:

(a) office equipment, offices or buildings, or any other premises;

(b) commercial complexes including multiplexes, shopping complexes, office complexes and exhibition centres, apartment or residential complexes; and

(c) factories, plants, machinery or equipment of any factory, elevators, escalators, tanks or reservoirs of any factory, office, building or commercial complex.]

58. Management consultant.--Management consultant means any person who is engaged in providing any service or services, either directly or indirectly, in connection with the management of any business, organization or institution in any manner and includes any person who renders advice, consultancy or technical assistance relating to conceptualizing, devising, development, modification, rectification or upgradation of any working system of such business, organization or institution.

59. Mutual fund.--Mutual fund means an investment vehicle that is made up of a pool of funds collected from many investors for the purpose of investing in securities such as stocks, bonds, money market instruments and similar assets and collective investment scheme as defined in section 2 of the Non-Banking

---

1. Rule 57C inserted by Notification No. PRA/Budget. 109/2014, dated 10th March, 2015, reported as PTCL 2015 St. 263.

Finance Companies (Establishment and Regulation) Rules, 2003 and includes a closed end fund or an open end scheme.

60. Manpower recruitment agency.--Manpower recruitment agency means a person or concern engaged in providing any service or services, directly or indirectly, in any manner for recruitment of manpower either to a client or otherwise.

61. Market research agency.--Market research agency means any person or concern engaged, directly or indirectly, in providing services relating to the study or survey or both of any situation in the market for any purpose other than personal academic or educational requirements.

62. Marriage hall.--Marriage hall includes a marriage lawn or banquet hall or a place or premises where a ceremonial feast or meal is served for many people or which is used for hosting of social gatherings like receptions, reunion, parties, business events or other events for large number of people or is provided on rent, whether or not with facilities or utilities, for an agreed time where parties or functions are organized by the persons either with their own food items or on their own expense or otherwise, but does not include a hotel or a restaurant.

63. Mailing list compilation and mailing.--Mailing list compilation and mailing means any service in relation to:--

(i) compiling and providing list of names, addresses and any other information from any source; or

(ii) sending document, information, goods or any other material in packet, by whatever name called, by addressing, stuffing, sealing, metering or mailing, for or on behalf of the client.

64. Management, maintenance or repair service.-- Management, maintenance or repair service means any service provided by:--

(i) any person under a contract or an agreement; or

(ii) a manufacturer or any person authorized by him, in relation to:--

(a) management of properties, whether immovable or otherwise;

(b) maintenance or repair of properties, whether immovable or; or

(c) maintenance or repair including reconditioning or restoration or servicing of any goods, excluding a motor vehicle.

65. Modaraba and modaraba company.--Modaraba and modaraba company have the same meaning as in the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 (XXXI of 1980).

66. Musharakah.--Musharakah means an Islamic-styled joint enterprise or partnership with profit and loss sharing implications allowing each party involved in a business to share in the profits and risks, where instead of charging interest as a traditional creditor, the financier achieves a return in the form of a portion of the actual profits earned, either according to a predetermined ratio or otherwise and where the financier also shares in losses, if any.

67. Non-banking finance company.--Non-banking finance company includes a company licensed by Pakistan Security and Exchange Commission under Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 to carry out any one or more of the following forms of business:--

(i) investment finance services;

(ii) leasing;

(iii) housing finance services;

(iv) venture capital investment;

(v) discounting services;

(vi) investment advisory services;

(vii) asset management services; and

(viii) any other form of business which the Government may, by notification, specify; and

(ix) such other business as the Government may, by notification, specify for the purpose.

68. On-line information and database access or retrieval service.--On-line information and database access or retrieval service means the service provided or to be provided to a customer by any person in relation to on-line information and database access or retrieval or both in electronic form through computer network in any manner.

69. Packaging.--Packaging means any service provided or to be provided to any person by any other person in relation to packaging activity.

70. Pandal and shamiana service.--Pandal and shamiana service means any service, either directly or indirectly, in connection with the preparation, arrangement, erection or decoration of a pandal or shamiana and includes the supply of furniture, fixtures, lights and lighting fittings, floor coverings and other articles for use therein.

71. Practicing chartered accountant.--Practicing chartered accountant means a person who is a member of the Institute of Chartered Accountants of Pakistan and holds a certificate of practice granted under the provision of the Chartered Accountants Ordinance, 1961 (X of 1961) and includes any concern or firm engaged in rendering services in the field of chartered accountancy.

72. Practicing cost accountant.--Practicing cost accountant means a person who is a member of the Institute of Cost and Management Accountants of Pakistan and holds a certificate of practice granted under the provisions of the Cost and Management

Accounts Act, 1966 (XIV of 1966) and includes any concern or firm engaged in rendering services in the field of cost accountancy.

73. Practicing company secretary.--Practicing company secretary means any individual appointed to perform the secretarial, administrative or other duties ordinarily performed by the secretary of a company.

[1]**[73A. Production house.--**'Production house' means the services of producing a programme, or providing or rendering various services, facilities, utilities or advantages in relation to production of programmes usually for television or radio.]

[2]**[73B. Programme.--**'Programme' means any audio or visual matter, live or recorded, intended to be disseminated by transmission of electromagnetic waves through space or cables to be received by general public either directly or indirectly through the medium of cables, telecommunication or relay stations.]

[3]**[73C. Programme producer.--**'Programme producer' means a person who produces a programme on behalf of, or for use by, another person.]

74. Photography service.--Photography service means any service provided or to be provided to a customer by a photographer, photography studio or agency in relation to photography, in any manner.

75. Port operator.--Port operator includes any person, authority, trust, institution, association, organization, managing

---

1. Rule 73A inserted by Notification No. PRA/Budget.109/2014, dated 10th March, 2015, reported as PTCL 2015 St. 263.

2. Rule 73B inserted by Notification No. PRA/Budget.109/2014, dated 10th March, 2015, reported as PTCL 2015 St. 263.

3. Rule 73C inserted by Notification No. PRA/Budget.109/2014, dated 10th March, 2015, reported as PTCL 2015 St. 263.

directly or otherwise, the operations of any customs port including dryport and airport as declared under section 9 of the Customs Act, 1969 (IV of 1969).

76. Post paid telecommunication service.--Post paid telecommunication service means the service charges collected by a service provider after the use of telecommunication service or services.

77. Pre-paid telecommunication service.--Pre-paid telecommunication service means the service charges collected by a service provider prior to the use of telecommunication service or services.

[1][**77A. Property dealer.--**'Property dealer', by whatever name called, means a person who is engaged in providing or rendering services, directly or indirectly or in any manner, in relation to sale, purchase, leasing, renting, supervision, maintenance, marketing, acquisition or management of real estate and includes a realtor, a real estate agent, a real estate broker or a real estate consultant.]

[2][**77B. Real estate.--**'Real estate' means the land and includes:

(a) all attachments above and below the land;

(b) all things that form a natural part of the land;

(c) all things that are developed or installed, including buildings and site improvements; and

(d) all permanent building attachments such as plumbing, heating and cooling systems, electrical wiring and built-in items such as elevators and allied equipment, and all rights and interests therein,

---

1. Rule 77A inserted by Notification No. PRA/Budget.109/2014, dated 10th March, 2015, reported as PTCL 2015 St. 263.

2. Rule 77B inserted by Notification No. PRA/Budget.109/2014, dated 10th March, 2015, reported as PTCL 2015 St. 263.

whether the interest is freehold or leasehold, and whether the purpose or use thereof is residential, commercial or industrial.]

78. Public relations service.--Public relations service includes strategic counseling based on industry, media and perception research, corporate image management, media relations, media training, press release, press conference, financial public relations, brand support, brand launch, retail support and promotions, events and communications and crisis communications.

79. Rail travel agent.--Rail travel agent means any person engaged in providing any service connected with booking of passage for travel by rail.

80. Recovery agent.--Recovery agent means a person who is providing any service to a banking company or a financial institution including a non-banking financial company or any other body corporate or a firm, in relation to recovery of any sums due to such banking company or financial institution, including a non-banking financial company, or any other body corporate or a firm, in any manner.

81. Real estate agent.--Real estate agent means a person or concern engaged in rendering any service or services in relation to sale, purchase, leasing, hiring or renting of real estate.

[1]**[81A. Real estate aggregator.--**'Real estate aggregator' means a person who owns and operates an online real estate portal or platform or web interface or website to facilitates persons including buyers, sellers, investors, tenants, real estate developers, by connecting them through such digital means in relation to purchase, sale, invest, rent, sub-let or lease the real estate.]

82. Real estate consultant.--Real estate consultant means a

---

1 Rule 81A inserted by Notification No. PRA/Orders.06/2021/242, dated 24th November, 2022, reported as PTCL 2022 St. 1237(ii).

person who renders in any manner, either directly or indirectly, advice, consultancy or technical assistance in relation to evaluation, conception, design, development, construction, implementation, supervision, maintenance, marketing, acquisition or management of real estate.

[1][**82A. Recruitment or recruiting agent.--**'Recruitment or recruiting agent', by whatever name called, means a person engaged in providing or rendering any service, directly or indirectly, to any person in any manner for the recruitment or hiring of manpower and includes a recruiting consultant or consultancy.

Explanation.--For the purpose of this definition, recruitment includes inviting of applications for recruitment, receipt of applications from candidates, pre-interview or pre-recruitment screening of applications or short-listing of applicants, interview of candidates, verification of credentials and antecedents of the candidates.]

83. Registrar to an issue.--Registrar to an issue means any person carrying on the activities in relation to an issue including collecting application forms from investors, keeping a record of applications and money received from investors or paid to the seller of securities, assisting in determining the basis of allotment of securities, finalizing the list of persons entitled to allotment of securities and processing and dispatching allotment letters, refund orders or certificates and other related documents.

84. Rent-a-car operator.--Rent-a-car operator means any person or concern engaged, whether directly or indirectly, in the business of renting cabs and any other passenger transport.

85. Residential complex construction.--Residential complex construction means any complex comprising:--

---

1. Rule 82A inserted by Notification No. PRA/Budget.109/2014, dated 10th March, 2015, reported as PTCL 2015 St. 263.

(i) a building or buildings, having more than twelve residential units;

(ii) a common area; and

(iii) any one or more of facilities or services such as park, lift, parking space, community hall, common water supply or effluent treatment system, located within a premises and the layout of such premises is approved by an authority under any law, but does not include a complex which is constructed by a person directly engaging any other person for designing or planning of the layout, and the construction of such complex is intended for personal use as residence by such person.

86. Scientific and technical consultancy.--Scientific and technical consultancy means any advice, consultancy, or scientific or technical assistance, rendered in any manner either directly or indirectly, by a scientist or a technocrat, or any science or technology institution or organization, to a client in one or more disciplines of science or technology.

87. Security agency.--Security agency means any person or concern engaged in the business of rendering services relating to the security of any property, whether movable or immovable or of any person or group or establishment of persons, in any manner and includes the services of investigations detection or verification of any fact or activity, whether of a personal nature or otherwise, including the services of providing security personnel.

88. Service provider.--Service provider means a person who is engaged in providing service or services in the course or furtherance of any economic activity.

[1]**[88A. Share transfer agent.--**'Share transfer agent' means a person who maintains the record of holders of securities and deals

---

1. Rule 88A inserted by Notification No. PRA/Budget.109/2014, dated 10th March, 2015, reported as PTCL 2015 St. 263.

with all matters connected with the transfer or redemption of securities or activities incidental to such services.]

89. Site preparation.--Site preparation means any service provided or to be provided to any person, by any other person, in relation to site formation and clearance, excavation and earthmoving and demolition and such other similar activities.

90. Sponsorship.--Sponsorship includes naming an event after the sponsor, displaying the sponsor's company logo or trade name, giving the sponsor exclusive or priority booking rights, sponsoring prizes or trophies for competition, but does not include any financial or other support in the form of donation or gift, given by a donor subject to the condition that the service provider under no obligation to provide anything in return to the donor.

91. Share transfer agent.--Share transfer agent means any person who maintains the record of holders of securities and deals with all matters connected with the transfer or redemption of securities or activities incidental thereto.

92. Shipping agent.--Shipping agent means a person, who holds the license under the Customs Act, 1969 (IV of 1969), or the rules made thereunder and provides any service to entrance or clearance of a conveyance at a customs port and issues line or carrier bill of lading, for or on behalf of a shipping line and includes non-vessel operating common carriers, slot carriers, charterers, international freight forwarders and consolidators, rendering services in relation to import and export of cargo, independently or as subsidiary of a shipping line, carrier and non-vessel operating common carriers.

93. Shipping line.--Shipping line means any person who owns or charters a ship and includes a person or an enterprise which operates or manages the business of shipping.

94. Ship management.--Ship management includes:--

(i) the supervision of the maintenance, survey and repair of ships;

(ii) engagement of providing of crew;

(iii) receiving the hire or freight charges on behalf of the owner;

(iv) arrangements for loading and unloading;

(v) providing for victualing or storing of ship;

(vi) negotiating contracts for bunker fuel and lubricating oil;

(vii) payment, on behalf of the owner, of expenses incurred in providing services or in relation to the management of ship;

(viii) the entry of ship in a protection or indemnity association;

(ix) dealing with insurance, salvage and other claims; and

(x) arranging of insurance in relation to ship.

95. Steamer agent.--Steamer agent means any person who undertakes, either directly or indirectly, to:--

(i) perform any service in connection with the ship's husbandry or dispatch including the rendering of administrative work relating thereto; or

(ii) book, advertise or canvass for cargo for or on behalf of a shipping line; or

(iii) provide container feeder services for or on behalf of a shipping line.

96. Sound recording service.--Sound recording service means recording of sound on any media or device including magnetic storage device, and includes services relating to recording of sound in any manner such as sound cataloguing, storing of sound and sound mixing or re-mixing or any audio post-production activity.

97. Storage and warehousing service.--Storage and warehousing service includes storage and warehousing services for goods, liquids and gases but does not include any service provided for storage of agricultural produce or any service provided by a cold storage.

98. Survey and exploration of minerals.--Survey and exploration of minerals means geological, geophysical or other prospecting, surface or sub-surface surveying or map making service, in relation to location or exploration of deposits of mineral, oil or gas or any of the materials.

99. Survey and map making.--Survey and map making means geological, geophysical or any other prospecting, surface, sub-surface or aerial surveying or map-making of any kind, but does not include survey and exploration of mineral.

[1][**99A. Surveyor.--**'Surveyor' means a person engaged in the services of any kind of specialized or special purpose survey, insurance survey, market survey, statistical survey, opinion poll survey and survey relating to risk assessment, loss or damage assessment or claim settlement.]

100. Takaful.--Takaful includes a scheme based on mutual assistance in compliance with the provisions of Islamic Shariah, and which provides for mutual financial aid and assistance to the participants in case of occurrence of certain contingencies and whereby the participants mutually agree to contribute to the common fund for that purpose.

101. Technical testing and analysis.--Technical testing and analysis means any service in relation to physical, chemical, biological or any other scientific testing or analysis of goods or material or any immovable property, but does not include any testing or analysis service provided in relation to human beings or

---

1. Rule 99A inserted by Notification No. PRA/Budget.109/2014, dated 10th March, 2015, reported as PTCL 2015 St. 263.

animals.

102. Technical inspection and certification.--Technical inspection and certification means inspection or examination of goods or process or material or any immovable property to certify that such goods or process or material or immovable property qualifies or maintains the specified standards, functionality or utility or quality or safety or any other characteristic or parameters but does not include any service in relation to inspection and certification of pollution level.

[1]**[102A. Technical, scientific and engineering consultant.--** 'Technical, scientific and engineering consultant' means a person, providing or rendering the technical, scientific and engineering service, advice, consultancy, assistance or supervision, in any manner, either directly or indirectly, to any person, in one or more disciplines of technology, science and engineering and includes a person known as a consulting engineer, professional engineer or structural engineer.]

103. Television and radio programme production service.-- Television and radio programme production service means any person who produces a television or radio programme on behalf of another person.

104. Terminal operator.--Terminal operator includes any person who is engaged in rendering any service or services relating but not limited to the handling including receipt, storage or warehousing, delivery, dispatch or clearance of containers or cargo either for import, export or any other connected activity or purpose at any port including dry port or airport.

105. Tour operator service.--Tour operator service means any person engaged in the business of planning, scheduling, organizing or arranging tours (which may include arrangements for

---

1. Rule 102A inserted by Notification No. PRA/Budget.109/2014, dated 10th March, 2015, reported as PTCL 2015 St. 263.

accommodation, sightseeing or other similar services) by any mode of transport, and includes any person engaged in the business of operating tours in any transport.

106. Telecommunication services.--Telecommunication services mean the services involving a transmission, emission, or reception of signals, writing, images, sounds or information of any kind or nature by wire, radio, optical, or other electromagnetic systems, including related transfer or assignment of the right to use capacity for such transmission, emission or reception and a provision of access to a global or local information network, but does not include the supply of the underlying writing, images, sounds, or information. Telecom services take place where the effective use and enjoyment of the services occur.

107. Transport through pipeline.--Transport through pipeline means any service provided or to be provided to any person by any other person in relation to transport of goods, other than water, through pipeline or other conduit.

108. Travel agency service.--Travel agency service means any person engaged in providing any service connected with booking of passage for travel but does not include an air travel agent and a rail travel agent.

109. Underwriter.--Underwriter means a person who engages in the business of underwriting of an issue of securities of a body corporate.

110. Unit trust.--Unit trust means a form of collective investment constituted under a trust deed and includes a trust established by a deed under the provisions of the Trusts Act, 1982 (II of 1982).

111. Video-tape production.--Video-tape production means the process of any recording of any programme, event or function on a magnetic tape or on any other media or device and includes services relating thereto such as editing, cutting, colouring, dubbing, title printing, imparting special effects, processing,

adding, modifying or deleting, transferring from one media or device to another, or undertaking any video post-production activity, in any manner.

Chapter IV

MISCELLANEOUS DEFINITIONS

112. Adjudicating authority.--Adjudicating authority means any officer competent to adjudicate and decide the cases under the Act.

113. Agreement.--Agreement means the agreement executed between the Authority and the Bank for purposes of receipt of tax returns and payment of tax amounts.

114. Attachment officer.--Attachment officer means an officer who may be authorized by the recovery officer to perform any of the functions in connection with recovery of arrears.

115. Bank.--For purpose of filing of returns and other prescribed declarations under the Act and the rules made thereunder, the bank means the National Bank of Pakistan (through its regional headquarter in the Punjab) inclusive of its branches designated to receive such returns or declarations or any other bank which the Authority may, after approval from the Government, specify.

116. Commissionerate.--Commissionerate means the office of the Commissioner of the Authority having jurisdiction, either territorial or otherwise.

117. Computerized payment receipt.--Computerized payment receipt means a computer generated receipt showing payment of tax to the designated branch of the bank.

118. Defaulter.--Defaulter means a person who has failed to discharge his liabilities in payment of government dues.

119. Demand note.--Demand note includes a note received by the sales tax recovery officer from the referring authority specifying the details regarding the defaulter and the government dues.

120. E-declaration administrator.--E-declaration administrator means an officer authorized by the Authority for purposes of administration of data in computerized system of the Authority.

121. Electronic data interchange (EDI).--Electronic data interchange (EDI) means a system of secure transmission of electronic information, based on an agreed and internationally accepted standards and can be understood and treated automatically without human intervention.

122. Electronic sales tax return form.--Electronic sales tax return form means a form of sales tax return available on the website of Punjab Revenue Authority to be filled in and filed under the Act and the rules made thereunder.

123. Execution.--Execution means steps taken for the recovery of government dues in pursuance of a demand note.

124. Government dues.--Government dues means recoverable amounts of sales tax, default surcharge, penalty or any other being collected as sales tax, an adjudged penalty or fine or any amount unpaid which may be payable under any bond, guarantee or instrument executed under the Act or the rules made thereunder and against the recovery of which there is no bar or valid stay order from the competent authority or court.

125. Movable property.--Movable property means a property which can be taken into custody for removal without physically knocking it down and includes currency, coins, shares, documents and instruments.

126. Nil return.--Nil return means a return indicating that no tax is payable by the registered person in respect of the tax period to which the tax return relates.

127. PRAL.--PRAL means Pakistan Revenue Automation (Private) Limited.

128. Privileged organization.--Privileged organization means United Nations and the organizations working under it and shall include any other organization which the Authority may recognize as such.

129. Privileged person.--Privileged person means a person:--

(a) covered as such by United Nations (Privileges and Immunities) Act, 1948 (XX of 1948), and shall include persons entitled to concessions and exemptions to privileged personnel arriving under various foreign grant-in-aid programmes or projects; and

(b) so declared under the President's Salary, Allowances and Privileges Act, 1975 (LVIII of 1975) and the Prime Minister's Salary, Allowance and Privileges Act, 1975 (LIX of 1975).

130. Processing officer.--Processing officer means an officer of the Authority authorized to process a refund claim.

131. Receiver.--Receiver means a person appointed by the recovery offcer to manage, run and account for any attached business or property.

132. Recovery officer.--Recovery officer means an officer of the Authority appointed by the Commissioner to exercise powers for recovery of the Government dues under the Act or the rules made thereunder.

133. Reciprocity.--Reciprocity means extension of the same privileges and facilities to a diplomat or diplomatic mission of a country in Pakistan as are extended by such country to diplomats and diplomatic mission of Pakistan in that country.

134. Referring officer.--Referring officer means an officer of the Authority, desiring to recover government dues through recovery officer.

135. Residual input tax.--Residual input tax means the amount of tax paid on raw materials, components and capital goods being used for making taxable as well as exempt supplies but does not include the input tax paid on raw materials used wholly for making taxable or exempt supplies.

136. Share.--Share means share in a corporation, private or public limited company and includes stock, debenture stock, debentures or bonds.

137. Supportive documents.--Supportive documents mean the documents on the basis of which refund of sales tax is claimed.

138. Taxpayer.--Taxpayer means any person who is required or is liable to pay or is paying tax, or any sum under the Act or the rules made thereunder and includes any person, other than a Government employee, who is assigned any duty or responsibility to deposit tax under the Act or the rules.

139. Transmit.--Transmit means to transmit data or documents through electronic means.

140. Unique user identifier.--Unique user identifier means a unique identification name, number or password allotted by the Authority to the authorized user of the computerized system under the Act and the rules made thereunder.

***

The

PUNJAB SALES TAX ON SERVICES (ENFORCEMENT) RULES, 2014

Notification No. PRA/Orders. 06/2012, dated 2nd September, 2014.--In exercise of the powers conferred under section 76 of the Punjab Sales Tax on Services Act, 2012 (XLII of 2012), the Punjab Revenue Authority, with the approval of the Government, is pleased to make the following rules:

1. Short title and commencement.--(1) These rules may be cited as the Punjab Sales Tax on Services (Enforcement) Rules, 2014.

(2) They shall come into force at once.

(3) They shall not apply on such corporate sector businesses whose accounts are being audited under the Companies Ordinance, 1984 (XLVII of 1984) at least for the last three years and are registered with the Authority duly complying with Punjab sales tax on services.

2. Definitions.--In these rules:

(i) "Act" means the Punjab Sales Tax on Services Act 2012 (XLII OF 2012);

(ii) "Authority" means the Punjab Revenue Authority established under the Act;

(iii) "business premises" means any premises, place or space, whether declared or not, where any economic activity for or in connection with rendering of taxable services is carried out in any manner and includes any outlet, whether declared or not, of a business involving rendering of taxable services;

(iv) "enforcement" means any act or process including sealing of business premises to persuade, compel or force any person to comply with any of the provisions of the Act and rules made thereunder;

(v) "Government" means Government of the Punjab.

(vi) "officer" means officer of the Authority not below the rank of Assistant Commissioner; and

(vii) "taxable services" means services liable to sales tax under the Act.

3. Information about premises.--(1) An officer may call for any information, documentary or otherwise, about any business premises which is known or believed to have been used or is being used in connection with the providing of taxable services.

(2) The information under sub-rule (1) may be called for either in writing or otherwise and may cover aspects like physical location and characteristics of the business premises, the business or other activities carried out therein, details of the machinery or equipments including other fixed or moveable installations, nature of records being maintained or documentation being done and particulars of the persons including owner, tenant, occupant, employees and other manpower working in connection with the business carried out in the premises.

4. Visit at premises.--(1) An officer may, at any time, visit any business premises with or without any advance notice of atleast five days to the person in possession of or having any nexus with the premises.

(2) Where requested, officer or official of the Authority visiting any premises may disclose the official purpose of the visit.

5. Access to records.--(1) An officer may take into possession any record relating to the business involving rendition of taxable services provided that an attested copy of such records may be given by the officer of the Authority to the person concerned in such manner as may be deemed proper.

(2) Where record is maintained in electronic form, the officer or official of the Authority may take into possession the computer equipments and allied gadgets *etc* in such manner as deemed necessary and every person who has been or is working on such computer equipments for the maintenance of record or carrying out any other electronic documentation activity shall be under obligation to disclose access code or password, if any, for retrieval of the information stored therein.

(3) When the official purpose for which any record including computer equipments has been served to the satisfaction of the concerned officer of the Authority, such record or equipment shall be returned under proper receipt provided that nothing shall bar such officer or official of the Authority to retain copy of the documents or information contained in such record or equipment.

6. Sealing of premises.--(1) Subject to sub-rule (2), officer of the Authority may seal any business premises which has been or is being used for and in connection with the providing of taxable services in such manner and for such period as may be deemed necessary.

(2) No business premises shall be sealed [1][, without prior approval of the Chairperson,] unless other necessary measures have been taken to ensure voluntary compliance in the case and the officer is conclusively satisfied that the person using such premises for business purposes has:--

(i) been or is providing taxable services on such premises without payment of tax;

(ii) failed to obtain registration or enrollment for the purpose of complying with the provisions of the Act and rules made thereunder despite due notification by the competent officer of the Authority in this regard;

(iii) failed to comply with tax obligations despite compulsory registration;

---

1 The expression inserted by Notification No. PRA/Orders.06/2021/240, dated 24th November, 2022, reported as PTCL 2022 St. 1236(ii).

(iv) been or is involved in tax fraud or forgery of record or documents (whether paper or electronic) including invoice manipulation to evade or misappropriate tax;

(v) caused obstruction in the discharge of duties and functions by any officer or official of the Authority or causing any damage to the equipment or device installed by the Authority at any premises for monitoring or other purposes;

(vi) failed to pay due arrears of tax including the amounts of tax not paid, under-paid or short-paid for any tax period; and

(vii) failed, refused, declined or avoided to provide any document or information demanded or requested by the competent officer of the Authority or has refused to allow entry of the officer into the premises.

(3) The officer may post staff at the sealed premises or otherwise depute any staff to keep watch on the sealed premises in such manner as deemed proper and for this purpose, he may take necessary help or assistance from any of the departments, organizations or agencies of the Government in terms of section 30 of the Act.

(4) Once any business premises has been sealed under these rules, no other economic or business activity shall be carried out at such premises.

(5) Under no circumstances, sealing of any premises shall be continued beyond a time necessary to ensure proper compliance to the Act and rules made thereunder.

7. De-sealing of premises.--(1) A premises sealed under these rules may be de-sealed either by the same officer of the Authority who has sealed the premises or by any officer higher in rank if he is satisfied that the person in default has properly discharged his tax liabilities or he has given a written solemn undertaking or

commitment that he will discharge the tax liabilities during the time as may be agreed and will carry out his future tax obligations in proper manner provided that where such understanding or commitment is violated or breached, the premises de-sealed earlier may be resealed till such time tax compliance is made or as the case may be, commenced.

8. Proceedings in case of tampering *etc*.--(1) Where any person has tampered with the seal affixed by the officer of the Authority or has otherwise unauthorizedly damaged, broken or removed such seal or has otherwise used any sealed premises for carrying out any other economic or business activity, he shall be liable to all penal actions under section 48 of the Act.

(2) Tampering, damaging, breaking or unauthorized removal of the seal including unauthorized use of sealed premises to carry out any other economic or business activity thereon, shall be treated as obstruction of the access of the officer of the Authority to the premises sealed under these rules and shall be dealt with accordingly.

(3) Under no circumstances, the prosecution proceedings in or conviction by the court of Special Judge shall absolve any person of his tax liabilities and compliance obligations under the Act and rules made thereunder.

9. Detentions and arrests.--(1) An officer may arrest and detain any person liable to prosecution under the Act and these rules.

(2) A person may be detained or arrested only if it is evident that the case warrants prosecution under the law and the person detained or arrested may be kept either at the official premises of the Authority or at any nearest police station.

(3) All detentions or arrests made under these rules shall be carried out in accordance with the relevant provisions of the Code of Criminal Procedure, 1898 (V of 1898) read with the relevant provisions of Chapter VIII of the Act.

(4) All prosecutions initiated and detentions or arrests made under these rules shall, within twenty four hours, be reported to the Commissioner in charge.

10. Coordination with Chambers.--(1) Notwithstanding these rules, where any person is a *bonafide* member for a period of one year, of a Chamber of Commerce and Industry licensed by the Directorate of Trade Organization, Government of Pakistan, the officer shall take all necessary assistance from the relevant Chamber to enforce voluntary compliance within a period of fifteen days, whereafter the officer of the Authority may proceed to enforce compliance as provided under these rules.

(2) A person rendering taxable services shall not be given membership by a Chamber after the issuance of these rules unless the person has obtained registration or enrollment from the Authority for the purpose of Punjab sales tax on services.

***

The

PUNJAB SALES TAX ON SERVICES (WITHHOLDING) RULES, 2015

[1]**Notification No. PRA/Orders.06/2012, dated 20th February, 2015.--**In exercise of the powers conferred under section 76 of the Punjab Sales Tax on Services Act, 2012 (XLII of 2012), the Punjab Revenue Authority, with the approval of the Government, is pleased to make the following rules:

1. Short title and commencement.--(1) These rules may be cited as the Punjab Sales Tax on Services (Withholding) Rules, 2015.

(2) They shall come into force at once.

2. Definitions.--(1) In these rules;

(a) ***"Act"*** means Punjab Sales Tax on Services Act, 2012 (XLII of 2012);

(b) ***"active taxpayer"*** means a registered person borne on the "active tax payers' list" maintained under rule 16 of the rules;

(c) ***"Form"*** means a Form appended with the rules;

(d) ***"rules"*** means the Punjab Sales Tax on Services (Withholding) Rules, 2015;

(e) ***"unregistered person"*** means a person who provides the taxable services to a resident of the Punjab or is otherwise liable to be registered under the Act but has not been registered with the Authority; and

---

1. Reported as PTCL 2015 St. 249.

(f) ***"withholding agent"*** means:

(i) Federal Government, a Provincial Government, a local government, a department or office under the Government, a public sector project or programme governed thereunder;

(ii) autonomous body, special institution, public sector organization including public corporation, Government-owned enterprise, regulatory or statutory body or authority;

(iii) organization which is funded, fully or partially, out of the budget grants of the Federal Government or the Government;

(iv) recipient of services of an advertisement who is registered:

(a) for the sales tax on goods with the Federal Government; or

(b) for the sales tax on services in the Punjab;

(v) a Company which is resident or has a place of business in the Punjab;

(vi) registered persons receiving taxable services from other than registered persons; and

(vii) accounting office responsible for making payment against invoices or bills for the taxable services received by an office or department of the Government, Federal Government, Provincial Governments or local governments.

(2) A word and expression used herein, but not defined in the rules shall have the meaning as are assigned to them in the Act and rules made thereunder.

3. Applicability.--(1) The rules shall not apply on services relating to telecommunication, banking, courier and insurance and the services, except advertisement services, provided by the Companies being the active taxpayers.

(2) Sub-rule (1) shall not be involved where insurance services are provided from outside the Province to a withholding agent in respect of a risk located in or relating to the Province.

4. Responsibility of a withholding agent.--The withholding agent shall, for the purposes of acquiring and receiving taxable services, indicate statement as follow in an advertisement, tender, notice, booking order or any other document made or given for the purpose:

> "Sales tax to the extent as provided in the rules shall be deducted and withheld from the payment to be made to the service provider for depositing with Government of the Punjab."

5. Withholding from registered service providers.--A withholding agent, other than a recipient of advertisement services, shall:

(a) withhold the whole amount of sales tax shown in the tax invoice issued by a registered person as service provider; and

(b) make payment of the balance amount of the invoice to registered person as service provider.

[1][5A. Withholding in case of Companies *etc.*-- Notwithstanding anything contained in rule 5:

(a) telecommunication, banking and Insurance Companies, on receipt of taxable services other than advertisement services from service provider Company being the active taxpayer, shall withhold eighty percent of the amount of tax and remaining

---

1 Rule 5A inserted by Notification No. PRA/Orders.06/2021/846, dated 10th July, 2025.

twenty percent shall be deposited by the service provider Company to the Government; and

(b) Companies other than mentioned in clause (a), on receipt of taxable services other than advertisement services from service provider Company being the active taxpayer, shall withhold only twenty percent of tax amount and remaining eighty percent of tax shall be deposited by the service provider Company.]

6. Withholding from unregistered person.--(1) A withholding agent shall, on receipt of taxable services other than advertisement services from an unregistered person, deduct sales tax at the applicable rate of the value of taxable services provided to him from the payment due to the service provider and the amount of sales tax for the purpose of this rule shall be worked out on the basis of gross value of taxable services.

(2) If a withholding agent receives taxable services from an unregistered person, he shall be responsible to obtain and keep in record:

(a) a copy of computerised national identity card of the unregistered person if he is an individual; and

(b) a copy of national tax number of the unregistered person assigned under the Income Tax Ordinance, 2001 (XLIX of 2001) if it is an association of persons or a Company.

(3) The withholding agent shall be required to enter correct information of computerised national identity card or national tax number of the unregistered person, as the case may be, in the relevant columns of the statement in Form 'A' or form PST-04, whichever is applicable.

7. Deduction of tax on advertisement services.--(1) A withholding agent who receives advertisement services provided by a person based in Pakistan or abroad shall deduct the whole amount of sales tax as mentioned in the invoice issued by the

service provider.

(2) In case where the amount of sales tax is not indicated on the invoice, the amount shall be deducted by the withholding agent at the applicable rate on the gross value of taxable services from the payment due to the service provider.

Explanation: "Advertisement" in the rules includes such taxable advertisements' services as are classified under the advertisements head 98.02 of the First Schedule of the Act read with all relevant expressions and descriptions defined under the Punjab Sales Tax on Services (Definition) Rules 2012.

8. Procedure.--(1) If taxable services are received by the Federal Government, the Government, any department or office under the Governments including local and district departments, the following procedure shall be observed:

(a) the Drawing and Disbursing Officer, preparing bill for the accounting office, shall indicate the amount of sales tax withheld under the rules and the accounting office shall adopt the payment procedure as indicated below:

(i) in case of services received by a department or office under the Federal Government, the office of the Accountant General of Pakistan shall account for and transfer the amount deducted at source during a month to the Government through a cheque in the name of the Chairperson of the Authority by credit to the relevant head of account and send to the Authority by 15th day of the following month;

(ii) in case of services received by a department or an office under the Government; or a local government, the Accountant General of the Punjab or the District Accounts Officer, as the case may be, shall credit the amount deducted at source during a month to the

Government under due intimation to the Chairperson of the Authority;

(iii) in case of services received by a department or an office under any provincial government other than the Government; or districts or local governments thereof, the Accountant General of that province or the respective District Accounts Officer shall credit the amount deducted at source during a month to the Government through a cheque in the name of the Chairperson of the Authority to be sent by 15th day of the following month to the Authority; and

(iv) if the services are received by a department or an office falling under the purview of Military Accountant. General, the Military Accountant General shall deposit the amount deducted at source during a month with the Government under intimation to the Chairperson of the Authority by 15th day of the following month and the amount, so deducted at source, shall simultaneously be reported by Military Accountant General to the Accountant General of the Punjab through civil exchange accounts; and

(b) the concerned Drawing and Disbursement Officer shall prepare the statement as per Form 'A' for each month and forward the same to the Chairperson of the Authority by 15th day of the following month.

(2) If taxable services are not covered under sub-rule (1), the withholding agent shall deposit the withheld amount of sales tax with the Government on the form PST-04 as prescribed in the Punjab Sales Tax and Services (Filing of Returns) Rules 2012 on the following due dates:

(a) in case the withholding agent is a registered person:

by the prescribed due date in the month following the tax period in which he claims input tax adjustment in his Punjab sales tax return or the date on which payment is made to the service provider or on a date within four months from the date of the invoice, whichever is earlier;

(b) in case the withholding agent is an unregistered person but is registered with the Federal Board of Revenue under the Sales Tax Act, 1990 (VII of 1990):

(i) by 15th day of the month following the period in which he claims input tax adjustment in the federal sales tax return as prescribed by the Federal Board of Revenue; or

(ii) by the date on which payment is made to the service provider or on a date within four months from the date of the invoice, whichever is earlier; and

(c) in case the withholding agents, is not covered under sub-clauses (a) and (b):

by 15th day of the following second month in which the tax invoice was issued by the service provider or the date on which payment is made to the service provider, whichever is earlier.

9. Filing of a statement.--(1) If the withholding agent is a registered person, he or it shall file the standard return in the Form PST-04 as prescribed in the Punjab Sales Tax and Services (Filing of Returns) Rules 2012 and deposit the withheld amount of sales tax in the prescribed manner alongwith other tax liability, if any,

(2) A withholding agent shall not be required to file the statement on the Form 'A' if he or it falls under sub-rule (1).

(3) In case the withholding agent is an unregistered person but holds a national tax number assigned under the Income Tax Ordinance, 2001 (XLIX of 2001), he or it shall file a statement as on the Form 'A' and deposit the amount deducted at source in the prescribed manner.

(4) In case the withholding agent is neither registered person nor holds a national tax number assigned under the Income Tax Ordinance, 2001 (XLIX of 2001), he or it shall file a statement as on Form 'A' and deposit the amount deducted at source in the prescribed manner.

(5) The return or the statement required to be filed in pursuance of the rules may be filed either electronically or manually through courier, post or otherwise.

(6) Where the withholding agent needs to revise the statement, resulting in payment of tax over the tax already paid on the original statement, he or it may, without any permission from the Commissioner, file his or its revise statement and pay the differential amount of tax alongwith the default surcharge as applicable.

(7) The Commissioner shall be competent to allow revision of statement not covered under sub-rule (6) and all such permissions for revision of statement shall be reported to the Authority on monthly basis on the format showing the name, name of withholding agent, relevant tax period, revenue (including adjustment) effect of revision and principal reason or reasons of revision.

10. Provision of information or data.--(1) A withholding agent shall furnish to officer of the Authority, all such information or data as may be required by him or it for carrying out the purposes of the Act and the rules made thereunder.

(2) Failure to furnish such information or data as required under sub-rule (1) shall render the withholding agent liable to penal action under serial Nos. 5 and 11 of the Table of subsection (2) of section 48 of the Act.

11. Certificate of withholding tax.--(1) A certificate on Form 'B', showing deduction of sales tax, may be issued to the service provider by the withholding agent, the certificate shall:

(a) duly specifying the name and registration number of the service provider, if any;

(b) description and value of services;

(c) total amount of sales tax charged on the services; and

(d) the amount of tax deducted.

(2) A copy or copies of every or all such certificate or certificates, described in the sub-rule (1), shall be sent to the Authority on monthly basis.

12. Responsibility of the registered person.--(1) A registered person shall:

(a) issue a proper sales tax invoice in respect of every taxable service provided to a withholding agent;

(b) file monthly return as prescribed in the relevant rules;

(c) subject to rule 13, be entitled to adjust input tax against the output tax taking due credit of the sales tax deducted by the withholding agent or agents and deposited under the rules; and

(d) ensure that he or it allows withholding of sales tax to only such of his service recipients as are withholding agents.

(2) If a registered person allows withholding of tax by a person who is not a withholding agent, the registered person shall be liable to pay the tax alongwith the default surcharge payable on the tax.

(3) No recovery under sub-rule (2) shall be made unless the person concerned has been provided with an opportunity of

being heard but nothing in this rule, shall restrain or otherwise disable the officer of the Authority or an authorised officer in this behalf to make recovery of tax in case of deliberate non-appearance.

13. Deposit of withheld sales tax amounts.--(1) Subject to sub-rule (2), all amounts of the sales tax on services deducted or withheld under the rules shall be paid or deposited with the Government under head of account "B- 02385-Punjab Sales Tax on Services (Withholding)" in the prescribed form and manner.

(2) Notwithstanding anything to the contrary contained in any other provision under the rules or any other rules, no adjustment or credit shall be admissible to the persons registered under the Act in case of the tax deducted or withheld and paid in respect of advertisement services.

14. Failure to pay tax withheld or deducted.--(1) A withholding agent shall be considered defaulter and personally liable to pay the amount of tax to the Government, and an officer of the Authority may pass an order to that effect and proceed to recover the same in the manner prescribed by Punjab Sales Tax on Services (Recovery) Rules 2012, if a withholding agent under the rules:

(a) fails to withhold or deduct tax under the rules; or

(b) having withheld or deducted tax under the rules, fails to deposit the tax to the Government.

(2) If at the time of recovery of tax under sub-rule (1), it is established that the tax which was to be deducted from the payment made to a person has meanwhile been paid, no recovery shall be made from the person who had failed to withhold or deduct the tax but the said person shall be liable to pay default surcharge at rates specified in section 49 of the Act from the date he failed to collect or deduct the tax to the date the tax was paid.

(3) A person personally liable for an amount of tax under clause (a) of sub-rule (1) as a result of failing to collect or

deduct the tax shall be entitled to recover the tax from the person from whom the tax should have been withheld or deducted.

(4) The provisions of the Act and the rules made thereunder shall apply to any amount required to be paid to the Government under the rules as if it were tax payable under the Act.

15. Application of other provisions.--(1) All the provisions of the rules made or notified under the Act shall apply to the taxable services covered under the rules to the extent that these are not inconsistent with the provisions of the rules.

(2) The Authority may, constitute a three member committee headed by an officer not below the rank of Commissioner, to consider cases of hardship or cases where there is significant risk to revenue, to give its recommendations to the Authority to either conditionally or otherwise in circumstances of special nature relax or specify the application of these rules in any case or class of cases.

(3) The Authority may agree or otherwise dispense with the recommendations of the committee constituted under sub-rule (2) of this rule in the manner deemed appropriate.

16. Active taxpayers' list.--(1) For the purpose of implementing the rules, the Authority shall prepare an active taxpayers' list.

(2) The active taxpayers' list shall be regulated by such terms and conditions as may be specified and declared by the Authority.

17. Repeal and Saving.--(1) The Punjab Sales Tax on Services (Withholding) Rules, 2012 are hereby repealed.

(2) The tax withheld or liable to be withheld or payable under the repealed rules shall be deemed to have been withheld or liable to be withheld under these rules and shall be paid and dealt with accordingly.

FORM 'A'

[*see* rules 6, 8 and 9]

Punjab Sales Tax Monthly Statement for Withholding Agents

Withholding Agent:

Name:_____

Category: (mention the number of sub-clause_____of clause (f) of sub-rule (1) of rule 2) status of Services Provider (Please √ relevant option):

Registered/Unregistered

Contact (Tel/Cell):_____E-mail_____

Period ☐☐☐☐☐☐ NTN/FTN ☐☐☐☐☐☐☐☐☐☐

Sr. No.	Name of Services Provider	NTN/FTN/ Or CNIC whichever is applicable	Description of the services involved	No. and date of tax Invoices/ Commercial Invoices	Value (excluding Sales Tax) of the Services Involved or Gross Amount of Commercial Invoice	Amount of Punjab Sales Tax Invoiced or Involved	Amount of Punjab Sales Tax Withheld

Verification

I, _____ holder of CNIC No. _____ in my capacity as _____, certify that the information given above is/are correct, complete and in accordance with the provisions of the Punjab Sales Tax on Services Act, 2012 and the rules and notifications issued thereunder

Date: _____ Stamp Signature: _____

Head of Account "B – 02385 --- Punjab Sales Tax on Services (Witholding)"

Amount Received Rs. (in Figures) _____Rupees (in Words) _____

Bank Officer's Signature _____Bank Stamp with Date _____

FORM 'B'

[*see* rule 11]

Ref No. _____ Dated_____

CERTIFICATE OF DEDUCTION/WITHHOLDING OF THE PUNJAB SALES TAX ON SERVICES

I/We _____, PNTN _____, STRN _____), located at _____ do hereby certify that we deducted/withheld the following amount of Punjab Sales Tax on the services provided to us by M/S_____ (PNTN/NTN)_____ or CNIC_____

Sr. No.	Tax Invoice No.	Tax Invoice Date	Value of taxable services	Amount of tax involved	Amount of tax withheld/ deducted	Tax period of the tax return/ withholding return in which this tax was paid, by the services recipient	CPR NO. ("P-1" series) & date in which the deducted/ withheld tax amount was included in payment under Punjab Govt's head of account "B-02385"	Remarks, if any
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)

This certificate is issued in pursuance of rule 11 of Punjab Sales Tax on Services (withholding) Rules, 2015.

Signature_____

Name_____

CNIC_____

Designation_____

Official seal_____

***

The

PUNJAB REVENUE AUTHORITY (APPELLATE TRIBUNAL) RULES 2016

[1]**Notification No. SO(TAX)3-6/2015, dated 4th October, 2016.--**In exercise of the powers conferred under section 33 of the Punjab Revenue Authority Act 2012 (XLIII of 2012), Governor of the Punjab is pleased to make the following rules:

1. Short title and commencement.--(1) These rules may be cited as the Punjab Revenue Authority (Appellate Tribunal) Rules 2016.

(2) They shall come into force at once.

2. Definitions.--(1) In these rules:--

(a) ***"Act"*** means the Punjab Revenue Authority Act 2012 (XLIII of 2012);

(b) ***"accountant member"*** means accountant member of the Tribunal;

(c) ***"authorized representative"*** means:

(i) a person authorized to appear, plead and defend the appeal before the Tribunal on behalf of:

(a) a person aggrieved by the order of the Commissioner (Appeals); or

(b) the Authority or the Commissioner but must not be below the rank of Deputy Commissioner; and

---

1. Reported as PTCL 2017 St. 496(iii).

(ii) a departmental representative or a legal advisor of the Authority;

(d) ***"Bench"*** means a Bench of the Tribunal;

(e) ***"Commissioner (Appeals)"*** means the Commissioner (Appeals) of the Authority;

(f) ***"Form"*** means form prescribed in the rules;

(g) ***"judicial member"*** means a member appointed by the Government from amongst the District and Session Judges;

(h) ***"Registrar"*** means the Registrar of the Tribunal;

(i) ***"rules"*** means the Punjab Revenue Authority (Appellate Tribunal) Rules 2016; and

(j) ***"Tribunal"*** means the Appellate Tribunal constituted under the Act.

(2) An expression used but not defined in the rules shall have the same meanings as assigned to it in the Act and the Punjab Sale Tax on Services Act 2012 (XLII of 2012).

3. Sitting of Bench.--A Bench shall hold sitting at its headquarter or at such other place as the Chairperson may determine.

4. Powers of Bench.--(1) A Bench shall hear and dispose of the appeals assigned to it by the Chairperson.

(2) If the office of the Chairperson is vacant or in his absence, the senior judicial member shall entertain an appeal or application and entrust the same to a Bench for disposal.

5. Dress, office hours and holidays.--(1) The Chairperson and members shall wear the dress prescribed for judges of the Lahore High Court.

(2) Subject to special order of the Chairperson, the Tribunal shall observe the office hours, holidays and period of recess observed by the High Court.

6. Composition of the Bench or Benches.--(1) The Chairperson may constitute number of Benches for smooth running of the Tribunal.

(2) A Bench shall consist of not less than two members having equal representation of judicial and accountant members.

(3) If any dissent on the decision arises in a Bench, the matter shall be referred to the Chairperson for final decision.

(4) The decision of the Chairperson shall prevail in case he is member of a Bench.

7. Language of the Tribunal.--The language of the Tribunal shall be Urdu or English.

8. Procedure for filing appeals.--(1) A memorandum of appeal shall be:

(a) filed in the Form PST-5B annexed with the rules.

(b) presented to the Registrar in person or through registered post or courier service.

(2) A memorandum of appeal, sent by post shall be deemed to have been presented to the Registrar on the date it is received in office of the Registrar.

(3) On receipt of the appeal, the Registrar shall scrutinize and put a note on it.

(4) The Registrar shall:

(a) register the appeal;

(b) ensure that the appeal has been filed in accordance with the Act and the Rules; and

(c) present it to the Chairperson.

9. Registration of appeal.--The Registrar shall:--

(a) endorse date on the front page and sign the memorandum of appeal; and

(b) enter the appeal, after numbering it, in a book.

10. Appeal if defective.--(1) The appeal filed in contravention to any of the provisions contained in the Act or the rules, shall be returned to the appellant.

(2) The Registrar shall specify reasons for return of an appeal and direct the appellant to remove the defects within three days.

(3) If the appellant fails to comply with the direction of the Registrar given under sub-rule (2), the Registrar shall pass of final order.

11. Who may be joined as respondent.--(1) A person aggrieved of an order by the Commissioner (Appeals), shall array the Authority as respondent in the appeal.

(2) If the Authority itself prefers an appeal against the order of the Commissioner (Appeals), it shall array, alongwith the Commissioner (Appeals), a person against whom relief is sought by the Authority.

12. Contents of memorandum of appeal.--(1) A memorandum of appeal shall be:

(a) written in Urdu or English language;

(b) set forth concisely and under distinct heads containing the facts and grounds of such appeal;

(c) without any argument or narrative; and

(d) numbered consecutively.

13. Documents appended to the appeal.--(1) Each memorandum of appeal shall be in triplicate and in paper book form, a copy whereof shall be provided to the respondent or his representative.

(2) Appellant shall append the following documents with the appeal:

(a) order of the Commissioner (Appeals);

(b) copy of the appeal filed before the Commissioner (Appeals);

(c) receipt of the fee for appeal prescribed by the Authority;

(d) copy of original assessment order;

(e) a duly signed certificate provided in rule 14; and

(f) Wakalatnama or power of attorney signed by the appellant or his representative.

(3) The Tribunal may:

(a) dispense with the provision of any document mentioned under sub-rule (2) if sufficient cause is shown by the appellant; and

(b) allow the appellant or his representative to remove a deficiency or to add document required under sub-rule (2).

(4) The appellant shall annex an index with the appeal containing detail of the documents with page numbers.

14. Intimation of appeal.--The appellant shall send a copy of the memorandum to the respondent before filing the appeal and append a certificate to this effect with the appeal.

15. Filing of affidavit.--The allegations in the appeal if not borne out by the facts therein or contrary to the record, shall be verified through a duly attested affidavit.

16. Power of attorney.--If a memorandum of appeal is signed by a representative of the appellant, a power of attorney reflecting the authority and legal capacity vested in the representative and his acceptance thereof shall append with the memorandum.

17. Authorization to be filed.--A representative appearing on the date of hearing shall file a power of attorney provided under rule 16.

18. Preparation of cause list.--The Registrar shall cause to prepare and publish daily cause list mentioning therein the appeals or applications fixed for that date, in the form and manner approved by the Chairperson.

19. Continuation of proceedings.--If a taxpayer or registered person dies or is adjudged insolvent or in case of a company under liquidation, an appeal, if pending, shall not abate and hearing shall continue by or against the executor, administrator, successor in interest or other legal representative of the taxpayer, assignee, receiver or the liquidator of such company or the taxpayer, as the case may be.

20. Adjournment of appeal.--(1) The Tribunal may, on sufficient grounds, adjourn hearing of an appeal or application on request of a party.

(2) A request for adjournment may be filled personally, through post, fax or any other electronic means.

21. Disposal of appeals.--(1) The Tribunal may call for such particulars, documents, record or information or cause further inquiry to be made by the officers of the Authority as the Tribunal may deem appropriate.

(2) The Tribunal shall afford an opportunity of hearing and in case of non-appearance:

(a) dismiss the appeal in case appellant is in default; or

(b) proceed ex-parte in case the Authority or an officer authorized by the Authority fails to appear; and

(c) proceed to decide the appeal on the basis of available record.

(3) The Tribunal may suspend recovery of tax during pendency of the appeal.

(4) The order passed under sub-rule (3) shall remain operative for a period not exceeding thirty days.

(5) The order under sub-rule (3) suspending recovery of tax may be confirmed, vacated or varied by the Tribunal.

(6) If the Tribunal, after hearing the parties, confirms or varies the order under sub-rule (5), the order so varied shall remain operative for a period not exceeding ninety days.

(7) Without prejudice to the powers specified in sub-rule (2), the Tribunal may:

(a) affirm, modify or set aside the order of the Commissioner (Appeals); or

(b) remand the case for further inquiry to the Commissioner (Appeals) or an officer of the Authority.

(8) The Tribunal shall specify reasons for remand of appeal under rule 7(b).

(9) The Tribunal shall not enhance the amount of tax, penalty or surcharge payable for default unless the assesse is given reasonable opportunity to show cause and an opportunity of hearing.

(10) The Tribunal shall announce order in the presence of the parties or their representatives and a copy thereof shall be provided to the parties on payment of fee.

22. Order to be signed.--The order of the Tribunal shall be in writing and shall be signed by the members of the Bench.

23. Scale of copying fee.--The charges for obtaining the copy of the order of the Tribunal and other documents shall be those as are applicable, from time to time, for obtaining the copy of the order of the Lahore High Court.

24. Procedure and fee for inspection.--(1) An application for inspection of record shall be made by either party, in writing, to Registrar or any person authorized by the Chairperson.

(2) The fee, for inspecting records and registers of the Tribunal, shall be applicable as is, from time to time, fixed by the Lahore High Court for the said purpose.

25. Reconciliation of fee.--The Registrar shall, by the fifth day of each month, obtain progress report, from the treasury of the Tribunal, of the total receipts of the fee received under rules 23 and 24 of the rules.

26. Consignment of record.--The record of appeal or any other application shall be consigned to record room for proper preservation thereof by the Registrar.

27. Manners of destruction of record.--The destruction of any record, if required at any stage, may be made by the Registrar with the prior approval of the Chairperson in accordance with rules made by the Government for the purpose.

28. Seal of the Tribunal.--(1) There shall be a seal of the Tribunal on which shall be inscribed name and insignia of the Tribunal.

(2) The seal shall:

(a) remain in the custody of the Registrar or such other officer as the Chairperson may authorized; and

(b) be affixed on every order passed by the Tribunal.

29. Notice to be signed.--Every notice shall:

(a) be signed by the Registrar or other officer authorized by the Chairperson; and

(b) bear the seal of the Tribunal except where notice is sent through electronic means.

FORM: PST-5B
Rule 8

FORM OF APPEAL TO THE APPELLATE TRIBUNAL UNDER THE PUNJAB SALES TAX ON SERVICES ACT, 2012

Appellant:	**V/S**	**Respondent:**

Section under which any order of the Sales Tax Authority was appealed against:
(Attach a copy of the appeal order)

Date of communication of the order appealed against:

Address to which notices may be sent to the appellant:

Address to which notice may be sent to the respondent claim in appeal:

Grounds of Appeal:_____

_____

_____

_____

_____

_____

_____

VERIFICATION

1. I,_____S/o _____the proprietor /partner/ managing Director of M/s._____the appellant, do hereby declare that whatever is stated is true to the best of my knowledge and belief.
2. I am competent to file the appeal in my capacity as _____
3. I further certify that a true copy of this form of appeal has been sent by Registered Post/AD/Courier services or delivered to the concerned officer personally to the Commissioner/Circle/Unit_____Zone/Jurisdiction_____ on _____(Date).

Signature of the appellant_____

Name (in capital letters) _____

CNIC number of person signing the appeal _____

The form of appeal and verification form appended thereto shall be signed:

(a) in case of an individual by the individual himself

(b) in case of a company by the principal officer

(c) in case of AOP by member/partner

INDEX OF ATTACHMENTS

S. No.	Subject	Annexure	Page Nos.	
			From	To
		A		
		B		
		C		
		D		
		E		
		F		

(Subject Example: 1. Commissioner Appeal Order 2. Assessment Order. 3. Appeal Fee (challan), 4. Vakalatnama/Power of attorney 5. Other documents).

***

The

PUNJAB SALES TAX ON SERVICES (REFUND) RULES, 2019

[1]**Notification No. PRA/HR.12Vol-VIII/2019/1416, dated 23rd September, 2019.--**In exercise of the powers conferred under section 76 of the Punjab Sales Tax on Services Act, 2012 (XLII of 2012), the Punjab Revenue Authority with the approval of the Government is pleased to make the following rules:--

1. Short title and commencement.--(1) These rules may be cited as the Punjab Sales Tax on Services (Refund) Rules, 2019.

(2) They shall come into force at once.

2. Definitions.--(1) In the rules, unless there is anything repugnant in the subject or context:

(a) ***"Act"*** means the Punjab Sales Tax on Service Act, 2012 (XLII of 2012);

(b) ***"claimant"*** means the person who file claim for refund of sales tax and is registered under the Act; and

(c) ***"rules"*** means the Punjab Sales Tax on Services (Refund) Rule, 2019.

(2) An expression used but not defined in the rules, shall have the same meanings as are assigned to it in the Act and the rules made thereunder.

3. Application of the rules.--Subject to sections 16, 16A and 16B of the Act and rule 4 of the rules, the Provisions of the rule shall apply to processing and sanction of claims for refund by a

---

1. Reported as PTCL 2020 St. 5.

registered person in following cases:

(a) the amount of sales tax is erroneously or inadvertently deposited in excess of the amount due;

(b) the amount of sales tax deposited by or recovered from the registered person is held not payable under the Act or rules made thereunder or as a result of an order of a court or an appellate forum; or

(c) the sales tax paid on services used in the exports of services as defined under rule 12 of the Punjab Sales Tax on Services (Adjustment of Tax) Rules 2012.

4. Refund not admissible.--The following Claims of refund of sales tax shall not be admissible if:

(a) it is filed by a person other than the registered person who paid the sales tax amount so claimed for refund;

(b) it is filed after a lapse of one year from the date of payment of sales tax, provided that where a claim is based on an order of a court or an appellate forum, the period of one year shall be reckoned from the date of such order;

(c) the incidence of sales tax, claimed for refund, has been passed on to the service recipient. The burden of proof that incidence has not been so passed shall rest with the refund claimant;

(d) the claimant does not submit evidence of payment of the withheld amount of sales tax by the service recipient in cases where the claim relates to sales tax as was withheld, in full or in part, under the Punjab Sales Tax on Services (Withholding) Rules, 2015;

(e) the claimant does not submit evidence of payment of the input tax, adjusted or deducted, against the sales tax on services provided or rendered in respect

of which the refund is claimed; and

(f) the claimant does not submit the supportive documents, as required by the rules or by the officer of the Authority, within the time limit prescribed by the rules or the officer of the Authority, as the case may be.

5. Pecuniary competence to sanction refund.--The cases of claims for refund of sales tax shall be decided by the following officers of the Authority, as authorized by name or designation by the Commissioner concerned, according to the pecuniary limit mentioned against each, namely:

	Designation		**Limit in each claim**
i.	Assistant Commissioner	:	Not exceeding ten thousand rupees
ii.	Deputy Commissioner	:	Not exceeding one hundred thousand rupees
iii.	Additional Commissioner	:	Not exceeding ten hundred thousand rupees
iv.	Commissioner	:	Unlimited

6. Scrutiny and processing of refund claim.--(1) On receipt of the refund claim, the Receipt Section of the Commisionerate shall affix a dated stamp and send it to the Assistant Commissioner concerned, who shall assign it a refund file number and shall enter it in refund register.

(2) The Assistant Commissioner or Audit-*cum*-Risk Compliance Officer concerned shall, after scrutiny of the claim and attached documents, prepare an analysis report. Where any information or document is missing or is required, the same shall be called for from the claimant through a letter or e-mail giving a specific date for submission thereof.

(3) Where the Assistant Commissioner is satisfied that any further, inquiry or audit is needed to establish genuineness or

admissibility of the claim, he may, after seeking written approval of the Commissioner, cause the audit or inquiry to be conducted before finalizing the disposal of the refund claim.

7. Sanction and payment of refund claim.--(1) After preparation of the analysis report and completion of the audit report, where the audit report was so required, the competent officer, as specified in rule 5, shall sanction the admissible part of the refund claim and issue a Refund Sanction-*cum*-Payment Order indicating the following:

(a) Name, Provincial National Tax Number (PNTN) and address of the claimant;

(b) claimant's bank account number with name, address and branch code, as per registration profile in the Authority;

(c) amount of refund claimed;

(d) amount of refund sanctioned;

(e) tax period(s) to which refund relates; and

(f) computerized payment receipt (CPR) number(s), date, bank branch name and code in respect of deposit of the amount under claim, where applicable.

(2) The competent officer shall ensure that no dues or arrears are outstanding against the claimant. In case of recoverable dues and arrears outstanding against the claimant, the sanctioned amount shall first be deposited or adjusted against such dues or arrears.

(3) After sanction of the claim, the competent officer shall ensure that the procedures prescribed in the Treasury Rules (Punjab) are duly complied with for issuance of crossed refund payment cheques. No cheque shall be delivered by hand and, instead, shall either be electronically transferred to the claimant's notified bank account or sent through registered post or courier service at the claimant's address as per his registration profile.

(4) A copy of the Refund Sanction-*cum*-Payment Order and intimation regarding issuance of refund cheque or electronic transfer of amount of refund, as the case may be, shall be sent to the claimant by email or courier.

8. Responsibility of the claimant.--The processing of refund claims shall be conducted on the basis of supportive documents provided by the claimant. The claimant shall be responsible for any mistake, mis-declaration or submission of incorrect information and shall be liable for penalty besides recovery of the amount, if erroneously refunded, alongwith default surcharge under the relevant provisions of the Act.

9. Post-sanction audit of refund claims.--(1) After disposing of the refund claim, the Assistant Commissioner concerned shall forward, through his Commissioner, the relevant file to the Post-refund Audit Division of the Authority for post-sanction scrutiny and audit.

(2) The officer in-charge of Post-refund Audit Division shall send his findings to the Commissioner concerned for further necessary action, as required under the Act.

10. Action on inadmissible claims.--Where the claim or any part thereof is found inadmissible for any reasons, the competent officer shall issue a notice requiring the claimant to show-cause as to why the claim or part thereof, as the case may be, should not be rejected and as to why the claimant should not be proceeded against under the relevant provisions of the Act.

***

The

PUNJAB SALES TAX ON SERVICES (DETERMINATION OF MINIMUM TAX LIABILITY) REGULATIONS, 2019

[1]**Notification No. PRA/Order.06/2017.Vol(V)/1433, dated 1st October, 2019.--**In exercise of power conferred under section 24A of the Punjab Sales Tax on Services Act 2012 (XLIII of 2012), The Punjab Revenue Authority is pleased to make the following regulations:

1. Short Title and Commencement.--(1) These regulations may be cited as The Punjab Sales Tax on Services (Determination of Minimum Tax Liability) Regulations 2019.

(2) They shall come into force at once.

2. Definition.--(1) In these regulations,--

(a) ***"Authority"*** means The Punjab Revenue Authority established under The Punjab Revenue Authority Act, 2012.

(b) ***"Act"*** means The Punjab Sales Tax on Services Act 2012 (XLIII of 2012).

(c) ***"Due Date"*** in relation to furnishing of return means the 15th day of the month following the end of the tax period, or such other date as the Authority may, by notification in the official Gazette, specify.

(2) The words and expressions used but not defined in here, shall have meanings assigned to them under the Act and rules

---

1. Reported as PTCL 2019 St. 1022.

made there under.

3. Application.--(1) lf a registered person who fails to file a return, the minimum tax liability of the registered person shall not be less than the highest amount of tax paid by the registered person in any of the previous twelve months.

(2) In case tax paid in the previous twelve months is nil, the minimum tax liability shall be calculated on the basis of monthly average of the sales declared by the registered person return of income filed under the Income Tax Ordinance, 2001 for the last tax year.

(3) In case minimum tax liability cannot be determined in the manner given above, it shall be determined taking into account three or more of the following factors:

(a) Location of business;

(b) Type of business (composite or stand-alone);

(c) Nature and market value of services provided;

(d) Number of persons employed;

(e) Capital employed in the business;

(f) Amount of utility bills *i.e.* phones, electricity, gas and water;

(g) Estimation on the basis of sales ascertained thorough monitoring of business premises and including electronic monitoring;

(h) Business turnover reflected in business bank account

4. Show Cause Notice.--(1) An officer, not below the rank of Assistant Commissioner will issue a show cause notice for the determination of Minimum Tax Liability.

(2) No such show cause shall be issued until expiry of 15 days from the due date prescribed under the Act for furnishing of return.

5. Voluntary Payment.--If the registered person pays the due amount of sales tax for the month alongwith default surcharge and penalty under section 49 and 48 of the Act respectively, within one month of the issuance of show cause notice mentioned above, the notice of minimum tax liability determination will be considered to have been withdrawn.

6. Assessment Order.--(1) If the registered person fails to pay tax due within one month from the date of show cause, the officer of the Authority will finalize the assessment order on the basis of show cause issued by him.

(2) No such order will be issued unless and until expiry of a period of 30 days from the issuance of show cause notice.

7. Recovery.--The amount as assessed under rule 6 will be recovered under section 70 of the Act read with Punjab Sales Tax on Services (Recovery) Rules, 2012 and Punjab Sales Tax on Services (Enforcement) Rules, 2014.

8. Audit.--Determination and/or payment of minimum tax liability for a tax period shall not be the final tax liability and the registered person shall be liable to discharge actual liability which may accrue or determined at a later stage through audit, investigation or inquiry.

***

The

PUNJAB ELECTRONIC INVOICE MONITORING SYSTEM RULES 2019

[1]**Notification No. PRA/Orders.06/2019/1495, dated 21st February, 2020.--**In exercise of the powers conferred under section 76 of the Punjab Sales Tax on Services Act 2012 *(XLII of 2012),* the Punjab Revenue Authority, with the approval of the Government, is pleased to make the following rules:

1. Short title and commencement.--(1) These rules may be cited as the Punjab Electronic Invoice Monitoring System Rules 2019.

(2) They shall come into force at once.

2. Definitions.--(1) In the rules, unless there is anything repugnant in the subject or context:

(a) ***"Act"*** means the Punjab Sales Tax on Services Act 2012 *(XLII of 2012);*

(b) ***"e-IMS"*** means Electronic Invoice Monitoring System to monitor the service provided by a registered person, by installing, integrating, fixing, attaching, inserting, embedding or otherwise placing such software and hardware, including cash register, instrument, modem, device either in the existing system of recording sale transaction and issuing sale invoice or otherwise, at the premises of the registered person to capture and transfer data about the transaction recorded or invoice issued by the registered person to the Authority's computer system on real time basis; and

---

1. Reported as PTCL 2020 St. 259.

(c) ***"video vigilance"*** includes video surveillance, video analytics, video recording, video filming, video watch, video streaming through close circuit television system and/or any other electrical and/or electronic system, using additional, ancillary, auxiliary or supplementary equipment, device or instrument, by any mode and in any manner.

(2) The word and expression used but not defined in the rules shall have the same meanings as are assigned to it in the Act or the rules made thereunder.

3. Monitoring through e-IMS.--A registered person having turnover of [1][six million rupees or above in case of restaurant services and ten million rupees or above in case of all other services] in the financial year 2017-18 or in a subsequent financial year shall be monitored through e-IMS by the Authority.

4. Installation and integration of e-IMS.--(1) A registered person liable to monitoring under rule 3 shall:

(a) Modify its application software and hardware to make it compatible with e-IMS as per guidelines issued by the Authority, within three months of the close of the financial year in which he becomes so liable, if already using a computerized system for recording transaction and issuing invoice;

(b) Acquire, install and implement an application software and hardware compatible with e-IMS as per guidelines issued by the Authority, within six months of the close of the financial year in which he becomes so liable, if not already using a computerized system for recording transaction and issuing invoice; and

(c) allow full access to and provide complete and

---

1 Substituted for the words "ten million rupees or above" by Notification No. PRA/Orders.06/2023/441, dated 9th July, 2024, reported as PTCL 2024 St. 982(i)..

accurate detail, feature, specification and dimension of its computerized system to the office or any other person or Agency authorized by the authority in this behalf.

(2) An officer or any other person or Agency authorized by the Authority in this behalf shall visit the premises of the registered person, after expiry of the time period specified in sub-rule (1), to evaluate compatibility of computerized system with e-IMS; and

(a) if such evaluation is successful, install and integrate e-IMS with the computerized system of the registered person, after taking safety and security measures as may be deemed necessary or proper by the Authority; and

(b) if such evaluation is not successful, allow one-time extension not exceeding fifteen days to make the computerized system of the registered person compatible with e-IMS and thereafter carry out the process as prescribed in clause (a).

Provided that, for the purpose of this rule, installation and integration shall include recording and/or transmission of any data from the computerized system of the registered person to the computerized system of the Authority.

5. Surprise checks, annual inspection of e-IMS and Video vigilance, *etc.*--(1) An officer or any other person or Agency authorized by the Authority in this behalf may carry out surprise checks and shall also conduct annual inspection at the business premises of the registered person to evaluate performance of e-IMS against various parameters on a scale of 1 (Min.) to 5 (Max.).

(2) If a surprise check carried out under sub-rule (1) results in a rating lower than 3, the Authority shall issue a warning to the registered person.

(3) If an annual inspection conducted under sub-rule (1) results in a rating lower than 3, the Authority shall require the registered person to install video vigilance system for video vigilance of its business premises.

6. Content and format of invoice.--The registered person liable to monitoring under rule 3 shall not issue any invoice to its customer other than that generated through the e-IMS which shall at least contain a description of the service provided, quantity and until price if applicable, bill amount excluding sales tax, amount of sales tax, and bill amount including sales tax. In case, the bill amount, excluding sales tax, exceeds fifty thousand rupees, the invoice shall also contain the name and computerized national identity card number of the customer in case of individual, or the national tax number (NTN) of the customer in case of an entity.

7. Safety and security of e-IMS.--(1) The registered person liable to monitoring under rule 3 shall ensure safety and security of the software and hardware used for the purpose of e-IMS.

(2) An officer or any other person or Agency authorized by the Authority in this behalf shall take such measures including obtaining of a formal undertaking or bank guarantee from the registered person, as may be deemed proper or necessary, to ensure safety and security of the software and hardware used for e-IMS.

8. Reporting of faults in e-IMS.--(1) The registered person shall report any fault in e-IMS to the officer or any other person or agency authorized by the Authority in this behalf immediately after the first occurrence of such fault, through the error-reporting module of e-IMS.

(2) An officer or any other person or Agency authorized by the authority in this behalf shall take necessary measures to fix the problem; provided that the expenses, if any, in respect of repair and/or replacement of any software and/or hardware shall be borne by the registered person.

(3) The registered person shall enter the data of all invoices issued otherwise than through e-IMS during the period of

its operational inability or disability, and transmit it to the Authority through e-IMS within one week of the fixing of the fault in e-IMS.

9. Reward (Inami) scheme.--(1) A customer who has obtained an invoice generated through e-IMS for the taxable services availed from a registered person, may electronically transmit its image or particulars and his personal contact number, in the mode and manner as may be specified by the Authority, for participation in the reward (Inami) scheme.

(2) The Authority may give prize to such customer selected through computerized random ballot in such form, of such value and at such intervals as it may deem fit.

10. Technical support and operational assistance, *etc*.--(1) The Authority may hire any person, entity, board or company to provide technical support in designing, developing, implementing and maintaining e-IMS and conducting reward (Inami) scheme.

(2) The Authority may provide operational assistance to the registered person covered under e-IMS and/or his employees designated by him in such mode and manner and at such intervals as it may deem appropriate, to operate e-IMS.

11. Repeal and savings.--(1) The Punjab Restaurant Invoice Monitoring System Rules, 2015 are hereby repealed.

(2) Any data, material or information collected or liable to be collected under the repealed Rules shall be deemed to have been validly collected under the rules.

***

The

PUNJAB SALES TAX SPECIAL PROCEDURE (TRANSPORTATION OR CARRIAGE OF PETROLEUM OILS THROUGH OIL TANKERS) RULES 2020

[1]**Notification No. PRA/Orders.06/2021/36, dated 28th April, 2021.--**In exercise of the powers conferred under section 76 of the Punjab Sales Tax on Services Act 2012 (XLII of 2012), Punjab Revenue Authority, with the approval of the Government, is pleased to make the following rules:

1. Short title, application and commencement.--(1) These rules shall be cited as the Punjab Sales Tax Special Procedure (Transportation or Carriage of Petroleum Oils through Oil Tankers) Rules 2020.

(2) These rules shall apply to services of carriage of petroleum oils by road classified under Sr. No. 48 of Second Schedule to the Punjab Sales Tax on Services Act, 2012.

(3) These rules shall come into force at once.

2. Definitions.--(1) In the rules:

(a) ***"Act"*** means the Punjab Sales Tax on Services Act, 2012 (XLII of 2012);

(b) ***"non-tariff area"*** means in relation to inter-province service, the State of Azad Jammu and Kashmir, Gilgit Baltistan, and other similar territories or areas where sales tax on services of inter-city carriage of petroleum oils by road through oil tankers has not been levied under the reverse charge mechanism;

---

1. Reported as PTCL 2021 St. 722.

(c) ***"petroleum oils"*** means the petroleum oils classified under heading 27.10 of the Pakistan Customs Tariff, as given in the First Schedule to the Customs Act, 1969 (IV of 1969);

(d) ***"rules"*** means the Punjab Sales Tax Special Procedure (Transportation or Carriage of Petroleum Oils through Oil Tankers) Rules 2020; and

(e) ***"withholding rules"*** means the Punjab Sales Tax on Services (withholding) Rules, 2015.

(2) An expression used but not defined in the rules shall have the same meaning as is assigned to it in the Act or the withholding rules.

3. Withholding of tax.--(1) Notwithstanding anything contained in rule 5 of the withholding rules and in pursuance of the agreement recorded in paragraph 3 of the minutes of the meeting held on 13 September, 2017 circulated under the Ministry of Energy (Petroleum Division), Islamabad's letter No. DOM-1(24)/2015-III dated 22nd September, 2017 and decision of meeting dated 01-09-2020 as conveyed by the Sindh Revenue Board vide minutes of the meeting dated 02-09-2020 as given in the schedule, a service recipient shall:

(a) where the services originated in any other province and terminated in Punjab, withhold fifty percent of the amount of sales tax and deposit fifty percent of the withheld amount in the Punjab Government's head of account "B 02385" in the manner prescribed under the withholding rules. The remaining fifty percent of the withheld amount shall be deposited to the respective province other than non-tariff areas, from where the services were originated, in the manner as may be prescribed by the rules of the respective province or jurisdiction;

(b) where the services originated and terminated in Punjab, withhold the fifty percent of the amount of

sales tax and deposit the withheld amount in the Punjab Government's head of account "B 02385" in the manner prescribed under the withholding rules; and

(c) where the services are provided by a person neither registered under the Act nor in the respective province where the services were originated, shall withhold whole of the amount of sales tax charged or chargeable under the Act and deposit the withheld amount in the Punjab Government's head of account "B 02385" in the manner prescribed under the withholding rules.

(2) The provisions of sub-rule 1 shall not apply where the withholding agent fails to ensure that the service provider has duly filed the sales tax returns for the preceding tax period.

4. Application of other provisions.--In relation to a service, all provisions of the rules and notifications issued under the Act shall, *mutatis mutandis,* apply to the service providers and service recipients covered under the rules, to the extent that they are not inconsistent with the provision of the rules.

5. Repeal and Saving.--(1) The Punjab Sales Tax Special Procedure (Transportation or Carriage of Petroleum Oils through Oil Tankers) Rules 2018 are hereby repealed.

(2) The tax withheld or liable to be withheld or payable under the rules repealed under subsection (1) shall be deemed to have been withheld or liable to be withheld under these rules and shall be paid and dealt with accordingly.

***

The

PUNJAB PLACE OF PROVISION OF SERVICES RULES, 2023

[1]**Notification No. PRA/Orders.06/2021/293, dated 13th April, 2023.--**In exercise of the powers conferred by section 76 of the Punjab Sales Tax on Services Act, 2012 (XLII of 2012), the Punjab Revenue Authority, with the approval of Government, is pleased to prescribe the following rules in relation to determination of place of provision of the taxable services specified in these rules:

1. Short title, extent, application and commencement.--(1) These rules shall be cited as the Punjab Place of Provision of Services Rules, 2023.

(2) They shall extend to the whole of Province of Punjab and shall apply in case of the taxable services, as are specified in these rules and are provided or rendered or received in the Province of Punjab.

(3) They shall take effect on and from the 1st day of May, 2023 except Electric Power Transmission Lines Services as mentioned in rule 9 of the rules, which shall take effect from the 1st day of July, 2023.

2. Definitions.--(1) In these rules, unless there is anything repugnant to the subject or context:

(a) ***"Act"*** means the Punjab Sales Tax on Services Act, 2012;

(b) ***"Authority"*** means the Punjab Revenue Authority (abbreviated as PRA) established under section 3 of the Punjab Revenue Authority Act, 2012 (XLIII of 2012);

---

1. Reported as PTCL 2023 St. 686.

(c) ***"Broadcast Station"*** shall have the meaning as given in clause (ca) of section 2 of the Pakistan Electronic Media Regulatory Authority Ordinance, 2002 (Ordinance No. XIII of 2002);

(d) ***"Channel"***, in relation to broadcasting, shall have the meaning as given in clause (f) of section 2 of the Pakistan Electronic Media Regulatory Authority Ordinance, 2002 (Ordinance No. XIII of 2002);

(e) ***"Distribution Services",*** for the purposes of the services of advertisements on TV, shall have the meaning as given in clause (ha) of section 2 of the Pakistan Electronic Media Regulatory Authority Ordinance, 2002 (Ordinance No. XIII of 2002);

(f) ***"PEMRA"*** means the Pakistan Electronic Media Regulatory Authority established under section 3 of Pakistan Electronic Media Regulatory Authority Ordinance, 2002 (Ordinance No. XIII of 2002);

(g) ***"Province"*** or ***"Provinces"*** means the Provinces and the Islamabad Capital Territory as specified in clause (2) of Article 1 of the Constitution of the Islamic Republic of Pakistan;

(h) ***"Provision of Service"*** shall have the meaning as given in sub-section 5 of section 3 of the Act;

(i) ***"Rules"*** means the Punjab Place of Provision of Services Rules, 2023;

(j) ***"Specified Services"*** means the services of:

i. "Advertisement" as specified in Entries No. 2, 5 and 12 (Classification Heading 98.02 and the sub-heads thereof) in the Second Schedule to the Act;

ii. "Advertising agents" as specified in Entry No. 29 (Classification Heading 9805.7000) in the Second Schedule to the Act;

iii. "Insurance" as specified in Entry No. 7 (Classification Heading 98.13 and the sub-headings thereof) in the Second Schedule to the Act;

iv. "Insurance Agents" as specified in Entry No. 7 (Classification Heading 9831.0000) in the Second Schedule to the Act;

v. "Franchise" and "Intellectual property" and "Licensing" as specified in Entry No. 13 (Classification Headings 9823.0000 and 9839.0000, and respective headings, respectively) in the Second Schedule to the Act; and

vi. "Transportation or carriage of goods by road or services in relation to transport of goods other than water, through pipeline, conduit or any other medium" as specified in Entry No. 47 and 48 (Classification Heading 9804.2000, 9804.9000 and respective headings) in the Second Schedule to the Act; and

vii. "Electric power transmission lines services" as specified in Entry No. 47 in the Second Schedule to the Act; and

(k) ***"Uplinking"*** shall have the meaning as given in clause (w) of section 2 of the Pakistan Electronic Media Regulatory Authority Ordinance, 2002 (Ordinance No. XIII of 2002).

(2) The words and expressions used in these rules but not defined herein shall have the same meaning as assigned to them in the Act or rules or regulations made thereunder.

3. Place of provision of services relating to advertisement.-- (1) In case of advertisements on TV--

(a) broadcast through satellites, the place of provision of service shall be the location of the beaming station *i.e.*, the broadcast station uplinking the advertisement content; and

(b) broadcast through terrestrial signals, the place of provision of service shall be the location of the first broadcast station:

Provided that in case of advertisement on TV channels having landing rights in Pakistan, the place of provision of service shall be the location of the person having PEMRA license for such landing rights in Pakistan.

(2) In case of advertisement on Internet Protocol TV (IPTV), the place of provision of service shall be the location of the licensing zone as specified in the respective PEMRA license for IPTV.

(3) In case of advertisement on Cable TV or the TV using other distribution service, the place of provision of service shall be the location of the area of coverage assigned to the person holding the respective PEMRA license for Cable TV or the TV using other distribution service.

(4) In case of advertisement on Closed-Circuit TV, the place of provision of service shall be the location of the Closed-Circuit TV system.

(5) In case of advertisement on website or webpage or internet, the place of provision of service shall be the location of the person owning or managing such website or webpage or internet.

(6) In case of advertisement on radio broadcast through satellites, the place of provision of service shall be the location of the broadcast station uplinking the advertisement content.

(7) In case of advertisement on radio broadcast through terrestrial signals, the place of provision of service shall be the location of the first broadcast station.

(8) In case of advertisement on still media including billboards, sign boards, digital boards, poles, *etc.*, the place of provision of service shall be the location of such still media.

(9) In case of advertisement on cinema screens and advertisement through aerial banner towing or smoke writing, the place of provision of service shall be the location of the cinema house and the jurisdiction in which the aerial advertising is performed.

(10) Notwithstanding anything contained in this rule, where the advertisement is booked in at any place in Punjab for broadcasting on channels beamed or uplinked from a place outside Pakistan, the services of advertisement shall be deemed to have been provided in Punjab irrespective of the fact whether or not the channel has PEMRA's landing rights permission in Pakistan and, similarly, where the advertisement is booked at any place in Punjab for placing on the web or internet of persons not resident in Pakistan, the place of provision of service shall be the location of the person booking such advertisement for such non-resident owner of the web or internet.

4. Place of provision of services relating to advertising agents.--In case of services provided or rendered by Advertising Agents, the place of provision of service shall be the location of the place of business of the respective Advertising Agent where the advertisement is booked.

5. Place of provision of services relating to insurance and reinsurance.--(1) In case of life insurance and health insurance services, whether for an individual or a group of individuals, the place of provision of service shall be the location of the office or the branch of the insurance company providing the insurance service to the individual or to the person acquiring the services of group insurance, as the case may be.

(2) In case of insurance of immovable property, the place of provision of service shall be the location of the immovable property insured or to be insured.

(3) In case of insurance of movable property, the place of provision of service shall be the location of the movable property where it is registered by the respective registration authority:

Provided that in case of insurance of movable property other than the ones requiring registration, the place of provision of service shall be the location of such movable property at the time of insurance thereof:

Provided further that in case of marine insurance of goods, the place of provision of service shall be the port of embarkation or dis-embarkation in Pakistan of the respective goods.

(4) In case of reinsurance services, the place of provision of service shall be the location of the office or branch of the person providing the reinsurance services in Pakistan:

Provided that in case of reinsurance services provided or rendered by a reinsurance company not resident in Pakistan, the place of provision of services shall be the location of the resident insurance company receiving or procuring such reinsurance services.

6. Place of provision of services relating to insurance agents and insurance brokers.--(1) In case of services provided or rendered by insurance agents, the place of provision of service shall be the location of the insurance agent.

(2) In case of services provided or rendered by insurance brokers, the place of provision of service shall be the location of the person paying the remuneration, commission or fee to the insurance broker:

Provided that where the insurance broker receives remuneration, commission or fee from a place outside Pakistan, the place of provision of service shall be the location of the insurance broker in Pakistan.

7. Place of provision of services relating to franchise services, intellectual property and licensing services.--In case of

the franchise services, intellectual property and licensing services provided or rendered by a person whether resident in Pakistan or otherwise, the place of provision of service shall be the location of the resident person receiving or procuring such services.

8. Place of provision of services relating to transportation of goods.--(1) In case of services of transportation or carriage of goods by road or services in relation to transport of goods other than water, through pipeline, conduit or any other medium, the place of provision of service shall be the place of the origin and the destination of such service in a manner that the amount of tax involved is shared equally by the Provinces in which the transportation originated and in which such transportation terminated:

Provided that where transportation or carriage of goods by road or services in relation to transport of goods other than water, through pipeline, conduit or any other medium originates and terminates in one and the same province the place of provision of service shall be the Province itself:

Provided further that where the transportation or carriage of goods by road or services in relation to transport of goods other than water, through pipeline, conduit or any other medium originates in a Province where the tax is levied but terminates in a Province or area where such tax is not levied, the place of provision of service shall be the Province where the transportation originates:

Provided further that where the transportation or carriage of goods by road or services in relation to transport of goods other than water, through pipeline, conduit or any other medium originates in a Province where the tax is not levied but terminates in a Province or area where such tax is levied, the place of provision of service shall be the Province where the transportation terminates:

Provided further that in case of the services, provided or rendered by persons, whether a company or otherwise, in relation to road transportation of petroleum oils, the provisions of the

Punjab Sales Tax Special Procedure (Transportation or Carriage of Petroleum Oils through Oil Tankers) Rules 2020 shall apply notwithstanding the provisions of these rules:

Provided further that where the rate of tax leviable in the Province in which the transportation originated is different than the rate of tax leviable in the Province in which such transportation terminated, the invoice shall clearly indicate the amount of tax payable to the respective Provinces as determined on the basis of the respective rates of tax on 50 per cent of the value of that inter-province transportation service.

(2) In case of the services provided or rendered by persons other than companies in relation to transportation of goods by road, the place of provision of service shall be the location of booking office of the person transporting the goods.

9. Place of provision of services relating to electric power transmission lines services.--In case of electric power transmission lines services, the place of provision of service shall be the place of the origin and the destination of transmission in a manner that the amount of tax involved is shared equally by the Provinces in which the transmission originated and in which such transmission terminated:

Provided that where the electric power transmission lines service originates and terminates in one and the same province the place of provision of service shall be the Province itself:

Provided further that where the electric power transmission lines service originates in a Province where the tax is levied but terminates in a Province or area where such tax is not levied, the place of provision of service shall be the Province where the transmission originates:

Provided further that where the electric power transmission lines service originates in a Province where the tax is not levied but terminates in a Province or area where such tax is levied, the place of provision of service shall be the Province where the transmission lines terminates:

Provided further that where the rate of tax leviable in the Province in which the transmission lines service originated is different than the rate of tax leviable in the Province in which such transmission lines service terminated, the invoice shall clearly indicate the amount of tax payable to the respective Provinces as determined on the basis of the respective rate(s) of tax on 50 per cent of the value of that inter-province transmission lines service.

10. Apportionment of Input tax.--In case a service transaction is determined to be provided in more than one Province in accordance with these rules, the service provider shall claim attributable input tax in the same proportion as is declared in relation to taxable value of the service, subject to other restrictions and limitation as provided in the Act and the rules made thereunder.

11. Savings.--In case of the services not covered by the provisions of these rules, the provisions of the Act and the rules and regulations made thereunder, to the extent as may be relevant to those services, shall *mutatis mutandis* apply for the levy and collection of Punjab Sales Tax on such Services.

***

Punjab

[PART – III]

PUNJAB
SALES TAX NOTIFICATIONS

PUNJAB SALES TAX ON SERVICES ACT, 2012 SHALL COME INTO FORCE ON AND FROM 1ST JULY, 2012

Notification No. SO(TAX)1-2/97, dated 30th June, 2012.--In exercise of the powers conferred under sub-section (3) of section 1 of the Punjab Sales Tax on Services Act, 2012, Governor of the Punjab is pleased to direct that the Punjab Sales Tax on Services Act, 2012 shall come into force on and from 1st July, 2012.

***

APPOINTMENT OF DISTRICT AND SESSIONS JUDGE POSTED IN DIVISIONAL HEADQUARTERS AS SPECIAL JUDGE FOR ENTIRE DIVISION SUBJECT TO CERTAIN CONDITIONS

[1]**Notification No. SO(TAX)1-9/2011 (PT-II), dated 16th April, 2013.--**In exercise of the powers conferred under section 42 of the Punjab Sales Tax on Services Act, 2012 (XLII of 2012), Governor of the Punjab, with the concurrence of Chief Justice of Lahore High Court is pleased to appoint each of the District and Sessions Judge posted at every Divisional Headquarters in the Punjab as Special Judge for the entire Division subject to the following conditions:--

(i) the Special Judge (District and Sessions Judge posted at the District which is also Divisional Headquarters) shall exercise jurisdiction of the Special Judge pertaining to the territorial jurisdiction of whole of the Division;

(ii) the district and Sessions Judge appointed as Special Judge shall exercise the jurisdiction of Special Judge by virtue of office of the District and Sessions Judge of the District which is Divisional Headquarter in terms of section 14 of the Punjab General Clauses Act, 1956 (VI of 1956); and

(iii) where a Special Judge is, for any reason, unable to perform his functions as the Special Judge, the acting District and Sessions Judge of the same District at the Divisional Headquarters shall exercise jurisdiction of the Special Judge.

2. This Notification shall come into force with immediate effect.

[Issued by the Secretary Finance, Finance Department, Govt. of the Punjab, Lahore.]

***

---

1 Reported as PTCL 2013 St. 738(i).

EXEMPTION FROM PUNJAB SALES TAX ON SERVICES TO RESTAURANTS FULFILLING CERTAIN SPECIFIED CRITERIA

[1]**Notification No. PRA/Order.06/2012, dated 22nd May, 2013.--**In exercise of the powers conferred under subsection (1) of section 12 read with subsection (8) of section 7 of the Punjab Sales Tax on Services Act, 2012 (XLII of 2012) and with the prior approval of the Government, Punjab Revenue Authority is pleased to direct that the restaurants fulfilling the following criteria shall not be liable for payment of sales tax under the said Act:--

(i) the restaurant is not an outlet of any business chain engaged in providing restaurant (including take-away) services;

(ii) the restaurant is not located in, or is not part of, or not operating in conjunction with any hotel liable to sales tax under the Act;

(iii) the restaurant where no facility of air conditioning is installed or available; and

(iv) the restaurant the annual turnover of which does not exceed Rs. 6.00 million (rupees six million) in any tax period during a year.

2. The criteria mentioned at (i) to (iv) above shall be read conjunctively and exemption of sales tax under this notification shall not be available if a restaurant does not meet any one of the conditions of the said criteria.

3. Where a restaurant entitled for exemption under this notification has charged and collected sales tax during the period from the 6th day of October, 2012 till the date of issue of this notification, the same shall be forthwith deposited with the Government as required under section 17 of the Act.

4. No person shall be entitled to any refund of sales tax on any account under this notification.

[Issued by the Punjab Revenue Authority, Lahore, under the Signature of Dr. Arshad Mahmood, Chairperson .]

***

ESTABLISHMENT OF THE APPELLATE TRIBUNAL, PUNJAB REVENUE AUTHORITY

[2]**Notification No. SO(TAX)1-9/2011 (Tribunal), dated 28th April, 2014.--**Pursuant to clause (b) of section 2 of Punjab Revenue Authority Act,

---

1 Reported as PTCL 2013 St. 743.

2 Reported as PTCL 2014 St. 673(i).

2012 (XLIII of 2012), Governor of the Punjab is pleased to establish the Appellate Tribunal, Punjab Revenue Authority.

[Issued by the Governor of Punjab, under the signature of Secretary, Government of Punjab, Finance Department]

***

PERMISSION TO PETROLEUM EXPLORATION AND PRODUCTION COMPANIES TO DEPOSIT TAX AND FURNISH THEIR MONTHLY RETURN AS WITHHOLDING AGENT

Notification No. PRA/Orders.06/2012(3), dated 26th August, 2014.-- In exercise of powers conferred under section 84 of the Punjab Sales Tax on Services Act, 2012 (XLII of 2012), the Punjab Revenue Authority is pleased to allow petroleum exploration and production companies to deposit tax and furnish their monthly return as withholding agent under the Punjab Sales Tax on services (Withholding) Rules, 2012 by 25th of the month following the end of the tax period in which tax has been deducted or withheld under the said rules.

[Issued by the Punjab Revenue Authority, Finance Department, Lahore, under the signature of Mr. Iftikhar Qutab, Chairperson.]

***

CREATION AND ESTABLISHMENT OF COMMISSIONERATES OF PRA FOR ADMINISTRATION OF SALES TAX ON SERVICES INCLUDING OTHER DUTIES, TAX AND LEVIES WITHIN CERTAIN TERRITORIAL JURISDICTIONS

[1+2]**Notification No. SO(TAX)4-2/2015, dated 13th May, 2015.--**In exercise of powers conferred under section 3 of the Punjab Revenue Authority Act, 2012 (Act XLIII of 2012) read with rule 116 of the Punjab Sales Tax on Services (Definitions) Rules, 2012, Government of the Punjab is pleased to create and establish Commissionerates of the Punjab Revenue Authority, in continuation of Government of the Punjab's earlier Notification No. SO(TAX)1-9/2011, dated 23.07.2012 notifying the creation and establishment of Punjab Revenue Authority, as mentioned in the TABLE below for the territorial jurisdiction(s) mentioned against each:

TABLE

Sr. No.	Name of Commissionerate	Territorial Jurisdiction
1.	Commissionerate of PRA, Faisalabad	Civil Divisions of Faisalabad, Sargodha and Sahiwal

---

1 Reported as PTCL 2015 St. 271.

2 For partial modification *see* Notification No. PRA/HQ/Orders/2016/769, dated 18th October, 2017.

Sr. No.	Name of Commissionerate	Territorial Jurisdiction
2.	Commissionerate of PRA, Gujranwala	Civil Divisions of Gujranwala
3.	Commissionerate of PRA, Multan	Civil Divisions of Multan, Dera Ghazi Khan and Behawalpur
4.	Commissionerate of PRA, Rawalpindi	Civil Divisions of Rawalpindi

2. The said Commissionerates shall function and operate in such manner as may be specified by the Punjab Revenue Authority from time to time for the administration of sales tax on services under the Punjab Sales Tax on Services Act, 2012 (Act XLII of 2012) and such other duties, taxes and levies as are assigned to the Authority under any other fiscal law.

[Issued by the Punjab Revenue Authority, under the Signature of Mr. Yusuf Khan, Secretary Finance.]

***

EXEMPTION OF CONSULTANCY SERVICES FOR THE FEASIBILITY STUDY OF PUBLIC SECTOR PROJECTS OF THE GOVERNMENT TO THE EXTENT OF GRANT-IN-AID FUNDS FINANCED BY AN INTERNATIONAL FINANCIAL INSTITUTION UNDER AN AGREEMENT FROM TAXABLE SERVICES SUBJECT TO CERTAIN CONDITIONS

[1]**Notification No. PRA/STE.4/2012, dated 25th May, 2015.--**In exercise of the powers conferred under section 12 of the Punjab Sales Tax on Services Act, 2012 (XLII of 2012), the Punjab Revenue Authority, with the approval of the Government, is pleased to exempt the consultancy services for the feasibility study of public sector projects of the Government to the extent of grant-in-aid funds financed by an International Financial Institution under an agreement from taxable services subject to the following conditions;

(i) at the time of making payments for the said consultancy services, Planning & Development Board, Government of the Punjab shall issue a certificate or certificates, as the case may be, to the concerned consultants that the payments are being made out of the grant-in-aid funds under the said agreement; and

(ii) copies of the certificates issued by Planning & Development Board, Government of the Punjab shall be endorsed and furnished to the Punjab Revenue Authority.

---

1 Reported as PTCL 2015 St. 281(ii).

2. This Notification shall be ineffective on the completion of the process of payments to the consultants out of the aforesaid grant-in-aid funds.

[Issued by the Punjab Revenue Authority, under the Signature of Dr. Rahel Ahmad Siddiqui, Chairperson (PRA).]

***

ASSIGNING OF CERTAIN POWERS AND FUNCTIONS TO ASSISTANT/DEPUTY COMMISSIONER UNIT-2 (ENFORCEMENT-II) UNDER THE PUNJAB INFRASTRUCTURE DEVELOPMENT CESS ACT, 2015

[1]**Notification No. PRA/Orders.08/2015(4), dated 6th July, 2015.--**In exercise of powers conferred under clause (a) of sub-section (2) of section 5 of the Punjab Revenue Authority Act, 2012, (Act XLIII of 2012) read with sub-section (3) of section 10 and sub-section (3) of section 11 of the Punjab Infrastructure Development Cess Act, 2015, the Authority is pleased to assign the powers and functions exercisable or to be exercised under the Act, 2015, *ibid* and rules made, notifications or circulars issued or instructions given thereunder, to Assistant/Deputy Commissioner Unit-2 (Enforcement-II), with immediate effect and till further orders.

[Issued by the Punjab Revenue Authority, Finance Department, under the signature of Mr. Salman Ali, Additional Commissioner (HQ).]

***

APPOINTMENT OF OFFICERS POSTED IN EACH OF ITS COMMISSIONERATES AS AUTHORITIES TO EXERCISE CERTAIN POWERS AND PERFORM FUNCTIONS FOR PURPOSES OF PUNJAB SALES TAX ON SERVICES

[2]**Notification No. PRA/Orders.06/2012 (Vol-V), dated 4th September, 2015.--**In pursuance of Finance Department's Notification No. SO(TAX)4-2/2015 dated 13.05.2015 creating and establishing the Commissionerates of the Punjab Revenue Authority and in supersession of PRA's earlier Notifications No. PRA/Orders.06/2012/03 dated 10.01.2014 and PRA's circular letter No.PRA/Orders.06/2012 dated 28.01.2014, the Punjab Revenue Authority is pleased to appoint the relevant officers posted in each of its Commissionerates as specified in section 39 of the Punjab Sales Tax on Services Act, 2012 as authorities in terms of that section, who shall exercise the following powers and perform functions for purposes of the Punjab Sales Tax on Services in so far as they relate to:

---

1 Reported as PTCL 2015 St. 297(i).

2 Reported as PTCL 2015 St. 709.

(i) registration and de-registration;

(ii) monitoring and surveillance;

(iii) enforcement and adjudication;

(iv) penalties and prosecution;

(v) recoveries and

(vi) all other allied and ancillary matters

2. While exercising the powers and performing the functions, the concerned officers of the Government shall comply with all the orders, directions, instructions and advice of the Authority and will be answerable to the Authority in this behalf.

3. Unless otherwise directed by the Authority, the officers below the rank of Commissioner shall interact with and report to the Authority through the Commissioner in-charge following their own line of hierarchy in the field and the Commissioners will directly report to the relevant Members of the Authority or to the Chairperson of the Authority, whichever may be the case, in respect of their relevant functional areas on the issues and matters pertaining to the management and administration of the Punjab Sales Tax on Services.

4. Unless otherwise directed by the Authority, the powers under this notification shall be exercised by the aforesaid officers in respect of standalone businesses providing taxable services in local areas other than telecommunication, banking, insurance, courier (except local segment), franchise, domestic transportation of goods by air, facilities for travel (by air), chartered flight services within or originating from Punjab and such other multi-outlet or multi-unit service businesses whose headquarters or regional offices comply with the Punjab Sales Tax on Services Act, 2012 with single registration number under direct intimation to or liaison or coordination with the headquarters office of the Authority.

[Issued by the Punjab Revenue Authority, Government of the Punjab, under the Signature of Dr. Raheal Ahmad Siddiqui, Chairperson.]

***

AUTHORIZATION TO ALL OFFICERS WORKING IN ENFORCEMENT OR AUDIT (OPERATIONS) AND NOT BELOW RANK OF ASSISTANT COMMISSIONER TO EXERCISE POWERS AND CARRY OUT FUNCTIONS UNDER SECTION 56 OF PUNJAB SALES TAX ON SERVICES ACT, 2012

[1]**Notification No. PRA/HR.12/2015, dated 10th May, 2016.--**In exercise of the powers conferred under section 56 of the Punjab Sales Tax on

---

1 Reported as PTCL 2016 St. 750.

Services Act 2012 (XLII of 2012), Punjab Revenue Authority, is pleased to authorized with effect from 18.02.2016, all officers of the Authority working in Enforcement or Audit (Operations) and not below the rank of Assistant Commissioner to exercise powers and carry out functions under section 56 of the Punjab Sales Tax on Services Act, 2012.

[Issued by the Punjab Revenue Authority (Government of the Punjab), under the signature of Dr. Raheal Ahmed Siddiqui, Chairperson (PRA), vide File No. PRA/HR.12/2015 (Vol.V)/04.]

***

CONSTITUTION OF ADVISORY COUNCIL OF PUNJAB REVENUE AUTHORITY

[1]**Notification No. PRA/32-34/2015/06, 11th May, 2016.--**In exercise of the powers conferred under sub-section (3) of section 5 read with section 12 of the Punjab Revenue Authority Act 2012 (XLIII of 2012), Punjab Revenue Authority with prior approval of the Government, is pleased to notify that the Advisory Council of the Authority shall consist of the following:

(a) Minister for Finance, Punjab; (Convener)

(b) Chief Secretary, Punjab;

(c) Finance Secretary, Punjab;

(d) Chairperson, PRA;

(e) Professor Dr. Pervaiz Tahir, Former Chief Economist, Planning Commission of Pakistan;

(f) Mr. Khurram Zafar, Executive Director, LUMS Centre for Entrepreneurship;

(g) Syed Hussain Jahanian Gardezi, MPA Khanewal;

(h) Ms. Anjum S.Ahmad, Principal, Learning Alliance School; and

(i) Any other member co-opted by the Authority provided that in a session, the co-opted members shall not outnumber the members of the Advisory Council.

2. The Advisory Council, as constituted above, shall be an advisory body of the Authority and shall propose to the Authority appropriate recommendations and guidelines pertaining to policy, planning, reforms, budget and any other matter referred to it by the Government.

3. In the absence of Minister for Finance, the Chief Secretary shall be the convener of the Advisory Council.

[Issued by the Punjab Revenue Authority (Government of the Punjab), under the signature of Dr. Raheal Ahmed Siddiqui, Chairperson (PRA).]

***

---

1 Reported as PTCL 2016 St. 751(ii).

EXEMPTION TO PUNJAB SAAF PANI COMPANY-NORTH, SUBJECT TO CERTAIN CONDITIONS

Notification No. PRA/Orders.6/2012(Vol.VI), dated 21st March, 2017.--In exercise of the powers conferred under section 12(1) of the Punjab Sales Tax on Services Act 2012 (XLII of 2012) Punjab Revenue Authority, with the approval of the Government, is granting exemption to Punjab Saaf Pani Company as recipient of services to the extent that all the taxable services received by the Punjab Saaf Pani Company will be liable to Punjab sales tax @ 1% of tax.

2. This notification shall have immediate effect.

[Issued by the Punjab Revenue Authority, Lahore under the signature of Dr. Raheal Ahmed Siddiqui, Chairperson.]

***

EXEMPTION TO M/S. SHEIKH JASSIM & HAMID BIN JASSIM CHARITABLE FOUNDATION AS RECIPIENT OF SERVICES, SUBJECT TO CERTAIN CONDITIONS

[1]**Notification No. PRA/STE.4/2012/662, dated 20th May, 2017.--**In exercise of the powers conferred under section 12 of the Punjab Sales Tax on Services Act, 2012 (XLII of 2012), Punjab Revenue Authority, with the approval of the Government, is pleased to exempt **M/s. Sheikh Jassim & Hamid Bin Jassim Charitable Foundation**, constituted under M/S Sheikh Jassim & Hamid Bin Jassim Charitable Foundation Act, 2014, as recipient of services, with immediate effect, subject to the following conditions:

(a) The foundation shall immediately register itself with Punjab Revenue authority as a withholding agent; file its monthly statements, albeit without payment of tax; and, maintain records and submit accounts as required under section 31 of the Act and the rules made thereunder;

(b) Punjab Revenue Authority may, subject to notice and after affording hearing, withdraw the exemption if the Foundation deviates from its mission statement or is involved in any commercial activities or does not comply with the requirements mentioned at (a) above; and

(c) The exemption shall not be cited as a precedent for purpose of any other exemption.

2. This notification shall take immediate effect.

[Issued by the Punjab Revenue Authority, Lahore under the signature of Dr. Raheal Ahmed Siddiqui, Chairperson.]

***

---

1 Reported as PTCL 2017 St. 516(i).

ANNEXURE-C TO THE MONTHLY SALES TAX RETURNS TO BE FILED UNDER CHAPTER VI OF THE PUNJAB SALES TAX ON SERVICES ACT, 2012

[1]**Notification No. PRA/Orders.06/2017(1), dated 5th July, 2017.--**In exercise of the powers conferred under clause (17) of section 2 of the Punjab Sales Tax on Services Act, 2012 (XLII of 2012), the Punjab Revenue Authority is pleased to specify the 10th day of the month following the tax period to which it relates, for furnishing of Annexure-C to the monthly sales tax returns to be filed under Chapter VI of the Punjab Sales Tax on Services Act, 2012.

2. There shall be no change in the due date for the payment of tax due and filing of monthly returns and other remaining annexures.

3. This notification shall be effective immediately in respect of sales tax returns to be filed for the tax periods July 2017 and onwards.

[Issued by the Punjab Revenue Authority, Lahore under the signature of Dr. Raheal Ahmed Siddiqui, Chairperson.]

***

EXEMPTION TO PUNJAB SAAF PANI COMPANY, SUBJECT TO CERTAIN CONDITIONS

Notification No. PRA/Orders.6/2012(Vol.VI)/764, dated 10th October, 2017.--In exercise of the powers conferred under subsection (1) of section 12 of the Punjab Sales Tax on Services Act, 2012 (XLII of 2012) and with the approval of the Government, the Punjab Revenue Authority is pleased to grant exemption to Punjab Saaf Pani Company-North, being the recipient of the services mentioned at Sr. 23 and 24 of Second Schedule of the Act, to the extent that the Company shall be liable to pay the tax on such services at the rate of 1 percent.

2. This Notification shall have immediate effect.

[Issued by the Punjab Revenue Authority, Lahore under the signature of Dr. Raheal Ahmed Siddiqui, Chairperson.]

***

ESTABLISHMENT OF CERTAIN COMMISSIONERATES OF PUNJAB REVENUE AUTHORITY FOR CERTAIN TERRITORIAL JURISDICTIONS

Notification No. PRA/HQ/Orders/2016/769, dated 18th October, 2017.--In exercise of powers conferred under clause (u) of section 5(2) of the Punjab Revenue Authority Act, 2012 (XLIII of 2012) read with rule 116 of the Punjab Sales Tax on Services (Definitions) Rules, 2012 and in partial modification of Finance Department's Notification No. SO(TAX)4-2/2015 dated 13.05.2015, Punjab Revenue Authority is pleased to create and establish

---

1 Reported as PTCL 2017 St. 932.

following further Commissionerates of the Punjab Revenue Authority, as mentioned in the Table below for the territorial jurisdiction(s) mentioned against each:

TABLE

Sr. No.	Name of Commissionerate	Territorial Jurisdiction
1.	Commissionerate of PRA, Sargodha	(Districts of Sargodha, Bhakkar, Khushab and Mianwali)
2.	Commissionerate of PRA, Sahiwal	(Districts of Sahiwal, Pakpattan and Okara and Vehari)
3	Commissionerate of PRA, Bahawalpur	(Districts of Bahawalpur, Rahimyar Khan and Bahawalnagar)

2. The said Commissionerates shall function and operate in such manner as may be specified by the Punjab Revenue Authority from time to time for the administration of sales tax on services under the Punjab Sales Tax on Services Act, 2012 (Act XLII of 2012) and such other duties, taxes and levies as are assigned to the Authority under any other fiscal law.

3. Bahawalpur Commissionerate shall not become operational until specific orders to this effect are issued by the Authority. Till such time Multan Commissionerate shall continue to operate as before except for the areas specified at Sr. No. 2 of the above table.

[Issued by the PRA, Finance Department, Government of the Punjab, Lahore under the signature of Dr. Raheal Ahmad Siddiqui) Chairperson, PRA.]

***

CERTAIN PERSONS OR CLASS OF PERSONS TO COLLECT AND PAY FULL APPLICABLE AMOUNT OF PUNJAB SALES TAX @ 16% IN CASE OF CERTAIN TAXABLE SERVICES ACCORDING TO CERTAIN PROCEDURE

[1]**Notification No. PRA/Order.06/2017.Vol(V)/1434, dated 1st October, 2019.--**In exercise of power conferred under section 14A of the Punjab Sales Tax on Services Act, 2012, Punjab Revenue Authority is pleased to require persons or class of persons mentioned at column 1 to collect and pay full

---

1 Reported as PTCL 2019 St. 1023.

applicable amount of Punjab Sales Tax @ 16% in case of taxable services mentioned in column 2 on the value taxable services given in column 4 of Table 1 according to the procedure specified as under:--

TABLE 1

1	2	3	4
Persons or class of persons	**Taxable services**	**Description**	**Value of taxable service**
Oil marketing companies engaged in marketing of refined oil products under license from OGRA	Commission agents as defined in Section 2(9B) read with entry no. 40 of the Second Schedule of Punjab Sales Tax on Services Act, 2012)	Persons providing commission services for selling, distributing or marketing of refined oil products at outlets or filling stations	Value of commission or margin, by whatever name called.

2. A word and expression used in this notification shall have the meanings as are assigned to them under the Punjab Sales Tax on Services Act, 2012 and rules made thereunder.

3. The matters relating to payment of tax, assessment of tax, recovery of tax not levied or short levied, records and its retention, and recovery of arrears of tax, payable under this notification shall be dealt with in accordance with the provisions of the Act, *ibid* and rules made thereunder.

4. The registered person providing taxable services in the Punjab shall be entitled to Claim deduction and adjustment of tax paid under this notification in terms of section 16 of the Punjab Sales Tax on Services Act, 2012, subject to the provisions of section 16A and 16B of the Act *ibid*.

5. The persons making payment of tax under this notification shall be liable to register with the Authority, if not already registered, and shall file monthly statement as specified below by 15th day of the following second month in which the service provider issues invoice, provides the service, or payment is made against the service, whichever is earlier.

FORM

PUNJAB SALES TAX MONTHLY STATEMENT FOR PAYMENT OF TAX

(*See* section 14A)

Collecting Agent name: ----------

Contact (Tel/Cell):_____ E-mail:_____

Period | m | m | y | y | y | y | NTN:

Sr. No.	Name of Service Provider	NTN/PNTN/ Or CNIC whichever is applicable	Description of the services involved	Value (excluding Sales Tax) of the Services Involved or Gross Amount of Commercial Invoice	Amount of Punjab Sales Tax Invoiced or Involved	Amount of Punjab Sales Tax collected

Verification	I,_____ holder of CNIC No._____ in my capacity as_____, certify that the tax has been paid into Punjab Government Head of account B0 2385--Punjab Sales Tax On Services (Withholding) and information given above is correct, complete and in accordance with the provisions of the Punjab Sales Tax on Services Act, 2012 and the rules and notifications issued thereunder. Date:_____ Stamp Signature:_____

[Issued by the Punjab Revenue Authority, Government of the Punjab, under the signature of Additional Commissioner (HQs), PRA.]

***

CERTAIN PERSONS OR CLASS OF PERSONS TO COLLECT AND PAY FULL APPLICABLE AMOUNT OF PUNJAB SALES TAX @ 16% IN CASE OF CERTAIN TAXABLE SERVICES ACCORDING TO CERTAIN PROCEDURE

[1]**Notification No. PRA/Order.06/2017.Vol(V)/1435, dated 1st October, 2019.--**In exercise of powers conferred under section 14A of the Punjab Sales Tax on Services Act, 2012, Punjab Revenue Authority is pleased to require persons or class of persons mentioned at column 1 to collect and pay full applicable amount of Punjab sales tax @ 16% in case of taxable services mentioned in column 2 on the value taxable services given in column 4 of Table l according to the procedure specified as under:

---

1 Reported as PTCL 2019 St. 1025.

TABLE 1

1	2	3	4
Persons or class of persons	**Taxable services**	**Description**	**Value of taxable service**
Distribution companies (DISCOs) responsible for distribution of electricity in the Punjab.	Services in relation to transport of goods other than water, through pipeline, conduit, transmission lines or any other medium. (Entry No 47 of the second schedule of the Act *ibid*.).	Payments made or accrued to power transmission company (NTDC) on account of wheeling charges, transmission line charges *etc*.	Gross value of charges

2. A word and expression used in this notification shall have the meanings as are assigned to them under the Punjab Sales Tax on Services Act, 2012 and rules made thereunder.

3. The matters relating to payment of tax, assessment of tax, recovery of tax not levied or short levied, records and its retention, and recovery of arrears of tax, payable under this notification shall be dealt with in accordance with the provisions of the Act, *ibid* and rules made thereunder.

4. The registered person providing taxable services in the Punjab shall be entitled to claim deduction and adjustment of tax paid under this notification in terms of section 16 of the Punjab Sales Tax on Services Act, 2012, subject to the provisions of section 16A and 16B of the Act *ibid*.

5. The persons making payment of tax under this notification shall be liable to register with the Authority, if not already registered, and shall file monthly statement as specified below by 15th day of the following second month in which the service provider issues invoice, provides the service, or payment is made against the service, whichever is earlier.

FORM

PUNJAB SALES TAX MONTHLY STATEMENT FOR PAYMENT OF TAX

(*See* section 14A)

Collecting Agent name: ----------

_____

Contact (Tel/Cell):_____ E-mail:_____

Period	m	m	y	y	y	y	NTN/PNTN

Sr. No.	Name of Service Provider	NTN/PNTN/ Or CNIC whichever is applicable	Description of the services involved	Value (excluding Sales Tax) of the Services Involved or Gross Amount of Commercial Invoice	Amount of Punjab Sales Tax Invoiced or Involved	Amount of Punjab Sales Tax collected

Verification	I,_____ holder of CNIC No._____ in my capacity as_____, certify that the tax has been paid into Punjab Government Head of account B0 2385--Punjab Sales Tax On Services Withholding) and information given above is correct, complete and in accordance with the provisions of the Punjab Sales Tax on Services Act, 2012 and the rules and notifications issued thereunder. Date:_____ Stamp Signature:_____

[Issued by the Punjab Revenue Authority, Government of the Punjab, under the signature of Additional Commissioner (HQs), PRA.]

***

CERTAIN PERSONS OR CLASS OF PERSONS TO COLLECT AND PAY FULL APPLICABLE AMOUNT OF PUNJAB SALES TAX @ 5% IN CASE OF CERTAIN TAXABLE SERVICES ACCORDING TO CERTAIN PROCEDURE

[1]**Notification No. PRA/Order.06/2017.Vol(V)/1436, dated 1st October, 2019.--**In exercise of powers conferred under section 14A of the Punjab Sales Tax on Services Act, 2012, Punjab Revenue Authority is pleased to require persons or class of persons mentioned at column 1 to collect and pay full applicable amount of Punjab sales tax @ 5% in case of taxable services mentioned in column 2 on the value taxable services given in column 4 of Table l according to the procedure specified as under:

TABLE 1

1	2	3	4
Persons or class of persons (collection agents)	**Taxable services**	**Description**	**Value of taxable service**
Private medical hospitals, clinics,	(i) Medical consultation/ visit fee exceeding Rs.	Medical consul-tation services	Gross value of charges,

1 Reported as PTCL 2019 St. 1027.

1	2	3	4
health care service providers/centers.	1,500 per consultation/visit of doctors, medical practitioners and medical specialists. (entry no. 68 of the Second Schedule of Punjab Sales Tax on Services Act, 2012).	provided by doctors, medical practitioners and medical specialists	visit fee exceeding Rs. 1,500 per consultation/visit.

2. A word and expression used in this notification shall have the meanings as are assigned to them under the Punjab Sales Tax on Services Act, 2012 and rules made thereunder.

3. The matters relating to payment of tax, assessment of tax, recovery of tax not levied or short levied, records and its retention, and recovery of arrears of tax, payable under this notification shall be dealt with in accordance with the provisions of the Act, *ibid* and rules made thereunder.

4. The persons making payment of tax under this notification shall be liable to register with the Authority, if not already registered, and shall file monthly statement as specified below by 15th day of the following second month in which the service provider issues invoice, provides the service, or payment is made against the service, whichever is earlier.

FORM

PUNJAB SALES TAX MONTHLY STATEMENT FOR PAYMENT OF TAX

(*See* section 14A)

Collecting Agent name: ----------

Contact (Tel/Cell):_____ E-mail:_____

Period | m | m | y | y | y | y | NTN/PNTN

Sr. No.	Name of doctor, medical practitioner and medical specialist	NTN/ PNTN/Or CNIC whichever is applicable	Description of the services involved	Value (excluding Sales Tax) of the services involved or gross amount of commercial invoice	Amount of Punjab Sales Tax invoiced or involved	Amount of Punjab Sales Tax collected	Amount of Punjab Sales Tax paid

Verification	I,_____ holder of CNIC No._____ in my capacity as_____, certify that the tax has been paid into Punjab Government Head of account B0 2385- Punjab Sales Tax On Services (Withholding) and information given above is correct, complete and in accordance with the provisions of the Punjab Sales Tax on Services Act, 2012 and the rules and notifications issued thereunder. Date:_____ Stamp Signature:_____

[Issued by the Punjab Revenue Authority, Government of the Punjab, under the signature of Additional Commissioner (HQs), PRA.]

***

CERTAIN PERSONS OR CLASS OF PERSONS TO COLLECT AND PAY FULL APPLICABLE AMOUNT OF PUNJAB SALES TAX @ 16% IN CASE OF CERTAIN TAXABLE SERVICES ACCORDING TO CERTAIN PROCEDURE

[1]**Notification No. PRA/Order.06/2017.Vol(V)/1437, dated 1st October, 2019.--**In exercise of powers conferred under section 14A of the Punjab Sales Tax on Services Act, 2012, Punjab Revenue Authority is pleased to require persons or class of persons mentioned at column 1 to collect and pay full applicable amount of Punjab sales tax @ 16% in case of taxable services mentioned in column 2 on the value taxable services given in column 4 of Table l according to the procedure specified as under:

TABLE 1

1	2	3	4
Persons or class of persons	**Taxable services**	**Description**	**Value of taxable service**
Aircraft operators providing facilities for travel by air.	Travel Agency Services (Entry No 25 of the Second Schedule of the Act *ibid*.)	Commission on providing any service or services connected with the booking of passage by air for travel	Value of commission

2. A word and expression used in this notification shall have the meanings as are assigned to them under the Punjab Sales Tax on Services Act, 2012 and rules made thereunder.

---

1 Reported as PTCL 2019 St. 1029.

3. The matters relating to payment of tax, assessment of tax, recovery of tax not levied or short levied, records and its retention, and recovery of arrears of tax, payable under this notification shall be dealt with in accordance with the provisions of the Act, *ibid* and rules made thereunder.

4. The registered person providing taxable services in the Punjab shall be entitled to claim deduction and adjustment of tax paid under this notification in terms of section 16 of the Punjab Sales Tax on Services Act, 2012, subject to the provisions of section 16A and 16B of the Act *ibid*.

5. The persons making payment of tax under this notification shall be liable to register with the Authority, if not already registered, and shall file monthly statement as specified below by 15th day of the following second month in which the service provider issues invoice, provides the service, or payment is made against the service, whichever is earlier.

FORM

PUNJAB SALES TAX MONTHLY STATEMENT FOR PAYMENT OF TAX

(*See* section 14A)

Collecting Agent name: ----------

_____

Contact (Tel/Cell):_____ E-mail:_____

Period | m | m | y | y | y | y | NTN/PNTN

Sr. No.	Name of Service Provider	NTN/PNTN/ Or CNIC whichever is applicable	Description of the services involved	Value (excluding Sales Tax) of the Services Involved or Gross Amount of Commercial Invoice	Amount of Punjab Sales Tax Invoiced or Involved	Amount of Punjab Sales Tax collected

Verification	I,_____ holder of CNIC No._____ in my capacity as_____, certify that the tax has been paid into Punjab Government Head of account B0 2385- Punjab Sales Tax On Services (Withholding) and information given above is correct, complete and in accordance with the provisions of the Punjab Sales Tax on Services Act, 2012 and the rules and notifications issued thereunder. Date:_____ Stamp Signature:_____

[Issued by the Punjab Revenue Authority, Government of the Punjab, under the signature of Additional Commissioner (HQs), PRA.]

***

SUBMISSION OF APPEAL THROUGH EMAIL BEFORE COMMISSIONER (APPEALS) PRA

SUBJECT: FILING OF APPEALS.

[1]**Notification No. PRA/Order/06/2019, dated 25th March, 2020.--**In order to facilitate the taxpayers, lawyers, chartered accountants and tax consultants/authorized representatives because of the closure of office due to Corona outbreak it has been urged upon the taxpayers to file their appeals before the Commissioner (Appeals), Punjab Revenue Authority electronically. For this purpose, they may submit their appeals through emails at commissionerappealspra@gmail.com.

2. It is further advised that the appeals may be filed/sent through couriers or mail.

[Issued by the Punjab Revenue Authority, Finance Department, Government of the Punjab, under the signature of Mr. Babar Bashir/Pas, Additional Commissioner (HQ).]

***

EXEMPTION FROM PUNJAB SALES TAX ON SERVICES IN RESPECT OF AFFORDABLE HOUSING SCHEMES IN PERI-URBAN AREAS, ON WORKS, SUPPLIES AND SERVICES

Notification No. PRA/Orders.06/2021/103, dated 5th October, 2021.--In exercise of the powers conferred under section 12 of the Punjab Sales Tax on Services Act 2012 (XLII of 2012), the Punjab Revenue Authority, with the approval of the Government, is pleased to exempt the sales tax, in respect of affordable housing schemes in peri-urban areas, on works, supplies and services taxable under Serial Nos. 14, 15, 16, 23 and 24 of the Second Schedule thereto, with immediate effect.

[Issued by the Punjab Revenue Authority, under the signature of Chairperson, PRA.]

***

EXEMPTION FROM PUNJAB SALES TAX ON SERVICES ON CONSTRUCTION SERVICES PROVIDED TO AZAD PATTAN HYDROPOWER PROJECT

[2]**Notification No. PRA/Orders.06/2021/142, dated 11th January, 2022.--**In exercise of the powers conferred under subsection (1) of section 12 of the Punjab Sales Tax on Services Act 2012 (XLII of 2012), the Punjab Revenue Authority, with the approval of the Government, is pleased to grant exemption

---

1 Reported as PTCL 2020 St. 262.

2 Reported as PTCL 2022 St. 60(ii).

on construction services provided to Azad Pattan Hydropower Project to the extent that construction services provided shall be liable to Punjab sales tax @ 1% without facility of input tax adjustment and refund, with immediate effect.

[Issued by the Punjab Revenue Authority, under the signature of Mr. Zain ul Abidin Sahi, Chairperson, PRA.]

***

EXEMPTION FROM SALES TAX ON SERVICES PROVIDED TO DEUTSCHE GESELLSCHAFT FUR INTERNATIONALE ZUSMMENARBELT (GIZ)

[1]**Notification No. PRA/Orders.06/2021/190, dated 25th April, 2022.--**In exercise of the powers conferred under subsection (1) of section 12 of the Punjab Sales Tax on Services Act, 2012 (XLII of 2012), the Punjab Revenue Authority, with the approval of the Government, is pleased to exempt from whole of sales tax payable on taxable services under serial Nos. 14, 16, 23 and 24 of the Second Schedule of the Act ibid., provided to Deutsche Gesellschaft fur Internationale Zusmmenarbelt (GIZ), with immediate effect.

[Issued by the Punjab Revenue Authority, under the signature of Mr. Zain ul Abidin Sahi, Chairperson, PRA.]

***

EXEMPTION FROM SALES TAX PAYABLE ON TAXABLE SERVICES IN RESPECT OF MANUFACTURING ON BASIS CLASSIFIED AS 9868.0000 AT SERIAL NO. 37 OF THE SECOND SCHEDULE

[2]**Notification No. PRA/Orders/06/2022/232, dated 1st November, 2022.--**In exercise of the powers conferred under subsection (1) of section 12 of the Punjab Sales Tax on Services Act, 2012 (XLII of 2012), the Punjab Revenue Authority, with the approval of the Government is pleased to exempt the sales tax payable on taxable services in respect of manufacturing on basis classified as 9868.0000 at Serial No. 37 of the Second Schedule of the Act *ibid.*, with immediate effect.

[Issued by the Punjab Revenue Authority, under the signature of Mr. Zain ul Abidin Sahi, Chairperson, PRA.]

***

EXEMPTION FROM PUNJAB SALES TAX ON SERVICES PROVIDED TO THE EMBASSY OF THE UNITED ARAB EMIRATES

[3]**Notification No. PRA/Orders.06/2021/264, dated 1st March, 2023.--**In exercise of the powers conferred under subsection (1) of section 12 of the Punjab Sales Tax on Services Act 2012 (XLII of 2012), the Punjab Revenue Authority, with the approval of the Government, is pleased to exempt from the

---

1 Reported as PTCL 2022 St. 1236(i).

2 Reported as PTCL 2023 St. 227(i).

3 Reported as PTCL 2023 St. 609(ii).

whole sales tax payable on services provided to the Embassy of the United Arab Emirates, with immediate effect.

[Issued by the Punjab Revenue Authority, under the signature of Mr. Zain ul Abiddin Sahi , Chairperson, PRA]

***

EXEMPTION FROM PUNJAB SALES TAX ON SERVICES PROVIDED BY WASHERMAN AND BARBER CONTRACTORS OF PAK ARMY TO ARMY PERSONNEL WITHIN THE CANTONMENT PREMISES IN PUNJAB

[1]**Notification No. PRA/Orders.06/2021/273, dated 7th March, 2023.--**In exercise of the powers conferred under subsection (1) of section 12 of the Punjab Sales Tax on Services Act, 2012 (XLII of 2012), the Punjab Revenue Authority, with the approval of the Government, is pleased to exempt from the whole sales tax payable on taxable services under Serial Nos. 18 and 44 of the Second Schedule of the Act *ibid.*, provided by washerman and barber contractors of Pak Army to army personnel within the cantonment premises in Punjab, with immediate effect:

Provided that the above mentioned exemption shall not be applicable to the washerman and barbers carrying out their activities on commercial basis in commercial areas within any cantonment area in any part of the Punjab and they shall continue to pay the applicable tax on taxable services.

[Issued by the Punjab Revenue Authority, under the signature of Chairperson, PRA]

***

DECLARATION OF STATE BANK OF PAKISTAN AS COLLECTING AGENT FOR THE PURPOSES OF COLLECTION OF TAX AND DEPOSIT INTO GOVERNMENT TREASURY FROM CERTAIN PERSON REGARDING CERTAIN SERVICES

[2]**Notification No. PRA.32-24/2022/561, dated 5th July, 2023.--**In exercise of the powers conferred under section 14-A of the Punjab Sales Tax on Services Act, 2012 (Act XLII of 2012), Punjab Revenue Authority is pleased to specify and declare [3][State Bank of Pakistan/Banking Companies/Financial Institution/Non-Banking Financial Institution] as "Collecting Agent" for the purposes of collection of tax and deposit into Government treasury under the Act XLII of 2012, read with rules made thereunder, from the persons mentioned in

---

1 Reported as PTCL 2023 St. 858(i).

2 Reported as PTCL 2023 St. 858(ii).

3 Substituted for the expression "State Bank of Pakistan" by Notification No. PRA. 32-24/2022/354, dated 19th September, 2023, reported as PTCL 2024 St. 1.

the Column No. 1 regarding services mentioned in Column No. 2 at the rate mentioned in Column No. 4, of the below mentioned table:--

Persons or Class of Persons	Taxable Services	Classification	Rate of tax
	(As mentioned in Entry No. 12 to the 2nd Schedule of the Act XLII of 2012)		
All persons or class of persons in Punjab, receiving taxable services mentioned in column No. 2, in the course of an economic activity through websites by medium of internet and making payments through banks by using any means for transfer of payment, from any person having no place of business or office in Pakistan.	All kinds of advertisement services including advertisements on hoarding boards, pole signs and sign boards and on closed circuit TV, websites or internet, advertisements through brand activation in any mode, advertisement on moving vehicles, aerial advertising, advertisement through provision of space or time, or on bill-boards, public places, buildings, conveyances, cell phones, automated teller machines, or through offering product exclusivity in any manner.	9802.3000, 9802.5000, 9802.9000 and respective headings.	Sixteen per
	(As mentioned in Entry No. 22 to the 2nd Schedule of the Act XLII of 2012)		
All persons or class of persons in Punjab, receiving taxable services mentioned in column No. 2, in the course of an economic activity through websites by medium of internet and	Information technology-enabled or information technology based services including software development, software customization, software maintenance, system support, system assembly, system integration, system designing and architecture, system analysis, system development,	9815.6000 and respective headings	Five percent without input tax adjustment

Persons or Class of Persons	Taxable Services	Classification	Rate of tax
making payments through banks by using any means for transfer of payment, from any person having no place of business or office in Pakistan.	system operation, system maintenance, system up-gradation and modification, data warehousing or management, data entry operations, data migration or transfer, system security or protection, web designing, web development, web hosting, network designing, services relating to enterprise resource or management planning (including marketing of products), development and sale of smart phone applications or games, graphics designing, medical transcription, remote monitoring, telemedicine, insurance claim processing, online retrieval and database access or retrieval service.		

[1][2 Notwithstanding anything contained in this Notification, the State Bank of Pakistan/Collecting agent, for ease, may assign any of all functions, in respect of collection and payment of tax to any Bank(s)/Branch(es) all over Punjab.]

3. A word and expression used in this notification shall have the meanings as are assigned to them under the Act XLII of 2012, and rules made thereunder.

4. The matters relating to payment of tax, assessment of tax, recovery of tax not levied or short levied, records and its insertions, and recovery of arrears of tax, payable under this notification shall be dealt with in accordance with the provisions of Act XLII of 2012 and rules made thereunder.

5. Any change/amendment in entries referred in the above table shall be communicated to the [2][State Bank of Pakistan/Banking

---

1 Para No. 2 substituted by Notification No. PRA. 32-24/2022/354, dated 19th September, 2023, reported as PTCL 2024 St. 1.

2 Substituted for the expression "State Bank of Pakistan" by Notification No. PRA. 32-24/2022/354, dated 19th September, 2023, reported as PTCL 2024 St. 1.

Companies/Financial Institution/Non-Banking Financial Institution]/Collecting Agent, at the earliest.

[Issued by the Punjab Revenue Authority, Finance Department, Government of the Punjab, under the signature of Mr. Muhammad Javaid Badar, Chairperson.]

***

RE-ORGANIZATION OF CERTAIN ENFORCEMENT RANGES/UNITS IN PRA (HEADQUARTERS) (OPERATIONS), LAHORE

[1]**Notification No. PRA/Order.06/2017.Vol(V)/310, dated 13th July, 2023.--**In partial modification of earlier Notification No. PRA/Order.06/2017. Vol(V)/1614 dated 08-09-2020 regarding re-organization of all the Enforcement Ranges/Units at PRA (Headquarters) (Operations), Lahore, as modified from time to time, the following Units are hereby re-organized in PRA (Headquarters) (Operations), Lahore with immediate effect till further orders:

Sr.No.	Range	Units
1.	**Enforcement-I**	Unit-5 Unit-12
2.	**Enforcement-II**	Unit-18 Unit-27 Unit-28 Unit-29 Unit 32
3.	**Enforcement-IV**	Unit-19 Unit-25
4.	**Enforcement-V**	Unit-1 Unit-6

[Issued by the Punjab Revenue Authority, under the signature of Chairperson, PRA]

***

SPECIFIED AND DECLARED FRANCHISERS OF RESTAURANT SERVICES AS "COLLECTING AGENT" FOR THE PURPOSES OF COLLECTION OF TAX AND DEPOSIT INTO GOVERNMENT TREASURY

[2]**Notification No. PRA. 32-24/2023/611, dated 31st August, 2023.--**In exercise of the powers conferred under section 14A of the Punjab Sales Tax on

---

1 Reported as PTCL 2024 St. 610(i).

2 Reported as PTCL 2023 St. 1049.

Services Act, 2012 (Act XLII of 2012), Punjab Revenue Authority is pleased to specify and declare **Franchisers of Restaurant Services as** "Collecting Agent" for the purposes of collection of tax and deposit into Government treasury under the Act XLII of 2012, read with rules made thereunder, from the persons mentioned in the Column No. 1 regarding services mentioned in Column No. 2 at the rate mentioned in Column No. 4, of the below mentioned table:

TABLE

1	2	3	4
Persons or Class of Persons	**Taxable Services**	**Classification**	**Rate of tax**
	(As mentioned in Entry No. 11 to the 2nd Schedule of the Act XLII of 2012).		
All franchisees of restaurant services, providing taxable services mentioned in column No. 2, in the course of an economic activity.	Services provided by restaurants including cafes, food (including ice-cream) parlors, coffee houses, coffee shops, deras, food huts, eateries, resorts and similar cooked, prepared or ready-to-eat food service outlets *etc.*	9801.2000 9801.9000	(a) Five percent without input tax adjustment where payment against services is received through debit or credit cards, mobile wallets or QR scanning; and (b) Sixteen percent for others.

2. A word and expression used in this notification shall have the meanings as are assigned to them under the Act XLII of 2012, and rules made thereunder.

3. The matters relating to payment of tax, assessment of tax, recovery of tax not levied or short levied, records and its insertions, and recovery of arrears of tax, payable under this notification shall be dealt with in accordance with the provisions of Act XLII of 2012 and rules made thereunder.

4. Any change/amendment in entries referred in the above table shall be communicated to the Collecting Agent, at the earliest.

[Issued by the Punjab Revenue Authority, under the signature of Mr. Muhammad Javaid Badar, Chairperson, PRA.]

***

EXEMPTION FROM PUNJAB SALES TAX PAYABLE ON TAXABLE SERVICES GIVEN UNDER THE SECOND SCHEDULE OF THE ACT PROVIDED TO DEUTSCHE GESELLSCHAFT FUR INTERNATIONALE ZUSMMENARBEIT (GIZ)

[1]**Notification No. PRA/Orders.06/2021/349, dated 6th September, 2023.--**In exercise of the powers conferred under subsection (1) of section 12 of the Punjab Sales Tax on Services Act, 2012 (XLII of 2012), the Punjab Revenue Authority, with the approval of the Government, is pleased to exempt from whole of sales tax payable on taxable services given under the Second Schedule of the Act *ibid*., provided to Deutsche Gesellschaft fur Internationale Zusmmenarbeit (GIZ), with immediate effect.

[Issued by the Punjab Revenue Authority, under the signature of Mr. Muhammad Javaid Badar, Chairperson, PRA]

***

DECLARATION OF PAKISTAN MERCANTILE EXCHANGE (PMEX) AS "COLLECTING AGENT" FOR THE PURPOSES OF COLLECTION OF TAX AND DEPOSIT INTO GOVERNMENT TREASURY

[2]**Notification No. PRA.32-24/2022/705, dated 15th December, 2023.--**In exercise of the powers conferred under section 14A of the Punjab Sales Tax on Services Act, 2012 (Act XLII of 2012), Punjab Revenue Authority is pleased to specify and declare **Pakistan Mercantile Exchange (PMEX)** as "Collecting Agent" for the purposes of collection of tax and deposit into Government treasury under the Act XLII of 2012, read with rules made thereunder, from the persons mentioned in the Column No. 1 regarding services mentioned in Column No. 2 at the rate mentioned in Column No. 4, of the below mentioned table:

1	2	3	4
Persons or Class of Persons	**Taxable Services**	**Classification (If Applicable)**	**Rate of tax**
All persons or class of persons in Punjab, receiving taxable services mentioned in column No. 2, in the course of an economic activity through commodities trading(s) at Pakistan Mercantile	(As mentioned in Entry No. 12 to the 2nd Schedule of the Act XLII of 2012) Services provided by the stock brokers.	9819.1000	Sixteen percent
	(As mentioned in Entry No. 40 to the	9815.6000 and respective	(a) Five percent without input

1 Reported as PTCL 2024 St. 653(i).

2 Reported as PTCL 2024 St. 653(ii).

1	2	3	4
Persons or Class of Persons	**Taxable Services**	**Classification (If Applicable)**	**Rate of tax**
Exchange (PMEX) by using any means for transfer of payment/ commodities, from any person.	2nd Schedule of the Act XLII of 2012) Brokerage (other than stock) and indenting services including commission agents, under-writers and auctioneers.	headings	tax adjustment for services provided in respect of agricultural produce and home chefs and (b) Sixteen percent for others.

2. A word and expression used in this notification shall have the meanings as are assigned to them under the Act XLII of 2012, and rules made thereunder.

3. The matters relating to payment of tax, assessment of tax, recovery of tax not levied or short levied, records and its insertions, and recovery of arrears of tax, payable under this notification shall be dealt with in accordance with the provisions of Act XLII of 2012 and rules made thereunder.

4. Any change/amendment in entries referred in the above table shall be communicated to the Pakistan Mercantile Exchange (PMEX)/Collecting Agent, at the earliest.

[Issued by the Punjab Revenue Authority, under the signature of Mr. Muhammad Javaid Badar, Chairperson, PRA]

***

DECLARATION OF CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED (CDC) AND NATIONAL CLEARING COMPANY OF PAKISTAN LIMITED (NCCPL) AS "COLLECTING AGENT" FOR THE PURPOSES OF COLLECTION OF TAX AND DEPOSIT INTO GOVERNMENT TREASURY

[1]**Notification No. PRA.32-24/2022/706, dated 15th December, 2023.--**In exercise of the powers conferred under section 14A of the Punjab Sales Tax on Services Act, 2012 (Act XLII of 2012), Punjab Revenue Authority is pleased to specify and declare **Central Depository Company of Pakistan Limited (CDC) and National Clearing Company of Pakistan Limited (NCCPL)** as "Collecting Agent" for the purposes of collection of tax and deposit into Government treasury under the Act XLII of 2012, read with rules made thereunder, from the persons mentioned in the Column No. 1 regarding services mentioned in Column No. 2 at the rate mentioned in Column No. 4, of the below mentioned table:

---

1 Reported as PTCL 2024 St. 654.

1	2	3	4
Persons or Class of Persons	**Taxable Services**	**Classification (If Applicable)**	**Rate of tax**
All persons or class of persons in Punjab, receiving taxable services mentioned in column No. 2, in the course of an economic activity through stocks trading(s) at Pakistan Stock Exchange (PSX) by using any means for transfer/movement of payment/shares, from any person.	(As mentioned in Entry No. 12 to the Second Schedule of the Act XLII of 2012) Services provided by the stock brokers.	9819.1000	Sixteen percent
	(As mentioned in Entry No. 40 to the Second Schedule of the Act XLII of 2012) Brokerage (other than stock) and indenting services including commission agents, under-writers and auctioneers.	9815.6000 and respective headings	(a) Five percent without input tax adjustment for services provided in respect of agricultural produce and home chefs and Sixteen percent for others. (b) Sixteen percent for others.

2. A word and expression used in this notification shall have the meanings as are assigned to them under the Act XLII of 2012, and rules made thereunder.

3. The matters relating to payment of tax, assessment of tax, recovery of tax not levied or short levied, records and its insertions, and recovery of arrears of tax, payable under this notification shall be dealt with in accordance with the provisions of Act XLII of 2012 and rules made thereunder.

4. Any change/amendment in entries referred in the above table shall be communicated to the Central Depository Company of Pakistan Limited (CDC)/Collecting Agent, at the earliest.

[Issued by the Punjab Revenue Authority, under the signature of Mr. Muhammad Javaid Sadar, Chairperson, PRA]

***

DECLARATION OF ALL FOOD DELIVERY PLATFORMS/THIRD PARTY DELIVERY SERVICE PROVIDERS AS "COLLECTING AGENT" FOR THE PURPOSES OF COLLECTION OF TAX AND DEPOSIT INTO GOVERNMENT TREASURY

[1]Notification No. PRA. 32-24/2023/720, dated 2nd January, 2024.--

---

1 Reported as PTCL 2025 St. 160

In exercise of the powers conferred under section 14A of the Punjab Sales Tax on Services Act, 2012 (Act XLII of 2012), Punjab Revenue Authority is pleased to specify and declare all **Food Delivery Platforms/Third Party Delivery Service Providers** as "Collecting Agent" for the purposes of collection of tax and deposit into Government treasury under the Act XLII of 2012, read with rules made thereunder, from the persons mentioned in the Column No. 1 regarding services mentioned in Column No. 2 at the rate mentioned in Column No. 4, of the below mentioned table [1][,] [2][as per scheme mentioned in para 5.]

TABLE

1	2	3	4
Persons or Class of Persons	**Taxable Services**	**Classification**	**Rate of tax**
	(As mentioned in Entry No. 11 to the 2nd Schedule of the Act XLII of 2012)		
All persons or class of persons in Punjab providing taxable services mentioned in column No. 2, in the course of an economic activity.	Services provided by restaurants including cafes, food (including ice-cream) parlors, coffee houses, coffee shops, deras, food huts, eateries, resorts and similar cooked, prepared or ready-to-eat food service outlets *etc*.	9801.2000 9801.9000	(a) Five percent without input tax adjustment where payment against services is received through debit or credit cards, mobile wallets or QR scanning; and (b) Sixteen percent for others.

2. A word and expression used in this notification shall have the meanings as are assigned to them under the Act XLII of 2012, and rules made thereunder.

3. The matters relating to payment of tax, assessment of tax, recovery of tax not levied or short levied, records and its insertions, and recovery of arrears of tax, payable under this notification shall be dealt with in accordance with the provisions of Act XLII of 2012 and rules made thereunder.

4. Any change/amendment in entries referred in the above table shall be communicated to the Collecting Agent, at the earliest.

---

1 Substituted for the colon ":" by Notification No. PRA.32-24/2023/3292, dated 27th October, 2024, reported as PTCL 2025 St. 161.

2 The expression inserted by Notification No. PRA.32-24/2023/3292, dated 27th October, 2024, reported as PTCL 2025 St. 161.

[1][5. The Collecting Agent(s) under this Notification shall:

(a) Collect and deposit fifty percent of the value of tax against the taxable services mentioned in column (2) of the said Table in case of registered person under the Act XLII of 2012; and

(b) One percent of the value of tax against the taxable services mentioned in column (2) of the said Table in case of unregistered person under the Act XLII of 2012; and

(c) The remaining amount of tax payable shall be deposited by the person or persons rendering taxable services covered under Entry No. 11 of the second Schedule to the Act XLII of 2012.

6. The Collecting Agent(s) under this Notification shall ensure the compliance of section 59B of the Act XLII of 2012 read with the Punjab Electronic Invoice Monitoring System Rules, 2012.]

[Issued by the Punjab Revenue Authority, Finance Department, Government of the Punjab, under the signature of Muhammad Javaid Badar, Chairperson.]

***

DECLARATION OF WITHHOLDING AGENTS AS "COLLECTING AGENT" FOR THE PURPOSES OF TAX AND DEPOSIT INTO GOVERNMENT TREASURY REGARDING TAXABLE SERVICES PROVIDED BY PERSONS OR CLASS OF PERSONS IN THE COURSE OF AN ECONOMIC ACTIVITY

[2]**Notification No. HR/32-7/Orders/2024/075, 18th October, 2024.--**In exercise of the powers conferred under section 14A of the Punjab Sales Tax on Services Act, 2012 (Act XLII of 2012), Punjab Revenue Authority is pleased to specify and declare all Withholding agents defined under Rule 2(f)(i, ii, iii,) of The Punjab Sales Tax on Services (Withholding) Rules, 2015 as "Collecting Agent" for the purposes of collection of tax and deposit into Government treasury under the Act XLII of 2012, read with rules made thereunder, regarding taxable services provided by persons or class of persons in the course of an economic activity as mentioned in Column 1 at an applicable rate mentioned in Column 3, of the below mentioned Table I:

---

1 Paras 5 and 6 inserted by Notification No. PRA.32-24/2023/3292, dated 27th October, 2024, reported as PTCL 2025 St. 161.

2 Reported as PTCL 2025 St. 162.

TABLE I

1		2	3
Entry No. of Taxable Services mentioned in Second Schedule of the Act XLII of 2012	**Description Taxable Services**	**Classification**	**Rate of tax**
2	Advertisement on television and radio or advertisement services showcasing of any product or service in video programmes, television programmes or motion pictures or music albums, excluding advertisements: (a) sponsored by an agency of the Federal or Provincial Government for health education; or (b) financed out of funds provided by a Government under an agreement of foreign grant-in-aid; or (c) conveying public service message, if telecast on television by the World Wide Fund for Nature (WWF) or United Nations Children's Fund (UNICEF).]	[9802.1000, 9802.2000 and respective headings]	Sixteen percent
12	All kinds of advertisement services including advertisements on hoarding boards, pole signs and sign boards and on closed circuit TV, websites or internet, advertisements through brand activation in any mode, advertisement on moving vehicles, aerial advertising, advertisement through provision of space or time, or on bill-boards, public places, buildings, conveyances, cell phones, automated teller machines, or through offering product exclusivity in any manner.	[9802.3000, 9802.6000, 9802.7000 and 9802.9000] [9802.3000, 9802.5000, 9802.9000 and respective headings.]	Sixteen percent

1		2	3
Entry No. of Taxable Services mentioned in Second Schedule of the Act XLII of 2012	**Description Taxable Services**	**Classification**	**Rate of tax**
13	Franchise service [including intellectual property rights services [and licensing services]].	[9823.0000, 9839.0000 and respective headings]	(a) Zero percent without input tax adjustment for services relating to educational institutions for information technology; and (b) Five percent without input tax adjustment for services relating to educational institutions other than educational institutions for information technology; and (c) Sixteen percent for others.
24	Services provided by other consultants (by whatever name called or treated, whether as consultant or otherwise) including human resource and personnel development services, exhibition or convention services [including provision of space, equipment, accessories and other allied services], event management services (whole range and variety of their services regardless of separate or individual classification thereof), valuation services, evaluation services (including	9815.9000 [9832.0000, 9827.0000, 9818.3000, 9818.2000, 9819.9300, 9852.0000, 9859.0000] [, 9825.0000, 9819.5000, 9849.0000, 9818.9000, 9853.0000, 9856.0000 and respective	(a) Zero percent without input tax adjustment for training services related to Information Technology; and (b) Sixteen percent for others.

1		2	3
Entry No. of Taxable Services mentioned in Second Schedule of the Act XLII of 2012	**Description Taxable Services**	**Classification**	**Rate of tax**
	competency and eligibility testing services), certification, verification and equivalence services, market research services, marketing or sales services (including marketing agencies and on line marketing or sales services), surveyors services, training or coaching services (other than general education services) and credit rating services.	headings]	
29	Services provided by advertising agents.	9805.7000	Sixteen percent
40	Brokerage (other than stock) and indenting services including commission agents, under-writers and auctioneers.	9829.0000, 9819.1200, 9819.1100, 9819.1300 and 9819.9100	[(a) Five percent without input tax adjustment for services provided in respect of agricultural produce [and home chefs]; and (b) Sixteen percent for others.]
43	Services provided in specified fields such as health care, gym, physical fitness, indoor sports, games, [amusement parks, arcades and other recreation facilities,] and body or sauna massage *etc*.	9821.1000 and 9821.2000 9821.4000	[Five percent without input tax adjustment]
56	Debt Collection, rent collection and similar other recovery or collection services including right to collect the toll or fee or regulatory fee or duty or any other similar collection.	9863.0000	Sixteen percent
63	Parking services.	Respective headings	Five percent without input tax adjustment

2. A word and expression used in this notification shall have the meanings as are assigned to them under the Act XLII of 2012, and rules made thereunder.

3. The matters relating to payment of tax, assessment of tax, recovery of tax not levied or short levied, records and its insertions, and recovery of arrears of tax, payable under this notification shall be dealt with in accordance with the provisions of Act XLII of 2012 and rules made thereunder.

4. Any change/amendment in entries referred in the above table shall be communicated to the Collecting Agent, at the earliest.

[Issued by the Chairperson, Punjab Revenue Authority, Finance Department, Government of the Punjab.]

***

ASSIGNMENT OF POWERS AND FUNCTIONS TO THE CERTAIN OFFICERS IN RESPECT OF CERTAIN PERSONS OR CLASS OF PERSONS OR CASES OR CLASS OF CASES OR SERVICES

[1]Notification No. PRA/Order.06/2017.Vol(V)/480, dated 31st October, 2024.--In exercise of powers conferred under subsections (1) and (6) of the section 39 of the Punjab Sales Tax on Services Act, 2012, (Act XLII of 2012) read with section 40 thereof, the Punjab Revenue Authority is pleased to assign the powers and functions as provided at column (III) of the table below, exercisable or to be exercised under the said Act, rules made, notification or circulars issued or instructions given thereunder after the establishment of Commissionerates to the officers holding the charge of the units specified in column (II) of the said table in respect of persons or class of persons or cases or class of cases or services as specified in column (IV) of the said table with immediate effect and till further orders.

TABLE

I	II	III	IV
Sr. No.	**Designation of Officer/Unit**	**Functions/Powers Assigned**	**Jurisdiction of taxable Services**
1	**Additional Commissioner** **(Range-01)**	(i) Broadening of tax base including registrations (ii) Withholding (iii) Enforcement & Adjudication (iv) Recoveries along with Recovery of Arrears	All Services taxable of Second Schedule to the Punjab Sales Tax on Service Act 2012 and ***Public and Private Sector Withholding Tax and Withholding Agents*** falling under territorial limits of ***District Attock, District Jhelum, District Murree, District Chakwal & District Talagang*** except Telecommunication services,

1 Reported as PTCL 2025 St. 187.

I	II	III	IV
Sr. No.	**Designation of Officer/Unit**	**Functions/Powers Assigned**	**Jurisdiction of taxable Services**
		(v) All other allied and ancillary matters	Banking services, Insurance services, Courier services (except local segment), Franchise services, Domestic transportation of goods by air, facilities for travel (by air), Chartered Flight services within or originating from Punjab and such other multi-outlet or multi-unit service businesses whose the Punjab Sales Tax on Services Act, 2012 with single registration number under direct intimation to or liaison or coordination with the headquarters office of the Authority.
2	**Additional Commissioner** **(Range-02)**	(i) Broadening of tax base including registrations (ii) Withholding (iii) Enforcement & Adjudication (iv) Recoveries along with Recovery of Arrears (v) All other allied and ancillary matters	All Services taxable of Second Schedule to the Punjab Sales Tax on Service Act 2012 and ***Public and Private Sector Withholding Tax and Withholding Agents*** falling under territorial limits of ***District Rawalpindi*** except Telecommunication services, Banking services, Insurance services, Courier services (except local segment), Franchise services, Domestic transportation of goods by air, facilities for travel (by air), Chartered Flight services within or originating from Punjab and such other multi-outlet or multi-unit service businesses whose headquarters or regional offices comply with the Punjab Sales Tax on Services Act, 2012 with single registration number under direct intimation to or liaison or coordination with the headquarters office of the Authority.
3	**Deputy Commissioner/ Assistant Commissioner/ Enforcement Officer/Audit-*cum*-Risk Compliance Officer (Enforcement Unit-01)**	(i) Broadening of tax base including registrations (ii) Withholding (iii) Enforcement & Adjudication (iv) Recoveries along with Recovery of Arrears (v) All other allied and ancillary matters	All services of the Second Schedule to the Punjab Sales Tax on Services Act, 2012 and Public & Private Sector Withholding Agents falling in the territorial jurisdiction of **District Murree** subject to pecuniary jurisdiction and excluding those assigned to PRA (Headquarters) (Operations), Lahore.

I	II	III	IV
Sr. No.	**Designation of Officer/Unit**	**Functions/Powers Assigned**	**Jurisdiction of taxable Services**
4	**Deputy Commissioner/ Assistant Commissioner/ Enforcement Officer/Audit-*cum*-Risk Compliance Officer (Enforcement Unit-02)**	(i) Broadening of tax base including registrations (ii) Withholding (iii) Enforcement & Adjudication (iv) Recoveries along with Recovery of Arrears (v) All other allied and ancillary matters	All services of the Second Schedule to the Punjab Sales Tax on Services Act, 2012 and Public & Private Sector Withholding Agents falling in the territorial jurisdiction of ***District Chakwal and District Talagang*** subject to pecuniary jurisdiction and excluding those assigned to PRA (Headquarters) (Operations), Lahore.
5	**Deputy Commissioner/ Assistant Commissioner/ Enforcement Officer/Audit-*cum*-Risk Compliance Officer (Enforcement Unit-03)**	(i) Broadening of tax base including registrations (ii) Withholding (iii) Enforcement & Adjudication (iv) Recoveries along with Recovery of Arrears (v) All other allied and ancillary matters	All services of the Second Schedule to the Punjab Sales Tax on Services Act, 2012 and Public & Private Sector Withholding Agents falling in the territorial jurisdiction of ***District Attack*** subject to pecuniary jurisdiction and excluding those assigned to PRA (Headquarters) (Operations), Lahore.
6	**Deputy Commissioner/ Assistant Commissioner/ Enforcement Officer/Audit-*cum*-Risk Compliance Officer (Enforcement Unit-04)**	(i) Broadening of tax base including registrations (ii) Withholding (iii) Enforcement & Adjudication (iv) Recoveries along with Recovery of Arrears (v) All other allied and ancillary matters	All services of the Second Schedule to the Punjab Sales Tax on Services Act, 2012 and Public & Private Sector Withholding Agents falling in the territorial jurisdiction of ***District Jhelum*** subject to pecuniary jurisdiction and excluding those assigned to PRA (Headquarters) (Operations), Lahore.
7	**Deputy Commissioner/ Assistant Commissioner/ Enforcement Officer/Audit-*cum*-Risk Compliance Officer**	(i) Broadening of tax base including registrations (ii) Withholding (iii) Enforcement & Adjudication (iv) Recoveries along with Recovery of Arrears	Services taxable at Serial No. 14 and 15 of the Second Schedule to the Act *ibid* of ***Rawalpindi District*** and service taxable at Serial No. 32 of the Second Schedule to the Act *ibid* of **Tehsil Rawalpindi** subject to pecuniary jurisdiction excluding those assigned to PRA (Headquarters) (Operations), Lahore.

I	II	III	IV
Sr. No.	**Designation of Officer/Unit**	**Functions/Powers Assigned**	**Jurisdiction of taxable Services**
	(Enforcement Unit-05)	(v) All other allied and ancillary matters	
8	**Deputy Commissioner/ Assistant Commissioner/ Enforcement Officer/Audit-*cum*-Risk Compliance Officer (Enforcement Unit-06)**	(i) Broadening of tax base including Arrears (ii) Withholding (iii) Enforcement & Adjudication (iv) Recoveries along with Recovery of Arrears (v) All other allied and ancillary matters	All services of the Second Schedule except Serial 14 and 15 to the Punjab Sales Tax on Services Act, 2012 falling in the territorial jurisdiction of ***Tehsil Kahuta, Tehsil Kallar Syedan, Tehsil Gujar Khan and Tehsil Taxila*** subject to pecuniary jurisdiction and excluding those assigned to PRA (Headquarters) (Operations), Lahore. All services of the Second Schedule except Serial 1, 11, 14, 15 & 32 to the Punjab Sales Tax on Services Act, 2012 falling in the territorial jurisdiction of ***Tehsil Rawalpindi*** subject to pecuniary jurisdiction and excluding those assigned to PRA (Headquarters) (Operations), Lahore.
9	**Deputy Commissioner/ Assistant Commissioner/ Enforcement Officer/Audit-*cum*-Risk Compliance Officer (Enforcement Unit-07)**	(i) Broadening of tax base including registrations (ii) Withholding (iii) Enforcement & Adjudication (iv) Recoveries along with Recovery of Arrears (v) All other allied and ancillary matters	Public Sector and Private Sector Withholding Tax and Withholding Agents of ***Rawalpindi District***.
10	**Deputy Commissioner/ Assistant Commissioner/ Enforcement Officer/Audit-*cum*-Risk Compliance Officer (Enforcement Unit-08)**	(i) Broadening of tax base including registrations (ii) Withholding (iii) Enforcement & Adjudication (iv) Recoveries along with Recovery of Arrears (v) All other allied and ancillary matters	Services taxable at Serial No. 1 and 11 of the Second Schedule to the Act *ibid* of ***Tehsil Rawalpindi*** subject to pecuniary jurisdiction excluding those assigned to PRA (Headquarters) (Operations), Lahore.

2. The description, classification and scope of services covered in this notification shall be interpreted and appreciated with reference to the Second Schedule of the aforesaid Act and rules made thereunder.

3. Unless otherwise directed by the Authority, the Additional Commissioner, the Deputy Commissioner/Assistant Commissioners and Enforcement Officers/Audit-*cum*-risk Compliance Officers shall also exercise audit-related powers and perform functions in corresponding jurisdictions, specified in the table above.

4. The Deputy/Assistant Commissioners, in addition to their functions, shall also perform such duties or functions as may be assigned to them by their concerned Additional Commissioner, Commissioner, Member or Chairperson, PRA.

5. The Enforcement Officers I Audit-*cum*-risk Compliance Officers, in addition to their functions, shall also perform such duties or functions as may be assigned to them in written by the concerned Deputy I Assistant Commissioner in their respective Enforcement Range or their concerned Additional Commissioner, Commissioner, Member or Chairperson, PRA.

6. The Enforcement Officers I Audit-*cum*-risk Compliance Officers, in addition to their functions, shall also perform such duties, functions or any other matter entrusted by the Commissioner.

7. The Enforcement Officers I Audit-*cum*-risk Compliance Officers, subject to prior permission obtained in writing from concerned Additional Commissioner, may seek information, documents or records in terms of section 57(1) or (2) of the Act *ibid*.

8. The Commissioner/Additional Commissioner in addition to his jurisdiction assigned shall also exercise the supervisory functions and powers of adjudication in respect of cases beyond the pecuniary limit of officers subordinate to him/her in its Range in terms of Section 40 and Section 60 of the Punjab Sales Tax on Services Act, 2012.

9. This supersedes PRA's Notification (Jurisdiction) Notification No. PRA/33-02/2023/637 dated 11-10-2023.

[Issued by the Chairperson, Punjab Revenue Authority, Finance Department, Government of the Punjab.]

***

DELEGATION OF FUNCTION OF IDENTIFICATION OF UNREGISTERED TAXPAYERS AND COLLECTION OF RELATED DATA FOR BROADENING THE TAX NET TO ADDITIONAL DEPUTY COMMISSIONER (GENERAL) FOR WHOLE DISTRICT CONCERNED AND ASSISTANT COMMISSIONER FOR TEHSIL CONCERNED FOR A PERIOD OF TWO YEARS IN RESPECT OF THE CERTAIN SERVICES DECLARED AS TAXABLE

[1]Notification No. PRA/Order.06/2024/581, dated 6th January,

---

1 Reported as PTCL 2025 St. 79(ii).

2025.-- In exercise of the powers conferred under section 24 of the Punjab Revenue Authority Act, 2012 (XLIII of 2012), the Punjab Revenue Authority, with the concurrence of the Government, Is pleased to delegate its Function of identification of unregistered taxpayers and collection of related data for broadening the tax net to the Additional Deputy Commissioner (General) for the whole District concerned and Assistant Commissioner for the Tehsil concerned, for a period of two years, in respect of the following services that have been declared taxable under Second Schedule of the Punjab Sales Tax on Services Act, 2012 (XLII of 2012), with immediate effect:

(a) Hotels, motels and guest houses;

(b) Marriage halls;

(c) Clubs and their membership services including services and facilities for subscription;

(d) Catering services;

(e) Restaurants;

(f) Cable TV operators;

(g) Advertisement on a cable television;

(h) Internet service providers;

(i) Property developers;

(j) Construction service (housing);

(k) Property dealers;

(l) Real estate aggregators;

(m) Car/auto mobile dealers;

(n) Commission agents;

(o) Rental of bulldozer, excavator and cranes, construction equipment;

(p) Stitching services;

(q) Beauty parlors, salons, clinics, sliming clinics, spas (including saunas, Turkish baths and Jacuzzi) and similar other establishments;

(r) Photographers;

(s) Tour operators;

(t) Carriage of goods; and

(u) Laundry and drycleaners.

2. The officers, to whom functions are delegated, shall act as a liaison between the Authority and district administration and shall comply with all the orders, directions, instructions and advice of the Authority.

[Issued by the Punjab Government, Punjab Revenue Authority, under the signature of Chairperson, PRA.]

***

EXTENSION OF DUE DATE OF PAYMENT OF PUNJAB SALES TAX AND FILING OF SALES TAX RETURNS/WITHHOLDING STATEMENTS FOR THE TAX PERIOD DECEMBER, 2024 UP TO 20TH JANUARY, 2025

[1]Notification No. PRA/Orders.06/2021/596, dated 15th January, 2025.--In exercise of the powers conferred under subsection 1 of section 84 of the Punjab Sales Tax on Services Act, 2012, the Punjab Revenue Authority is pleased to extend the due date of payment of Punjab Sales Tax and filing of sales tax returns/withholding statements for the tax period December, 2024 up to 20th January, 2025 only for the restaurant sector.

[Issued by the Punjab Revenue Authority, Finance Department, Government of the Punjab, under the signature of Mr. Nauman Yousuf, Chairperson, PRA.]

***

REQUIREMENT FOR AUTHORITIES COMPETENT TO ISSUE OR RENEW LICENSE OR TO GRANT PERMISSION TO ANY PERSON TO ENGAGE IN AN ECONOMIC ACTIVITY WHICH IS A TAXABLE SERVICE

Notification No. PRA/Orders.06/2012/752, dated 14th April, 2025.-- In exercise of the powers conferred under section-76A of the Punjab Sales-Tax on Services Act 2012 *(XLII of 2012),* the Punjab Revenue Authority,, with the approval of the Government, is pleased, to require that the authorities competent to issue or renew license or to grant permission to any person to engage in an economic activity which is a taxable service under Second Schedule of the Act *ibid.,* shall not issue or renew such license or grant permission unless the licensee or the grantee furnishes the evidence that he is a duly registered person under sections 25, 26 or 27 of the Act *ibid.,* with immediate effect.

[Issued by the Punjab Government, Punjab Revenue Authority, under the signature of Chairperson, PRA.]

***

---

1 Reported as PTCL 2025 St. 191.

EXEMPTION FROM PUNJAB SALES TAX ON TAXABLE SERVICES PROVIDED BY MICRO FINANCE INSTITUTIONS (MFIS) ON ACCOUNT OF DISBURSEMENTS OF LOAN UNDER "APNI CHHAT APNA GHAR PROGRAM (ACAG) PROGRAM"

[1]**Notification No. PRA/Orders.06/2022/618, dated 23rd January, 2025.--**In exercise of the powers conferred under subsection (1) of section 12 of the Punjab Sales Tax on Services Act 2012 (XLII of 2012), the Punjab Revenue Authority, with the approval of the Government, is pleased to exempt the chargeability of sales tax on the taxable services provided by Micro Finance Institutions (MFIs) on account of disbursements of loan under **"Apni Chhat Apna Ghar Program (ACAG) Program"** of Government of the Punjab, covered under Entry No. 8 of the Second Schedule to the Act XLII of 2012.

[Issued by the Punjab Revenue Authority, Government of the Punjab, under the signature of Chairperson, PRA.]

***

EXEMPTION FROM PUNJAB SALES TAX ON TO WATER AND SANITATION AGENCY (WASA), LAHORE AND FAISALABAD OPERATING UNDER ADMINISTRATIVE CONTROL OF HOUSING, URBAN DEVELOPMENT AND PUBLIC HEALTH ENGINEERING DEPARTMENT (HUD & PHE)

[2]**Notification No. PRA/Orders.06/2022/619, dated 23rd January, 2025.--**In exercise of the powers conferred under subsection (1) of section 12 of the Punjab Sales Tax on Services Act 2012 (XLII of 2012), the Punjab Revenue Authority, with the approval of the Government, is pleased to grant exemption to Water and Sanitation Agency (WASA), Lahore and Faisalabad operating under the administrative control of Housing, Urban Development and Public Health Engineering Department (HUD & PHE) to the extent of grant-in-aid funds financed by European Union (EU) through French Agency for Development (AFD) under an agreement for the Project "Capacity Building Project for Performance Improvement of the Lahore and Faisalabad Water and Sanitation Agencies, Punjab".

[Issued by the Punjab Revenue Authority, Government of the Punjab, under the signature of Chairperson, PRA.]

***

ESTABLISHMENT OF LARGE TAXPAYER COMMISSIONERATE, LAHORE BY PUNJAB REVENUE AUTHORITY

[3]**Notification No. PRA. 33-02/2023/1302, dated 4th February, 2026.-**

---

1 Reported as PTCL 2026 St. 730(i).

2 Reported as PTCL 2026 St. 730(ii).

3 Reported as PTCL 2026 St. 666.

-In exercise of the powers conferred under clause (u) of sub-section (2) of section 5 of the Punjab Revenue Authority Act, 2012 (XLIII of 2012), and in pursuance of the decision of the Punjab Revenue Authority (PRA) in its 130th Meeting dated 09.12.2025, the PRA (Authority) is pleased to establish a Large Taxpayer Commissionerate, Lahore.

2 The said Commissionerate shall function and operate in such manner as may be specified by the Authority from time to time for the administration of sales tax on services under the Punjab Sales Tax on Services Act, 2012 (XLII of 2012) and such other duties, taxes and levies as are assigned to the Authority under any other fiscal law.

[Issued by the Punjab Revenue Authority, Finance Department, Government of the Punjab, under the signature of Chairperson, PRA, vide Punjab Gazette (Extra Ordinary), 2026, Page 4602.]

***

JURISDICTION OF ENFORCEMENT UNITS OF LAHORE COMMISSIONERATE OF PRA

[1]**Notification No. PRA-HR/Notifications/2024/030, dated 4th February, 2026.--**In exercise of powers conferred under of Section 39 read with Section 40 of the Punjab Sales Tax on Services Act, 2012, (ACT XLI1 of 2012) the Punjab Revenue Authority is pleased to assign the powers and functions exercisable or to be exercised under the said Act and rules made, notifications or circulars issued or instructions given there under from time to time, to the officers of the Authority posted against the enforcement units specified in column (2) of the Table below in respect of persons or class of persons or cases or class of cases or services as specified in columns (3) and (4) of the said table, with immediate effect and till further orders:

TABLE

Enforcement Range	Enforcement Unit		Jurisdiction	Cases/Area/Zone
(1)		(2)	(3)	(4)
	Unit 01	All Compliant cases + First half of non-compliant cases starting with A.	1. Technical, scientific, & engineering consultants including technical inspection and certification services, quality control (standard certification), technical analysis and testing, erection, commissioning and installation services.	Persons or class of persons or cases or class of cases within the territorial area falling in the jurisdiction of District Lahore of the Province of the Punjab and falling within areas not assigned to any other Commissionerate.

1 Reported as PTCL 2026 St. 730(iii).

Enforcement Range	Enforcement Unit		Jurisdiction	Cases/Area/Zone
(1)		(2)	(3)	(4)
Enforcement Range-I Lahore	Unit 01A	Remaining half of non-compliant	2. Business support services. 3. Port operators (including airport and dry ports) and allied services provided at ports and services provided by terminal operators including services in respect of public bonded warehouse.	
	Unit 02	All Compliant cases + First half of non-compliant cases starting with A.	1. Courier services including express cargo or logistic services or cargo services by road passenger transportation businesses including any cash collection incidental thereto and transportation through pipeline and conduit services. 2. Services in relation to transport of goods other than water, through pipeline, conduit transmission lines or any other medium (other than inland carriage of goods by road otherwise taxable or chargeable to tax as such).	1. The Persons or class of persons or cases or class of cases for whole Province of the Punjab and falling within areas not assigned to any other Commissionerate (in case of jurisdiction 1) 2. Persons or class of persons or cases or class of cases within the territorial area falling in the jurisdiction of District Lahore of the province of the Punjab and falling within areas not assigned to any other Commissionerate (in case of jurisdiction 2)
	Unit 02A	Remaining half of Unit non-compliant cases.		
	Unit 03	All Compliant cases + First half of non-compliant cases starting with A.	1. Information technology-enabled or information technology based services including software development, software customization, software maintenance, system support, system assembly, system integration, system designing and architecture, system analysis, system development, system operation, system maintenance, system up-gradation	Persons or class of persons or cases or class of cases within the territorial area falling in the jurisdiction of District Lahore of the Province of the Punjab and falling within areas not assigned to any other Commissionerate.

Enforcement Range	Enforcement Unit		Jurisdiction	Cases/Area/Zone
(1)		(2)	(3)	(4)
			and modification, data warehousing or management, data entry operations, data migration or transfer, system security or protection, web designing, web development, web hosting, network designing, services relating to enterprise resource or management planning (including marketing of products), development and sale of smart phone applications or games, graphics designing, medical transcription, remote monitoring, telemedicine, insurance claim processing, online retrieval and database access or retrieval service provided by the Companies, Corporations and Authorities. 2. Services provided by TV or radio program producers or production houses.	
	Unit 03A	Remaining half of non-compliant cases.	3. Public relation services including communication services and services provided by public relations or media management businesses, communication specialists, media researchers, and services provided by opinion poll agencies. 4. Ride Hailing Services	
	Unit 05	All Compliant cases + First half of non-compliant cases starting	Contractual execution of works and furnishing of supplies.	Persons or class of persons or cases or class of cases within the territorial area falling in the

Enforcement Range	Enforcement Unit		Jurisdiction	Cases/Area/Zone
(1)		(2)	(3)	(4)
		with A.		jurisdiction of District Lahore of the province of the Punjab and falling within areas not assigned to any other Commissionerate.
	Unit 05A	Remaining half of non-compliant cases.		
	Unit 06	All Compliant cases + First half of non-compliant cases starting with A.	1 Services provided by tour operators and travel agents including all their allied services or facilities. 2. Visa processing services including advisory or consultancy services for foreign education or for migration, visa application filing, services provided by document collection centres and subsequent assistance in visa processing (including all ancillary services). 3. Facilities for travel originating from Punjab by Air for domestic and international travel. 4. Services provided by laboratories other than services relating to pathological or diagnostic text exclusively for medical treatment purposes. 5. Services provided by other consultants (by whatever name called or treated, whether as consultant or otherwise) including human resource and personnel development services, valuation services, evaluation services (including	1. Persons or class of persons or cases or class of cases within the territorial area falling in the jurisdiction of District Lahore of the Province of the Punjab and falling within areas not assigned to any other Commissionerate (other than jurisdiction 7) 2. The Persons or class of persons or cases or class of cases for whole Province of the Punjab and falling within areas not assigned to any other Cornmissionerate (in case of jurisdiction 7)

Enforcement Range	Enforcement Unit		Jurisdiction	Cases/Area/Zone
(1)		(2)	(3)	(4)
			competency and eligibility testing services), certification, verification and equivalence services, market research services, marketing or sales services (including marketing agencies and on line marketing or sales services), surveyors services, training or coaching services (other than general education services) and credit rating services.	
	Unit 06A	Remaining half of non-compliant cases.	6. Brokerage (including stock brokers) and indenting services including commission agents, under-writers and auctioneers excluding those falling under the type of business as Company, Authority or Corporation 7. Chartered flight services within or originating from the Punjab.	
Enforcement Range-II Lahore	Unit 07	All Compliant cases + First half of non-compliant eases starling with A.	1. Advertisement on television and radio or advertisement services of showing of any product or service in video programs, television programs, motion picture or music album. 2. Advertisement on hoarding board, pole signs and sign board and on closed circuit TV, website or internet, advertisement through brand activation in any mode, advertisement on moving vehicle, aerial advertising, advertisement through provision of space or time or on bill board,	Persons or class of persons or cases or class of cases within the territorial area falling in the jurisdiction of District Lahore of the Province of the Punjab and falling within areas not assigned to any other Commissionerate.
	Unit 07A	Remaining half of non-compliant cases.		

Enforcement Range	Enforcement Unit		Jurisdiction	Cases/Area/Zone
(1)		(2)	(3)	(4)
			public places, building, conveyance, cell phone, automated teller machines, or through offering product exclusively in any manner.	
	Unit 08	All Compliant cases + First half of non-compliant cases starting with A.	1. Services provided by security agency. 2. Manpower recruitment agents including labor and manpower supplies.	Persons or class of persons or cases or class of cases within the territorial area falling in the jurisdiction of District Lahore of the Province of the Punjab and falling within areas not assigned to any other Commissionerate.
	Unit 08A	Remaining half of non-compliant		
	Unit 10	All Compliant cases + First half of non-compliant cases starting with A.	1. All services except those assigned to other units. 2. Supply chain management or distribution (including delivery) services.	1. Persons or class of persons or cases of class of cases falling within area not assigned to any other Commissionerate (other than jurisdiction 5).
	Unit 10A	Remaining half of non-compliant cases.	3. Services provided by Packers including handling and packaging services. 4. Exhibition or convention services including provision of space, equipment, accessories and other allied services. 5. Services in respect of mining of minerals, oil & gas including related surveys and allied activities.	2. Persons or class of persons or cases or class of cases falling within the territorial area of District Lahore of the Province of the Punjab and falling within areas not assigned to any other Commissionerate (in case or Jurisdiction 5).
	Unit 11	All Compliant cases + First half of non-compliant cases starting with A.	1. All services other than those which are assigned centrally. 2. Public sector withholding tax, withholding agents and collecting agents (excluding those registered as service providers).	Persons of class of persons and cases or class of cases within the territorial area of District Kasur falling in the jurisdiction of civil Division of Lahore of the Province of the Punjab.
	Unit 11A	Remaining half of non-compliant		

Enforcement Range	**Enforcement Unit**		**Jurisdiction**	**Cases/Area/Zone**
(1)		**(2)**	**(3)**	**(4)**
	Unit 12	All Compliant cases + First half of non-compliant cases starting with A.	1. All services other than those which are assigned centrally. 2. Public sector withholding tax, withholding agents and collecting agents (excluding those registered as service providers).	Persons class of persons or cases or class of cases within the territorial area of District Sheikhupura and District Nankana Sahib falling in the jurisdiction of civil Division of Lahore of the Province of the Punjab.
	Unit 12A	Remaining half of non-compliant cases.		
		All Compliant cases + First half of non-compliant cases starting with A.	1. Services provided by accountants (including practicing chartered or cost accountants), auditors, actuaries, tax consultants (by whatever name called), practicing company secretaries, receivers, liquidators, auctioneers and corporate law consultants, whether individual or otherwise.	Persons or class of persons or cases or class of cases within the territorial area falling in the jurisdiction of District Lahore of the Province of the Punjab and falling within areas not assigned to any other Commissionerate.
Enforcement Range-III Lahore	Unit 04		2. Services provided by a registrar to an issue, share transfer or depository services including services provided through manual or electronic book-entry system used to record and maintain securities and to register the transfer of shares, securities and derivatives (including investor account services, trustee or custodial services, share registrar services and their allied or connected services). 3. Brokerage (including stock brokers) and indenting services including commission agents, under-writers and auctioneers provided by	

Enforcement Range	Enforcement Unit		Jurisdiction	Cases/Area/Zone
(1)		(2)	(3)	(4)
			Companies, Corporations and Authorities.	
	Unit 04A	Remaining half of non-complaint cases	4. Call centers 5.Information technology-enabled or information technology based services including software development, software customization, software maintenance, system support, system assembly, system integration, system designing and architecture, system analysis, system development, system operation, system maintenance, system up-gradation and modification, data warehousing or management, data entry operations, data migration or transfer, system security or protection, web designing, web development, web hosting, network designing, services relating to enterprise resource or management planning (including marketing of products), development and sale of smart phone applications or games, graphics designing, medical transcription, remote monitoring, telemedicine, insurance claim processing, online retrieval and database access or retrieval service excluding those falling under the type of business as Company, Authority or Corporation.	

Enforcement Range	Enforcement Unit		Jurisdiction	Cases/Area/Zone
(1)		(2)	(3)	(4)
	Unit 14	All Compliant cases + First half of non-compliant cases starting with A.	Public sector withholding tax, withholding agents and collecting agents (excluding those registered as service providers).	1. Department including its attached department, all autonomous bodies, public sector organizations including public corporations, commissioners, regulatory or statutory bodies or authorities and projects carried out on the basis of public-private partnership under the administrative control of the Government of the Punjab within the territorial area falling in the jurisdiction of Lahore District of the Province of the Punjab and falling within areas not assigned to any other Commisssionerate except those specifically assigned to any other Unit/ Commissionerate.
	Unit 14A	Remaining half of non-compliant cases.		
	Unit 15	All Compliant cases + First half of non-compliant cases starting with A.	1. Public sector withholding tax, withholding agents and collecting agents (excluding those registered as service providers). 2. Service provided by advertising agents. 3. Services provided by custom agents ship chandlers and stevedores.	All Federal Divisions operating under the administrative control of federal ministries of Govt. of Pakistan including its attached Divisions/departments, Federal Authorities, autonomous bodies, special institutions, public sector organizations including public corporations, Commissions, regulatory or statutory bodies or Authorities and projects carried out on the basis of public-private partnership.

Enforcement Range	Enforcement Unit		Jurisdiction	Cases/Area/Zone
(1)		(2)	(3)	(4)
	Unit 15A	Remaining half of non-compliant cases.	4. Services provided by shipping agents. 5. Services provided by Freight forwarding agents.	Persons or class of persons or cases or class of cases within the territorial area falling in the jurisdiction of District Lahore of the Province of the Punjab and falling within areas not assigned to any other Commissionerate.
	Unit 17	All Compliant cases + First half, of non-compliant. cases starting with A.	Construction services.	Persons or class of persons or cases or class of cases within the territorial area falling in the jurisdiction of District Lahore of the Province of the Punjab and falling within areas not assigned to any other Commissionerate.
	Unit 17A	Remaining half of non-compliant		
	Unit 21	All Compliant cases + First half of non-compliant cases starting with A.	All services except those assigned to other units.	Persons or class of persons or cases of class of cases falling within territorial jurisdiction of Tehsil/ Subdivision Nishter of the Lahore District of the Province of Punjab
Enforcement Range-IV Lahore	Unit 21A	Remaining half of non-compliant cases.		
	Unit 22	All Compliant cases + first half of non-compliant cases starting with A.	All services except those assigned to other units.	Persons or class of persons or cases of class of cases falling within territorial jurisdiction of Tehsil/ Subdivision Raiwind

Enforcement Range	Enforcement Unit		Jurisdiction	Cases/Area/Zone
(1)		(2)	(3)	(4)
	Unit 22A	Remaining half of non-compliant cases		of the Lahore District of the Province of Punjab.
	Unit 23	All Compliant cases + First half of non-compliant cases starting with A.	All services except those assigned to other units.	Persons or class of persons or cases of class of cases falling within territorial jurisdiction of Tehsil/ Subdivision Saddar of the Lahore District of the Province of Punjab.
	Unit 23A	Remaining hall of non-compliant cases.		
	Unit 24	All Compliant cases + First half of non-compliant cases starting with A.	All services except those assigned to other units.	Persons or class of persons or cases of class of cases falling within territorial jurisdiction of Tehsil Subdivision Allama Iqbal of the Lahore District of the Province of Punjab.
	Unit 24A	Remaining half of non-compliant cases.		
	Unit 25	All Compliant cases + First half of non-compliant cases starting with A.	All services except those assigned to other units.	Persons or class of persons or cases of class of cases falling within territorial jurisdiction of Tehsil/ Subdivision Shalimar of the Lahore District of the Province of Punjab.
	Unit 25A	Remaining half of non-compliant cases.		
	Unit 30	All Compliant cases + First half of non-compliant cases starting with A.	All services except those assigned to other units.	Persons or class of persons or cases of class of cases falling within territorial jurisdiction of Tehsil/ Subdivision Ravi of the Lahore District of the Province of Punjab.
	Unit 30A	Remaining half of non-compliant cases.		

Enforcement Range	Enforcement Unit		Jurisdiction	Cases/Area/Zone
(1)		(2)	(3)	(4)
Enforcement Range-V Lahore	Unit 20	All Compliant cases + First half of non-compliant cases starting with A.	1. Services provided by cable TV operators. 2. Advertisement on a cable television. 3. Entertainment services (including cinemas, theatres, concerts, circus, sports events, races, film, fashion shows and mobile stage shows). 4. Services provided by property developers, builders and promoters (including their allied services). 5. Apartment house management, real estate management, and services of rent collection.	Persons or class of persons or cases or class of cases within the territorial area falling in the jurisdiction of Lahore District of the Province of the Punjab and falling within areas not assigned to any other Commissionerate.
	Unit 20A	Remaining half of non-compliant cases.		
	Unit 26	All Compliant cases + First half of non-compliant cases starting with A.	All services except those assigned to other units.	Persons or class of persons or cases of class of cases falling within territorial jurisdiction of tehsil/ Subdivision Lahore Cantt and cantonment board areas of the
	Unit 26A	Remaining half of non-compliant cases.		Lahore District of the Province of Punjab
	Unit 31	All Compliant cases + first half of non-compliant cases starting with A.	All services except those assigned to other units.	Persons or class of persons or cases of class of cases falling within territorial jurisdiction of Tehsil/ Subdivision Model town of the Lahore District of the Province of Punjab.
	Unit 31A	Remaining half of non-compliant cases.		

Enforcement Range	**Enforcement Unit**		**Jurisdiction**	**Cases/Area/Zone**
(1)		**(2)**	**(3)**	**(4)**
	Unit 32	All Compliant cases + First half of non-compliant cases starting with A.	1. Services provided by restaurants including cafes, food (including ice cream) parlors, coffee houses, coffee shops, deras, food huts, eateries, resorts and similar cooked, prepared or ready-to-eat food service outlets *etc.* 2. Hotels, motels and guest houses 3. Marriage halls and lawns (by whatever name called) including pandal and shamiana services 4. Catering services (including all ancillary allied services such as floral or other decoration, furnishing of space whether or not involving rental of equipment and accessories.	Persons or class of persons or cases of class of cases falling within territorial jurisdiction of Tehsil/ Subdivision Model town of the Lahore District of the Province of Punjab.
	Unit 32A	Remaining half of non-compliant cases.		
	Unit 42	All Compliant cases + first half of non-compliant cases starting with A.	1. Services provided by restaurants including cafes, food (including ice cream) parlors, cofee houses, coffee shops, deras, food huts, eateries, resorts and similar cooked, prepared or ready-to-eat food service outlets *etc.* 2. Hotels, motels and guest houses	Persons or class of persons or cases of class of cases falling within territorial jurisdiction of Tehsil/ Subdivision Lahore Cantt and cantonment board areas of the Lahore District of the Province of Punjab.
	Unit 42A	Remaining half of non-compliant cases.	3. Marriage halls and lawns (by whatever name called) including pandal and shamiana services 4. Catering services (including all ancillary/ allied services such as floral or other decoration, furnishing of space whether or not involving rental of equipment and accessories.	

Enforcement Range	Enforcement Unit		Jurisdiction	Cases/Area/Zone
(1)		(2)	(3)	(4)
	Unit 29	All Compliant cases + First half of non-compliant cases starting with A.	All services except those assigned to other units.	Persons or class of persons or cases of class of cases falling within territorial jurisdiction of Tehsil/ Subdivision Lahore City of the Lahore District of the Province of Punjab.
	Unit 29A	Remaining half of non-compliant cases.		
	Unit 33	All Compliant cases + First half of non-compliant cases starting with A	1. Services provided by restaurants including cafes, food (including ice cream) parlors, coffee houses, coffee shops, deras, food huts, eateries, resorts and similar cooked, prepared or ready-to-eat food service outlets *etc.* 2. Hotels, motels and guest houses	
	Unit 33A	Remaining half of non-compliant cases.	3. Marriage halls and lawns (by whatever name called) including pandal and shamiana services 4. Catering services (including all ancillary/ allied services such as floral or other decoration, furnishing of space whether or not involving rental of equipment and accessories.	Persons or class of persons or cases of class of cases falling within territorial jurisdiction of Tehsil/ Subdivision Nishter of the Lahore District of the Province of Punjab.
Enforcement Range-VI Lahore	Unit 35	All Compliant cases + First half of non-compliant cases starting with A.	1. Services provided by restaurants including cafes, food (including ice cream) parlors, coffee houses, coffee shops, deras, food huts, eateries, resorts and similar cooked, prepared or ready-to-eat food service outlets *etc.* 2. Hotels, motels and guest houses	Persons or class of persons or cases of class of cases falling within territorial

Enforcement Range	Enforcement Unit		Jurisdiction	Cases/Area/Zone
(1)		(2)	(3)	(4)
	Unit 35A	Remaining half of non-compliant cases.	3. Marriage halls and lawns (by whatever name called) including pandal and shamiana services 4. Catering services (including all ancillary/ allied services such as floral or other decoration, furnishing of space whether or not involving rental of equipment and accessories	jurisdiction of Tehsil/ Subdivision Raiwind of the Lahore District of the Province of Punjab.
	Unit 36	All Compliant cases + First half of non-compliant cases starting with A.	1. Services provided by restaurants including cafes, food (including ice cream) parlors, coffee houses, coffee shops, deras, food huts, eateries, resorts and similar cooked, prepared or ready-to-eat food service outlets *etc.* 2. Hotels, motels and guest houses	Persons or class of persons or cases of class of cases falling within territorial jurisdiction of Tehsil/ Subdivision Shalimar of the Lahore District of the Province of Punjab.
	Unit 36A	Remaining half of non-compliant cases.	3. Marriage halls and lawns (by whatever name called) including pandal and shamiana services 4. Catering services (including all ancillary/ allied services such as floral or other decoration, furnishing of space whether or not involving rental of equipment and accessories.	
	Unit 37	All Compliant cases + First half of non-compliant cases starting with A.	1. Services provided by restaurants including cafes, food (including ice cream) parlors, coffee houses, coffee shops, deras, food huts, eateries, resorts and similar cooked, prepared or ready-to-eat food service outlets *etc.* 2. Hotels, motels and guest houses	Persons or class of persons or cases of class of cases falling within territorial jurisdiction of Tehsil/ Subdivision Allama Iqbal of the Lahore

Enforcement Range	Enforcement Unit		Jurisdiction	Cases/Area/Zone
(1)		(2)	(3)	(4)
	Unit 37A	Remaining half of non-compliant cases.	3. Marriage halls and lawns (by whatever name called) including pandal and shamiana services 4. Catering services (including all ancillary/ allied services such as floral or other decoration, furnishing of space whether or not involving rental of equipment and accessories.	District of the Province of Punjab falling within area not assigned to any other Commissionerate.
	Unit 28	All Compliant cases + first half of non-compliant cases starting with A.	All services except those assigned to other units.	Persons or class of persons or cases of class of cases falling within territorial jurisdiction of Tehsil/ Subdivision Wahga of the Lahore District of the Province of Punjab.
	Unit 28A	Remaining half of non-compliant eases.		
Enforcement Range-VII Lahore	Unit 38	All Compliant cases + First half of non-compliant cases starting with A.	1. Services provided by architects, town planners, landscapers, landscape designers, interior decorators and interior designers.	
	Unit 38A	Remaining half of non-compliant cases.	2. Services in relation to supply of tangible goods including machinery, equipment and appliances for use, without transferring right of possession and effective control of such machinery, equipment and appliances. 3. Rental of bulldozers, excavators, cranes, construction equipment. Scaffolding, framework and shuttering, generators, storage containers, Refrigerator, shelf or rack renting, *etc.*	Persons or class of persons or cases or class of cases falling within the territorial area of District Lahore of the Province of the Punjab and falling within areas not assigned to any other Commissionerate.

Enforcement Range	Enforcement Unit		Jurisdiction	Cases/Area/Zone
(1)		(2)	(3)	(4)
			4. Apartment house management, real estate management and services of rent collection. 5. Debt Collection, rent collection and similar other recovery or collection services including right to collect the toll or fee or regulatory fee or duly or any other similar collection.	
	Unit 39	All Compliant cases + First half of non-compliant cases starting with A.	1. Services provided restaurants including cafes, food (including ice cream) parlors, coffee houses, coffee shops, deras, food huts, eateries, resorts and similar cooked, prepared or ready-to-eat food service outlets *etc.*	
	Unit 39A	Remaining half of non-compliant cases.	2. Hotels, motels and guest houses 3. Marriage halls and lawns (by whatever name called) including pandal and shamiana services 4. Catering services (including all ancillary/ allied services such as floral or other decoration, furnishing of space whether or not involving rental of equipment and accessories.	Persons or class of persons or cases of class of cases falling within territorial jurisdiction of tehsil/ Subdivision Saddar of the Lahore District of the Province of Punjab.
	Unit 40	All Compliant cases + First half of non-compliant cases starting with A.	1. Services provided by restaurants including cafes, food (including ice cream) parlors, coffee houses, coffee shops, deras, food huts, eateries, resorts and similar cooked, prepared or ready-to-eat food service outlets *etc.*	

Enforcement Range	Enforcement Unit		Jurisdiction	Cases/Area/Zone
(1)		(2)	(3)	(4)
			2. Hotels, motels and guest houses	
	Unit 40A	Remaining half of non-compliant cases.	3. Marriage halls and lawns (by whatever name called) including pandal and shamiana services 4. Catering services (including all ancillary/ allied services such as floral or other decoration, furnishing of space whether or not involving rental of equipment and accessories.	Persons or class of persons or cases of class of cases falling within territorial jurisdiction of Tehsil/ Subdi vision Wahga of the Lahore District of the Province of Punjab.
	Unit 41	All Compliant cases + First half of non-compliant cases starting with A.	1. Services provided by restaurants including cafes, food (including ice cream) parlors, coffee houses, coffee shops, deras, food huts, eateries, resorts and similar cooked, prepared or ready-to-eat food service outlets *etc.* 2. Hotels, motels and guest houses	
	Unit 41A	Remaining half of non-compliant	3. Marriage falls and lawns (by whatever name called) including pandal and shamiana services 4. Catering services (including all ancillary/ allied services such as floral or other decoration, furnishing of space whether or not involving rental of equipment and accessories.	Persons or class of persons or cases of class of cases falling within territorial jurisdiction of Tehsil/ Subdivision Ravi of the Lahore District of the province of Punjab.
	Unit 43	All Compliant cases + First half of non-compliant cases starting with A.	1. Services provided by restaurants including cafes, food (including ice cream) parlors, coffee houses, coffee shops, deras, food huts, eateries, resorts and similar cooked, prepared or	

Enforcement Range	Enforcement Unit		Jurisdiction	Cases/Area/Zone
(1)		(2)	(3)	(4)
			ready-to-eat food service outlets *etc.*	
	Unit 43A	Remaining half of non-compliant cases.	2. Hotels, motels and guest houses 3. Marriage halls and lawns (by whatever name called) including pandal and shamiana services 4. Catering services (including all ancillary/ allied services such as floral or other decoration, furnishing of space whether or not involving rental of equipment and accessories.	Persons or class of persons or cases of class of cases falling within territorial jurisdiction of Tehsil/ Subdivision Lahore City of the Lahore District of the Province of Punjab.

02. For the purposes of this bifurcation, the status of a case as compliant or non-compliant shall be determined strictly and exclusively on the basis of payment records available in the PRA systems as on 31 December 2025, without any discretionary interpretation. For this purpose, a non-compliant case shall mean a registered person who:

- has made no tax payment during the last three consecutive months, and
- remains in default as on 30-12-2025.

03. Notwithstanding the creation of Unit-A, it is hereby expressly provided and clarified that case allocation shall be made as follows:

Each Enforcement Unit, within its assigned territorial, service-wise, or functional jurisdiction, shall retain:

- All compliant cases, and
- The remaining fifty percent (50%) of non-compliant cases, after allocation to Unit-A.

04. The corresponding Unit-A shall exclusively deal with:

- the first fifty percent (50%) of non-compliant cases, selected strictly in alphabetical order (approximated), from the list of non-compliant registered persons falling within the jurisdiction of the parent unit.

05. The officers posted against both Enforcement Units shall

exercise all powers and perform all functions under the Punjab Sales Tax on Services Act, 2012, the rules made thereunder, and the notifications, circulars, and instructions issued from time to time, in respect of the cases allocated to them.

06. All proceedings, including but not limited to notices, audits, recoveries, adjudications, and enforcement actions, initiated prior to this bifurcation shall be deemed to have been validly initiated, and shall be continued, concluded, or enforced by the unit to which the case now stands allocated under this notification, without the requirement of re-issuance or re-initiation.

07. The description, classification and scope of service covered in this notification shall be interpreted and appreciated with reference to the Second Schedule of the aforesaid Act and rules made there under.

08. Unless otherwise directed by the Authority, the Additional Commissioners/Deputy Commissioner/Assistant Commissioners/Enforcement officers and Audit Officers shall also exercise audit-related powers and perform functions in corresponding jurisdiction, specified in the table above.

09. The Deputy/Assistant Commissioners, in addition to their function, shall also perform such duties or functions as may be assigned to them in written by their concerned Additional Commissioner, Commissioner, Member or Chairperson, PRA.

10. The Enforcement Officers/Audit Officers, in addition to their functions, shall also perform such duties or functions as may be assigned to them in written by their concerned. Additional Commissioner, Commissioner, Member or Chairperson, PRA.

11. The Commissioner/Additional Commissioner shall exercise the supervisory functions and powers of adjudication in respect of cases beyond the pecuniary limit of officers subordinate to him/her in its range in terms of Section 40 and Section 60 of the Punjab Sales tax on Services Act, 2012.

12. All the jurisdictional and competency issues arising under the Act or the rules or notifications shall be decided by the Authority in such manner as it thinks fit.

13. This notification supersedes all previous notification of PRA on the subject.

[Issued by the Punjab Revenue Authority, Finance Department, Government of the Punjab, under the signature of Chairperson, PRA, vide Punjab Gazette (Extra Ordinary), 2026, Page 5250.]

***

JURISDICTION OF ENFORCEMENT UNITS OF LARGE TAXPAYERS UNIT, PRA, LAHORE

[1]**Notification No. PRA-HR/Notifications/2024/031, dated 4th February, 2026.--**In exercise of powers conferred under of Section 39 read with Section 40 of the Punjab Sales Tax on Services Act, 2012, (Act XLII of 2012) the Punjab Revenue Authority is pleased to assign the powers and functions exercisable or to be exercised under the said Act and rules made, notifications or circulars issued or instructions given there under from time to time, to the officers of the Authority posted against the enforcement units specified in column (2) of the Table below in respect of persons or class of persons or cases or class of cases or services as specified in columns (3) and (4) of the said table, with immediate effect and till further orders:

TABLE

Enforcement Range	Enforcement Unit	Jurisdiction	Cases/Area/Zone
(1)	(2)	(3)	(4)
Enforcement Range-I LTU	Unit 01	Telecommunication Services: (a) telephone services; (b) fixed line voice telephone service; (c) wireless telephone; (d) cellular telephone; (e) wireless local loop telephone; (f) video telephone.	The Persons or class of persons or cases or class of cases for whole Province of the Punjab and falling within areas not assigned to any other Commissionerate.
	Unit 02	Telecommunication Services: (g) payphone cards; (h) pre-paid calling cards; (i) voice mail service; (j) messaging service; (k) short message service (SMS); (l) multimedia message service (MMS); (m) bandwidth services used for voice and video telecommunication services:	

1 Reported as PTCL 2026 St. 616.

Enforcement Range	Enforcement Unit	Jurisdiction	Cases/Area/Zone
(1)	(2)	(3)	(4)
		(i) copper line based; (ii) fiber-optic based; (iii) co-axial cable based; (iv) microwave based; (v) satellite based; (n) telegraph; (o) telex; (p) telefax; (q) store and forward fax services; (r) audio-text services; (s) tele-text services; (t) trunk radio services; (u) paging services; (v) voice paging services; (w) radio paging services; (x) vehicle and other tracking services; and (y) burglar and security alarm services; (z) (i) internet services, whether dialup or broadband, including email services, data communication network services (DCNS) and value added data services; (ii) such charges payable on the international leased lines or bandwidth services used by: (a) software exporting firms registered with Pakistan Software Export Board; and (b) data and internet service providers licensed by the Pakistan Telecommunication Authority; and	The Persons or class of persons or cases or class of cases for whole Province of the Punjab and falling within areas not assigned to any other Commissionerate.

Enforcement Range	Enforcement Unit	Jurisdiction	Cases/Area/Zone
(1)	**(2)**	**(3)**	**(4)**
		(iii) such charges payable on the international leased lines used by the software exporting firms registered with Pakistan Software Export Board for software exports (aa) Any other telecommunication services.	
	Unit 03	1. Services provided by persons for carriage of goods by rail or road. 2. Domestic transportation of goods by air (other than courier services otherwise taxable or chargeable to tax as such).	Persons or class of persons or cases or class of cases falling within the territorial area of Lahore Division of the Province of the Punjab and falling within areas not assigned to any other Commissionerate
	Unit 04	Private sector withholding tax, withholding agents and collecting agents (excluding those registered as service providers).	Withholding agents with the business name starting from English alphabet C to J falling in the territorial jurisdiction of Lahore Division of the Province of the Punjab and falling within areas not assigned to any other Commissionerate.
	Unit 05	Private sector withholding tax, withholding agents and collecting agents (excluding those registered as service providers).	Withholding agents with the business name starting from English alphabet A, B and P to T falling in the territorial jurisdiction of Lahore Division of the Province of the Punjab and falling within areas not assigned to any other Commissionerate.

Enforcement Range	Enforcement Unit	Jurisdiction	Cases/Area/Zone
(1)	(2)	(3)	(4)
	Unit 06	Private sector withholding tax, withholding agents and collecting agents (excluding those registered as service providers).	Withholding agents with the business name starting from English alphabet K to O and from U to Z falling in the territorial jurisdiction of Lahore Division of the Province of the Punjab and falling within areas not assigned to any other Commissionerate.
Enforcement Range-II LTU	Unit 07	1. Services provided by a "banking company" as defined under section 2(7) of the Punjab Sales Tax on Services Act 2012, who holds a valid banking license from the State Bank of Pakistan under the Banking Companies Ordinance, 1962 or the Microfinance Institutions Ordinance, 2001, including but not limited to: (a) Scheduled commercial banks (public sector and private sector) operating in the Punjab; (b) Islamic banks licensed as banking companies under the Banking Companies Ordinance, 1962; (c) Specialized banks; (d) Microfinance Banks licensed by the State Bank of Pakistan (distinct from non-bank microfinance institutions); (e) Digital banks licensed as banking companies by the State Bank of Pakistan; (f) Branches of foreign banks operating in the Punjab under license from the State Bank of Pakistan;	The Persons or class of persons or cases or class of cases for whole Province of the Punjab and falling within areas not assigned to any other Commissionerate.

Enforcement Range	Enforcement Unit	Jurisdiction	Cases/Area/Zone
(1)	(2)	(3)	(4)
		(g) Any other entity transacting the business of banking services or any other related banking services.	
	Unit 08	1 Services provided in respect of insurance to a policy holder by an insurer, including a re-insurer for: (a) fire insurance; (b) goods insurance; (c) health insurance; (d) life insurance; (e) marine insurance; (f) theft insurance; and (g) any other insurance or related services. 2 Services provided by insurance agents, insurance brokers and any other related service	The Persons or class of persons or cases or class of cases for whole Province of the Punjab and falling within areas not assigned to any other Commissionerate
	Unit 09	1 Non-banking financial institutions" as defined under section 2(26A) of the Punjab Sales Tax on Services Act 2012, which includes a company licensed by the Securities and Exchange Commission of Pakistan to carry out any such services or form of business but not limited to following; (i) investment finance services: (ii) leasing; (iii) housing finance services; (iv) venture capital investment; (v) discounting services; (vi) investment advisory services;	Persons or class of persons or cases or class of cases within the territorial area falling in the jurisdiction of District Lahore of the Province of the Punjab and falling within areas not assigned to any other Commissionerate.

Enforcement Range	Enforcement Unit	Jurisdiction	Cases/Area/Zone
(1)	(2)	(3)	(4)
		(vii) asset management services; and (viii) any other form of business which the Federal Government may, from time to time, by notification in the official Gazette specify.	
		2. Services provided by; (a) Non-bank Microfinance Institutions (MFIs) licensed by SECP; (b) Modarabas, Mushrika, Ijaraha or any other Islamic mode of financing by person or class of persons; (c) Pure investment companies/ NBFCs conducting only investment advisory, asset management without holding a banking license under the Banking Companies Ordinance, 1962; (d) Cooperative financing societies engaged in financial intermediation if operating as a cooperative society without SBP banking license; 3. Management consultancy services including fund and asset (including investment) managements services.	
	Unit 10	Franchise Services including intellectual property rights and licensing.	The Persons or class of persons or cases or class of cases for whole Province of the Punjab and falling within areas not assigned to any other Commissionerate.

02. The description, classification and scope of service covered in

this notification shall be interpreted and appreciated with reference to the Second Schedule of the aforesaid Act and rules made there under.

03. Unless otherwise directed by the Authority, the Additional Commissioner/Deputy Commissioner/Assistant Commissioners/Enforcement officers and Audit Officers shall also exercise audit-related powers and perform functions in corresponding jurisdiction, specified in the table above.

04. The Deputy/Assistant Commissioners, in addition to their functions, shall also perform such duties or functions as may be assigned to them in written by their concerned Additional Commissioner, Commissioner, Member or Chairperson, PRA.

05. The Enforcement Officers/Audit Officers, in addition to their functions, shall also perform such duties or functions as may be assigned to them in written by their concerned Additional Commissioner, Commissioner, Member or Chairperson, PRA.

06. The Commissioner/Additional Commissioner shall exercise the supervisory functions and powers of adjudication in respect of cases beyond the pecuniary limit of officers subordinate to him/her in its range in terms of Section 40 and Section 60 of the Punjab Sales Tax on Services Act, 2012.

07. All the jurisdictional and competency issues arising under the Act or the rules or notifications shall be decided by the Authority in such manner as it thinks fit.

08. This notification supersedes all previous notifications of PRA on the subject.

[Issued by the Punjab Government, Punjab Revenue Authority, under the signature of Chairperson, PRA, vide Punjab Gazette (Extra Ordinary), Page 4596]

***

JURISDICTION OF ENFORCEMENT UNITS OF SAHIWAL COMMISSIONERATE OF PRA

[1]**Notification No. PRA-HR/Notifications/2024/032, dated 4th February, 2026.--**In exercise of powers conferred under of Section 39 read with Section 40 of the Punjab Sales Tax on Services Act, 2012, (ACT XLII of 2012) the Punjab Revenue Authority is pleased to assign the powers and functions exercisable or to be exercised under the said Act and rules made, notifications or circulars issued or instructions given there under from time to time, to the officers of the Authority posted against the enforcement units specified in column (3) of the Table below in respect of persons or class of persons or cases or class of cases or services as specified in columns (2) and (4) of the said table, with immediate effect and till further orders:

---

1 Reported as PTCL 2026 St. 750.

TABLE

Enforcement Range	Jurisdiction	Enforcement Unit	Further Division
(1)	(2)	(3)	(4)
Enforcement Range Sahiwal	All taxable services including those services listed under Part-I, Part II and Part-III (except serial nos. 1, 2, 4, 8, 10, 16, 17, 18, 20 and 25 of Part-III) of the Second Schedule to the Punjab Sales Tax on Services Act, 2012 and withholding agents (Public Sector), excluding those assigned to PRA (Headquarters) (Operations), Lahore, falling in territorial jurisdiction of Civil District Sahiwal subject to pecuniary jurisdiction.	Unit 01	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 01A	Remaining half of non-compliant cases.
	Services taxable at Serial Nos. 1, 2, 4, 8, 10, 16, 17, 18, 20 and 25 of Part-III of the Second Schedule to the Punjab Sales Tax on Services Act, 2012 and withholding agents (Private Sector), excluding those assigned to PRA (Headquarters) (Operations), Lahore, falling in territorial jurisdiction of Civil District Sahiwal subject to pecuniary jurisdiction.	Unit 02	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 02A	Remaining half of non-compliant cases.
	All taxable services including those services listed under Part-I, Part II and Part-III of the Second Schedule to the Punjab Sales Tax on Services Act, 2012 and withholding agents (both Public and Private Sector), those assigned to PRA (Headquarters) (Operations), Lahore, falling in territorial jurisdiction of Civil District Okara subject to pecuniary jurisdiction.	Unit 03	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 03A	Remaining half of non-compliant cases.
	All taxable services including those services listed under Part-I, Part II and Part-III to the Second Schedule to the Punjab Sales Tax	Unit 04	All Compliant cases + First half of non-compliant cases starting with A.

Enforcement Range	Jurisdiction	Enforcement Unit	Further Division
(1)	(2)	(3)	(4)
	on Services Act, 2012 and withholding agents (both Public and Private Sector), excluding those assigned to PRA (Headquarters) (Operations), Lahore, falling in territorial jurisdiction of Civil District Vehari subject to pecuniary jurisdiction.	Unit 04A	Remaining half of non-compliant cases.
	All taxable services including those services listed under Part-I, Part II and Part-III to the Second Schedule to the Punjab Sales Tax on Services Act, 2012 and withholding agents (both Public and Private Sector), excluding those assigned to PRA (Headquarters) (Operations), Lahore, falling in territorial jurisdiction of Civil District Pakpattan subject to pecuniary jurisdiction.	Unit 05	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 05A	Remaining half of non-compliant cases.

02. For the purposes of this bifurcation, the status of a case as compliant or non-compliant shall be determined strictly and exclusively on the basis of payment records available in the PRA systems as on 31 December 2025, without any discretionary interpretation. For this purpose, a non-compliant case shall mean a registered person who:

- has made no tax payment during the last three consecutive months, and
- remains in default as on 31-12-2025.

03. Notwithstanding the creation of Unit-A, it is hereby expressly provided and clarified that case allocation shall be made as follows:

Each Enforcement Unit, within its assigned territorial, service-wise, or functional jurisdiction, shall retain:

- All compliant cases, and
- The remaining fifty percent (50%) of non-compliant cases, after allocation to Unit-A.

04. The corresponding Unit-A shall exclusively deal with:

- the first fifty percent (50%) of non-compliant cases, selected

strictly in alphabetical order (approximated), from the list of non-compliant registered persons falling within the jurisdiction of the parent unit.

05. The officers posted against both Enforcement Units shall exercise all powers and perform all functions under the Punjab Sales Tax on Services Act, 2012, the rules made thereunder, and the notifications, circulars, and instructions issued from time to time, in respect of the cases allocated to them.

06. All proceedings, including but not limited to notices, audits, recoveries, adjudications, and enforcement actions, initiated prior to this bifurcation shall be deemed to have been validly initiated, and shall be continued, concluded, or enforced by the unit to which the case now stands allocated under this notification, without the requirement of re-issuance or re-initiation

07. The description, classification and scope of service covered in this notification shall be interpreted and appreciated with reference to the Second Schedule of the aforesaid Act and rules made there under.

08. Unless otherwise directed by the Authority, the Additional Commissioners/Deputy Commissioner/Assistant Commissioners/Enforcement officers and Audit Officers shall also exercise audit-related powers and perform functions in corresponding jurisdiction, specified in the table above.

09. The Deputy/Assistant Commissioners, in addition to their functions, shall also perform such duties or functions as may be assigned to them in written by their concerned Additional Commissioner, Commissioner, Member or Chairperson, PRA.

10. The Enforcement Officers/Audit Officers, in addition to their functions, shall also perform such duties or functions as may be assigned to them in written by their concerned, Additional Commissioner, Commissioner, Member or Chairperson, PRA.

11. The Commissioner/Additional Commissioner shall exercise the supervisory functions and powers of adjudication in respect of cases beyond the pecuniary limit of officers subordinate to him/her in its range in terms of Section 40 and Section 60 of the Punjab Sales Tax on Services Act, 2012.

12. All the jurisdictional and competency issues arising under the Act or the rules or notifications shall be decided by the Authority in such manner as it thinks fit.

13. This notification supersedes all previous notifications of PRA on the subject.

[Issued by the Punjab Revenue Authority, Finance Department, Government of the Punjab, under the signature of Chairperson, PRA, vide Punjab Gazette (Extra Ordinary), 2026, Page 5266.]

***

JURISDICTION OF ENFORCEMENT UNITS OF RAWALPINDI COMMISSIONERATE OF PRA

[1]**Notification No. PRA-HR/Notifications/2024/033, dated 4th February, 2026.--**In exercise of powers conferred under of Section 39 read with Section 40 of the Punjab Sales Tax on Services Act, 2012, (ACT XLII of 2012) the Punjab Revenue Authority is pleased to assign the powers and functions exercisable or to be exercised under the said Act and rules made, notifications or circulars issued or instructions given there under from time to time, to the officers of the Authority posted against the enforcement units specified in column (3) of the Table below in respect of persons or class of persons or cases or class of cases or services as specified in columns (2) and (4) of the said table, with immediate effect and till further orders:

TABLE

Enforcement Range	Jurisdiction	Enforcement Unit	Further Division
(1)	(2)	(3)	(4)
Enforcement Range-I Rawalpindi	All taxable services including those services listed in Part I of Second Schedule falling under the territorial jurisdiction of Rawalpindi Cantt excluding those assigned to PRA (Headquarters) (Operations), Lahore.	Unit 01	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 01A	Remaining half of non-compliant cases.
	Public Withholding agents/ Collecting agents and Private Withholding Agents in District Rawalpindi.	Unit 02	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 02A	Remaining half of non-compliant cases.
	All taxable services including those services listed in Part I and III of Second Schedule falling under the territorial jurisdiction of Municipal Corporation Rawalpindi excluding those assigned to PRA (Headquarters) (Operations), Lahore.	Unit 03	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 03A	Remaining half of non-compliant cases.
	All taxable services including those services listed in Part I and III of Second Schedule falling under the territorial jurisdiction of Chaklala Cantt excluding those	Unit 04	All Compliant cases + First half of non-compliant cases starting with A.

---

1 Reported as PTCL 2026 St. 753.

Enforcement Range	Jurisdiction	Enforcement Unit	Further Division
(1)	(2)	(3)	(4)
	assigned to PRA (Headquarters) (Operations), Lahore.		
		Unit 04A	Remaining half of non-compliant cases.
	All taxable services including those services listed in Part I and III of Second Schedule falling under the territorial jurisdiction of District Council to the extent of areas falling in jurisdiction of Tehsil Rawalpindi only and excluding those assigned to PRA (Headquarters) (Operations), Lahore.	Unit 05	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 05A	Remaining half of non-compliant cases.
	All services of Part III of Second Schedule falling under the territorial jurisdiction of Rawalpindi Cantt excluding those assigned to PRA (Headquarters) (Operations), Lahore	Unit 06	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 06A	Remaining half of non-compliant cases.
	All taxable services including those services listed in Part I and III of Second Schedule falling under the territorial jurisdiction of Tehsil Gujjar Khan, Kahuta, Kallar Syedan, Taxila of Rawalpindi District excluding those assigned to PRA (Headquarters) (Operations), Lahore.	Unit 07	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 07A	Remaining half of non-compliant cases.
	All taxable services including those services listed in Second Schedule, Private withholding agents, public withholding agents and Collecting agents falling under the territorial jurisdiction of District Attack excluding those assigned to PRA (Headquarters) (Operations), Lahore.	Unit 08	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 08A	Remaining half of non-compliant cases.

Enforcement Range	Jurisdiction	Enforcement Unit	Further Division
(1)	(2)	(3)	(4)
Enforcement Range-02 Rawalpindi	Public Withholding agents/ Collecting agents and Private Withholding Agents in District Jhelum, Chakwal, Talagang and Muree.	Unit 9	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 09 A	Remaining half of non-compliant cases.
	All taxable services including those services listed in Second Schedule falling under the territorial jurisdiction of District Murree excluding those assigned to PRA (Headquarters) (Operat-ions), Lahore.	Unit 10	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 10A	Remaining half of non-compliant cases.
	All taxable services including those services listed in Part II of Second Schedule (Fixed-Taxed Services) falling under the territorial jurisdiction of District Rawalpindi excluding those assigned to PRA (Headquarters) (Operations), Lahore.	Unit 11	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 11A	Remaining half of non-compliant cases.
	All taxable services including those services listed in Second Schedule falling under the territorial jurisdiction of District Jhelum, Chakwal and Talagang excluding those assigned to PRA (Headquarters) (Operations), Lahore.	Unit 12	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 12A	Remaining half of non-compliant cases.

02. For the purposes of this bifurcation, the status of a case as compliant or non-compliant shall be determined strictly and exclusively on the basis of payment records available in the PRA systems as on 31 December 2025, without any discretionary interpretation. For this purpose, a non-compliant case shall mean a registered person who:

- has made no tax payment during the last three consecutive months, and
- remains in default as on 31-12-2025.

03. Notwithstanding the creation of Unit-A, it is hereby expressly provided and clarified that case allocation shall be made as follows:

Each Enforcement Unit, within its assigned territorial, service-wise, or functional jurisdiction, shall retain:

- All compliant cases, and
- The remaining fifty percent (50%) of non-compliant cases, after allocation to Unit-A.

04. The corresponding Unit-A shall exclusively deal with:

- the first fifty percent (50%) of non-compliant cases, selected strictly in alphabetical order (approximated), from the list of non-compliant registered persons falling within the jurisdiction of the parent unit.

05. The officers posted against both Enforcement Units shall exercise all powers and perform all functions under the Punjab Sales Tax on Services Act, 2012, the rules made thereunder, and the notifications, circulars, and instructions issued from time to time, in respect of the cases allocated to them.

06. All proceedings, including but not limited to notices, audits, recoveries, adjudications, and enforcement actions, initiated prior to this bifurcation shall be deemed to have been validly initiated, and shall be continued, concluded, or enforced by the unit to which the case now stands allocated under this notification, without the requirement of re-issuance or re-initiation.

07. The description, classification and scope of service covered in this notification shall be interpreted and appreciated with reference to the Second Schedule of the aforesaid Act and rules made there under.

08. Unless otherwise directed by the Authority, the Additional Commissioners/Deputy Commissioner/Assistant Commissioners/Enforcement officers and Audit Officers shall also exercise audit-related powers and perform functions in corresponding jurisdiction, specified in the table above.

09. The Deputy/Assistant Commissioners, in addition to their functions, shall also perform such duties or function as may be assigned to them in written by their concerned Additional Commissioner, Commissioner, Member or Chairperson, PRA.

10. The Enforcement Officers/Audit Officers, in addition to their

functions, shall also perform such duties or functions as may be assigned to them in written by their concerned, Additional Commissioner, Commissioner, Member or Chairperson, PRA.

11. The Commissioner/Additional Commissioner shall exercise the supervisory functions and powers of adjudication in respect of cases beyond the pecuniary limit of officers subordinate to him/her in its range in terms of Section 40 and Section 60 of the Punjab Sales Tax on Services Act, 2012.

12. All the jurisdictional and competency issues arising under the Act or the rules or notifications shall be decided by the Authority in such manner as it thinks fit.

13. This notification supersedes all previous notifications of PRA on the subject.

[Issued by the Punjab Revenue Authority, Finance Department, Government of the Punjab, under the signature of Chairperson, PRA, vide Punjab Gazette (Extra Ordinary), 2026, Page 5270.]

***

JURISDICTION OF ENFORCEMENT UNITS OF SARGODHA COMMISSIONERATE OF PRA

[1]**Notification No. PRA-HR/Notifications/2024/034, dated 4th February, 2026.--**In exercise of powers conferred under of Section 39 read with Section 40 of the Punjab Sales Tax on Services Act, 2012, (ACT XLII of 2012), the Punjab Revenue Authority is pleased to assign the powers and functions exercisable or to be exercised under the said Act and rules made, notifications or circulars issued or instructions given there under from time to time, to the officers of the Authority posted against the enforcement units specified in column (3) of the Table below in respect of persons or class of persons or cases or class of cases or services as specified in columns (2) and (4) of the said table, with immediate effect and till further orders:

TABLE

Enforcement Range	Jurisdiction	Enforcement Unit	Further Division
(1)	(2)	(3)	(4)
Enforcement Range Sargodha	All taxable services including those services listed under Part-I, Part II and Part-III (except serial nos. 1, 2, 4, 8, 10, 16, 17, 18, 20	Unit 01	All Compliant cases + First half of non-compliant cases starting with A.

1 Reported as PTCL 2026 St. 758.

Enforcement Range	Jurisdiction	Enforcement Unit	Further Division
(1)	(2)	(3)	(4)
	and 25 of Part-III) of the Second Schedule to the Punjab Sales Tax on Services Act, 2012 and withholding agents (Public Sector), excluding those assigned to PRA (Headquarters) (Operations), Lahore, falling in territorial jurisdiction of Civil District Sargodha subject to pecuniary jurisdiction.	Unit 01A	Remaining half of non-compliant cases.
	Services taxable at Serial Nos. 1, 2, 4, 8, 10, 16, 17, 18, 20 and 25 of Part-III of the Second Schedule to the Punjab Sales Tax on Services Act, 2012 and withholding agents (Private Sector), excluding those assigned to PRA (Headquarters) (Operations), Lahore, falling in territorial jurisdiction of Civil District Sargodha subject to pecuniary jurisdiction.	Unit 02	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 02A	Remaining half of non-compliant cases.
	All taxable services including those services listed under Part-I, Part II and Part-III of the Second Schedule to the Punjab Sales Tax on Services Act, 2012 and withholding agents - (both Public and Private Sectors), excluding those assigned to PRA (Headquarters) (Operations), Lahore, falling in territorial jurisdiction of Civil District Khushab subject to pecuniary jurisdiction.	Unit 03	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 03A	Remaining half of non-compliant cases.
	All taxable services including those services listed under Part-I, Part II and Part-III to the Second Schedule to the Punjab Sales Tax on Services Act, 2012 and withholding agents (both Public and Private Sectors), excluding those assigned to PRA (Headquarters) (Operations), Lahore, falling in territorial	Unit 04	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 04A	Remaining half of non-compliant cases.

Enforcement Range	Jurisdiction	Enforcement Unit	Further Division
(1)	(2)	(3)	(4)
	jurisdiction of Civil District Mianwali subject to pecuniary jurisdiction.		
	All taxable services including those services listed under Part-I, Part II and Part-III of the Second Schedule to the Punjab Sales Tax on Services Act, 2012 and withholding agents (both Public and Private Sectors), excluding those assigned to PRA (Headquarters) (Operations), Lahore, falling in territorial jurisdiction of Civil District Bhakkar subject to pecuniary jurisdiction.	Unit 05	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 05A	Remaining half of non-compliant cases.

02. For the purposes of this bifurcation, the status of a case as compliant or non-compliant shall be determined strictly and exclusively on the basis of payment records available in the PRA systems as on 31 December 2025, without any discretionary interpretation. For this purpose, a non-compliant case shall mean a registered person who:

- has made no tax payment during the last three consecutive months, and
- remains in default as on 31-12-2025.

03. Notwithstanding the creation of Unit-A, it is hereby expressly provided and clarified that case allocation shall be made as follows:

Each Enforcement Unit, within its assigned territorial, service-wise, or functional jurisdiction, shall retain:

- All compliant cases, and
- The remaining fifty percent (50%) of non-compliant cases, after allocation to Unit-A.

04. The corresponding Unit-A shall exclusively deal with:

- the first fifty percent (50%) of non-compliant cases, selected strictly in alphabetical order (approximated), from the list of non-compliant registered persons falling within the jurisdiction of the parent unit.

05. The officers posted against both Enforcement Units shall exercise all powers and perform all functions under the Punjab Sales Tax on Services Act, 2012, the rules made thereunder, and the notifications, circulars, and instructions issued from time to time, in respect of the cases allocated to them.

06. All proceedings, including but not limited to notices, audits, recoveries, adjudications, and enforcement actions, initiated prior to this bifurcation shall be deemed to have been validly initiated, and shall be continued, concluded, or enforced by the unit to which the case now stands allocated under this notification, without the requirement of re-issuance or re-initiation.

07. The description, classification and scope of service covered in this notification shall be interpreted and appreciated with reference to the Second Schedule of the aforesaid Act and rules made there under.

08. Unless otherwise directed by the Authority, the Additional Commissioners/Deputy Commissioner/Assistant Commissioners/Enforcement officers and Audit Officers shall also exercise audit-related powers and perform functions in corresponding jurisdiction, specified in the table above.

09. The Deputy/Assistant Commissioners, in addition to their functions, shall also perform such duties or functions as may be assigned to them in written by their concerned Additional Commissioner, Commissioner, Member or Chairperson, PRA.

10. The Enforcement Officers/Audit Officers, in addition to their functions, shall also perform such duties or functions as may be assigned to them in written by their concerned, Additional Commissioner, Commissioner, Member or Chairperson, PRA.

11. The Commissioner/Additional Commissioner shall exercise the supervisory functions and powers of adjudication in respect of cases beyond the pecuniary limit of officers subordinate to him/her in its range in terms of Section 40 and Section 60 of the Punjab Sales Tax on Services Act, 2012.

12. All the jurisdictional and competency issues arising under the Act or the rules or notifications shall be decided by the Authority in such manner as it thinks fit.

13. This notification supersedes all previous notifications of PRA on the subject.

[Issued by the Punjab Revenue Authority, Finance Department, Government of the Punjab, under the signature of Chairperson, PRA, vide Punjab Gazette (Extra Ordinary), 2026, Page 5276.]

***

JURISDICTION OF ENFORCEMENT UNITS OF MULTAN COMMISSIONERATE OF PRA

[1]**Notification No. PRA-HR/Notifications/2024/035, dated 4th February, 2026.--**In exercise of powers conferred under of Section 39 read with Section 40 of the Punjab Sales Tax on Services Act, 2012, (Act XLII of 2012) the Punjab Revenue Authority is pleased to assign the powers and functions exercisable or to be exercised under the said Act and rules made, notifications or circulars issued or instructions given there under from time to time, to the officers of the Authority posted against the enforcement units specified in column (3) of the Table below in respect of persons or class of persons or cases or class of cases or services as specified in columns (2) and (4) of the said table, with immediate effect and till further orders:

TABLE

Enforcement Range	Jurisdiction	Enforcement Unit	Further Division
Enforcement Range-I Multan	All taxable services including those services listed in Second Schedule Part I, II & III to the Punjab Sales Tax on Services Act, 2012 falling in territorial jurisdiction of Civil District of Multan except Telecommunications, Banking, Insurance, Courier (except local segment) Franchise, Domestic transportation of goods by air, facilities for travel (by air), Chartered Flight services within or originating from Punjab and such other multi-outlet or multi-unit service businesses whose head office or regional offices comply with the Punjab Sales Tax on Services Act, 2012 with single registration number under direct intimation to or liaison or coordination with the Headquarters office of the Authority,	Unit 01	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 01A	Remaining half of non-compliant cases.
	Withholding agents (Public Sector), Withholding agents (Private sector), and Collecting agents falling in territorial jurisdiction of Civil District of Multan, except persons providing services of Franchise, Domestic transportation of	Unit 02	All Compliant cases + First half of non-compliant cases starting with A.

1 Reported as PTCL 2026 St. 659.

Enforcement Range	Jurisdiction	Enforcement Unit	Further Division
	goods by air, facilities for travel (by air), chartered flight services within or originating from Punjab and such other multi-outlet or multi-unit service businesses whose head office having with single registration number under direct intimation to or liaison or coordination with the Headquarters office of the Authority.	Unit 02A	Remaining half of non-compliant cases.
	I. All taxable services including those services listed in Second Schedule Part I, II & III to the Punjab Sales Tax on Services Act, 2012 falling in territorial jurisdiction of Civil District of Lodhran except Telecommunications, Banking, Insurance, Courier (except local segment) Franchise, Domestic transportation of goods by air, facilities for travel (by air), Chartered Flight services within or originating from Punjab and such other multi-outlet or multi-unit service businesses whose head office or regional offices comply with the Punjab Sales Tax on Services Act, 2012 with single registration number under direct intimation to or liaison or coordination with the Headquarters office of the Authority.	Unit 03	All Compliant cases + First half of non-compliant cases starting with A.
	II. Withholding agents (Public Sector), Withholding agents (Private sector), and Collecting agents falling in territorial jurisdiction of Civil District of Lodhran, except persons providing services of Franchise, Domestic transportation of goods by air, facilities for travel (by air), chartered flight services within or originating from Punjab and such other multi-outlet or multi-unit service businesses whose head office having with single registration number under direct intimation to or liaison or coordination with the Headquarters office of the Authority.	Unit 03A	Remaining half of non-compliant cases.
	I. All taxable services including those services listed in Second Schedule Part I, II & III to the Punjab Sales Tax on Services Act, 2012 falling in territorial	Unit 04	All Compliant cases + First half of non-compliant

Enforcement Range	Jurisdiction	Enforcement Unit	Further Division
	jurisdiction of Civil District of Khanewal except Telecommunications, Banking, Insurance, Courier (except local segment) Franchise, Domestic transportation of goods by air, facilities for travel (by air), Chartered Flight services within or originating from Punjab and such other multi-outlet or multi-unit service businesses whose head office or regional offices comply with the Punjab Sales Tax on Services Act, 2012 with single registration number under direct intimation to or liaison or coordination with the Headquarters office of the Authority.		cases starting with A.
	II. Withholding agents (Public Sector), Withholding agents (Private sector), and Collecting agents falling in territorial jurisdiction of Civil District of Khanewal, except persons providing services of Franchise, Domestic transportation of goods by air, facilities for travel (by air), chartered flight services within or originating from Punjab and such other multi-outlet or multi-unit service businesses whose head office having with single registration number under direct intimation to or liaison or coordination with the Headquarters office of the Authority.	Unit 04A	Remaining half of non-compliant cases.
	All taxable services including those services listed in Second Schedule Part I, II & III to the Punjab Sales Tax on Services Act, 2012 falling in territorial jurisdiction of Civil District of D.G Khan & Rajanpur except Telecommunications, Banking, Insurance, Courier (except local segment) Franchise, Domestic transportation of goods by air, facilities for travel (by air), Chartered Flight services within or originating from Punjab and such other multi-outlet or multi-unit service businesses whose head office or regional offices comply with the Punjab Sales Tax on Services Act, 2012 with single registration number	Unit 05	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 05A	Remaining half of non-compliant cases.

Enforcement Range	Jurisdiction	Enforcement Unit	Further Division
	under direct intimation to or liaison or coordination with the Headquarters office of the Authority.		
Enforcement Range-02 Multan	Withholding agents (Public Sector), Withholding agents (Private sector), and Collecting agents falling in territorial jurisdiction of Civil District of D.G Khan & Rajanpur, except persons providing services of Franchise, Domestic transportation of goods by air, facilities for travel (by air), chartered flight services within or originating from Punjab and such other multi-outlet or multi-unit service businesses whose head office having with single registration number under direct intimation to or liaison or coordination with the Headquarters office of the Authority.	Unit 06	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 06A	Remaining half of non-compliant cases.
	I. All taxable services including those services listed in Second Schedule Part I, II & III to the Punjab Sales Tax on Services Act, 2012 falling m territorial jurisdiction of Civil District of Layyah except Telecommunications, Banking, Insurance, Courier (except local segment) Franchise, Domestic transportation of goods by air, facilities for travel (by air), Chartered Flight services within or originating from Punjab and such other multi-outlet or multi-unit service businesses whose head office or regional offices comply with the Punjab Sales Tax on Services Act, 2012 with single registration number under direct intimation to or liaison or coordination with the Headquarters office of the Authority.	Unit 07	All Compliant cases + First half of non-compliant cases starting with A.
	II. Withholding agents (Public Sector), Withholding agents (Private sector), and Collecting agents falling in territorial jurisdiction of Civil District of Layyah, except persons providing services of Franchise, Domestic transportation of goods by air, facilities for travel (by air), chartered flight services within or originating from Punjab and such other multi-outlet or multi-unit service	Unit 07A	Remaining half of non-compliant cases.

Enforcement Range	Jurisdiction	Enforcement Unit	Further Division
	businesses whose head office having with single registration number under direct intimation to or liaison or coordination with the Headquarters office of the Authority.		
	I. All taxable services including those services listed in Second Schedule Part I, II & III to the Punjab Sales Tax on Services Act, 2012 falling in territorial jurisdiction of Civil District of Kot Adu & Taunsa except Telecommunications, Banking, Insurance, Courier (except local segment) Franchise, Domestic transportation of goods by air, facilities for travel (by air), Chartered Flight services within or originating from Punjab and such other multi-outlet or multi-unit service businesses whose head office or regional offices comply with the Punjab Sales Tax on Services Act, 2012 with single registration number under direct intimation to or liaison or coordination with the Headquarters office of the Authority.	Unit 08	All Compliant cases + First half of non-compliant cases starting with A
		Unit 8A	Remaining half of non-compliant cases.
	II. Withholding agents (Public Sector), Withholding agents (Private sector), and Collecting agents falling in territorial jurisdiction of Civil District of Kot Adu & Taunsa, except persons providing services of Franchise, Domestic transportation of goods by air, facilities for travel (by air), chartered flight services within or originating from Punjab and such other multi-outlet or multi-unit service businesses whose head office having with single registration number under direct intimation to or liaison or coordination with the Headquarters office of the Authority.		
	I. All taxable services including those services listed in Second Schedule Part I, II & III to the Punjab Sales Tax on Services Act, 2012 falling in territorial jurisdiction of Civil District of Muzaffargarh except	Unit 09	All Compliant cases + First half of non-compliant cases starting with A.

Enforcement Range	Jurisdiction	Enforcement Unit	Further Division
	Telecommunications, Banking, Insurance, Courier (except local segment) Franchise, Domestic transportation of goods by air, facilities for travel (by air), Chartered Flight services within or originating from Punjab and such other multi-outlet or multi-unit service businesses whose head office or regional offices comply with the Punjab Sales Tax on Services Act, 2012 with single registration number under direct intimation to or liaison or coordination with the Headquarters office of the Authority. II. Withholding agents (Public Sector), Withholding agents (Private sector), and Collecting agents falling in territorial jurisdiction of Civil District of Muzaffargarh, except persons providing services of Franchise, Domestic transportation of goods by air, facilities for travel (by air), chartered flight services within or originating from Punjab and such other multi-outlet or multi-unit service businesses whose head office having with single registration number under direct intimation to or liaison or coordination with the Headquarters office of the Authority.	Unit 09A	Remaining half of non-compliant cases.

02. For the purposes of this bifurcation, the status of a case as compliant or non-compliant shall be determined strictly and exclusively on the basis of payment records available in the PRA systems as on 31 December 2025, without any discretionary interpretation. For this purpose, a non-compliant case shall mean a registered person who:

- has made no tax payment during the last three consecutive months, and
- remains in default as on 31-12-2025.

03. Notwithstanding the creation of Unit-A, it is hereby expressly provided and clarified that case allocation shall be made as follows:

Each Enforcement Unit, within its assigned territorial, service-wise, or functional jurisdiction, shall retain:

- All compliant cases, and

- The remaining fifty percent (50%) of non-compliant cases, after allocation to Unit-A.

04. The corresponding Unit-A shall exclusively deal with:

- the first fifty percent (50%) of non-compliant cases, selected strictly in alphabetical order (approximated), from the list of non-compliant registered persons falling within the jurisdiction of the parent unit.

05. The officers posted against both Enforcement Units shall exercise all powers and perform all functions under the Punjab Sales Tax on Services Act, 2012, the rules made thereunder, and the notifications, circulars, and instructions issued from time to time, in respect of the cases allocated to them.

06. All proceedings, including but not limited to notices, audits, recoveries, adjudications, and enforcement actions, initiated prior to this bifurcation shall be deemed to have been validly initiated, and shall be continued, concluded, or enforced by the unit to which the case now stands allocated under this notification, without the requirement of re-issuance or re-initiation.

07. The description, classification and scope of service covered in this notification shall be interpreted and appreciated with reference to the Second Schedule of the aforesaid Act and rules made there under.

08. Unless otherwise directed by the Authority, the Additional Commissioners/Deputy Commissioner/Assistant Commissioners/Enforcement officers and Audit Officers shall also exercise audit-related powers and perform functions in corresponding jurisdiction, specified in the table above.

09. The Deputy/Assistant Commissioners, in addition to their functions, shall also perform such duties or functions as may be assigned to them in written by their concerned Additional Commissioner, Commissioner, Member or Chairperson, PRA.

10. The Enforcement Officers/Audit Officers, in addition to their functions, shall also perform such duties or functions as may be assigned to them in written by their concerned, Additional Commissioner, Commissioner, Member or Chairperson, PRA.

11. The Commissioner/Additional Commissioner shall exercise the supervisory functions and powers of adjudication in respect of cases beyond the pecuniary limit of officers subordinate to him/her in its range in terms of Section 40 and Section 60 of the Punjab Sales Tax on Services Act, 2012.

12. All the jurisdictional and competency issues arising under the Act or the rules or notifications shall be decided by the Authority in such manner as it thinks fit.

13. This notification supersedes all previous notifications of PRA on the subject.

[Issued by the Punjab Revenue Authority, Finance Department, Government of the Punjab, under the signature of Chairperson, PRA, vide Punjab Gazette (Extra Ordinary), 2026, Page 5280.]

***

JURISDICTION OF ENFORCEMENT UNITS OF GUJRANWALA COMMISSIONERATE OF PRA

[1]**Notification No. PRA-HR/Notifications/2024/036, dated 4th February, 2026.--**In exercise of powers conferred under of Section 39 read with Section 40 of the Punjab Sales Tax on Services Act, 2012, (ACT XLII of 2012) the Punjab Revenue Authority is pleased to assign the powers and functions exercisable or to be exercised under the said Act and rules made, notifications or circulars issued or instructions given there under from time to time, to the officers of the Authority posted against the enforcement units specified in column (3) of the Table below in respect of persons or class of persons or cases or class of cases or services as specified in columns (2) and (4) of the said table, with immediate effect and till further orders:

TABLE

Enforcement Range	Jurisdiction	Enforcement Unit	Further Division
(1)	(2)	(3)	(4)
Enforcement Ranged Gujranwala	1. All taxable services including those services listed in Second Schedule to the Punjab Sales Tax on Services Act, 2012 falling in territorial jurisdiction of tehsil Kamoke & Naushera Virkan of the civil district of Gujranwala excluding those assigned to PRA (Headquarters) (Operations), Lahore.	Unit 01	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 01A	Remaining half of non-compliant cases.
	2. Withholding agents (Both Public & private Sector) falling in territorial jurisdiction of tehsil Kamoke & Naushera Virkan of the civil district of Gujranwala.		
	1. All taxable services including those services listed in Second Schedule to the Punjab Sales Tax	Unit 02	All Compliant cases + First half of non-compliant cases starting

1 Reported as PTCL 2026 St. 761.

Enforcement Range	Jurisdiction	Enforcement Unit	Further Division
(1)	**(2)**	**(3)**	**(4)**
	on Services Act, 2012 falling in territorial jurisdiction of tehsil Gujranwala City and Gujranwala Sadar of the civil district of Gujranwala excluding those assigned to PRA (Headquarters) (Operations), Lahore.		with A.
		Unit 02A	Remaining half of non-compliant cases.
	2 Withholding agents (Both Public & private Sector) falling in territorial jurisdiction of tehsil Gujranwala City and Gujranwala Sadar of the civil district of Gujranwala.		
	1. All taxable services including those services listed in Second Schedule to the Punjab Sales Tax on Services Act, 2012 falling in territorial jurisdiction of tehsil Sialkot & Sambrial of the civil district of Sialkot, excluding those assigned to PRA (Headquarters) (Operations), Lahore.	Unit 03	All Compliant cases + First half of non-compliant cases starting with A.
	2. Withholding agents (Both Public & private Sector) falling in territorial jurisdiction of tehsil Sialkot & Sambrial of the civil district of Sialkot.	Unit 03A	Remaining half of non-compliant cases.
	1. All taxable services including those services listed in Second Schedule to the Punjab Sales Tax on Services Act, 2012 falling in territorial jurisdiction of tehsil Daska & Pasrur of the civil district of Sialkot, excluding those assigned to PRA (Headquarters) (Operations), Lahore.	Unit 04	All Compliant cases + First half of non-compliant cases starting with A.
	2. Withholding agents (Both Public & private Sector) falling in territorial jurisdiction of tehsil Daska & Pasrur of the civil district of Sialkot.	Unit 04A	Remaining half of non-compliant cases.
	1. All taxable services including those services listed in Second Schedule to the Punjab Sales Tax	Unit 05	All Compliant cases + First half of non-compliant cases starting

Enforcement Range	Jurisdiction	Enforcement Unit	Further Division
(1)	(2)	(3)	(4)
	on Services Act, 2012 falling in territorial jurisdiction of civil district of Narowal, excluding those assigned to PRA (Headquarters) (Operations), Lahore.		with A.
	2. Withholding agents (Both Public & private Sector) falling in territorial jurisdiction of civil district of Narowal.	Unit 05A	Remaining half of non-compliant cases.
Enforcement Range-II Gujranwala	1. All taxable services including those services listed in Second Schedule to the Punjab Sales Tax on Services Act, 2012 falling in territorial jurisdiction of civil district of Hafizabad excluding those assigned to PRA (Headquarters) (Operations), Lahore.	Unit 06	All Compliant cases + First half of non-compliant cases starting with A.
	2. Withholding agents (Both Public & private Sector) falling in territorial jurisdiction of civil district of Hafizabad.	Unit 06A	Remaining half of non-compliant cases.
	1. All taxable services including those services listed in Second Schedule to the Punjab Sales Tax on Services Act, 2012 falling in territorial jurisdiction of civil district of Wazirabad excluding those assigned to PRA (Headquarters) (Operations), Lahore.	Unit 07	All Compliant cases + First half of non-compliant cases starting with A.
	2. Withholding agents (Both Public & private Sector) falling in territorial jurisdiction of civil district of Wazirabad.	Unit 07A	Remaining half of non-compliant cases.
	1. All taxable services including those services listed in Second Schedule to the Punjab Sales Tax on Services Act, 2012 falling in territorial jurisdiction of tehsil Gujrat, Jalalpur Jattan and Kunjah of the civil district of Gujrat. excluding those assigned to PRA	Unit 08	All Compliant cases + First half of non-compliant cases starting with A.

Enforcement Range	Jurisdiction	Enforcement Unit	Further Division
(1)	(2)	(3)	(4)
	(Headquarters) (Operations), Lahore.		
	2. Withholding agents (Both Public & private Sector) falling in territorial jurisdiction of tehsil Gujrat, Jalalpur Jattan and Kunjah of the civil district of Gujrat.	Unit 08A	Remaining half of non-compliant cases.
	1. All taxable services including those services listed in Second Schedule to the Punjab Sales Tax on Services Act, 2012 falling in territorial jurisdiction of tehsil Kharian & Sarai Alamgir of the civil district of Gujrat. excluding those assigned to PRA (Headquarters) (Operations), Lahore.	Unit 09	All Compliant cases + First half of non-compliant cases starting with A.
	2. Withholding agents (Both Public & private Sector) falling in territorial jurisdiction of tehsil Kharian & Sarai Alamgir of the civil district of Gujrat.	Unit 9A	Remaining half of non-compliant cases.
	1. All taxable services including those services listed in Second Schedule to the Punjab Sales Tax on Services Act, 2012 falling in territorial jurisdiction of civil district of Mandi Bahaudinn excluding those assigned to PRA (Headquarters) (Operations), Lahore.	Unit 10	All Compliant cases + First half of non-compliant,cases starting with A.
	2. Withholding agents (Both Public & private Sector) falling in territorial jurisdiction of the civil district of Mandi Bahaudinn.	Unit 10A	Remaining half of non-compliant cases.

02. For the purposes of this bifurcation, the status of a case as compliant or non-compliant shall be determined strictly and exclusively on the basis of payment records available in the PRA systems as on 31 December 2025, without any discretionary interpretation. For this purpose, a non-compliant case shall mean a registered person who:.

- has made no tax payment during the last three consecutive months, and
- remains in default as on 31-12-2025.

03. Notwithstanding the creation of Unit-A, it is hereby expressly provided and clarified that case allocation shall be made as follows:

Each Enforcement Unit, within its assigned territorial, service-wise, or functional jurisdiction, shall retain:

- All compliant cases, and
- The remaining fifty percent (50%) of non-compliant cases, after allocation to Unit-A.

04. The corresponding Unit-A shall exclusively deal with:

- the first fifty percent (50%) of non-compliant cases, selected strictly in alphabetical order (approximated), from the list of non-compliant registered persons falling within the jurisdiction of the parent unit.

05. The officers posted against both Enforcement Units shall exercise all powers and perform all functions under the Punjab Sales Tax on Services Act, 2012, the rules made thereunder, and the notifications, circulars, and instructions issued from time to time, in respect of the cases allocated to them.

06. All proceedings, including but not limited to notices, audits, recoveries, adjudications, and enforcement actions, initiated prior to this bifurcation shall be deemed to have been validly initiated, and shall be continued, concluded, or enforced by the unit to which the case now stands allocated under this notification, without the requirement of re-issuance or re-initiation.

07. The description, classification and scope of service covered in this notification shall be interpreted and appreciated with reference to the Second Schedule of the aforesaid Act and rules made there under.

08. Unless otherwise directed by the Authority, the Additional Commissioners/Deputy Commissioner/Assistant Commissioners/Enforcement officers and Audit Officers shall also exercise audit-related powers and perform function in corresponding jurisdiction, specified in the table above.

09. The Deputy/Assistant Commissioners, in addition to their functions, shall also perform such duties or functions as may be assigned to them in written by their concerned Additional Commissioner, Commissioner, Member or Chairperson, PRA.

10. The Enforcement Officers/Audit Officers, in addition to their functions, shall also perform such duties or functions as may be assigned to them

in written by their concerned, Additional Commissioner, Commissioner, Member or Chairperson, PRA.

11. The Commissioner/Additional Commissioner shall exercise the supervisory functions and powers of adjudication in respect of cases beyond the pecuniary limit of officers subordinate to him/her in its range in terms of Section 40 and Section 60 of the Punjab Sales Tax on Services Act, 2012.

12. All the jurisdictional and competency issues arising under the Act or the rules or notifications shall be decided by the Authority in such manner as it thinks fit.

13. This notification supersedes all previous notifications of PRA on the subject.

[Issued by the Punjab Revenue Authority, Finance Department, Government of the Punjab, under the signature of Chairperson, PRA, vide Punjab Gazette (Extra Ordinary), 2026, Page 5288.]

***

JURISDICTION OF ENFORCEMENT UNITS OF BAHAWALPUR COMMISSIONERATE OF PRA

[1]**Notification No. PRA-HR/Notifications/2024/037, dated 4th February, 2026.--**In exercise of powers conferred under of Section 39 read with Section 40 of the Punjab Sales Tax on Services Act, 2012, (ACT XLII of 2012) the Punjab Revenue Authority is pleased to assign the powers and functions exercisable or to be exercised under the said Act and rules made, notifications or circulars issued or instructions given there under from time to time, to the officers of the Authority posted against the enforcement units specified in column (3) of the Table below in respect of persons or class of persons or cases or class of cases or services as specified in columns (2) and (4) of the said table, with immediate effect and till further orders:

TABLE

Enforcement Range	Jurisdiction	Enforcement Unit	Further Division
(1)	(2)	(3)	(4)
	All taxable services including those services listed under Part I, II and III of Second Schedule falling in the territorial jurisdiction of District Bahawalpur excluding those assigned to PRA (Headquarters) (Operations), Lahore.	Unit 01	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 01A	Remaining half of non-compliant

1 Reported as PTCL 2026 St. 766.

Enforcement Range	Jurisdiction	Enforcement Unit	Further Division
(1)	(2)	(3)	(4)
Enforcement Range Bahawalpur	Private & Public Withholding Agents in District Bahawalpur.	Unit 02	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 02A	Remaining half of non-compliant
	1. All taxable services including those services listed under Part I, II and III of Second Schedule falling in the territorial jurisdiction of District Bahawalnagar excluding those assigned to PRA (Headquarters) (Operations), Lahore	Unit 03	All Compliant cases + First half of non-compliant cases starting with A.
	2. Private & Public Withholding Agents in District Bahawalnagar.	Unit 03A	Remaining half of non-compliant
	All taxable services including those services listed under Part I, II and III of Second Schedule falling in the territorial jurisdiction of District Rahim Yar Khan.	Unit 04	All Compliant cases + First half of non-compliant cases starting with A.
	Excluding those assigned to PRA (Headquarters) (Operations), Lahore	Unit 04A	Remaining half of non-compliant
	Public and Private Withholding Agents in District Rahim Yar Khan.	Unit 05	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 05A	Remaining half of non-compliant

02. For the purposes of this bifurcation, the status of a case as compliant or non-compliant shall be determined strictly and exclusively on the basis of payment records available in the PRA systems as on 31 December 2025, without any discretionary interpretation. For this purpose, a non-compliant case shall mean a registered person who:

- has made no tax payment during the last three consecutive months, and
- remains in default as on 31 -12-2025.

03. Notwithstanding the creation of Unit-A, it is hereby expressly provided and clarified that case allocation shall be made as follows:

Each Enforcement Unit, within its assigned territorial, service-wise, or functional jurisdiction, shall retain:

- All compliant cases, and
- The remaining fifty percent (50%) of non-compliant cases, after allocation to Unit-A.

04. The corresponding Unit-A shall exclusively deal with:

- the first fifty percent (50%) of non-compliant cases, selected strictly in alphabetical order (approximated), from the list of non-compliant registered persons falling within the jurisdiction of the parent unit.

05. The officers posted against both Enforcement Units shall exercise all powers and perform all functions under the Punjab Sales Tax on Services Act, 2012, the rules made thereunder, and the notifications, circulars, and instructions issued from time to time, in respect of the cases allocated to them.

06. All proceedings, including but not limited to notices, audits, recoveries, adjudications, and enforcement actions, initiated prior to this bifurcation shall be deemed to have been validly initiated, and shall be continued, concluded, or enforced by the unit to which the case now stands allocated under this notification, without the requirement of re-issuance or re-initiation.

07. The description, classification and scope of service covered in this notification shall be interpreted and appreciated with reference to the Second Schedule of the aforesaid Act and rules made there under.

08. Unless otherwise directed by the Authority, the Additional Commissioners/Deputy Commissioner/Assistant Commissioners/Enforcement officers and Audit Officers shall also exercise audit-related powers and perform functions in corresponding jurisdiction, specified in the table above.

09. The Deputy/Assistant Commissioners, in addition to their functions, shall also perform such duties or functions as may be assigned to them in written by their concerned Additional Commissioner, Commissioner, Member or Chairperson, PRA.

10. The Enforcement Officers/Audit Officers, in addition to their functions, shall also perform such duties or functions as may be assigned to them in written by their concerned, Additional Commissioner, Commissioner, Member or Chairperson, PRA.

11. The Commissioner/Additional Commissioner shall exercise the supervisory functions and powers of adjudication in respect of cases beyond the pecuniary limit of officers subordinate to him/her in its range in terms of Section 40 and Section 60 of the Punjab Sales Tax on Services Act, 2012.

12. All the jurisdictional and competency issues arising under the

Act or the rules or notifications shall be decided by the Authority in such manner as it thinks fit.

13. This notification supersedes all previous notifications of PRA on the subject.

[Issued by the Punjab Revenue Authority, Finance Department, Government of the Punjab, under the signature of Chairperson, PRA, vide Punjab Gazette (Extra Ordinary), 2026, Page 5294.]

***

JURISDICTION OF ENFORCEMENT UNITS OF FAISALABAD COMMISSIONERATE OF PRA

[1]**Notification No. PRA-HR/Notifications/2024/038, dated 4th February, 2026.--**In exercise of powers conferred under Section 39 read with Section 40 of the Punjab Sales Tax on Services Act, 2012, (ACT XLII of 2012) the Punjab Revenue Authority is pleased to assign the powers and functions exercisable or to be exercised under the said Act and rules made, notifications or circulars issued or instructions given there under from time to time, to the officers of the Authority posted against the enforcement units specified in column (3) of the Table below in respect of persons or class of persons or cases or class of cases or services as specified in columns (2) and (4) of the said table, with immediate effect and till further orders:

TABLE

Enforcement Range	Jurisdiction	Enforcement Unit	Further Division
	All registered service providers and withholding agents (Public and Private), within the territorial jurisdiction of civil division of Faisalabad and in cases involving any proceedings under the Act, having pecuniary limits of 5 million to 10 million.	Unit 01	
	All withholding agents Public and Private falling within the territorial jurisdiction of civil division of Faisalabad, including the registration of new withholding agents.	Unit 02	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 02A	Remaining half of non-compliant cases.
Enforcement Range-I Faisalabad	All taxable services including those services listed in Second Schedule to the Punjab Sales Tax	Unit 03	All Compliant cases + First half of non-compliant cases

1 Reported as PTCL 2026 St. 769.

Enforcement Range	Jurisdiction	Enforcement Unit	Further Division
	on Services Act, 2012 falling within territorial jurisdiction of		starting with A.
	Madina Town excluding telecommunications, Banking, Insurance, Courier (Except Local Segments), Franchise, Domestic transportation of goods by air, Facilities for travel (by air), Chartered Flight Services within or originating from Punjab and such other multi-outlet businesses registered with PRA Lahore as single entity.	Unit 03A	Remaining half of non-compliant cases.
	All taxable services including those services listed in Second Schedule to the Punjab Sales Tax on Services Act, 2012 falling within territorial jurisdiction of Lyallpur Town excluding	Unit 04	All Compliant cases + First half of non-compliant cases starting with A.
	Telecommunications, Banking, Insurance, Courier (Except Local Segments), Franchise, Domestic transportation of goods by air, Facilities for travel (by air), Chartered Flight Services within or originating from Punjab and such other multioutlet businesses registered with PRA Lahore as single entity.	Unit 04A	Remaining half of non-compliant cases.
	All taxable services including those services listed in Second Schedule to the Punjab Sales Tax on Services Act, 2012 falling within territorial jurisdiction of	Unit 05	All Compliant cases + First half of non-compliant cases starting with A.
	and Jinnah Town excluding Telecommunications, Banking, Insurance, Courier (Except Local Segments), Franchise, Domestic transportation of goods by air, Facilities for travel (by air), Chartered Flight Services within or originating from Punjab and such other multi-outlet businesses registered with PRA Lahore as single entity.	Unit 05A	Remaining half of non-compliant cases.

Enforcement Range	Jurisdiction	Enforcement Unit	Further Division
Enforcement Range-II Faisalabad	All taxable services including those services listed in Second Schedule to the Punjab Sales Tax on Services Act, 2012 falling within territorial jurisdiction of Iqbal Town, excluding Telecommunications, Banking, Insurance, Courier (Except Local Segments), Franchise, Domestic transportation of goods by air, Facilities for travel (by air), Chartered Flight Services within or originating from Punjab and such other multi-outlet businesses registered with PRA Lahore as single entity.	Unit 06	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 06A	Remaining half of non-compliant cases.
	All taxable services including those services listed in Second Schedule to the Punjab Sales Tax on Services Act, 2012 falling within territorial jurisdiction of and Chak Jhumra and Jaranwala excluding Telecommunications, Banking, Insurance, Courier (Except Local Segments), Franchise, Domestic transportation of goods by air, Facilities for travel (by air). Chartered Flight Services within or originating from Punjab and such other multi-outlet businesses registered with PRA Lahore as single entity.	Unit 07	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 07A	Remaining half of non-compliant cases.
	All taxable services including those services listed in Second Schedule to the Punjab Sales Tax on Services Act, 2012 falling within territorial jurisdiction of Tandlianwala and Samundri excluding Telecommunications, Banking, Insurance, Courier (Except Local Segments), Franchise, Domestic transportation of goods by air, Facilities for travel (by air), Chartered Flight Services within or originating from Punjab and	Unit 08	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 08A	Remaining half of non-compliant cases.

Enforcement Range	Jurisdiction	Enforcement Unit	Further Division
	such other multi-outlet businesses registered with PRA Lahore as single entity.		
	All taxable services including those services listed in the Second Schedule to the Punjab Sales Tax on services Act, 2012 falling within the territorial jurisdiction of civil district Chiniot excluding Telecommunications, Banking, Insurance, Courier (Except Local Segments), Franchise, Domestic transportation of goods by air, Facilities for travel (by air), Chartered Flight Services within or originating from Punjab and such other multi-outlet businesses registered with PRA Lahore as single entity.	Unit 09	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 09A	Remaining half of non-compliant cases.
	All taxable services including those services listed in the Second Schedule to the Punjab Sales Tax on services Act, 2012 falling within the territorial jurisdiction of civil district Jhang excluding Telecommunications, Banking, Insurance, Courier (Except Local Segments), Franchise, Domestic transportation of goods by air, Facilities for travel (by air), Chartered Flight Services within or originating from Punjab and such other multi-outlet businesses registered with PRA Lahore as single entity.	Unit 10	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 10A	Remaining half of non-compliant cases.
	All taxable services including those services listed in the Second Schedule to the Punjab Sales Tax on services Act, 2012 falling within the territorial jurisdiction of civil district Toba Tek Singh excluding Telecommunications, Banking, Insurance, Courier (Except Local Segments), Franchise, Domestic transportation of goods by air, Facilities for	Unit 11	All Compliant cases + First half of non-compliant cases starting with A.
		Unit 11A	Remaining half of non-compliant cases.

Enforcement Range	Jurisdiction	Enforcement Unit	Further Division
	travel (by air), Chartered Flight Services within or originating from Punjab and such other multi-outlet businesses registered with PRA Lahore as single entity.		

02. For the purposes of this bifurcation, the status of a case as compliant or non-compliant shall be determined strictly and exclusively on the basis of payment records available in the PRA systems as on 31 December 2025, without any discretionary interpretation. For this purpose, a non-compliant case shall mean a registered person who:

- has made no tax payment during the last three consecutive months, and
- remains in default as on 31 -12-2025.

03. Notwithstanding the creation of Unit-A, it is hereby expressly provided and clarified that case allocation shall be made as follows:

Each Enforcement Unit, within its assigned territorial, service-wise, or functional jurisdiction, shall retain:

- All compliant cases, and
- The remaining fifty percent (50%) of non-compliant cases, after allocation to Unit-A.

04. The corresponding Unit-A shall exclusively deal with:

- the first fifty percent (50%) of non-compliant cases, selected strictly in alphabetical order (approximated), from the list of non-compliant registered persons falling within the jurisdiction of the parent unit.

05. The officers posted against both Enforcement Units shall exercise all powers and perform all functions under the Punjab Sales Tax on Services Act, 2012, the rules made thereunder, and the notifications, circulars, and instructions issued from time to time, in respect of the cases allocated to them.

06. All proceedings, including but not limited to notices, audits, recoveries, adjudications, and enforcement actions, initiated prior to this bifurcation shall be deemed to have been validly initiated, and shall be continued, concluded, or enforced by the unit to which the case now stands allocated under this notification, without the requirement of re-issuance or re-initiation.

07. The description, classification and scope of service covered in this notification shall be interpreted and appreciated with reference to the Second Schedule of the aforesaid Act and rules made there under.

08. Unless otherwise directed by the Authority, the Additional Commissioners/Deputy Commissioner/Assistant Commissioners/Enforcement officers and Audit Officers shall also exercise audit-related powers and perform functions in corresponding jurisdiction, specified in the table above.

09. The Deputy/Assistant Commissioners, in addition to their functions, shall also perform such duties or functions as may be assigned to them in written by their concerned Additional Commissioner, Commissioner, Member or Chairperson, PRA.

10. The Enforcement Officers/Audit Officers, in addition to their functions, shall also perform such duties or functions as may be assigned to them in written by their concerned, Additional Commissioner, Commissioner, Member or Chairperson, PRA.

11. The Commissioner/Additional Commissioner shall exercise the supervisory functions and powers of adjudication in respect of cases beyond the pecuniary limit of officers subordinate to him/her in its range in terms of Section 40 and Section 60 of the Punjab Sales Tax on Services Act, 2012.

12. All the jurisdictional and competency issues arising under the Act or the rules or notifications shall be decided by the Authority in such manner as it thinks fit.

13. This notification supersedes all previous notifications of PRA on the subject.

[Issued by the Punjab Revenue Authority, Finance Department, Government of the Punjab, under the signature of Chairperson, PRA, vide Punjab Gazette (Extra Ordinary), 2026, Page 5298.]

***

AUTHORIZATION, WITHIN ASSIGNED JURISDICTIONS, ALL OFFICERS OF THE AUTHORITY NOT BELOW THE RANK OF ENFORCEMENT OFFICER OR AUDIT OFFICER TO EXERCISE POWERS AND CARRY OUT FUNCTIONS UNDER SECTION 56 OF THE PUNJAB SALES TAX ON SERVICES ACT, 2012

[1]**Notification No. PRA/Member Legal/160/2026, dated 9th February, 2026.--**In partial modification of PRA's earlier Notification No. PRA/HR. 12/2015 dated 10.05.2016 and in exercise of the powers conferred under section 56 of the Punjab Sales Tax on Services Act, 2012 (XLII of 2012), Punjab Revenue Authority, in its 132nd Meeting held on 26-12-2025, is pleased

---

1 Reported as PTCL 2026 St. 622.

to authorize, within assigned jurisdictions, all officers of the Authority not below the rank of Enforcement Officer or Audit Officer, to exercise powers and carry out functions under section 56 of the Punjab Sales Tax on Services Act, 2012.

[Issued by the Punjab Revenue Authority, Finance Department, Government of the Punjab, under the signature of Chairperson, PRA, vide Punjab Gazette (Extra Ordinary), 2026, Page 5094.]

***

SPECIFICATION AND DECLARATION OF ALL FOOD DELIVERY PLATFORMS/THIRD PARTY DELIVERY SERVICE PROVIDERS AS "COLLECTING AGENT"

[1]**Notification No. PRA.32-24/2026/1313, dated 19th February, 2026.--**In exercise of the powers conferred under section 14A of the Punjab Sales Tax on Services Act, 2012 (Act XLII of 2012), Punjab Revenue Authority is pleased to specify and declare all **Food Delivery Platforms/Third Party Delivery Service Providers** as "Collecting Agent" for the purposes of collection of tax and deposit into Government treasury under the Act XLII of 2012, read with rules made thereunder, from the persons mentioned in the Column No. 1 regarding services mentioned in Column No. 2 at the rate mentioned in Column No. 4, of the below mentioned table, as per scheme mentioned in para 5.

TABLE

1	2	3	4
Persons or Class of Persons	**Taxable Services**	**Classification**	**Rate of tax**
	(As mentioned in Entry No. 4 of the Part III to the 2nd Schedule of the Act XLII of 2012)		
All persons or class of persons in Punjab providing taxable services mentioned in column No. 2, in the course of economic activity	Services provided by restaurants including cafes, food (including ice-cream) parlors, coffee houses, coffee shops, deras, food huts, eateries, resorts and similar cooked, prepared or ready-to-eat, food service outlets *etc*.	9801.2000 9801.9000	(a) Five percent without input tax adjustment against services is received through debit or credit cards, mobile wallets or QR scanning; and (b) Sixteen percent for others

2. A word and expression used in this notification shall have the meanings as are assigned to them under the Act XLII of 2012, and rules made thereunder.

---

1 Reported as PTCL 2026 St. 533(ii).

3. The matters relating to payment of tax, assessment of tax, recovery of tax not levied or short levied, records and its insertions, and recovery of arrears of tax, payable under this notification shall be dealt with in accordance with the provisions of Act XLII of 2012 and rules made thereunder.

4. Any change/amendment in entries referred in the above table shall be communicated to the Collecting Agent, at the earliest.

5. The Collecting Agent(s) under this Notification shall collect and deposit **hundred percent** of the value of tax against the taxable services mentioned in column (2) of the said Table.

6. The Collecting Agent(s) under this Notification shall ensure the compliance of section 59B of the Act XLII of 2012 read with the Punjab Electronic Invoice Monitoring System Rules 2012.

[Issued by the Punjab Revenue Authority, Finance Department, Government of the Punjab.]

***

DESIGNATION OF BANKS AND DIGITAL PAYMENT INTERMEDIARIES AS COLLECTING AGENTS FOR COLLECTION AND DEPOSIT OF PUNJAB SALES TAX ON SERVICES

Notification No. PRA/Member Legal/816/26, dated 2nd July, 2026.--In exercise of the powers conferred under section 14A of the Punjab Sales Tax on Services Act, 2012, the Punjab Revenue Authority is pleased to designate and declare every scheduled bank, acquiring bank, payment system operator, and any other entity responsible for the settlement, processing, or disbursement of payments received through debit cards, credit cards, QR-code payments, mobile wallets, internet banking, or any other digital payment instrument, in respect of the taxable services specified in column (2) of the Schedule below, as a collecting agent for the purposes of collection, deduction, and deposit of tax at the rate specified in column (4) thereof.

2. The amount so deducted shall be retained by the collecting agent for deposit with the Government treasury and shall not be credited to the merchant account of the service provider. The tax so collected under this notification shall be deposited by the collecting agent with the Government treasury, by the 10th day of the following month.

3. The collecting agent shall file, by the 10th day of the following month, a collecting statement prescribed on the Authority's web-portal specifying, in respect of each service provider, the merchant identification number, the gross value settled, the amount of tax collected and the amount deposited during the tax period.

4. The collecting agent shall make available to each service provider, through the merchant portal or otherwise, a monthly certificate of the

tax collected and deposited on its behalf.

SCHEDULE

[*see* clauses 1(2), 3 and 4]

Sr. No.	Description of Service	H.S Code	Tax Rate on gross value of card/digital payment	Relevant Exact ISO MCC + Raast Merchant ID
1	Services provided by restaurants, including cafés, food (including ice-cream) parlours, coffee houses, coffee shops, deras, food huts, eateries, resorts and similar cooked, prepared or ready-to-eat food service outlets.	9801.2000, 9801.9000	Eight per cent	MCC: 5812 (Full Service Restaurants), 5814 (Fast Food) Raast Merchant ID: [SBP Assigned Merchant QR/Alias]
2	Services provided by hotels; and services provided by motels, guest houses and form houses.	9801.1000, 9862.0000	Eight per cent	MCC: 7011 (Lodging-Hotels/Motels) Raast Merchant ID: [SBP Assigned Merchant QR/Alias]
3	Services provided by marriage halls and lawns (by whatever name called), including pandal and shamiana services.	9801.3000, 9837.0000	Eight per cent	MCC: 7299 (Miscella-neous Personal Services n.e.c.) Raast Merchant ID: [SBP Assigned Merchant QR/Alias]
4	Services provided by caterers, and suppliers of food and drinks.	9801.5000	Eight per cent	MCC: 5811 (Catering Services) Raast Merchant ID: (SBP Assigned Merchant QR/Alias)
5	Event management services, being services provided by other consultants including exhibition or convention services and event management services.	9832.0000, 9819.9300	Eight per cent	MCC: 7399 (Business Services n.e.c.) Raast Merchant ID: [SBP Assigned Merchant QR/Alias]
6	Services provided for personal care by beauty parlours, beauty clinics, slimming clinics and salons (including manicure, pedicure and allied personal-care services).	9810.0000, 9848.0000	Five per cent	MCC: 7230 (Beauty Salons), 7297 (Massage Parlours), 7298 (Health and Beauty Spas) Raast Merchant ID: [SBP Assigned Merchant QR/Alias]

Sr. No.	Description of Service	H.S Code	Tax Rate on gross value of card/digital payment	Relevant Exact ISO MCC + Raast Merchant ID
7	Services provided by tour operators and travel agents, including all their allied services or facilities (other than Hajj and Umrah).	9805.5100, 9805.5000, 9803.9000	Eight per cent	MCC: 4722 (Travel Agencies & Tour Operators) Raast Merchant ID: [SBP Assigned Merchant QR/Alias]
8	Services provided by fashion designers, whether relating to textile, leather, jewellery or other product regimes, including allied services such as cutting, stitching, printing, manufacturing, fabrication, assembly, embellishment, adornment, display, marketing, packing and delivery.	9834.0000, 9819.6000	Five per cent	MCC: 5697 (Tailors, Alterations, Mending) Raast Merchant ID: (SBP Assigned Merchant QR/Alias]
9	Services provided in respect of rent-a-car.	9819.3000	Eight per cent	MCC: 7512 (Car Rental Agencies) Raast Merchant ID: [SBP Assigned Merchant QR/Alias]
10	Services provided in specified fields, namely health care, gymnasium, physical-fitness and indoor sports and games centres.	9821.1000, 9821.2000	Eight per cent	MCC: 7941 (Commercial Sports/ Athletic Fields), 7997 (Membership Clubs), 8099 (Health Practitioners n.e.c.), Raast Merchant ID: [SBP Assigned Merchant QR/Alias]
11	Services provided by laundries and dry cleaners.	9811.0000	Eight per cent	MCC: 7210 (Laundry Services), 7216 (Dry Cleaners) Raast Merchant ID: [SBP [Assigned Merchant QR/AIias)
12	Services provided in respect of cosmetic and plastic surgery, and skin and laser treatment rendered by clinics, parlours and centres.	9847.0000, 9810.0000	Eight per cent	MCC: 8011 (Doctors - Not Elsewhere Classified), 8099 (Health Practitioners n.e.c.) Raast Merchant ID: (SBP Assigned Merchant QR/AIias]

Sr. No.	Description of Service	H.S Code	Tax Rate on gross value of card/digital payment	Relevant Exact ISO MCC + Raast Merchant ID
13	Services provided by clubs, including race clubs.	9801.4000, 9830.0000	Eight per cent	MCC: 7997 (Membership Clubs - Sports, Recreation, Athletic) Raast Merchant ID: (SBP Assigned Merchant QR/AIias]
14	Services provided by cable TV operators; and internet services whether dial-up or broadband, including email services, provided by internet service providers.	9819.9000, 9835.0000, 9812.6100	Eight per cent	MCC: 4899 (Cable, Satellite & Pay Television), 4816 (Computer Network/ lnformation Services) Raast Merchant ID: [SBP Assigned Merchant QR/Alias]

[Issued by the Punjab Revenue Authority, Finance Department, Government of the Punjab, under the signature of Mr. Moazzam Iqbal Sipra, Chairperson, PRA.]

***

Punjab

[PART – IV]

PUNJAB
SALES TAX CIRCULARS & CLARIFICATIONS *etc.*

CIRCULARS

PRA's CIRCULAR NO. 01 OF 2013, DATED 8TH MARCH, 2013

[Reported as PTCL 2013 St. 455]

SUBJECT:-- PAYMENT OF PUNJAB SALES TAX ON ELECTRONIC MEDIA ADVERTISEMENTS HAVING NATION-WIDE AUDIENCE.

A question has been raised as to how Punjab sales tax can be calculated on advertisements telecasted on T.V channels, released on websites and internet, or broadcasted on radio channels having country or nation-wide audience. In order to facilitate the assessment and payment of Punjab sales tax, the question has been examined by Punjab Revenue Authority in the light of provisions of section 4 of the Punjab Sales Tax on Services Act, 2012, Chapter V of the Punjab Sales Tax on Services (Specific Provisions) Rules, 2012 and the Punjab Sales Tax on Services (Withholding) Rules, 2012.

2. The advertisements on T.V/radio channels or websites/internet are run for the publicity of or for promoting public awareness about some kind or class of marketable product(s), either tangible or intangible. The businesses who are marketing such products usually have territory-wise aggregates of their sales/turnover. Where businesses or recipients of advertisement services carry sales tax registration or have been specified as withholding agent, they are required to withhold and pay the whole amount of Punjab sales tax chargeable on their advertisements. However, Punjab sales tax in respect of advertisements of unregistered businesses or entities is required to be paid directly by the T.V/radio channels or as the case may be, operators/hosts of the websites and internet.

3. In case of the province of Punjab, sales tax is required to be worked out only to the extent of sales/turnover of the businesses exclusively relating to Punjab and where data of such sales/turnover is not available for any reason, the amount of Punjab sales tax may be calculated on the basis of population percentage of the province of Punjab as available under the latest national population census. Such apportionment of sales tax shall be made regardless of the location of the headquarter or registered office of the T.V/radio channel, website/internet operators/hosts, advertising agency or the business or entity to whom the advertisement relates (in other words, of service provider and

service recipient).

4. The service providers may either indicate the amounts of Punjab sales on their regular tax invoices or issue separate invoices for Punjab sales tax purpose so that withholding agents and other recipients of services are facilitated in the compliance to Punjab sales tax or as the case may be, in the maintenance of records for any other legal purposes. However, where the withholding agent/recipient of service does not receive invoices in such manner, the share of Punjab sales tax shall be calculated on the basis of his turnover attributable to the province of Punjab.

[Issued by the Punjab Revenue Authority, under the Signature of Mr. Babar Nawaz Raja, Additional Commissioner (HQ), vide File No. PRA/Circulars, 75/13.]

***

PRA's CIRCULAR NO. 02 OF 2013, DATED 8TH MARCH, 2013

[Reported as PTCL 2013 St. 456]

SUBJECT:-- ASSESSMENT AND PAYMENT OF PUNJAB SALES TAX ON FRANCHISE SERVICES.

Franchise services are liable to Punjab sales tax @ 16% since 06-10-2012. Definition of the term "franchise" is given in rule 47 of the Punjab Sales Tax on Services (Definitions) Rules, 2012 and the regulatory provisions relating to the collection and payment of sales tax on franchise services are contained in Chapter XII of the Punjab Sales Tax on Services (Specific Provisions) Rules, 2012. Punjab sales tax is payable on all such franchise services as are provided or rendered in or in respect of the province of Punjab.

2. Several businesses or their distributions located outside the province of Punjab are marketing their imported or locally produced franchised products, in Punjab. These businesses are paying franchise fee to their foreign principals (franchisers) either through their representatives in Pakistan or otherwise or to their national franchisers under some kind of agreed arrangements. A question has been raised as to how these businesses can work out the component of Punjab sales tax on the franchise services in respect of their products sold throughout Pakistan. Punjab Revenue Authority has examined the question and is pleased to clarify the position hereinafter.

3. All franchise payments made by the franchisees engaged in the marketing and sale of franchised products (tangible or intangible) eventually emanate from the turnover of the franchisees. The territory or jurisdiction where such franchised products are marketed or sold (regardless what form or type of distribution scheme is followed by the franchisee) is entitled to the tax on the franchise fee to the extent proportionate to the turnover relating to such territory or jurisdiction. Sales tax on franchise services in such situations for Punjab shall therefore be worked out and paid to the Punjab government to the extent of the

franchise fee attributable to the turnover relating to the province of Punjab regardless where the distributors or wholesalers or dealers of such franchisees, if any, are located. Non-payment of Punjab sales tax by the concerned franchisees will attract legal action under the Punjab Sales Tax on Services Law.

[Issued by the Punjab Revenue Authority, under the Signature of Mr. Babar Nawaz Raja, Additional Commissioner (HQ), vide File No. PRA/Circulars, 75/13.]

***

PRA's CIRCULAR NO. 03 OF 2013, DATED 12TH MARCH, 2013

[Reported as PTCL 2013 St. 457]

SUBJECT:-- PUNJAB SALES TAX ON SERVICES PROVIDED BY RESTAURANTS--CLARIFICATION REGARDING.

Punjab sales tax is chargeable on services provided by restaurants since 06-10-2012. Some instances have been reported to the Punjab Revenue Authority where the non-corporate sector restaurants have received notices and letters from the Inland Revenue functionaries requiring them to pay Federal sales tax on their sales as supply of goods (manufactured/prepared foodstuff) and pay Punjab sales tax only on the component of service charges, if any. The recipients of such notices are even being warned with dire consequences including determination and recovery of tax liability and invoking of penal actions.

2. Several such restaurants have approached PRA for legal clarification. PRA has examined the matter. Historically, restaurants have been treated as services for the purpose of Central (later Federal) excise duties (originally excise heading 14.01B and subsequently, H.S heading 9801.2000). However, keeping in view that food supplies by restaurants can, through a legal fiction, be treated as supply of goods for the purpose of the Sales Tax Act, 1990, they were not included in the Schedule of the repealed Punjab Sales Tax Ordinance, 2000. Resultantly, sales tax continued to be collected on restaurants at Federal level.

3. The issue was however, thrashed out when the reserved Chapter 98 of the First Schedule to the Customs Act, 1969 was used for classification of services and adopted for the purposes of the Central (later Federal) excise law. The services provided by restaurants were classified under heading 9801.2000 (equation table confirmed the previous heading 14.01B). Since collection of sales tax on restaurants was not being objected by the businesses, excise duty was not specifically levied on restaurants, though restaurants continued to be included in the list of services for excise classification purposes. The classification of services given in Chapter 98 of Pakistan Customs Tariff is a legislative verdict of the national parliament which finds revalidation by the national legislature in the explanation given under section 3 of the Federal Excise Act, 2005.

4. After 18th Constitutional Amendment read with 7th NFC Award, the issue of sales tax on restaurants stands decided once and for all. Federal Government cannot levy or collect sales tax on services (whether or not liable to provincial sales tax). In the PCT Chapter 98, there are several categories of services where use, consumption or sale of taxable goods is invariably involved but any such tangible dimension does not impact the classification of any service or class of services. Keeping this irrefutable/inarguable economic and classification reality in view, an explanation has been added in clause (38) of section 2 of the Punjab Sales Tax on Services Act, 2012, which says that "a service shall remain and continue to be treated as service regardless whether or not rendering thereof involves any use, supply or consumption of any goods either as an essential or as an incidental aspect of such rendering". This philosophy (rather doctrine) is also embedded in the old description of Central excise heading 14.01B and in section 2(2) of the Federal Excise Act, 2005 whereunder determination of value for the purposes of excise duty on services has been regulated. This principle is in fact followed throughout the world. Even, in some jurisdictions, the expression "food supply services" is used to cover all categories of services involving supply of foodstuff. Caterers and suppliers of flight kitchen (which are currently exempt from Punjab sales tax in case of service on board in international flights), are the closest illustrations in this regard.

5. Internationally, restaurant businesses are treated as services for the purposes of VAT-type or other indirect taxes. Moreover, when services provided by any business are subjected to any indirect tax, the expression "services" includes all forms, types, kinds, characters, sorts, varieties, classes and categories of services provided by such business. Such wholistic approach is derivable from the internationally accepted rules of tariff interpretation. This lingual precision was followed when H.S. description and codification system was adopted for Central excise purposes. Thus, any observation, advice, ruling or attempt to mislead the restaurants to treat their business either as supply of goods or "as part as supply of goods" and "part as provision of services" is misleading and not tenable under the constitutional arrangements of distribution of fiscal (taxing) powers between the Federation and the provinces. Such break-up or split-up of service sector businesses is otherwise unnatural, illogical, inconvenient and against the established international practices. The discussions behind 7th NFC Award never indicated or supported any such artificial, notional, unrealistic, fictional or unlawful splitting because there was no difference of opinion on the classification and treatment of restaurants as services for the purposes of sales tax. The restaurants from corporate sector including those operating under multinational management systems are already paying Punjab sales tax properly without getting succumbed to any such confusing, distortionary and unlawful influence. Sindh is also collecting its provincial sales tax on restaurants as such.

6. As regards the issue relating to the status of restaurants as service providers or as manufacturer, it has a chequered history prior to the

provincialization of sales tax collection on services. Both categories of registration as manufacturer and as service providers are available in the database. After 2000, the following position is evident from the printed materials available on the subject.

(i) Hotel and hotel-*cum*-restaurants were declared as manufacturer to enable them to avail the sales tax exemptions and other tax adjustment benefits available to manufacturing sector on the acquisition of capital goods.

(ii) Restaurants (and even hotels and composite units) were treated as manufacturers (sometimes as suppliers of cooked foodstuff) in order to forestall misuse of annual exemption threshold and reduced rate concessions available to retailers or non-industrial businesses.

(iii) Although initially, restaurants were declared not liable to Special Excise duty as "service provider" but were subsequently charged to this special levy as manufacturer.

(iv) Initially in 2009, the Law and Justice Division (Federal Government) clearly advised for treatment of restaurants as service providers and later on re-advised for their treatment as composite economic activity containing both supply of goods and provision of services. Such unilateral review of the original advice is not acceptable under the 18th Constitutional Amendment read with 7th NFC Award because waver cannot prevail upon firmness.

Moreover, any such debate on the issue has lost its meaning and relevancy ever since the services provided by the restaurants have been subjected to provincial sales tax for collection at the provincial level as provided under the national constitution read with 7th NFC Award. Restaurants are service providers declared by all interpretations of law and practice. The Federal Government has no jurisdiction to charge or collect sales tax on them once they have been subjected to sales tax charge and collection by a province at its own level.

7. All restaurants providing any kind of food supply and allied services by whatever name called whether restaurant, cafe, tea house, coffee shop, parlor *etc*, located or providing such services in the province of Punjab are therefore, required to pay Punjab sales tax on their whole turnover of the province of Punjab (after availing admissible input tax adjustments). They need not to pay heed to any misleading clarifications, directions or instructions from any quarter asking them to pay sales tax to any other authority or split sales tax between supplies of goods and provision of services. If necessary, copies of notices or letters received in this regard may be sent to PRA so that PRA may take up with the higher competent authority in the Federal Government for immediate retrospective withdrawal of all such notices or letters.

8. The restaurant businesses may keep in mind that payment of sales tax in case of the province of Punjab on restaurant services (this is the concise expression used internationally to denote services provided by restaurants) to any organization other than PRA constitutes default in payment of Punjab sales tax and is liable to be treated accordingly under the Punjab Sales Tax on Services Law.

[Issued by the Punjab Revenue Authority, under the Signature of Mr. Babar Nawaz Raja, Additional Commissioner (HQ), vide File No. PRA/Restaurants/Circular, 75/13.]

***

PRA's CIRCULAR NO. 04 OF 2013, DATED 22ND APRIL, 2013

[Reported as PTCL 2013 St. 697]

SUBJECT:-- COMPULSORY REGISTRATIONS UNDER SECTION 27 OF PUNJAB SALES TAX ON SERVICES ACT, 2012- INSTRUCTIONS REGARDING.

Section 27 of the Punjab Sales Tax on Services Act, 2012 envisages compulsory registration in case of persons who are providing taxable services but have not applied for or obtained Punjab sales tax registration in the manner prescribed under the Punjab Sales Tax on Services (Registration and Deregistration) Rules, 2012. Currently PRA's e-portal does not provide a system-based mechanism of compulsory registration. Till such time PRAL introduces such mechanism on PRA's e-portal, the following interim arrangement is made for such registrations under the Punjab sales tax on services regime.

(i) Where a person holds NTN number, a capital word "P" shall be pre-fixed with his NTN and the person shall be informed about his registration number and date of effect of the registration.

(ii) In a case where a person does not hold NTN number, a temporary compulsory registration number containing ten digits; the first six digits showing the classification of the services being provided by him and the last four digits starting from 0001 onwards (to be increasingly run based upon the serial number of the register) shall be issued to him with indication of the date of effect of the registration.

(iii) A register shall be maintained duly divided into two parts. In the first part, all particulars of the registration number issued to NTN holding persons shall be entered and in the second part, the particulars of the non-NTN holding registered persons shall be entered. All entries in the register shall be made on progressive basis attributing a specific serial number.

(iv) A list of the particulars of the persons so registered compulsorily shall be displayed on PRA's website alongwith date of effect of each registration. However, issuance of compulsory registration number shall not absolve such person of his previous liabilities to pay Punjab sales tax alongwith penalties and default surcharge under the aforesaid Act and the rules made thereunder.

(v) In order to discharge his liabilities under the law and to file Punjab sales tax returns, the compulsorily registered person shall file his sales tax returns on manual basis with PRA till such time he is properly enrolled/registered in the regular manner as prescribed under the Punjab Sales Tax on Services (Registration and Deregistration) Rules, 2012.

(vi) The name of the person shall be deleted from the said list once he is properly enrolled/registered with PRA as aforesaid. No temporary compulsory registration number replaced with a system-generated regular registration number shall, however, be re-issued to any person.

2. The Commissioner (Enforcement), PRA shall allow the allotment of compulsory registration numbers and shall ensure the proper maintenance of record of all such persons compulsorily registered both in soft and hard manner and will get the record regularly updated on PRA's website. The Commissioner may take all such measures including prosecution as may be necessary under the law to ensure and increase compliance to compulsory registrations by the concerned businesses.

3. A monthly statement with the columns specified below shall be furnished under the signatures of the Commissioner (Enforcement) to the Chairman, PRA by the 5th of each following month:--

(i) Number of compulsory registrations as on 1st of the month.

(ii) Number of compulsory registrations during the month.

(iii) Compulsory registrations regularized during the month.

(iv) Number of registrations in which compliance started.

(v) Revenue received on account of compliance.

(vi) Remarks (including efforts made to increase regularization and compliance).

[Issued by the Punjab Revenue Authority, Lahore, under the Signature of Mr. Babar Nawaz Raja, Additional Commissioner (HQ).]

***

PRA's CIRCULAR NO. 05 OF 2013,
DATED 30TH JULY, 2013

[Reported as PTCL 2014 St. 322]

SUBJECT:-- CLARIFICATION REGARDING PUNJAB SALES TAX ON SERVICES PROVIDED FOR PERSONAL CARE BY BEAUTY PARLORS AND CLINICS *ETC.*

Under serial No. 18 of the Second Schedule to the Punjab Sales Tax on Services Act, 2012, the services provided for personal care by beauty parlors, clinics, sliming clinics including cosmetic and plastic surgery by such parlors/clinics, are currently chargeable to Punjab sales tax at standard rate of 16%. For the purpose of assessment and declaration convenience, the relevant classification headings have also been mentioned in the said schedule. However, in order to keep informal sector small-sized businesses providing such personal care and other related services, away from tax obligations, exclusion have been given as follows:--

(i) If beauty parlor or clinic is not a corporate or chain business; or

(ii) No aspect of the business is trademarked or franchised; or

(iii) Annual turnover does not exceed Rs. 3.6 million; or

(iv) Annual electricity bills of the business do not exceed Rs. 600,000/-

2. It has been observed that several businesses engaged in providing the aforesaid taxable services are trying to escape their tax liabilities by misconstruing the above exclusionary conditions stating that fulfillment of anyone of the four conditions entitles them to exemption from Punjab sales tax. The issue has been examined in its policy background and it has been found that the Punjab government in fact intends to tax high-end personal care businesses and to distinguish or segregate low-end businesses, the position of each such business is to be evaluated in the light of these four conditions sequentially and a business falling beyond anyone of the four conditions is rendered liable to tax.

For instance:

(i) A beauty parlor or clinic hailing from corporate sector or doing business through chain network is outrightly liable to tax and the remaining other three conditions in case of such business become irrelevant.

(ii) Likewise a non-corporate business not operating under chain network but any of its features or activities are trademarked or franchised is liable to tax and the previous condition of corporate or chain network business status and the other two

conditions about annual turnover or annual electricity-related business expenditure become irrelevant.

(iii) Similarly, a non-corporate, un-trademarked or un-franchised business not operating through chain network with annual turnover not above Rs. 3.6 million, has annual electricity expenditure exceeding Rs. 600,000/- is liable to tax.

(iv) However, if a business meeting the first two conditions, has annual electricity expenditure below Rs. 600,000/- but its annual turnover exceeds Rs. 3.6 million, it too is chargeable to Punjab sales tax.

3. All the concerned beauty parlors, clinics and slimming clinics *etc*. are advised to comply with Punjab Sales Tax on Services Law accordingly.

[Issued by the Punjab Revenue Authority, Lahore, under the Signature of Mr. Babar Nawaz Raja, Additional Commissioner (HQ), vide File No. PRA/Circulars.75/13.]

***

PRA's CIRCULAR NO. 06 OF 2013, DATED 22ND AUGUST, 2013

[Reported as PTCL 2014 St. 323]

SUBJECT:-- LEVY OF PUNJAB SALES TAX ON TOLL MANUFACTURING -- CLARIFICATION REGARDING.

Punjab sales tax has been levied on the "services provided in respect of manufacturing or processing on toll or job basis (against processing on conversion changes)" with effect from 01-07-2013. Some business quarters/ circles have contended that toll manufacturing (industrial vending) cannot be treated as services because of the definition of the "manufacture" and "manufacturer" given in section 2(16) & (17) of the Sales Tax Act, 1990. Punjab Revenue Authority has examined the matter and is pleased to observe as follows:

(i) The description and listing of services given in the First Schedule of the Punjab Sales Tax on Services Act, 2012 is minimum. Punjab government can levy sales tax even on services not mentioned in the said schedule that any transaction which is not a supply of goods is service is the major underlying principle of the definition/treatment of such transaction as service.

(ii) Under item 49 of Part-I of the Fourth Schedule of the Constitution of the Islamic Republic of Pakistan, 1973, the Federation can levy taxes only on the sales and purchases of goods (whether goods are) imported, exported, produced,

manufactured or consumed, which means that the Federation cannot levy sales tax simply on the manufacturing or production of goods *per se*. Only their sale and purchase can be taxed. Imports are in fact purchases at the hand of importers and are taxed on the basis of destination principle.

(iii) Under section 2(38) of the Punjab Sales Tax on Services Act, 2012, an explanation has been added that "a service shall remain and continue to be treated as service regardless whether or not rendering thereof involves any use, supply or consumption of any goods either as an essential or as an incidental aspect of such rendering". This explanation was/is imperative because there are several categories of services where goods are involved for the purpose of rendering of services. Treatment of goods for processing purposes falls under the use of goods for vending purposes.

(iv) It is clear from the language of section 3(1) of the Sales Tax Act, 1990 that Federal sales tax is payable only on the taxable supplies (besides goods imported into Pakistan). Under section 2(41), taxable supply means a supply of taxable goods by an importer, manufacturer, wholesaler, distributor or retailer. Again under section 2(33), the pivotal principle for any transaction to become a supply is that it must be a sale or the transfer of the right to dispose of goods as owner, which means "ownership title" must be transferred from seller to buyer, otherwise the transaction is not a supply for the purpose of Federal sales tax.

(v) Under toll manufacturing, ownership title of goods is not transferred to the vendor under any circumstances, which means a transaction for the purpose of toll manufacturing can never be treated as supply. Put more succinctly, the ownership of both input goods (raw materials, semi-finished products or components *etc.*) and output goods (processed or finished products) remains with the principal throughout the performance or the execution of the toll manufacturing contract, whether written or otherwise.

(vi) The very use of the words "conversion charges" in sales tax jargon several years back indicates that the goods are not priced for sale purposes between the principal and the vendor. No commercial transaction not involving price of goods (whether actual or open market price) for the purpose of transfer of ownership title can be treated as supply (or sale).

(vii) Under the goods-related sales tax regime, the concept of manufacture or manufacturer has been used not for the

purpose of taxation as such. Historically, this concept was used to facilitate categorization of registered persons for registration, declaration data management and tax concessions' management purposes. Even a time has been experienced in Pakistan when several industrial vendors once started predicating that their industrial processing activities do not fall in the category of manufacturing and they be treated as engaged in service business so as to keep them away from sales tax liabilities accruable in respect of processed goods. This eventually culminated in the amendment of the definition of the words "manufacture" and "manufacturer". Such amending measures were adopted only because of the fact that during those days the Provinces were not exercising their constitutional rights to levy and collect sales tax on services at their own level. Now the position has changed and Federal sales tax regime is no more in position to manipulate the thin lines of distinction between "commodity" and "service" in its favor. Under no stretch of imagination sales tax is a "production tax" so far as the constitutional scheme of fiscal powers or assignments in Pakistan is concerned.

(viii) Several websites define and explain the features of toll manufacturing (also cited as toll processing and sometimes even as contract manufacturing). According to the available definitions, toll manufacturing is defined as performing a specific service or services on customers' goods or products against payment of agreed charges. The vendor, in fact, on the basis of manufacturing or processing infrastructure available with him sells to the principals, the facility of availing the production-related benefits from such infrastructure against a specific amount of charges (sometimes internationally known as vending fee or processing fee). Vending contracts may carry different conditions including delivery of finished products directly to the buyers of the principals. Sale invoices are however, required to be and are always issued by the principals. The vendors generally issue invoices to their principals only to the extent of service charges.

3. Thus all such industrial businesses/concerns who are providing services in respect of manufacturing or processing on toll or job basis against processing or conversion charges are required to pay Punjab sales tax in respect of such charges. Any interpretation contrary to this legal position will not be accepted for the purpose of Punjab sales tax. The vendors are entitled to avail tax adjustment in respect of inputs (both goods and services-related) used for the purpose of such services subject to the provisions of the Punjab Sales Tax on Services (Adjustment of Tax), Rules, 2012. Similarly, their principals are

reciprocally entitled to avail input tax adjustment against their Federal sales tax liabilities, if any.

[Issued by the Punjab Revenue Authority, Lahore, under the Signature of Mr. Babar Nawaz Raja, Additional Commissioner (HQ), vide File No. PRA/Circulars.75/12.]

***

PRA's CIRCULAR NO. 07 OF 2013, DATED 27TH AUGUST, 2013

[Reported as PTCL 2014 St. 326]

SUBJECT:-- PUNJAB SALES TAX ON MULTIPLE TAXABLE SERVICES PROVIDED BY PERSONS OR BUSINESSES WITH COMMERCIAL NAMES INDICATING ONE TAXABLE SERVICE--CLARIFICATION REGARDING.

Several business concerns have approached the Punjab Revenue Authority stating that under the impression created because of their business names, their services fall under specific taxable category while, if the whole range of their services is kept in mind, their services are classifiable under different taxable categories of services. They have requested PRA for guidance towards compliance of Punjab sales tax on services. In this regard, different scenarios have been explained. For instance, IT-related software development consultants or companies whose services are taxable under serial number 22 of the Second Schedule of the Punjab Sales Tax on Services Act, 2012 are also providing the following services:

- Implementation services performed to clients in respect of "licensed softwares".
- Problem solving & up-gradation charges of existing softwares of customers.
- Software, network and database administration. Outsourcing of the employees of the company against service charges for maintenance and up-gradation of their softwares.
- Software maintenance services.
- Data entry, scanning, computerization of records of government organizations.
- Telemarketing and call centre services.
- Off-shore operations (provision of services).

Similarly, management consultants whose services are primarily covered under serial number 19 of the aforesaid Second Schedule are providing varied services including:

- Financial management.

- Website handling and development.
- Media campaigns.
- Human resources management.
- Marketing management.
- Production management.
- Logistics operations management.
- Devising business plans.
- Product development including branding or brand management.
- Procurement and management of other similar areas of management.
- Outsourcing which includes domestic or foreign contracting involving off-shoring or relocating business functions to another territory or country (*e.g.* a company located in UK but having its IT-support or logistic support in Pakistan or *vice versa*).

Again the contract management consultants are providing a wide range of O & M services as stated below:

√ **Technical management:**

- Dynamic maintenance planning
- Risk evaluation
- Inspection
- Training and competences (capacity development)
- Planning support

√ **Maintenance agreements:**

- Manpower and parts
- Performance guarantee
- Global coordination and supply

√ **Asset management:**

- Operations and maintenance
- Manpower and crew
- Equipment installation

- Inventory management

2. Punjab Revenue Authority is already allowing the taxpayers to make amendments in their registration forms to indicate all the taxable services provided by them. In order to facilitate the taxpayers in this regard, necessary changes have already been made in the format of registration application (serial number 11 of PST-01 form) in the PRA's computer system (website/e-portal). There are certain entries in the Second Schedule of the Punjab Sales Tax on Services Act, 2012, which cover a range of taxable services provided by the businesses under reference. Description of these services is given against serial numbers 19, 22, 23, 24, 26 and 31 of the said Second Schedule as follows:

Serial No.	Description
19	Management consultancy services including fund and asset management services.
22	Services provided by software or IT-based system development consultants.
23	Services provided by technical, scientific & engineering consultants.
24	Services provided by other consultants.
26	Manpower recruitment agents.
31	Services provided by business support services.

3. Punjab Revenue Authority has examined the above-stated scenarios and is pleased to clarify as follows:--

(i) The description of services listed in the First Schedule of the Punjab Sales Tax on Services Act, 2012 is minimum and Punjab sales tax can be levied even on services which are not specifically mentioned in the said First Schedule.

(ii) The expression "services" covers all categories, clauses, types, styles, kinds, forms, sorts, varieties, genres, species, characters and nature of services provided by a given category of taxable person/business as mentioned in the Second Schedule of the Punjab Sales Tax on Services Act, 2012 because taxability, either concurrently or otherwise, applies on both the category of a person/business and of a service or class/classes of services. In such situations, tax is applicable across the board without any partial exemption component.

(iii) A person or business carrying a business/commercial name with reference to a specific taxable service, if he or it is providing more than one service (variety of services), he or it is required to pay Punjab sales tax on all the services being provided by him or it. The taxability is to be determined by

virtue of his or its business status/category, under any serial number of the Second Schedule whether or not all or any of the descriptions of his or its services are mentioned in any other serial number of the aforesaid Second Schedule, although Punjab sales tax declaration will be filed in the return with reference to the principal service.

(iv) Legally or technically, there is no bar on any person or business to provide more than one taxable service at a time. In such cases, assessment shall be made on consolidated basis and declared in the return accordingly. Thus, the aforesaid IT-based system development consultants and management consultants *etc.* will pay Punjab sales tax on all of their services as such regardless of whether or not description of any of their services is specifically mentioned in the Second Schedule.

(v) Under sections 3 and 4 of the Punjab Sales Tax on Services Act, 2012, the taxable services provided by a person or business located outside Punjab or in off-shore territory, if provided in or meant for consumption/enjoyment in Punjab is chargeable to Punjab sales tax. However, the persons/ businesses located in Punjab providing services in other tax jurisdictions in the country may pay sales tax to the respective jurisdictions provided the recipient jurisdiction has replicated the provisions of section 4 and have levied sales tax on such services, otherwise the tax shall be payable to the Punjab government. In this regard, apportionment of tax is also permissible if taxable services are being concurrently provided/consumed cross-jurisdictionally.

(vi) Export of taxable services outside Pakistan is not liable to the payment of Punjab sales tax as such and is instead entitled to refund of input tax subject to the fulfillment of the conditions and restrictions prescribed under Chapter IV of the Punjab Sales Tax on Services (Adjustment of Tax) Rules, 2012.

(vii) The input tax adjustment under the Punjab sales tax on services system is subject to the conditions, restrictions and limitations specified in the Punjab Sales Tax on Services (Adjustment of Tax) Rules, 2012.

4. All the concerned persons/businesses are advised to comply with Punjab sales tax on services accordingly.

[Issued by the Punjab Revenue Authority, Lahore, under the Signature of Mr. Babar Nawaz Raja, Additional Commissioner (HQ), vide File No. PRA/Circulars.75/12.]

***

PRA's CIRCULAR NO. 01 OF 2014
DATED 3RD JUNE, 2014

[Reported as PTCL 2014 St. 673(iii)]

SUBJECT:-- JURISDICTION OF OFFICERS OF PRA-- CLARIFICATION REGARDING.

Under PRA's Notification No. PRA/Orders.06/2012/03 dated 10-01-2014, the officers of civil administration posted at Division, District & Tehsil levels in Punjab have been authorized to exercise specific powers and perform certain functions under the Punjab Sales Tax on Services Act, 2012 and rules made thereunder in respect of the territorial jurisdictions specified in the said notification. All these officers are therefore, now PRA's field officers as well. However, the officers of PRA posted in PRA's headquarters office are also meanwhile authorized to exercise powers and perform functions in respect of service-specific jurisdictions mentioned against each under the three Notifications No. PRA/Orders.06/2012.(1) dated 07-05-2014, No. PRA/Orders.06/2012.(2) dated 07-05-2014 and No. PRA/Orders.06/2012.(3) dated 07-05-2014.

2. The subtle distinction between the jurisdictions of the officers from civil administration and the officers posted in PRA headquarters office is that the jurisdiction of the former is territorial in character in respect of specified services, whereas jurisdiction of the later is related to the categories of taxable services. While the officers from civil administration will conduct their operations for the implementation of Punjab sales tax on services in their respective territorial jurisdictions, the officers posted in PRA's headquarter shall have jurisdiction with reference to relevant categories of services in respect of the whole of the province of Punjab. They would anyhow try to concentrate on mega/big size businesses generally involving urgent realization of previous tax amounts besides securing future tax compliance and payments.

3. Thus, in cases where the PRA headquarters officers have already started proceedings for the implementation/enforcement of Punjab Sales Tax on Services Law, the field officers of civil administration will not initiate any identical or similar proceedings unless a case has been referred by PRA headquarters office to the field formations. And *vice versa* will also be observed.

4. In order to further increase harmony and consistency in the provincial sales tax work, the officers of PRA headquarters and the officers from the civil administration side will keep close liaison and coordination with each other as per instructions already issued by PRA from time to time. They will always keep each other in picture through endorsement of their communications sent to the business entities. Duplication of work and duality of tax treatment of the businesses shall be avoided under all circumstances. The headquarters' officers and field officers may however, make joint tax implementation/ enforcement efforts in any case or class of cases. The headquarters' officers may

also transfer any case or class of cases to the field officers of the concerned territorial jurisdictions.

[Issued by the Punjab Revenue Authority, Finance Department, under the signature of Mr. Babar Nawaz Raja, Additional Commissioner (HQs), vide File No. PRA/Circulars.75/14]

***

PRA's CIRCULAR NO. 02 OF 2014, DATED 12TH AUGUST, 2014

[Reported as PTCL 2014 St. 771]

SUBJECT:-- PAYMENT OF PUNJAB SALES TAX IN CASE OF SERVICES PROVIDED TO PUBLIC SECTOR CLIENTS UNDER CONTRACTS SPREAD OVER THE PERIOD OF TIME -- TECHNICAL, SCIENTIFIC & ENGINEERING CONSULTANTS, ARCHITECTS, SECURITY SERVICES, PERSONS ENGAGED IN CONTRACTUAL EXECUTION OF WORKS OR FURNISHING SUPPLIES *ETC.*

1. Several business associations particularly relating to technical, scientific & engineering consultants, architects, security services, persons engaged in contractual execution of works or furnishing supplies *etc.* have approached the Punjab Revenue Authority (PRA) stating that in case of their contracts with public sector service recipients whereunder taxable services are provided in on-going mode over a period of time, payments are not necessarily received in the same tax period in which services have been provided. Due to time-consuming accounts-related processes including approvals/sanctions *etc*, payments are usually delayed and are received in the tax periods subsequent to the tax periods in which services were provided. Sometimes, even the contracts provide for periodic payments despite that services are provided continuously or intermittently during different or consecutive tax periods spreading over a long period of time.

2. These associations have emphasized that the above dynamics of their business is beyond their control and they do not have sufficient running finances to make tax payments without having first received the service charges from their public sector clients. The quantum of services and the size of service charges involved in these contracts are usually bigger in size and the concerned service providers cannot afford to deposit tax from their own limited cash resources. The associations have accordingly requested PRA to allow their members to deposit Punjab sales tax in the tax returns relating to the tax periods during which payments of service charges are received from the public sector clients. The issue involves a change in payment of tax from accrual to receipt (collection) basis.

3. PRA has thoroughly examined the request. Legally, under

section 18 of the Punjab Sales Tax on Services Act, 2012, tax is required to be paid at the time of filing of the return relating to the tax period in which service has been provided regardless whether charges have been received or not. However, different time of payment can be notified by PRA in respect of any taxable service or class of taxable services. Meanwhile, under section 9 of the said Act, a technical exception has been created stating that **"where a service is provided over a period of time and payment for the same is made on a periodic basis, the service shall be treated as comprising two or more separate and distinct services each corresponding to the part of the service to which each separate part of the consideration relates"**. Further, under section 84, PRA can condone the time for payment of tax. However, the careful reading of section 9 gives a clear understanding that in situations where services are provided over a period of time and payments are received on periodic basis, the identification or segregation (splitting) of services for tax treatment (tax is always first assessed on tax invoice) purposes can be done with reference to the charges (consideration) received in respect of a particular part of the continuous, ongoing or time-spreaded rendition of services.

4. Under the foregoing position, PRA is of the view that in the presence of section 9 read with section 84, notification under section 18(3) is not warranted and only condonation in terms of section 84(1) will suffice to resolve the genuine problem of the taxpaying businesses under reference. PRA is therefore, pleased to allow all such registered businesses to deposit the amount of Punjab sales tax relating to a tax period after receipt of payments against tax invoice(s) issued to their public sector clients. The service provider shall file return for the relating tax period accordingly. However, following conditions shall be observed in this regard:

(i) Input tax adjustment, if any, shall be availed only in the tax period in respect of which Punjab sales tax is paid.

(ii) Where against any tax invoice, payment has been received covering, whether in part or full, the amount of tax mentioned in the invoice, the tax to the extent of the amount received shall be deposited as first charge without further waiting for receipt of the balance payment.

(iii) Subject to condition (iv) below, tax payments in respect of tax invoices issued during a financial year shall be liquidated in that financial year.

(iv) In case, there is a *bonafide* cause accruing from non-receipt of payments against the tax invoice(s), creating inability of any service provider to pay the tax during a financial year, the case shall be referred/presented to PRA for its consideration and condonation.

5. For the purpose of removal of any doubt, it is clarified that in view of the standing condonation granted as aforesaid, the provisions relating to default surcharge and penalties shall *ipso facto* become irrelevant in the cases covered as aforesaid so long as provisions of this circular are complied within letter and spirit.

[Issued by the Punjab Revenue Authority, Finance Department, Lahore, under the Signature of Mr. Babar Nawaz Raja, Additional Commissioner (HQ), vide File No. PRA/ Circulars.75/14.]

***

PRA's CIRCULAR NO. 3 OF 2014, DATED 9TH SEPTEMBER, 2014

[Reported as PTCL 2014 St. 938]

SUBJECT:-- SUBMISSION OF ANNUAL AUDITED ACCOUNTS UNDER SECTION 31(5) OF THE PUNJAB SALES TAX ON SERVICES ACT, 2012.

The main provisions relating to maintenance and production of records for the purpose of Punjab sales tax are available under sections 31 and 32 of the Punjab Sales Tax on Services Act, 2012 read with sections 56 and 57 thereof. Under sub-section (5) of section 31, the corporate sector registered persons (businesses) whose accounts are subjected to audit under the Companies Ordinance, 1984 are required to submit a copy of the annual audited accounts alongwith tax payments' propriety certificate from the auditors. This is a mandatory requirement without any exception.

2. A question has been raised as to whether or not such persons can be called for to furnish to PRA soft copies (computerized version or computer-generated version) of their annual audited accounts. PRA has examined the question and is of the view that under the Punjab Sales Tax on Services Act, 2012 and rules made thereunder, there is no restriction on the persons liable to Punjab sales tax to maintain their records in electronic form provided such records enable ready ascertainment of tax liabilities during the relevant tax periods. Companies usually maintain computerized records enabling themselves to handle their financial and accounting matters more conveniently and efficiently.

3. In view of the above, all corporate sector registered persons liable to Punjab sales tax are hereby required to invariably furnish to PRA their annual audited accounts in terms of the aforesaid section 31(5) electronically regardless whether or not hard copy thereof has been or is furnished. Soft version may be furnished in downloadable scanned form or in any other suitable manner. In this regard, PRA has made necessary arrangements for electronic submission of audited accounts through existing authorized access (through their respective user ID and password) to the PRA portal available to registered

persons. However, the audited accounts shall not be considered complete if they are filed without "notes to the accounts" and are not accompanied by a certificate by the auditors confirming the payment of the sales tax due and any deficiency in the sales tax paid by the registered person. However, the deficiencies, if any, can be made good by a registered person voluntarily as per law.

4. As far the time of submission of annual audited accounts, section 31(5) does not specify any time for this purpose. It is however, ordained that accounts for financial year 2012-13 shall be furnished within one month of the issuance of this circular and the accounts for the financial year 2013-14 and onwards shall be submitted within one month of their finalization. Time for submission of such accounts for special years, if any, shall be construed accordingly. Where accounts for the year 2012-13 are not complete/finalized for any *bonafide* reason(s), the concerned registered person will apprise PRA explaining the reasons of non-completion/non-finalization spelling out the tentative period or date during or on which the accounts will be furnished.

5. Violation of this circular shall attract action under serial No. 5 and No. 7 (read with serial No. 10) of the Table of section 48(2) of the Punjab Sales Tax on Services Act, 2012.

[Issued by the Punjab Revenue Authority, Finance Department, Government of Punjab, under the signature of Mr. Faheem Rizwan Kayani, Assistant Commissioner (HQs), vide File No. PRA/Circulars 75/14.]

***

PRA's CIRCULAR NO. 01 OF 2015, DATED 21ST JANUARY, 2015

[Reported as PTCL 2015 St. 272]

SUBJECT:-- ESTABLISHMENT OF EXCEPTION MANAGEMENT CELL (EMC).

More than two and half years have passed by since the establishment of Punjab Revenue Authority (PRA). The size of PRA's registry has phenomenally increased (and is increasing day to day) and the stage has come where a dire need is being felt to more organizedly and systematically ensure timely filing of Punjab sales tax returns and payment of tax amounts. Hitherto, the cases of non-filers, late filers and short filers have been dealt with by individual officers having jurisdiction over the given categories of services. Of late, a group of female officials was dedicated to periodically obtain the lists of non-filers from PRAL's team (located in PRA headquarters) and to telephonically remind the non-filers to file their due returns. Efforts were also being made to telephonically advise the late filers to observe the prescribed time of return filing. In case of short filers, electronic requests were being sent to the concerned registrants to make up for short payments. In order to further streamline this whole exception management system, it has been decided to establish a full-fledged unit in the

PRA headquarters. This unit will be called **"Exception Management Cell (EMC)"**. The following procedure will be followed to operate, administer and manage the EMC:

(i) The EMC will be located in the main building of PRA headquarters at 5-B, Danepur Road, GOR-I, Lahore.

(ii) The Cell will be administratively controlled by the Additional Commissioner (HQ) through Assistant Commissioner (Enf-III).

(iii) At least eight female officials will be posted in the Cell on regular basis.

(iv) Each female official will be provided with proper workstation, computer equipment including printer, internet facility and telephone connection alongwith regular supply of necessary office stationary items.

(v) The female officials shall be assigned the work with reference to categories of services through proper office order to be issued by the Additional Commissioner (HQ) in the manner and form as deemed proper.

(vi) On fifth of every month, the Additional Commissioner (HQ) will obtain three lists from PRAL respectively for non-filers, late filers and short filers (both hard and soft copies). PRAL will generate this data according to the jurisdiction of each female official assigned by the Additional Commissioner (HQ) through the office order as aforesaid.

(vii) After proper scrutiny and sifting of the cases of late filers and short filers, the data relating thereto shall be transmitted to the Assistant/Deputy Commissioner having jurisdiction for immediate necessary proceedings under the law.

(viii) In case of non-filers, the female officials of the Cell will telephonically contact the concerned registered person and request for immediate filing of the return. In case compliance is not made, two more telephonic reminders will be given after suitable intervals and where non-compliance is continued even after three telephonic reminders, the case will, after recording the factum of telephone calls, be sent to the concerned Assistant/Deputy Commissioner for necessary proceedings under the law.

(ix) In order to enable the Cell to understand the daily compliance position, PRAL will generate service category-wise daily report of cases where returns have been filed on intervention

from the Cell. In case of late filers and short filers, compliance report will be generated by PRAL on monthly basis. All these reports will be transmitted to the concerned officials/officers through the Additional Commissioner (HQ).

(x) The Additional Commissioner (HQ) will personally ensure that full nicety and courtesy is observed while telephonically interacting with the registered persons.

(xi) While proceeding in the cases of late filers and short filers, unnecessary penal actions will be avoided and penalties/fines shall be imposed only in cases where default in compliance has accrued merely or solely from deliberate and intentional act. However, no relaxation shall be allowed in case of recovery of default surcharge due under the law.

(xii) The existing tradition of reminding the non-filers through direct emailing by PRAL as a first instance of motivating the registered person to file the outstanding return will be continued in the manner as may be agreed between the Additional Commissioner (HQ) and PRAL.

(xiii) Where in any case the Cell finds that the registration made was not warranted under the law, action/proceedings for cancellation of registration shall be undertaken and finalized by the Additional Commissioner (HQ) at his own level after fulfillment of necessary formalities.

(xiv) Where needed necessary coordination will be made with and assistance shall be taken from the Civil Administration of the Punjab in connection with the work/operations of the Cell.

(xv) A specific official of PRAL from the exiting team will be dedicated to EMC to ensure timely supply of the required data and for taking other connected actions attentively.

2. All outstanding cases of non-filers, late filers and short filers where no previous action towards securing compliance has been taken or where compliance is still outstanding despite previous efforts will also be handled within the framework of this circular and efforts shall be made to liquidate all such outstanding cases preferably within a period of ninety days.

3. The Additional Commissioner (HQ) will submit to the Commissioner (Enforcement) by 10th of every succeeding month three reports in appropriate formats about the progress made to secure compliance from the non-filers, late filers and short filers during the preceding month. The Commissioner (Enforcement) will submit these reports to the Chairperson, PRA alongwith observations and suggestions, if any, for further improvement in the work and output of the Cell.

4. Every official/officer concerned with the operations of the Cell or the actions relating thereto, shall ensure that the relevant actions or proceedings are undertaken/done and concluded without any unnecessary delay or wastage of time. Work will be disposed of in an ultra-efficient and dedicated manner.

5. The Additional Commissioner (HQ) will ensure that operations of EMC are properly automated with the help of PRAL or PRA's local sources and dovetailed with the main computer system of PRA for real time connectivity as early as possible. After or for automation of the scheme, he may propose necessary amendments in this circular, should there be a need.

[Issued by the Punjab Revenue Authority, under the Signature of Mr. Faheem Rizwan Kayanai, Assistant Commissioner (HQ), vide File No. PRA/Circulars.75/15.]

***

PRA's CIRCULAR NO. 02 OF 2015, DATED 1ST SEPTEMBER, 2015

[Reported as PTCL 2015 St. 706(ii)]

SUBJECT:-- PUNJAB SALES TAX ON THE SERVICES OF INTER-CITY TRANSPORTATION OR CARRIAGE OF GOODS BY RAIL OR ROAD.

Government of the Punjab has decided to hold in abeyance the levy and collection of Punjab sales tax on the services provided or rendered by persons engaged in the inter-city transportation or carriage of goods by rail or road (classifiable under tariff heading 98.04, 9804.2000, 9804.9000 and respective headings) of the Second Schedule to the Punjab Sales Tax on Services Act, 2012) to the extent of transportation of oil through oil tankers and transportation of goods by informal non-corporate transporters of goods operating through "Truck Addas" declared as such by the Punjab Revenue Authority, until further orders or until [1]31st December 2015, whichever is earlier.

[Issued by the Punjab Revenue Authority, Finance Department, Government of the Punjab, under the Signature of Mr. Salman Ali, Additional Commissioner (HQ), vide File No. PRA/Circulars.75/15.]

***

---

[1]. Government of the Punjab has decided to extend the operation of this Circular **until 31st March 2016** or until further orders, whichever is earlier by even No. dated 15th January, 2016; **until 30th June 2016,** only to the extent of oil transporters by even No., dated 10th June, 2016; **until 31st December, 2016** or till further orders, whichever is earlier only extent of oil transportation through oil tankers by even No., dated 28th October, 2016; **until 30th June, 2017** or until further orders, whichever is earlier by even No., dated 25th April, 2017; & **until 31st December, 2017** or until further orders, whichever is earlier by even No. dated 20th October, 2017.

PRA's CIRCULAR NO. 01 OF 2016,
DATED 7TH JANUARY, 2016

[Reported as PTCL 2016 St. 560(ii)]

SUBJECT:-- IMPROPER FILLING UP OF PUNJAB SALES TAX RETURNS BY THE REGISTERED PERSONS PROVIDING SERVICES OF HOTELS, MOTELS, GUEST HOUSES, MARRIAGE HALL AND LAWNS, RESTAURANT, BEAUTY PARLORS AND SALONS.

Section 35 of the Punjab Sales Tax on Services Act, 2012 envisages that every registered person has to file a true, correct and properly filled up return by the due date in the prescribed form indicating the tax due and paid during a tax period. The form of the sales tax return has been prescribed in Form PST-04 alongwith all annexures under Punjab Sales Tax on Services (Filing of Returns) Rules, 2012. Annex C of the Form PST-04 (Domestic Sales Invoice) provides for details of services provided/rendered in the tax period which include mentioning of particulars of buyers (NTN, CNIC, Name), invoice number, date and value of services exclusive of tax, amount of sales tax and sales tax withheld at source and such other details.

2. It has been observed that businesses especially restaurants, hotels, motels, guest houses, marriage halls, beauty parlors and salons do not provide the prescribed details while filling up Annex C of the return. They rather make only single line entry with the description that sales are made to unregistered persons/end consumers. There are no details provided such as the numbers and dates of invoices issued, amounts of Punjab sales tax charged and collected which contravene the above mentioned provisions of law and renders such returns as incomplete and improperly filled up.

3. The aforesaid practice has no legal coverage as section 30 of the Punjab Sales Tax on Services Act, 2012 clearly enjoins upon the registered person (service provider) to issue tax invoice which should be numbered and dated containing the following particulars:--

(a) name, address and registration number of the service provider;

(b) name, address and registration number, if any, of the service recipient;

(c) description of service or services;

(d) value exclusive of the tax;

(e) amount of the tax ; and

(f) value inclusive of the tax.

In cases where some of the information of buyers (service recipients) such as name, NTN, address is not available, or could not be available, the other

columns of the Annex C of the return should not, under any circumstances, be left blank. For the purpose of facilitation of filers, the current return filing system allows uploading of customer invoice data (bulk data) in excel format alongwith the returns.

4. Punjab Revenue Authority, therefore, considers it necessary to clarify that aforesaid registered persons are required under the law to provide all the necessary and available details of buyers in the relevant annexure of the Punjab sales tax return or upload these details in a separate excel files in case of bulk unregistered end consumers. Any deviation in this regard will not only render the return as incomplete, incorrect and improper but the filer of return shall also be liable to invoking of penal provisions under the Punjab Sales Tax on Services Act, 2012 and other enforcement action provided in the rules made thereunder.

[Issued by the Punjab Revenue Authority, Lahore, under the signature of Mr. Salman Ali, Additional Commissioner (HQs), vide File No. PRA/Circulars.75/2016.]

***

PRA's CIRCULAR NO. O2 OF 2016, DATED 11TH MARCH, 2016

[Reported as PTCL 2016 St. 747(ii)]

SUBJECT:-- AMANAT SCHEME FOR RESTAURANT CUSTOMERS (ASRC) UNDER RULE 14 OF THE PUNJAB RESTAURANT INVOICE MONITORING SYSTEM RULES, 2015.

In supersession of the Circular of even number dated 08.03.2016, it is stated that a scheme by the name of the "Amanat Scheme" providing for valuable gifts/prizes for restaurant customers (hereinafter called "ASRC") has been established by the Punjab Revenue Authority (PRA) in terms of Rule 14 of the Punjab Restaurant Invoice Monitoring System (RIMS) Rules, 2015. By participating in ASRC, all participants shall be deemed to have accepted and agreed to be bound by the following terms and conditions for the said Amanat Scheme:

1. The ASRC is open to a restaurant customer who has consumed or availed taxable services of any restaurant operating under RIMS coverage worth more than one thousand rupees (excluding tax) at a time; has provided his name, CNIC and phone number to the restaurant for printing on the invoice issued to him or has communicated the particulars of invoice on the given short code number through SMS or has sent image of the invoice to the given number of the Authority through WhatsApp Messenger.

2. The ASRC shall comprise a number of prizes as exclusively determined by PRA.

3. PRA on the basis of computerized balloting shall give on a monthly or bi-monthly basis, a prize (inam) in cash or kind (which may include goods like motorcycle and car *etc.*) to each customer participating in the scheme and who is randomly selected by the automated deployed for the purpose of a fair and transparent balloting.

4. An invoice once received and included in balloting cannot be re-used for balloting in the main draw and shall stand automatically disqualified. However, where ten or more used invoices (previously received through any of the specified methods) are again received from a single source/phone number, they may be included in the student draw, at the sole discretion of PRA.

5. The employees of PRA, PITB, and PRAL who are involved in the implementation of RIMS as well their dependents will not be eligible for participating in the scheme.

6. The winner/s will be announced and their particulars posted on PRA's Facebook page (https://www.facebook.com/Punjab-Revenue-Authority-117341781943221) at the end of day of balloting. The winner/s will also be notified by phone call on the number provided by the winner.

7. The unclaimed prizes after expiry of 15 days time will be cancelled/withdrawn.

8. In the event that the prize item is unavailable, PRA reserves the right to substitute a prize item of similar value at PRA's sole direction.

9. PRA reserves the right to disqualify winner if any of the conditions (information) listed (required) are not met, or found not to be correct at any stage.

10. PRA, its partners, PRAL and PITB and their, officers and employees thereof (collectively the "Indemnified Persons") shall not be liable in any way for any claim, loss, injury, damage or inconvenience (a) arising in connection with the scheme, including, but not limited to, any error in computing the registration, any problems or breakdown or malfunction in any computer system or equipment, software, servers or providers or any combination thereof; or (b) suffered or incurred by participants, the winner or any other person

howsoever arising in connection with the scheme.

11. If the scheme is not capable of running as planned by reasons of, but not limited to, the following, including malfunction due to computer virus, tampering, unauthorized intervention, fraud, technical failures resources constraints or any other causes beyond the control of PRA which corrupts or affect the administration, operation, security, fairness, integrity or proper conduct of the scheme, PRA reserves the right in its sole direction to cancel, terminate, modify or suspend the scheme. PRA further reserves the right to disqualify any and all participants who, in the sole opinion of PRA, tempers with the entry process of the scheme.

12. PRA decision on all matters relating to or in connection with the scheme shall be at its sole and absolute discretion and shall be final and binding on all participants. Save and except for the notification to the winners, PRA and the participating government agencies shall not be obliged to enter into any correspondence on any matters concerning the scheme. In the event of any inconsistency between the terms and conditions, any brochure, marketing or promotion material relating to the scheme, the terms and conditions shall prevail.

13. Prizes are not transferable or exchangeable for cash, credit or any other items. PRA may at its sole discretion at any time and without prior notice, replace or substitute a prize with another prize of similar value selected by PRA. PRA makes no representations or warranties as to the quality/suitability/ merchantability of any of the goods/services offered as prizes. PRA and the participating government agencies are not liable for any loss, damage or injury suffered or sustained, to person or property and including, but not limited to indirect and consequential (including economic) losses by reason of the use, enjoyment or operation of any prize by a participant, his/her family or any other person.

14. By participating in the scheme by communicating through one of the methods specified at paragraph 1 above, the participants shall be deemed to have agreed to the terms and conditions of the scheme. All details and particulars submitted must be true, accurate and complete. Any information submitted with complete or invalid detail will be disqualified immediately.

15. PRA reserves the right to disclose and publish the name, and such other particulars (including the photograph) of any participant/winner in such mode and manner as PRA may in

its sole discretion deems appropriate for publicity purposes and the winner agrees to be photographed, to the disclosure of his or her personal particulars, the use of his or her name, picture, image and voice for publicity purposes connected with the scheme and to co-operate with and participate in the activities organized by PRA for this purpose without additional compensation and/or notification.

16. PRA reserves the right to, at its sole and absolute discretion, vary, modify and amend any terms and conditions set out herein and/or to suspend, discontinue or terminate the scheme at any time without prior notification, or liability to any part.

17. The winner(s) shall consent to PRA disclosure and/or publication of his his/her name and/or any other of his/her particulars in any manner which PRA may deem fit for publicity purposes. The winner(s) shall co-operate with and participate in such publicity activity organized by PRA for these purposes. The failure by the winner(s) to comply with this clause shall result in his/her disqualification and prize(s) being forfeited/withdrawn.

[Issued by the Punjab Revenue Authority (Finance Department, Government of Punjab, Lahore, under the signature of Mr. Salman Ali, Additional Commissioner (HQ), vide File No.PRA/Circulars.75/15.]

***

PRA's CIRCULAR NO. 1 OF 2017, DATED 16TH NOVEMBER, 2017

[Reported as PTCL 2018 St. 896]

SUBJECT:-- MANUAL ENTRY OF CLAIMS OF INPUT TAX ON UTILITIES UNDER STRIVe.

In order to facilitate the filing of Punjab Sales Tax monthly returns, PRA has decided to provide for manual entry in Annex-A of the return of purchases relating to utilities under STRIVe on provisional basis till [1]31-01-2018. All the PRA taxpayers are requested to update their particulars, if applicable, such as PNTN/CNIC, business name and address, *etc* on the utility bills by the aforesaid date.

[Issued by the Punjab Revenue Authority, Lahore under the signature of Mr. Ali Mansoor, Additional Commissioner (HQ).]

***

---

[1]. Government of the Punjab has decided to extend the operation of this Circular **till 31st March 2018** by Circular of even No. dated 14-3-2018; & **till 30th June, 2016** by Circular of even No. dated 11th April, 2018. For further extention see Circular of even No. dated 16th July, 2018.

PRA's CIRCULAR NO. 2 OF 2017, DATED 24TH NOVEMBER, 2017

[Reported as PTCL 2018 St. 897(i)]

SUBJECT:-- MANUAL ENTRY OF CLAIMS OF INPUT TAX ON GOODS UNDER STRIVe.

In order to facilitate the filing of Punjab Sales Tax monthly returns, the Punjab Revenue Authority has decided to provide for manual entry of purchase invoices of goods, in Annexure-A of the returns for the tax periods upto [1]December 2017, on provisional basis.

[Issued by the Punjab Revenue Authority, Lahore under the signature of Mr. Ali Mansoor, Additional Commissioner (HQ).]

***

PRA's CIRCULAR NO. 3 OF 2017, DATED 24TH NOVEMBER, 2017

[Reported as PTCL 2018 St. 897(ii)]

SUBJECT:-- EXTENTION IN DUE DATE FOR FILING OF PUNJAB SALES TAX RETURNS FOR THE TAX PERIOD SEPTEMBER 2017 AND OCTOBER 2017.

The Punjab Revenue Authority is pleased to extend the due date for filing of return for the tax period September 2017 and October 2017 upto 30-11-2017 in all those cases where payment has been made on due date.

[Issued by the Punjab Revenue Authority, Lahore under the signature of Mr. Ali Mansoor, Additional Commissioner (HQ).]

***

PRA's CIRCULAR NO. PRA.HR/88, DATED 17TH AUGUST, 2019

SUBJECT:-- EXTENTION IN DATE FOR DEPOSIT OF PUNJAB SALES TAX AND FOR FILING OF SALES TAX RETURNS/ STATEMENTS.

In exercise of the posers conferred under section 84 of the Punjab Sales Tax on Services Act, 2012, the Punjab Revenue Authority is pleased to extend

---

[1]. Government of the Punjab has decided to extend the operation of this Circular upto **February 2018** by Circular of even No. dated 23rd February, 2018; upto **31st March, 2018** by Circular of even No. dated **14th March, 2018**; and upto **30th June, 2018** by Circular of even No. dated 11th April, 2018. For further extention *see* Circular of even No. dated 16th July, 2018.

the date of payment of sales tax and filing of return for the Tax period of July, 2019 as per the following Schedule, due to Eid-ul-Azha holidays.

Description	Due Date	Extended Date
Filing of Annex C&I	10.08.2019	20.08.2019
Payment of Sales Tax	15.08.2019	22.08.2019
Filing of Sales Tax Return	18.08.2019	25.08.2019

[Issued by the Punjab Revenue Authority, Finance Department, Lahore under the signature of Mr. Irshad Ahmad, Additional Commissioner (HQs).]

***

PRA's CIRCULAR NO. 1 OF 2026, DATED 23RD JANUARY, 2026

[Reported as PTCL 2026 St. 533(i)]

SUBJECT: MANDATORY ADOPTION OF RAAST QR CODE-BASED DIGITAL PAYMENT FACILITY AT RESTAURANTS, HOTELS AND BEAUTY PARLORS OPERATING IN THE PUNJAB.

The Punjab Revenue Authority (PRA), in line with the vision of the Federal and Provincial Governments, is making continuous efforts to facilitate customers and to promote transparency, documentation, and ease of doing business in the services sector. In this regard, the major service sectors, namely **Restaurants, Hotels, and Beauty Parlours**, which cater to a large number of customers on a daily basis and play a significant role in the services economy, require special focus. To facilitate customers and encourage the adoption of modern, secure, and efficient payment practices, the aforesaid service sectors are hereby directed to:

- Obtain, **withing two weeks (14 days),** a QR code-enabled bank account from the State Bank of Pakistan; and
- Ensure the QR code payment facility is active and operational; and
- Display the QR code at a conspicuous place within the business premises for ease of customer access.

[Issued by the Punjab Revenue Authority, Finance Department, Government of the Punjab, under the signature of Mr. Khalid Mahmood Tipu, Chief (HQ), vide File No. PRA.Circulars-32-24/1276.]

***

CLARIFICATIONS

PRA's LETTER NO. PRA/CATERERS. 21/12 DATED 6TH OCTOBER, 2012

[Reported as PTCL 2013 St. 454]

SUBJECT:-- SALES TAX ON SERVICES.

I am directed to refer to your letter No. Nil dated 04-10-2012 on the subject cited above and to state that under rule 29 of the Punjab Sales Tax on Service (Definitions) Rules, 2012 read with explanation under clause (38) of section 2 and further read with explanation given at the end of section 7 and sub-section (5) of section 3 of the Punjab Sales Tax on Service Act, 2012, the activities involving decoration of events with the use, supply or consumption of goods including flowers and other decorative or ornamental materials *etc*, where catering services are provided are covered under the inclusionary definition of caterer given in the said rule 29 and are thus liable to Punjab sales tax.

2. However, in cases where a person is engaged exclusively in the supply of flowers for purposes other than occasions involving providing of catering services whether by the same person or by a different person are not chargeable to Punjab sales tax.

3. Since you are a qualified tax consultant, PRA has a full faith in your professionalism in terms of rule 5 of the Punjab Sales Tax on Service (Authorized Representatives) Rules, 2012 and believes that your client will be given guidance through your good offices without compromising the legitimate revenue interests of the Punjab Government on account of sales tax on services.

[Issued by the Punjab Revenue Authority, under the Signature of Mr. Babar Nawaz Raja, Additional Commissioner (HQ), being addressed to Muhammad Safder, A.R, FCA, Maqbool Haroon Shahid Safdar & Co, Chartered Accountants, Lahore.]

***

PRA's LETTER NO. PRA/CHAMBERS. 05/12 DATED THE 15TH JULY, 2013

SUBJECT:-- LEVY OF SALES TAX ON SERVICES PROVIDED IN RESPECT OF MANUFACTURING OR PROCESSING OF TOLL OR JOB BASIS (AGAINST PROCESSING ON CONVERSION CHARGES).

I am directed to refer to your letter No. R&D/F&T/2013/1389 dated 11-07-2013 on the above subject and to state that within the framework of 18th

Constitutional Amendment and 7th NFC Award, the right of the provinces to collect sales tax on services at their own level has been unambiguously recognized. Thus, the Federal Government/FBR is not empowered to collect sales tax or any other indirect tax such as Federal excise duty on services which have been subjected to sales tax collection at provincial level.

2. With effect from 01-07-2013, in case of the services provided in respect of manufacturing or processing of toll on job basis (against processing on conversion charges) classifiable under heading 9866.0000, Punjab has levied sales tax at the rate of 16% (upward revision of rate as and if made by the Punjab government will be displayed on PRA's website). The Federal Board of Revenue is therefore, no more competent or authorized to collect sales tax on such services notwithstanding the definition of manufacture of manufacturer under section 2 (16) and (17) of the Sales Tax Act, 1990 or any other order or notification, clarification or instructions issued by the Federal Government/FBR.

3. It may however be added that, the registered persons who are paying Federal sales tax on goods are entitled to input tax adjustment (refund in case of zero-rated supplies) of the Punjab sales tax paid by them on taxable services against their output liability of Federal sales tax. The Chamber is therefore requested to kindly advise its members accordingly. Should there be any instance of demanding Federal sales tax on such services by any field formation of FBR, PRA may be informed instantly so that it may get the issue resolved with FBR without any undue inconvenience to the concerned taxpayers.

[Issued by the Punjab Revenue Authority, under the Signature of Mr. Babar Nawaz Raja, Additional Commissioner (HQ), being addressed to the Mr. Farooq Iftikhar, President, Lahore Chamber of Commerce & Industry, Lahore.]

***

PRA's LETTER NO. PRA/SECURITY/AGENCIES/21/13/12559, DATED 16TH SEPTEMBER, 2013

SUBJECT:-- CLARIFICATION ABOUT M/S. WATCH & WATCH GUARD SERVICES (PVT.) LTD. PNTN 1312362-9.

Please refer your letter no. nil dated 13-09-13 on the subject cited above. It is evident from the perusal of various contracts signed with KAPCO that you provide services ranging from hospitality services, house keeping services, operation and maintenance of water treatment plants to inspection and quality assurance services. All of these group of services come in the ambit of business support services which are taxable services *vide* Sr. No 31 of the 2nd Schedule to Punjab Sales Tax on Services Act, 2012. Business support services have been defined in rule 27 of Punjab Sales Tax on Services (Definition) Rules 2012.

2. Furthermore you may also peruse circular No. 7 of 2013 issued by Punjab Revenue Authority available on PRA's website (pra.punjab.gov.pk) which is self-explanatory.

[Issued by the Punjab Revenue Authority, Finance Department, Government of Punjab, under the Signature of Mr. Shehzad Mehmood, Additional Commissioner, Enforcement, being addressed to Mahboob Shiekh & Co., Chartered Accountants, Multan.]

***

PRA's LETTER NO. PRA/CONSTRUCTION SERVICES.49/13, DATED 24TH SEPTEMBER, 2013

SUBJECT:-- CLARIFICATION REGARDING WITHHOLDING OF SALES TAX ON CONSTRUCTION SERVICES RECEIVED.

Please refer your letter no. APL/2013-14/0648 dated 20-09-2013 on the subject cited above.

2. The exclusion against item No. (i) of serial No. 14 of the Second Schedule of the Punjab Sales Tax on Services Act, 2012 is available only to such construction "projects" whose value excluding actual documented cost of land do not exceed Rs. 50 million. Since the plural word "project" has been used, the concession is confined to the cases where a person engaged in construction activities is exclusively carrying out the work of construction projects and "annuality" of the value of Rs. 50 million is implied in the language of the said entry of the aforesaid schedule in the meaning of interpretation of the provisions of section 10(3).

3. However, the above typically restrictive concession stands ineffectuated under rule 5 of the Punjab Sales Tax (Withholding) Rules, 2012 read with section 10(1) of the aforesaid Act, whereunder LTU-registered persons are required to withhold the whole amount of Punjab sales tax from their unregistered service providers and pay the same to the Punjab government. Under section 10(1), charge, levy, collection and payment of Punjab sales tax is subject to rules, which in fact determine the practical/operational coverage of the tax. Thus, no contractor of yours can claim any concessionary benefit merely on the basis of any undertaking not tenable/sustainable under the law.

4. You are advised to kindly proceed and comply accordingly. Your compliance to Punjab sales tax will be much appreciated.

[Issued by the Punjab Revenue Authority, Finance Department, Government of Punjab, Lahore, under the Signature of Mr. Shehzad Mehmood, Additional Commissioner (Enforcement) being addressed to Mr. Waqar Akhtar, Incharge Corporate Taxation, Attock Petroleum Limited, Rawalpindi.]

***

PRA's LETTER NO. PRA/ADVERTISEMENT/13111, DATED 24TH SEPTEMBER, 2013

SUBJECT:-- CLARIFICATION REGARDING REGISTRATION AND IMPLICATIONS OF PUNJAB SALES TAX ON SERVICES ACT, 2012

Please refer your letter no. Rohi-114/13 dated 09-09-13 on the subject

cited above. Answers to your queries are given below.

2. **Answer to Query. No. 1:** Your company, M/S Rohi Entertainment Company (Pvt.) Ltd., registered in Regional Tax Office Lahore for the purpose of income tax and Federal sales tax, provides advertisement services which are taxable services under Punjab Sales Tax on Services Act, 2012. Even if you do not have a registered office or place of business in Punjab, since you provide taxable services to the residents of Punjab you are required to pay sales tax to the Punjab government and liable for registration for purposes of Act, 2012 *ibid* in terms of its section 4. Moreover PRA has also laid down detailed guidelines for payment of Punjab sales tax on electronic media advertisements having nation-wide audience *vide* Circular No. 1 of 2013 dated 08-03-2013. According to the circular, sales tax on advertisement through T.V channels having country-wide viewers has to be apportioned and paid to Punjab on the basis of sales/turnover of the service recipient exclusively relating to Punjab and where data of such turnover is not available the amount of Punjab sales tax may be calculated on the basis of population percentage of the province of Punjab.

3. In any case, you are required to get registration under section 25 of the Punjab Sales Tax on Services Act, 2012 without further delay and pay Punjab sales tax under the law.

4. **Answer to Query. No. 2:** The recipient of advertisement services, as withholding agent, are required to pay to the Punjab Government, the share of Punjab sales tax calculated on the basis of his turnover attributable to the province of Punjab.

5. **Answer to Query. No. 3:** PRA will lend full support to its taxpayers paying Punjab sales tax in the manner indicated above and will stand up against any out of jurisdiction notices issued by any other authority infringing upon the constitutional rights of the Punjab province.

6. **Answer to Query. No. 4:** PRA has provided the facility of e-filing of monthly Punjab sales tax return to its registered persons at its web-portal. For guidance, you may please refer Punjab Sales Tax on Services (Filing of Returns) Rules 2012 and visit PRA's website (pra.punjab.gov.pk).

7. **Answer to Query. No. 5 & 6:** Punjab Sales Tax on Services Act, 2012 allows its registered service providers to claim input tax adjustment subject to limitations and conditions given in Punjab Sales Tax on Services (Adjustment of Tax) Rules, 2012. Mutual input tax adjustment between Federal and Provincial sales tax also is admissible provided the conditions imposed by the respective tax jurisdictions are met.

8. Your co-operation for compliance to Punjab sales tax will be much appreciated. Please do not hesitate to contact PRA as and when you need PRA's assistance.

[Issued by the Punjab Revenue Authority, Finance Department, Government of Punjab, Lahore, under the Signature of Mr. Shehzad Mehmood, Additional Commissioner, Enforcement, being addressed to Mr. Salman Zahid, Manager (Internal Audit & Tax) Rohi Entertainment Company (Pvt.) Ltd. Islamabad.]

***

PRA's LETTER NO. PRA/15276,
DATED 14TH OCTOBER, 2013

SUBJECT:-- CLARIFICATION REGARDING LEVY OF SALES TAX ON BUSINESS SUPPORT SERVICES IN THE CONTEXT OF WAREHOUSING AND DISTRIBUTION SERVICES.

I am directed to refer M/s. Shekha & Mufti CAs' letter Ref: AM/PRA/1872/13 dated 14 September 2013 and your letter number nil dated 03-10-2013 followed by your meeting dated 08-10-2013 with the Chairperson, PRA on the above subject and to state that PRA has examined the nature, typology, character and dynamics of the services being provided by the company whether as package or otherwise (jointly or severally) as per description given below. PRA is of the view that these services fall in the category of "business support services" as defined in rule 27 of Punjab Sales Tax on Services (Definitions) Rules, 2012 read with entry No. 31 of 2nd Schedule of Punjab Sales Tax on Services Act, 2012.

Sr. No.	Description	Sr. No.	Description
1.	Unloading of the goods and placing it in warehouse	9.	Open Area Storage
2.	Warehousing and storage services	10.	Inventory management including maintenance of inventory records.
3.	Loading and Picking of Cargo	11.	Provision of overage, shortage and damage inventory reports.
4.	Cross Docking	12.	Preparation of all documentation related to the above operations.
5.	Return Handling or damage handling of the product	13.	Performance of all administrative tasks necessary to support the above services.
6.	Cold Storage Services		
7.	Any other handling and storage activity within the warehouse		

Sr. No.	Description	Sr. No.	Description
8.	Value added services meaning adaptation of the finished products or Raw Material to a different physical format including, but not limited to, through the application of sticker, label, shrink wrap band, carton or case, bundling, promotional packaging		

2. Here it may be clarified that as already explained in PRA's Circular No. 07 of 2013 dated 27-08-2013 as available on PRA's website, since your business by virtue of its very character involves the rendition of business support services, the above description of services may not be treated as exhaustive. Even if you are rendering services of any other description in the context of business support, such other services will also be chargeable to Punjab sales tax under the category of business support services. In case you have any further query or question in the matter, please don't hesitate to contact PRA. Your efforts and cooperation towards compliance of Punjab sales tax are highly appreciated.

[Issued by the Punjab Revenue Authority, Finance Department, Government of Punjab, Lahore, under the Signature of Mr. Shehzad Mehmood Gondal, Additional Commissioner (Enforcement), being addressed to Muhammad Salman Qureshi, Director Finance, Agility Logistics (Private) Limited, Karachi.]

***

PRA's LETTER NO. PRA/CONSTRUCTION SERVICES.49/13/16536, DATED 8TH NOVEMBER, 2013

SUBJECT:-- CLARIFICATION-CHARGEABILITY OF TAX ON SERVICES UNDER SINGLE CONSTRUCTION CONTRACTS.

I am directed to refer to your letter No. Nil dated 01-11-2013 on the above subject and to state that from the facts stated by you, PRA understands that the construction contract under reference has not been completely performed and executed prior or by 22-05-2013.

2. Punjab sales tax is chargeable on the rendition of taxable services. Therefore, if any services under any construction contract signed and partially performed/executed before the said date, any remnant, balance, supplementary, additional, complementary, completion or finishing services are performed on or after the aforesaid date and payment of service charges relating to such services is also taken on or after the said cut-off date, the liability to pay Punjab sales tax in respect of such services with reference to such payment accrues. In such situations, the tax may be calculated on the basis of proportion of such payment to the total value of the contract and the resultant

apportionment (percentage) may be applied to the total tax amount calculable on the whole contracted project on applicable fixed rate.

3. For instance, if value of such services is 10% of the total contract value, tax may be paid to the extent 10% of the total amount of tax calculated on the whole contracted project (deeming as taxable) such fixed rate basis. You are requested to kindly comply with Punjab Sales Tax on Services Law accordingly.

[Issued by the Punjab Revenue Authority, Finance Department, Government of Punjab, Lahore, under the Signature of Mr. Shehzad Mehmood Gondal, Additional Commissioner (Enforcement), being addressed to GM Corporate & Taxation, Amir Subhan Khan, Izhar Construction (Pvt.) Ltd., Lahore.]

***

PRA's LETTER NO. PRA/16663, DATED 21ST NOVEMBER, 2013

SUBJECT:-- CLARIFICATION ON TAX ADJUSTMENT ON DISCOUNTS OFFERED TO THE RECIPIENTS OF TAXABLE SERVICES.

Please refer your letter No. IT/0523/2013 dated 13-11-2013 on the subject cited above. Your attention is invited to rule 8 of the Punjab Sales Tax on Services (Adjustment of Tax) Rules 2012 which provides for modification of tax invoice on lower side through issuance of debit and credit note as a result of any genuine business reason.

2. However, where the matter pertains to trade discount, the service provider has to mention the discounted price on the invoice alongwith the related tax and that the discount allowed is in conformity with customary business practices (Please see section 7(5) of Punjab Sales Tax on Services Act, 2012).

3. It may be added here that the law allows for trade discounts in cases of customary business practices only. Therefore, any trade discount agreed after issuance of invoice through post-facto bargains does not discount the tax liability.

[Issued by the Punjab Revenue Authority, Finance Department, Government of Punjab, Lahore, under the Signature of Mr. Shehzad Mehmood, Additional Commissioner, Enforcement-01, being addressed to Ernst & Young Ford Rhodes Sidat Hyder, Chartered Accountants, Islamabad.]

***

PRA's LETTER NO. PRA/CONSTRUCTION SERVIES.49/13/18725, DATED 2ND DECEMBER, 2013

SUBJECT:-- CLARIFICATION SALES TAX UNDER CONSTRUCTION SERVICES ON SUB-CONTRACT.

I am directed to refer to your letter dated 23-11-2013 on the subject cited above and state PRA's view point on the Punjab sales taxation of taxable

activities in the given scenarios as under:--

Scenario No: 1 *"A commercial construction contract is awarded by client to the main contractor registered with PRA who sublets the entire contract to a sub-contractor(s) who is also registered with PRA."*

Construction, as a service, is taxable economic activity as such, irrespective of the designation or nomenclature of the service provider/ constructor. In other words, whosoever provides construction services, subject to exclusions mentioned in the 2nd Schedule of the Act, is liable to charge and pay tax to the Punjab government on the value of taxable services provided. Value in this context means total service charges. Therefore, in line with VAT practices, the sub-contractor, as a service provider, shall charge sales tax to the main contractor/recipient of service and pay the tax. However, the later is entitled to adjust input tax from the output tax paid at the normal rate of 16% as stated under scenario 3 below.

Your assumption that the sub-contractor will not charge sales tax to the main contractor is therefore, not tenable.

Scenario No: 2 *"A construction contract is awarded by the government (client) who is exempt from levy of sales tax to a civil contractor who is registered with PRA. The contractor sublets the entire contract to a construction service provider who is also registered with PRA".*

Under the Punjab sales tax law exclusion from charge of tax is available to government civil works only. Any person providing construction services to the government for civil works is not obliged to charge tax on such service. However, the situation is changed altogether where the contractor becomes the recipient of construction services himself at the hands of another such service provider. In such situations, the sub-contractor will pay sales tax on the value of construction services provided to the main contractor irrespective of the fact that the later is not obliged to charge sales tax. In such scenarios, the end consumers, which in your case is the government, will eventually bear (the reduced) tax burden in the form of inbuilt (embedded) input tax. Your assumption that in the given scenario the tax will not be charged from the main contractor by the sub-contractor is therefore, incorrect.

Scenario No: 3 *"A client intends to build a building for its commercial activities. In this regard, he has the option to either award the construction contract to one contractor on turn-key basis or to award contract among separate contractors for civil and finishing work respectively".*

PRA is conscious of the fact that there may be certain cases of construction services wherein application of a given rate of tax could be problematic. PRA has therefore, already suggested to the government for correction of rate to 16% against Sr. No. 14 of the 2nd Schedule to the Act *ibid*. However, meanwhile, the multiple contractors in such situations may calculate and pay tax @16% on the value of services provided after taking necessary

admissible input tax adjustments. PRA will take necessary action to get all such cases regularized in due course.

[Issued by the Punjab Revenue Authority, Finance Department, Government of Punjab, Lahore, under the Signature of Mr. Shehzad Mehmood, Additional Commissioner (Enforcement-I), being addressed to Amir Subhan Khan, GM Corporate & Taxation, Izhar Construction (Pvt.) Ltd., Lahore.]

***

PRA's LETTER NO. PRA/ORACLE.92/2013/19518-19519, DATED 19TH DECEMBER, 2013

SUBJECT:-- REQUEST FOR RULING/CLARIFICATION ON EXEMPTION FROM SALES TAX ON EXPORT OF SERVICES OUTSIDE PAKISTAN UNDER PUNJAB SALES TAX ON SERVICES ACT, 2012.

I am directed to refer to EY's letter No. IT/0671/2013 dated 09-12-2013 on the above subject and to state that since under VAT, refund is one of the forms of tax adjustment and is payable when adjustable input tax exceeds payable output tax in respect of exports or zero-rated supplies, the subject of refund has been covered under the Punjab Sales Tax on Services (Adjustment of Tax) Rules, 2012. Further, under the modern legal drafting techniques, when overarching enabling provision for making subordinate regulatory framework to carry out any of the purposes of any statutory provisions is available, citation of the statutory provision containing the purpose being served through such framework is not essential. Hence, rules under section 76 of the Punjab Sales Tax on Services Act, 2012 can be framed through a formal notification to serve any of the purposes of any of the sections of the said Act. Quoting of any particular section containing the purpose is not necessary.

2. As regards, your question about condition (iii) of rule 12 of the Punjab Sales Tax on Services (Adjustment of Tax) Rules, 2012, it is clarified that this condition is applicable only in situations where export of (taxable) service co-occurs with the export of goods involving refund of Federal sales tax paid at the previous stage of supply chain of the relevant goods. Under rule 4 of the Sales Tax Rules, 2006 issued for the purposes of Federal sales tax, it is essential for the exporters to obtain Federal sales tax registration if they intend to get refund on the export of their tangible supplies. It is because of this reason that the aforesaid condition (iii) has been linked with the export of services involving export of goods and consequential refund of Federal sales tax as well. Where export of any goods is not involved in the export of services, this condition is obviously not applicable.

3. Here it may be added the Punjab sales tax on services system as designed under the Punjab Sales Tax on Services Act, 2012, rules made and circulars issued thereunder *etc.* is much more closer to the generalizations derived from the best international practices of VAT management. Its

comparison with any of its counterparts of any jurisdiction in the country *prima facie* falls away from jurisprudential realism/fairness. PRA will feel pleased to assist you if you have any other query in the matter. PRA strongly appreciates your efforts towards compliance of Punjab sales tax.

[Issued by the Punjab Revenue Authority, Finance Department, Government of Punjab, Lahore, under the Signature of Mr. Shehzad Mehmood Gondal, Additional Commissioner (Enforcement), being addressed to Ernst & Young Ford Rhodes Sidat Hyder, Chartered Accountants, Islamabad.]

***

PRA's LETTER NO. PRA/MINING & MINERALS.72/14/1/20970, DATED 13TH JANUARY, 2014

SUBJECT:-- CLARIFICATION REQUIRED REGARDING PROVINCIAL SALES TAX IMPLICATIONS ON SERVICES RENDERED BY BGP (PAKISTAN) INTERNATIONAL.

I am directed to refer to BGP's (Pakistan) International letter No. Nil dated 09-01-2014 on the above subject and to state that the contents of the said letter have been examined in PRA. It is clarified that the services being provided by BGP (Pakistan) International to E&P companies are chargeable to Punjab sales tax under serial Nos. 22 & 28 of the Second Schedule of the Punjab Sales Tax on Services Act, 2012. The definitions given in rules 86 and 98 of the Punjab Sales Tax on Services (Definitions) Rules, 2012 are relevant. Here it may be pointed that while going through the said rules, rule 4A thereof as inserted *vide* PRA's Notification No. PRA/Orders.06/2012 dated 03-01-2014 may please be kept in mind. As regards your specific questions raised in the above quoted letter, the same are replied as follows:

(i) The applicable rate of Punjab sales tax in case of your services is 16%.

(ii) In case of Punjab sales tax, the principle of origination applies only in situations where the other tax jurisdictions in the country do not have provisions parallel to section 4 of the Punjab Sales Tax on Services Act, 2012. FBR and SRB do not have parallel provisions in their respective statutes. However, KPRA has similar provisions. Thus there is no contradiction involved in the interpretation of the Punjab Sales Tax on Services Act, 2012 on this count.

(iii) Where services are performed/provided in or in respect of the province of the Punjab, Punjab sales tax shall be applied and paid regardless where the recipient of the services is located.

(iv) Where services are separately performed/provided simultaneously in Punjab and Sindh, Punjab sales tax shall be

payable only to the extent of services performed in or in respect of the province of the Punjab.

(v) Input tax adjustment of Federal sales tax against Punjab sales tax is admissible only to the extent of services on which Punjab sales tax is payable/paid. In such situations, your company will have to apportion the input tax amount(s) according to the taxable turnover of different tax jurisdiction and take adjustment accordingly.

(vi) The rate of Punjab sales tax as already stated above is 16% and input tax adjustment of sales tax relating to other tax jurisdictions consumed exclusively in the providing of services charged to Punjab sales tax is admissible subject to the limitations and restrictions specified in the Punjab Sales Tax on services (Adjustment of Tax) Rules, 2012. The rate of tax of other tax jurisdictions does not impact the rate of Punjab sales tax in case of taxable services concurrently provided in multiple tax jurisdictions.

2. It is hoped that your questions stand properly answered. In case you have any further query or question, PRA will feel privileged to assist you by sending its answers. Your cooperation and compliance towards Punjab sales tax is highly appreciated.

3. All relevant statues, rules and circulars including FAQs are available on PRA's website (https://pra.punjab.gov.pk). Your company may approach PRA through e-support on PRA's webiste.

[Issued by the Punjab Revenue Authority, Finance Department, Government of Punjab, under the signature of Mr. Shehzad Mehmood Gondal, Additional Commissioner (Enforcement), Lahore, being addressed to Mr. Zhang Zhongmin, Country Manager, BGP (Pakistan) International, Islamabad.]

***

PRA's CIRCULAR LETTER NO. PRA/ORDERS. 06/2012, DATED 28TH JANUARY, 2014

SUBJECT:-- EMPOWERMENT OF CIVIL ADMINISTRATION UNDER THE PUNJAB SALES TAX ON SERVICES LAW-- INSTRUCTIONS FOR BROADENING OF TAX BASE.

I am directed to refer to PRA's notification No. PRA/Orders. 06/2012/3 dated 10-01-2014 on the above subject and to state that under the said notification, PRA has empowered the civil administration officers to exercise powers and perform functions under the Punjab Sales Tax on Services Act, 2012 and rules made thereunder. In order to ensure that these officers carryout their Punjab sales tax work systematically and effectively, PRA will not only continue

issuing guidelines and instructions (preferably through general orders) but will also conduct intensive training sessions so that these officers are enabled to incrementally develop a true sense of VAT management. Till such time regular measures are taken for this purpose, the concerned officers under your supervision may be advised to visit the website of PRA, download all the legal instruments relating to Punjab sales tax on services and peruse them thoroughly to understand the character and dynamics of the system and the nature and extent of their powers, functions and duties.

2. It may be appreciated that the Punjab sales tax on services system is a VAT-like sales taxation whereunder voluntary compliance is encouraged by bringing the potential taxpayers under registration net and guiding them towards honest tax compliance covering the areas like tax invoicing, record maintenance, assessment, preparation and filing of declarations and payment of tax through the computerized system as embodied in PRA's website/e-portal **(https://pra.punjab.gov.pk).** PRA's website has an inbuilt e-support system whereunder the taxpayers can freely interact with PRA on issues warranting clarifications and guidance.

3. Administratively, the principal function of the field officers is to ensure that the taxable service-providing businesses territorially located in and confined to their jurisdictions do not remain non-compliant but register and pay Punjab sales tax as due on their taxable business activities. To begin with, efforts may be made to secure compliance from the following taxable services (excluding those already registered and complying properly):

(i) Hotels, clubs, caterers, motels, guest houses, marriage halls and lawns (including pandal and shamiana services) and restaurants.

(ii) Advertising agents including advertisements on hoarding boards, pole signs and sign boards.

(iii) Personal care services of beauty parlors, clinics, slimming clinics including cosmetic and plastic surgery.

(iv) Property developers/promoters, construction services, architects, town planners and interior decorators and contractual execution of work and furnishing supplies.

(v) Car/automobile dealers and rent-a-car-services.

(vi) Technical, scientific and engineering consultancy services.

(vii) Tour operators, property dealers and fashion designers.

(viii) Manpower recruitment agency and security agency.

(ix) Software or IT-based system development consultants.

(x) Toll manufacturing services.

4. The exact description of the said services is available in the Second Schedule of the Punjab Sales Tax on Services Act, 2012 and their definitions are given under Punjab Sales Tax on Services (Definition) Rules, 2012. The scope of taxability is to be determined keeping in view the provisions of rule 4A of the said rules and the rate of tax in case of each service is given under the said Second Schedule read with PRA's Notification No. PRA/Caterers. 21/2012 dated 25-11-2013. Threshold exemptions are available either in the Second Schedule or under two notifications bearing the same number No. PRA/Orders. 06/2012 both dated 22-05-2013 relating to hotels and restaurants.

5. You are accordingly requested to please direct the concerned officers of your jurisdiction to identify all such unregistered and non-compliant businesses and persuade them towards compliance with effect from the date the relevant service has been brought under tax net. Arrears must be recovered under all circumstances. Voluntary liquidation of arrears may however, be encouraged.

6. In order to verify the registration status of any business, your officers may please interact with PRA headquarters either through e-support or by telephonically contacting **Mr. Arfan Talib,** Manager (Operations), PRAL at his numbers **042-99205483** and **0323-5449964.** They can also obtain detailed information about the tax payments position of any of these businesses from the said manager.

7. It will be appreciated if a brief monthly report on the work done, performance delivered and achievements made in respect of the implementation and enforcement of Punjab sales tax in your jurisdiction is sent either electronically or otherwise to PRA headquarters by 5th of every month. In this regard, PRA will structure and automate the monthly/periodical performance reporting system in due course. It is hoped that the authorized officers of your jurisdiction will make all-out sincere, fair and dedicated efforts to broaden the tax base and maximize revenue yield from their respective jurisdictions.

8. Meanwhile, the information about the names, designations details, jurisdiction, office/cell numbers and email addresses (both official and personal) of the officers authorized to work for Punjab sales tax on services in your jurisdiction may be furnished to PRA headquarters within one week positively. PRA may be kept informed about future changes in the disposition of these officers.

9. For further technical guidance, **Mr. Shehzad Mehmood Gondal**, Additional Commissioner (Enf-1) may be contacted on his phone number **042-99205481/0300-4354308.** His email address is **shazgondal@hotmail.com.** Sectoral data of registered and unregistered taxpayers (initially identified including registered but not complying businesses) on district wise basis may be collected/obtained from the said Additional Commissioner.

[Issued by the Punjab Revenue Authority, Lahore, under the Signature of Mr. Babar Nawaz Raja, Additional Commissioner (HQ); being addressed to Commissioners, Gujranwala Division, Rawalpindi Division, Bahawalpur Division, Dera Ghazi Khan Divisions, Faisalabad Division, Lahore Division, Sargodha Division, Sahiwal Division & Multan Division.]

***

PRA's LETTER NO. PRA/22477,
DATED 25TH APRIL, 2014

SUBJECT:-- PAYMENT OF SALES TAX ON SERVICES PROVIDED BY ENGINEERING CONSULTANTS---CLARIFICATIONS FOR IMPLEMENTATION.

I am directed to refer to ACEP's letter No. ACEP-NDC/LC/349 dated 19-04-2014 on the above subject and to state that Punjab sales tax is chargeable @16% on services provided by technical, scientific and engineering consultants since 1st July, 2013 under the Punjab Sales Tax on Services Act, 2012. Several questions have since been raised as to how Punjab sales tax would be charged, collected and paid on these services. PRA has examined all these questions and is pleased to clarify as follows:

(i) Punjab sales tax on services provided by technical, scientific and engineering consultants has been levied with effect from July 01, 2013. All such services that are rendered on or after 1st July, 2013 have become liable to Punjab sales tax regardless of the fact that whether or not these are provided under a contractual engagement entered into before or after July 01, 2013.

(ii) The services that have been provided\, rendered and completed prior to 1st July 01, 2013 are not liable to Punjab sales tax. Any payment for such services if made after 1st July, 2013 is also not liable to charging/withholding/deduction of Punjab sales tax.

(iii) A registered person providing taxable services and paying tax is required and entitled under Punjab sales tax law to issue tax invoice and shift/transfer the incidence of tax on to the service recipient.

(iv) In the light of provisions of Punjab Sales Tax on Services (Withholding Rules), 2012, Punjab sales tax shall not be withheld by the recipient of services at the time of making payment if services have been provided by a corporate sector person duly registered with PRA as service provider.

[Issued by the Punjab Revenue Authority, Finance Department, Government of Punjab, Lahore, under the Signature of Mr. Shehzad Mehmood Gondal, Additional Commissioner, (Enforcement), being addressed to ENGR. Ch. Ghulam Hussain, President, Association of Consulting Engineers Pakistan (AECP)/Chief Executive, National Development Consultants (Pvt.) Ltd., Karachi.]

***

PRA's LETTER NO. PRA/23310,
DATED 23RD MAY, 2014

SUBJECT:-- CLARIFICATION-WHO WILL PAY THE PUNJAB SALES TAX (PST) IN CONNECTION WITH CONTRACT SIGNED BEFORE THE IMPOSITION OF PST ?

Please refer your letter no. 14/SMB dated 20-05-2014 on the subject cited above.

2. At the very outset it is stated that Punjab sales tax is payable on taxable services provided with effect from the date of levy of tax *i.e.* from the date a service has been included in the list of taxable services in the 2nd Schedule of Punjab Sales Tax On Services Act 2012.

3. The tax will be levied/charged regardless of the fact that whether or not the contract for provision of services was signed/entered into prior to the date of levy of tax. In other words, the existing contracts stand modified accordingly (please see section 64-A of the Sale of Goods Act, 1930). However the payments against these services which have been provided prior to the date of levy shall not attract levy of Punjab sales tax in any manner.

Person liable to pay tax

4. In terms of Section 11 of the Act 2012 *ibid*, the liability to pay tax is on the registered person providing the service. Every person who provides taxable services in the Punjab is required to register as well under the Act 2012 *ibid* with the Authority. An unregistered service provider can neither issue tax invoice nor charge/collect tax from the service recipient. Nevertheless, the registered service provider has to issue a tax invoice to the recipient of service showing among others, the amount of tax charged on the value of services. The former is thus, in the normal course of business, entitled to shift/transfer the incidence of tax paid/payable onto the service recipient. This is precisely the mechanism laid down under Punjab sales tax law. However the parties to an agreement may mutually resolve to bind the service provider to discharge his sales tax liability on its own. The Punjab sales tax law does not debar any such arrangement provided the due tax has been charged and paid by the service provider on the value of services provided.

Responsibility of Withholding Agent

5. Punjab Sales Tax on Services (Withholding) Rules, 2012 enjoins upon a prescribed withholding agent to withhold/deduct tax, wherever applicable, on payments made to the service providers. A chart of withholding Punjab sales tax is enclosed for ready reference and guidance.

6. In view of the given circumstances in your case, the service provider is liable to pay Punjab sales tax on the value of services provided and he, if registered with the Authority, is also entitled to shift/transfer the incidence

on the service recipient through issuance of tax invoice(s).

PUNJAB SALES TAX ON SERVICES WITHHOLDING CHART
PUNJAB REVENUE AUTHORITY (PRA) GOVERNMENT
OF THE PUNJAB

Sr. No.	Withholding Agent (Service Recipient)	Service Provider	Status of Service Provider	Withholding of Tax
1.	• Federal and Provincial Governments including local and district governments • Autonomous bodies • Public Sector organizations • Funded organizations of Federal and Provincial government.	Registered with PRA	Company	Exempt from withholding of tax except for advertisement services
		Registered with PRA	Firm, AOP, individual	Whole amount of Punjab sales tax @16% is to be withheld
		Not Registered with PRA	Company, firm, individual *etc.*	Whole amount of Punjab sales tax @16% is to be deducted from payments made.
		Telecom, banking, courier, insurance services	Company, firm, individual *etc.*	Exempt from withholding of tax except for advertisement services
2.	Taxpayers falling in the jurisdiction of Large Taxpayer Units established by FBR	Taxpayer Registered with PRA Other than LTU	Firm, AOP, Individual	Whole amount of Punjab sales tax @16% is to be withheld
			Company	Exempt from withholding of tax except for advertisement services
		Not registered with PRA	Company, firm, AOP, Individual	Whole amount of Punjab sales tax @16% is to deducted from payments made
3.	Recipients of advertisement services who are registered taxpayers of FBR or PRA	All persons	All persons	Whole amount of Punjab sales tax @16% is to be withheld/deducted

[Issued by the Punjab Revenue Authority, Finance Department, Government of Punjab, Lahore, under the Signature of Mr. Shehzad Mehmood, Additional Commissioner, Enforcement-I, being addressed to Secretary, Board of Intermediate and Secondary Education, Multan.]

***

PRA's LETTER NO. PRA/25020, DATED 19TH JUNE, 2014

SUBJECT:-- INVOICING AND ALLIED ISSUES IN RESPECT OF PUNJAB SALES TAX ON SERVICES PAID FOR THE PERIOD BEFORE REGISTRATION.

I am directed to refer to Wartsila's letter No. Nil dated 19-05-2014 and email dated 12-06-2014 received from Mr. Syed Sarmad Ahmad Zaidi, Assistant Manager (KPMG) on the above subject and to state that Punjab sales tax law as such does not place any bar on a registered person to issue sales tax invoices for any period previous to its formal registration subject to the condition that the registered person has discharged the respective previous sales tax liability. The law only debars unregistered person to issue tax invoice and to avail any benefit otherwise available to a registered person.

2. Therefore, the invoices against which the output tax has been duly paid, though issued belatedly by the registered person as aforesaid, are valid invoices for the purpose of input tax adjustment under the law subject to fulfillment of the conditions and restrictions for claiming input tax adjustment prescribed under the Punjab Sales Tax on Services (Adjustment of Tax) Rules, 2012. However, if adjustment is sought against sales tax other than Punjab sales tax, the restrictions/limitations imposed by the law relating to that sales tax, if any, shall also apply unless condoned/relaxed by the competent authority administering such tax.

3. It is also important to mention here that Notification SRO. 212(I)/2014 dated 26-03-2014 issued by Federal government/FBR in terms of section 2(22A) of the (Federal) Sales Tax Act, 1990 is retrospectively effective from 01-07-2013, which means all the invoices of Punjab sales tax issued during the period from July, 2013 onwards regardless of their actual date of issue will be admissible for input tax adjustment against Federal sales tax subject to the restrictions/limitations, if any, as may be applicable for the purposes of Federal sales tax. The said notification in fact carries an *ipso facto* condonation for delayed claims of input tax adjustment on Federal sales tax returns. Even otherwise the FBR's computer system was not allowing and declining the uploading of provincial sales tax invoices for the purpose of claiming of input tax adjustment against Federal sales tax under automated domain. It however, needs to be ensured that no amount of Punjab sales tax remains unpaid/un-deposited under any of such invoices.

4. You are accordingly advised to please bring the aforesaid legal position in the knowledge of your clients so as to enable them to make you

payments against unpaid (if any) taxable transactions.

[Issued by the Punjab Revenue Authority, Finance Department, Government of Punjab, Lahore, under the Signature of Mr. Shehzad Mehmood Gondal, Additional Commissioner, (Enforcement), being addressed to Wartsila Pakistan (Pvt.) Ltd., Lahore.]

***

PRA's LETTER NO. PRA/BUDGET.109/2014, DATED 28TH JUNE, 2014

[Reported as PTCL 2014 St. 674]

SUBJECT:-- BUDGET INSTRUCTIONS 2014-15 (PUNJAB SALES TAX ON SERVICES).

I am directed to refer to section 6 of the Punjab Finance Act, 2014 (available on PRA's website) whereunder amendments have been made in the Punjab Sales Tax on Services Act, 2012 and to state that these amendments are classifiable into three distinct categories, *i.e,* legislative amendments, rationalization of existing service descriptions and taxation on new services. The main features of these three components are precisely explained below.

(A) **Main Legislative Amendments:** The following changes have been made in the main body of the statute.

(i) In section 2, amendments have been made in clauses (6), (29), (38) and (43). The Punjab Revenue Authority Act, 2012 has been quoted in the definition of the "Authority". An association of persons (AOP) has been included in the definition of "person". The expression "disposition" has been added alongside the words "use, supply or consumption". This change will bring the definition of "service or services" closer to the concept of supply incorporated in the Federal Sales Tax Act, 1990 and reduce the disputes under Punjab sales tax on services regime about the services which involve commissioning, installation or errection of structures from goods. In the definition of tax fraud *vide* clause (43) of section (2) of the Punjab Sales Tax on Services Act, 2012, non-payment of tax has been included in order to deal with the unjustified obstinacies against payment of due tax amounts.

(ii) In sub-section (1) of section 7, the words "gross amount of" has been prefixed with the word consideration in money to represent the total price of a taxable service received from the buyer.

(iii) An explanation has been added in the end of section 25 making the due tax liability dischargeable even

during the period of non-registration.

(iv) A new section 29A has been added empowering PRA to re-instate or revive the suspended or cancelled registrations.

(v) In order to cover the maintenance of records by withholding agents, section 31 has been slightly changed to bind a person paying Punjab sales tax under any statutory and regulatory scenario to maintain the relevant records.

(vi) In the table of section 48(2), amendments have been made against entries at serial numbers 1 and 10. The minimum penalty for not applying for registration or non-compliance of compulsory registration has been increased from Rs. 10,000 to Rs. 50,000. A person who has acquired taxable services but does not pay the amount of tax due to the service provider, has been made liable to penalties including criminal action under "obstruction clause" of serial No. 10

(vii) The periods during which an un-levied or unpaid tax amounts can be recovered is given under section 52. In cases involving inadvertent, error, misconstruction or any other reason, the period was three years. In cases involving collusion, abetment, deliberate attempt, mis-statement, fraud, forgery, false or fake documents, the period was five years. Since the scheme of section 52 involves questions of interpretation and argumentation about the categorization of adjudication/recovery cases, the period has been uniformed to five years in order to avoid negative tax implications of any such interpretation and argumentation.

(viii) In section 70, a new sub-section (3) has been added to empower PRA as well as its officers to exercise powers of a civil court for the recovery of tax amounts under the Punjab Sales Tax on Services (Recovery) Rules, 2012.

(B) **Rationalization Of Existing Service Descriptions:** Under VAT, there is no internationally standardized classification and codification of service descriptions. Punjab sales tax system has inherited the minimum classification/codification of services from the Federal Excise Act, 2005 as reflected in Pakistan Customs Tariff. PRA has a program to further

streamline the description, classification and codification of services given in the First Schedule in the Punjab Sales Tax on Services Act, 2012, but this exercise is likely to take some time because detailed consultations with other tax jurisdictions are involved. However, PRA has meanwhile experienced difficulties in correctly extending the intended coverage of some taxable services given in the Second Schedule and explained in the Punjab Sales Tax on Services (Definitions) Rules, 2012 and Punjab Sales Tax on Services (Specific Provisions) Rules, 2012. Besides, some circles from the taxpayers community and tax consultants *fora* had pointed out the peculiarities of market practices, which were not getting clear adjustment in the intended prescribed scope of taxable services. In some cases, mentioning of relevant classifications was missing. Moreover, several discriminations and inequities were pointed out in the taxability of service-related business domains due to absence of express coverage of similar, identical, matching and competing services with the result that compliance gaps were being experienced. In order to overcome these gaps, policy intervention was considered imperative. Hence amendments have been in the descriptions of taxable services given against serial numbers 1, 4, 8, 11, 13, 14, 18, 19, 23, 24, 25, 26, 30, 32, 33, 36 and 37 of the Second Schedule. The comparative chart of original descriptions and modified descriptions (changes/additions shown in bold font) is as under.

SECOND SCHEDULE SR. NO.	ORIGINAL DESCRIPTION	AMENDED DESCRIPTION
1	Service provided by hotels motels, guest houses, marriage halls and lawns (by whatever name called) including pandal and shamiana services, clubs and caterers.	Services provided by hotels, motels, guest houses, marriage halls and lawns (by whatever name called) including pandal and shamiana services, clubs **including race clubs** and caterers (Classification **9830.0000** has been added).
4	Courier Services.	Courier Services **including cargo services by road passenger transportation businesses and transportation through pipeline and conduit services** (Classification **9804.9000** has been added).

SECOND SCHEDULE SR. NO.	ORIGINAL DESCRIPTION	AMENDED DESCRIPTION
8.	Services provided by Banking Companies or Non-Banking Financial Institutions including but not limited to all non-interest based services provided against a consideration in form of a fee or commission or charge.	**Services provided by banking companies, cooperative financing societies, modarbas, musharikas, ijarahs, leasing companies, non-banking financial institutions and other persons, businesses or enterprises providing or dealing in any such services.** (Respective sub-headings of **98.13**).
11	Services provided by restaurants.	**Services provided by restaurants including cafes, food (including ice-cream) parlors, coffee houses, coffee shops, *deras,* food huts, eateries, resorts and similar cooked, ready-to-eat prepared food service outlets *etc.*** (Classification **9801.9000** has been added).
13	Franchise Services	Franchise service **including intellectual property rights (IPRs) services** (Classification **9839.0000** has been added).
14	Construction Services EXCLUDING: (I) Construction projects (industrial and commercial) of the value (excluding actual and documented cost of land) not exceeding Rs. 50 million.	Construction Services EXCLUDING: (i) Construction projects (industrial and commercial) of the value (excluding actual and documented cost of land) not exceeding Rs. 50 million **per annum.**
18	Services provided for personal care by beauty parlors, clinics, sliming clinics including cosmetic	Services provided for personal care by beauty parlors, clinics, sliming clinics including cosmetic and plastic surgery by

SECOND SCHEDULE SR. NO.	ORIGINAL DESCRIPTION	AMENDED DESCRIPTION
	and plastic surgery by such parlors/clinics. EXCLUDING: (iv) annual electricity bills of the business do not exceed Rs. 600,000/-.	such parlors/clinics. EXCLUDING: (iv) **the facility of air conditioning is not installed or available in the premises.**
19	Management consultancy services including fund and asset management services.	Management consultancy services including fund and asset **(including investment)** management services.
23	Services provided by technical, scientific & engineering consultants.	Services provided by technical, scientific & engineering consultants **including technical inspection and certification services, quality control, (standards' certification) technical analysis, testing, errection, commissioning and installation services** (Classifications **9861.0000** and **9815.5000** have been added).
24	Services provided by other consultants.	Services provided by other consultants **including but not limited to human resource and personnel development services, exhibition or convention services, event management services, valuation services (including competency and eligibility testing services) market research services and credit rating services** (Classifications **9832.0000, 9827.0000, 9818.3000, 9818.2000, 9819.9300, 9852.0000 and 9859.0000** have been added).
25	Services provided by tour operators (other than Hajj	Services provided by tour operators **and travel agents**

SECOND SCHEDULE SR. NO.	ORIGINAL DESCRIPTION	AMENDED DESCRIPTION
	and Umrah).	**including all their allied services or facilities** (other than Hajj and Umrah). (Classifications **9805.5000, 9803.9000** have been added).
26	Manpower recruitment agents.	Services provided by manpower recruitment agents **including labour and manpower supplies**
30	Share transfer agent.	**Share transfer or depository agent including services provided through manual or electronic book-entry system used to record and maintain securities and to register the transfer of shares securities and derivatives. (Respective headings).**
32	Services provided by property dealers.	Services provided by property dealers **and realtors** (Classification **9844.0000** has been added).
33	Services provided by fashion designers.	Services provided by fashion designers **(whether relating to textile, leather, jewellery or other product regimes) including allied services such as cutting, stitching, printing, manufacturing/ fabrication/assembly, embellishment, adornments, display (including marketing, packing and delivery *etc*).** (Classification **9819.6000** has been added).
36		Classification **9844.0000** has been added
37	Services provided in respect of manufacturing	Services provided in respect of manufacturing or processing on

SECOND SCHEDULE SR. NO.	ORIGINAL DESCRIPTION	AMENDED DESCRIPTION
	or processing on toll or job basis (against processing on conversion charges).	toll or job basis (against processing on conversion charges). **including industrial and commercial packaging services and similar outsourcing of industrial or commercial processes.** (Classifications **9841.0000** and **9819.1400** have been added).

(C) **Taxation On New Services:** The following new services have been brought under Punjab sales tax net. Except call centers whose services are liable to tax at the rate 19.5% and print media advertisements which are chargeable to reduced tax rate of 5% without any adjustment, tax rate on all other new services is 16%.

(i) Services provided by specialized workshops or undertakings (auto-workshops; workshops for industrial machinery, construction and earth-moving machinery or other special purpose machinery *etc*; workshops for electric or electronic equipments or appliances *etc*. including computer hardware; car washing or similar service stations and other workshops).

(ii) Services provided for specified purposes including fumigation services, maintenance and repair (including building and equipment maintenance and repair including after sale services) or cleaning services, janitorial services, dredging or desilting services and other similar services *etc*.

(iii) Brokerage (other than stock) and indenting services including commission agents, under-writers and auctioneers.

(iv) Call centers.

(v) Services provided by laboratories other than services relating to pathological or diagnostic tests for patients.

(vi) Services provided in specified fields such as health care, gym, physical fitness, indoor sports, games and body or sauna massage *etc*.

(vii) Services provided by laundries and dry cleaners.

(viii) Services provided by cable TV operators.

(ix) Services provided by TV or radio program producers or production houses.

(x) Advertisements (including classified ads) in newspapers, magazines, journals and periodicals.

2. The Commissioners are requested to please circulate these instructions to all the concerned field officers with an advice that while understanding any amendment in the Punjab Sales Tax on Services Act, 2012, they must go through the relevant portion of the Finance Act, 2014-15. Where deemed necessary, PRA will soon issue specific provisions rules and notify definitions of the services warranting standard application of the tax operationlaity. In this regard, necessary amendment notification shall be issued in respect of the Punjab Sales Tax on Services (Specific Provisions) Rules, 2012 and the Punjab Sales Tax on Services (Definitions) Rules, 2012. PRA will also consult the relevant business associations for the purpose as and if required.

3. Here it may be pointed out that bed tax earlier being collected by Excise & Taxation Department has been abolished by the government with effect from 01-07-2014. From 01-07-2014 onwards, only Punjab sales tax (VAT) will be collected from hotels. However, in order to widen the base of Punjab sales tax in case of hotels and to generate compensatory revenue, it has been decided to withdraw the threshold exemption of sales tax available to hotels under PRA's Notification No. PRA/Orders.06/2012 dated 22-05-2013 with effect from 01-07-2014. Thus, sales tax shall be chargeable from all categories of hotels regardless of their size or other business features, which means Punjab sales tax shall be applicable to hotels across the board.

4. It may be clarified that these instructions are meant only for the guidance of the field officers and are not to be quoted for the purpose of any legal reference.

[Issued by the Punjab Revenue of Authority, Finance Department, under the signature of Mr. Babar Nawaz Raja, Additional Commissioner (HQs), vide File No. PRA/B udget.109/2014]

***

PRA's LETTER NO. PRA/25471, DATED 2ND JULY, 2014

SUBJECT:-- ALLOWING OF EXEMPTION FROM PUNJAB SALES TAX ON SERVICES MADE TO HOSPITALS/ CHARITABLE TRUST.

I am directed to refer your letter dated 16-06-2014 on the subject cited above and to state that modern VAT treats exemptions as not only a source of

discriminations, inequities and distortions in the supply chain but also as a factor which destabilizes smooth sailing of market forces. In developing economies, VAT does not suggest upfront exemptions beyond education, health and charity. However, under upfront exemptions input taxes are not exempt otherwise domestic consumption gets zero-rated creating serious access-inequalities in socio-economic benefits/privileges/comforts.

2. In other words, the exempt services though enjoy upfront exemption from tax as a matter of public policy, have to sustain the incidence of input tax paid on their inputs (services and goods) used or consumed in the rendering thereof. Under VAT, exempt goods/services remain input tax-paid under all circumstances. The Punjab Sales Tax on Services Law as such does not provide for zero rating on the local provision (local consumption) of services. The facility of zero rating through refund of input tax is available only in the case of export of services.

3. In view of the forgoing, your request for exemption is not tenable under the existing service VAT legal or policy framework of PRA. The same is therefore, declined. Inconvenience is regretted sincerely.

[Issued by the Punjab Revenue Authority, Finance Department, Government of Punjab, Lahore, under the Signature of Mr. Shehzad Mehmood, Additional Commissioner (Enforcement-I) being addressed to Dr. Faisal Sultan, Chief Financial Officer, Shahukat Khanum Memorial Trust, Lahore.]

***

PRA's LETTER NO. PRA/25488,
DATED 9TH JULY, 2014

SUBJECT:-- QUERY REGARDING RATE OF PUNJAB SALES TAX ON SERVICES PROVIDED BY PROPERTY DEVELOPERS.

I am directed to refer to your letter no. DDA/CS-I/LDA/134 dated 03-07-2014 on the subject cited above.

2. It is important to first realize the fact that Punjab sales tax is chargeable and payable on services provided by land developers and promoters. Punjab sales tax law does not observe any distinction as far as tax treatment is concerned between a public sector department or agency and the business in the private sector providing aforesaid services. Persons belonging to the above mentioned categories are liable to pay tax. Therefore, LDA, despite being a corporate body constituted under an Act of the Assembly, is not entitled to any exemption from Punjab sales tax under the law. It is required to charge, collect and pay tax on the value of services provided to any person. It may please be appreciated that Punjab sales tax is an indirect tax and its incidence is shifted/shiftable to the service recipient/customer without affecting the revenues of the service provider. It has a clear pass-on effect.

3. Generally, a property developer, usually first acquires (undeveloped) land, promotes and conducts advance booking, then develops it by way of adding certain value to the land acquired and eventually sells it to a customer. The value addition in the piece of land represents the value of property development service charges. Under Punjab sales tax law this value was initially taxed at the normal standard rate of 16% but later on, a specific rate of tax was introduced *w.e.f.* 12-02-2014. (Please refer Sr. 15 of the 2nd Schedule of Punjab Sales Tax on Services Act, 2012).

4. The land developer disposes off such developed piece of land either through sale (auction) or advance sale (allotment) or "exemption" sales (transfer of developed plots to original owners of the land as consideration of land acquired). A few modes of sale/disposition alongwith applicability of Punjab sales tax are explained hereunder:--

Auction:-- *The land developer charges, collects and pays the amount of tax at the time of auction. The buyer also pays the amount of tax alongwith principal amount representing the value of developed plot.*

Allotment:-- *In this mode of sale, the service provider charges tax each time, it receives the development charge/fee from allottees alongwith installment on proration basis.(Section 9 of the Act, 2012)*

Exemption:-- *In this mode of disposition, the land developer/service provider is obliged to pay and charge tax at the time when the possession or right in the property of the said developed plots are transferred to the landowner by entering into a conveyance deed or similar instrument (e.g. allotment letter)*

5. As it has been explained above, Punjab sales tax is applicable on any mode of provision or disposition of taxable services as pointed out in your above referred letter.

6. It is hoped that LDA a reputed land developing concern will ensure compliance of Punjab sales tax law and discharge its previous and future liabilities incurred under the law. It is hoped that LDA will not create circumstances where PRA will be constrained to invoke enforcement provisions of law besides approaching the Punjab government for fixation of responsibility for such serious neglect on LDA tax obligation.

[Issued by the Punjab Revenue Authority, Finance Department, Government of Punjab, Lahore, under the Signature of Mr. Zaka Ullah, Deputy Commissioner, Enforcement-I, being addressed to Director Finance (U.D. Wing), Lahore Development Authority, Lahore.]

***

PRA's LETTER NO. PRA/29159,
DATED 28TH JULY, 2014

SUBJECT:-- REQUEST FOR CLARIFICATION REGARDING CHARGEABILITY OF PROVINCIAL SALE TAX ON IT SERVICES RECEIVED FORM OUT SIDE PAKISTAN.

I am directed to refer your letter no. Tax-2014-151 dated 17-07-2014 on the subject cited above and to state that the entire given range of IT services received by "Nestle Pakistan Limited" is liable to payment of Punjab sales tax. As regards the formula for the calculation of sales tax, the invoice issued by non-resident and un-registered service provides the basis for determination of tax liability. The service recipient while making payment is required to withhold/deduct sales tax @ 16% out of the gross amount of the invoice/bill sent by the non-resident service provider which represents the value of taxable services. Please see rule 5 of the Punjab Sales Tax on Services (Withholding) Rules, 2012.

2. It is hoped that the matter is sufficiently clarified. You are requested to kindly comply with Punjab sales tax law accordingly.

[Issued by the Punjab Revenue Authority, Finance Department, Government of Punjab, Lahore, under the Signature of Mr. Shehzad Mehmood Gondal, Additional Commissioner, Enforcement-I, being addressed to Nestle Pakistan Limited, Nestle Corporate Office, Lahore.]

***

PRA's LETTER NO. PRA/28857,
DATED 11TH AUGUST, 2014

SUBJECT:-- CLARIFICATION REGARDING CHANGE IN THE SECOND SCHEDULE TO THE PUNJAB SALES TAX ON SERVICES ACT, 2012 REGARDING COURIER SERVICE.

I am directed to refer to your letter no. BC/D-3/14/6197 dated 08-08-2014 on the subject cited above and to clarify the correct legal position by inviting your attention to rule 37 of Punjab Sales Tax on Services (Definitions) Rules, 2012 which defines courier services as:--

> **Courier services.--**Courier services mean the transmission, transportation or conveyance, whether door-to-door or not of time-sensitive documents, goods, articles or cargo whether or not utilizing the services of a person either directly or indirectly to accompany such documents, goods, articles or cargo and include speed post, express cargo service and similar fast services of transmission, transportation and conveyance of documents, goods, articles or cargo.

2. It may be appreciated that the said definition consists of the following components:--

(i). There is transmission, transportation or conveyance;

(ii). Items involved are (a) time-sensitive documents; (b) goods, (c) articles or (d) cargo;

(iii). The delivery is either door-to-door or otherwise;

(iv). Whether or not a person accompanies such items; and

(v). Includes speed post, express cargo service and similar fast services of transmission, transportation and conveyance.

Thus, the definition not only covers the transmission, transportation or conveyance of time-sensitive documents but also of goods, articles or cargo including express cargo service and similar fast services undertaken to achieve the aforesaid goal. The courier services undertaken for the aforesaid purposes may utilize any means or forms of transportation, conveyance or transmission.

3. The recent amendment brought by Punjab Finance Act, 2014, in the description of Entry No. 4 of the 2nd Schedule to Punjab Sales Tax on Services Act, 2012 has further elaborated (and extended) the scope of tax and included cargo services by road passenger transportation businesses in the list of taxable services. Mode of transport is irrelevant in this regard. Such businesses may adopt any mode, manner or type of transportation for providing cargo services. The non-mentioning of any specific type or mode of transportation clearly means that in case of cargo services by such businesses, mode or type of transport is immaterial/irrelevant. Tax is leviable on cargo services as such. Mode or nature of transport was not relevant even prior to the said budgetary amendment.

4. Daewoo Pakistan Express Bus Service Limited is a passenger transport company which provides courier services of not only time-sensitive documents but also of goods, articles or cargo to general public and is therefore, required to charge collect and pay Punjab sales tax on the value of the entire range of taxable services provided under the Punjab sales tax on services law. Any other interpretation or application tends to defeat and violate the express provisions of the law on the subject.

5. It is hoped that being a renowned passenger transport company, Daewoo Pakistan Express Bus Service Limited will abide by the provisions of Punjab sales tax on services law in letter and spirit without entering into any unwarranted legal wrangling with PRA to avoid the tax obligations.

[Issued by the Punjab Revenue Authority, Finance Department, Government of Punjab, Lahore, under the Signature of Mr. Shehzad Mehmood Gondal, Additional Commissioner, Enforcement-I, being addressed to Khurram Shahbaz Butt (Advocate High Court) Butt & Company, Lahore.]

***

PRA's LETTER NO. PRA/29735, DATED 27TH AUGUST, 2014

SUBJECT:-- CLARIFICATION EXEMPTION LIMIT UNDER SERIAL NO.14 TO THE SECOND SCHEDULE OF THE PUNJAB SALES TAX ON SERVICES ACT, 2012.

I am directed to refer to your letter No. Nil dated 23-07-2014 on the above subject and to state that the amendment in item (i) under Caption "EXCLUDING" within the entry at serial No. 14 of the Second Schedule of the Punjab Sales Tax on Services Act, 2012 inserted through the Punjab Finance Act, 2014 was/is aimed at editorial correction of the said exemption clause. Prior to this budgetary amendment, PRA had issued clarifications to different quarters confirming the annuality of the turnover covered in the said exemption clause. A copy of one of such PRA's clarifications bearing No. PRA/Construction Services. 49/13 dated 24-09-2013 address to Attock Petroleum Limited Rawalpindi is enclosed. The definition of the expression "commercial or industrial construction" is available under rule 34 readwith rule 4A of the Punjab Sales Tax on Services (Definitions) Rules, 2012.

2. Exemptions under the fiscal statutes are always subject to strict interpretation. Under the aforesaid exemption item, exemption of Punjab sales tax is available only to such businesses who are engaged in providing construction services exclusively in respect of industrial and commercial construction projects and their annual turnover from these projects (excluding the actual and documented cost of land) does not exceed Rs. 5 million. However, in situations where the annual turnover of such specific businesses exceeds the said limit, the whole turnover becomes liable to Punjab sales tax. This exemption is not linked with the number of clients/projects. Its applicability or inapplicability is dependent upon the exclusivity of the character and annual turnover of the construction services undertaken by a given business, which means the businesses whose turnover involves diversified construction services including construction of industrial and commercial projects cannot claim any partial exemption on the part of their turnover relating to such projects.

3. It is understood that construction businesses are fully aware of their business dynamics and can easily decide about the taxability of their business activities on the basis of their overall business trends and experience. It is hoped that you will comply with the Punjab Sales Tax on Services Law accordingly in a fair manner.

[Issued by the Punjab Revenue Authority, Finance Department, Government of Punjab, Lahore, under the Signature of Mr. Shehzad Mehmood Gondal, Additional Commissioner, (Enforcement), being addressed to Izhar Construction (Pvt.) Ltd., Lahore.]

***

PRA's LETTER NO. PRA/WS/REPLY/15190,
DATED 22ND OCTOBER, 2014

SUBJECT:-- TAX PAYMENT OF COMMISSIONS AND CREDIT SALES.

I am directed to refer to ADAP's letter No. Nil dated 21-10-2014 on the above subject and to state that PRA has examined the business practices of disbursement of commission on automobiles by original equipment manufacturers to their authorized dealerships. Since the commission is remitted to the authorized dealerships after completion of the sale transaction of the vehicle, the liability of the authorized dealership to pay Punjab sales tax arises in the month in which commission is received.

2. Commission-related transaction is deemed to have been completed in that month. You may therefore, advise the concerned OEMS (to whom this letter is being endorsed for necessary action) not to hold back your commission payments on the plea that the authorized dealerships should first deposit sales tax to PRA/Punjab government and thereafter ask for remittance of the commission amounts. It is hoped that the situation will be tackled at your end amicably with the OEMS so as to facilitate smooth continuity and growth of auto industry business in the province/country.

[Issued by the Punjab Revenue Authority, Finance Department, Government of Punjab, Lahore, under the Signature of Mr. Shehzad Mehmood Gondal, Additional Commissioner, (Enforcement), being addressed to Engr. Qadeer Saigol, General Secretary, Authorized Dealers Association of Punjab (ADAP), Lahore.]

***

PRA's LETTER NO. PRA/9893,
DATED 6TH NOVEMBER, 2017

SUBJECT: CLARIFICATION ON APPLICATION OF THE PROVISIONS OF THE PUNJAB SALES TAX ON SERVICES ACT, 2012 ON THE CONTRACTS .

Please refer to letter no LT/1303/17 dated 30th October 2017 on the above subject.

The matter has been examined in PRA and it transpires that although the Punjab Sales Tax on Services Act, 2012 does not provide for any advance ruling or clarification mechanism, however, in order to facilitate the taxpayer and in the light of facts provided by you, *prima facie* in this solitary case entry no 16 of the second schedule to the Punjab Sales Tax on Services Act, 2012 is attractable as the subject contract has a proper defined scope of work in terms of contractual execution of works.

[Issued by the Punjab Revenue Authority, Finance Department, Government of the Punjab, Lahore, under the signature of Mr. Rais Humayun Abdul Hayee, Additional-Commissioner-Enforcement-I, being addressed to EY Ford Rhodes, Chartered Accountants, Lahore.]

***

PRA's LETTER NO. PRA/UNIT-4/1/20474,
DATED 6TH DECEMBER, 2017

SUBJECT: CLARIFICATION REGARDING IMPLICATIQN OF PUNJAB SALES TAX ON SERVICES PROVIDED BY WARE HOUSES OR DEPOTS FOR STORAGE INCLUDING COLD STORAGE (PCT HEADING 9833.0000).

I am directed to refer to your letter No. SOF(DEV)5-19/17-18(P-l) dated: 20-11-2017 on the subject cited above.

02. Upon perusal of your letter for clarification mentioned above, it is clarified that the Punjab sales tax on services provided by warehouses or depots for storage including cold storages are chargeable to Punjab sales tax *vide* entry No. 61 of 2nd schedule of Punjab Sales Tax on Services Act, 2012 with effect from 1st July, 2016.

03. Whereas, the entry at S. No. 61 in 2nd schedule to Act 2012 ibid unequivocally includes the services of depots for storages separately as taxable services. It is further clarified that rule 4 of the Punjab Sales Tax on Services (Definitions) Rules 2012 expressly states that if there is any question of taxability of any service, the provision of Act 2012 *ibid* will prevail. The scope of entry No. 61 *ibid* has a larger scope for tax as compared with the definition given under rule 97 of the Punjab Sales Tax on Services Act 2012 and the entry covers the activity of special purpose built silos.

04. Further, *Storage* and warehousing services are defined under rule 97 of the rules 2012 *ibid* and the services of depots for storage has a separate meaning and Implications, hence could not be mixed with services provided by ware houses or depots for storage including cold storage (9833.0000).

05. PRA appreciates your efforts for better understanding of PRA law and readiness to assist you in this regard.

[Issued by the Punjab Revenue Authority, Government of the Punjab, Lahore, under the signature of Mr. Muhammad Zia Ur Rehman, Deputy Commissioner (Enf-Unit-4), being addressed to The Secretary, Food Department, Government of the Punjab.]

***

PRA's LETTER NO. PRA/1377,
DATED 8TH JULY, 2019

SUBJECT: CLARIFICATION.

The Punjab Revenue Authority has received a number of queries seeking clarification whether the rate of sales tax on restaurant- services has been slashed / reduced and facility of Input tax adjustment has been withdrawn through the Punjab Finance Act, 2019?. In this regard it is clarified that there is neither any change in rate of safes tax *i.e.* 16% nor the facility of input tax adjustment has been withdrawn. The registered persons engaged in provision of

restaurant services are advised to follow the provisions of the Punjab Sales Tax on Services Act, 2012 in letter and spirit and pay tax and file returns as usual.

2. It is requested that aforesaid clarification may be circulated among all members of the Association.

[Issued by the Punjab Revenue Authority, Finance Department, Government of the Punjab, Lahore, under the signature of Mr. Imran Hayee Khan, Commissioner (HQ, being addressed to The Chairman, Lahore Restaurant Association, Lahore.]

***

PRA's LETTER NO. PRA/19/1/154, DATED 5TH AUGUST, 2019

SUBJECT: CLARIFICATION.

The Punjab Revenue Authority has received a number of queries in respect of mentioning of Sales Tax Registration Number (STRN) on sales tax invoices issued by the service providers registered with the Authority. In this regard it is clarified that the Authority does not issue any sales tax registration number and instead PNTN is used as unique identification of the registered persons. It is intimated for all concerned that a sales tax invoice containing following particulars shall be considered as a valid sales tax invoice:

* Name, address and PNTN of the service provider;
* Name, address and registration number, if any, of the service recipient;
* Description of service or services provided;
* Value exclusive of the tax;
* Amount of the tax; and
* Value inclusive of the tax.

2. The registration of the tax payers' may also be verified from PRA's official website *https://e.pra.punjab.gov.pk/Registration/onlinesearchtaxpayer.aspx*. Any query/ complaint may be addressed to the Authority at: eSupport@pra.punjab.gov.pk.

[Issued by the Punjab Revenue Authority, Finance Department, Government of the Punjab, Lahore, under the signature of Mr. Altaf Hussain, Assistant Commissioner.]

***

OFFICE ORDER NO. PRA/ORDERS.06/2019, DATED 11TH NOVEMBER, 2019

It has been reported by various taxpayers that recovery activities carried out by the Enforcement Wing are being done arbitrarily which is causing hindrance in ease of doing business initiative and leading to unnecessary litigation.

2. It is further directed that no officer shall proceed to attach any bank account without prior approval of the Chairperson, PRA, and all officers

must ensure strict compliance of Punjab Sales Tax on Services Act, 2012 and Punjab Sales Tax on Services (Recovery) Rules, 2012.

3. Following committee is constituted to review Punjab Sales Tax on Services (Recovery) Rules, 2012 and propose necessary amendments to improve taxpayer facilitation without compromising the collection of due revenue.

i. Mr. Shehzad Mehmood Gondal, Commissioner (Enf), PRA

ii. Mr. Ali Mansoor, Commissioner (Audit), PRA

iii. Ms. Sadia Akmal, Additional Commissioner (Enf-I), PRA

iv. Mr. Altaf Hussain, Assistant Commissioner (Enf-I), PRA

v. Mr. Zohaib Ayub, Enforcement Officer, PRA

4. The committee shall submit its recommendations by **30.11.2019.**

[Issued by the Punjab Revenue Authority, Finance Department, Government of the Punjab, under the signature of Mr. Zain-ul-Abidin Sahi, Chairperson., PRA.]

***

PRA's LETTER, DATED 30TH JANUARY, 2020

SUBJECT: CLARIFICATION REGARDING DEDUCTION OF THE PUNJAB SALES TAX ON WORKSHOP SERVICES.

I am directed to refer to your letter No. SO(TAX)1-2/97 (VOL.II) withholding-1667 dated 17-01-2020 and clarify the issue as under:--

2. Under the Punjab Sales Tax on Services Act, 2012, services provided by auto workshops are chargeable at the rate of 16% *vide* S. No. 38 of the Second Schedule.

Section 2 clause 38 of the Punjab Sales Tax on Services Act, 2012 defines service as under:

> ***"Service" or "services" means anything which is not goods or providing of which is not a supply of goods and shall include but not limited to the services listed in First Schedule;***
>
> ***Explanation.--A service shall remain and continue to be treated as service regardless whether or not rendering thereof involves any use, supply or consumption of any goods either as an essential or as an incidental aspect of such rendering;" (emphasis added)***

3. The said definition entails that the essential or incidental use, supply or consumption of goods in the rendering of services does not impact the character and classification of services. Thus, in situations or transactions where services are provided in the manner that use, supply or consumption of goods is also involved, the services shall continue to be treated as services. The taxability

of services depends on the nature and character of the transaction.

4. In case of authorized dealership workshops, the dealers receive auto spare parts from their principals and sell as such. They generally charge prices for the auto parts, as fixed by their principals and get pre-determined "Commission" from their principals. In such cases, the Punjab sales tax will be chargeable on the commission component and the invoice will have price of auto parts and service charges mentioned separately or separate invoices for the two components will be issued.

5. Other auto workshops only keep a very limited inventory of parts. They usually identify the replaceable parts, which the customers are at liberty to purchase from open market and invoice only for service charges.

6. Section 7 of the Act, dealing with the valuation of taxable services states that "(1) The value of a taxable service is the gross amount of consideration (by whatever name called such as charges or price) in money including all the Federal and the Provincial duties, taxes or charges, if any, which the person providing a service receives from the recipient of the service but does not include the amount of the tax."

7. From the foregoing analysis, a fine rule for assessment of Punjab sales tax on auto workshop services can be drawn for guidance as follows:--

(a) Where the goods component of a transaction is not separable/distinguishable from the service ultimately provided, *e.g.* in the case of paint and other chemicals used in denting painting, the whole value will be chargeable to sales tax on services;

(b) In cases where the goods do not form an inseparable/ indistinguishable part of the service, the charge of Punjab sales tax will be confined only to service charges provided that at the time of providing services, ownership of the auto parts belongs to the service provider and the service provider has issued separate invoices for auto parts and services or where the service provider has separately charged for auto parts and services on the same tax invoice calculating Federal sales tax and Punjab sales tax at respective rates on the same invoice;

(c) In all other situations, Punjab sales tax will be charged on the total value of the invoice".

[Issued by the Punjab Revenue Authority, Government of the Punjab, under the signature of Mr. Shehzad Mehmood Gondal, Commissioner Enforcemtn, being addressed to Muhammad Akmal, PMS, Section Officer (Tax), Finance Department (Tax Section), Government of Punjab, Lahore.]

***

PRA's LETTER NO. PRA. 32-6/2021/267,
DATED 8TH DECEMBER, 2021

[Reported as PTCL 2022 St. 60(i)]

SUBJECT:-- RTI (RIGHT TO INFORMATION) FOR TRANSPARENCY, GOOD-GOVERNANCE & ELIMINATION OF CORRUPTION.

Kindly refer to your letter bearing No. E&A(FD)11-6/2012 dated 08.02.2021 and this Authority's letter No. PRA. 32.6/2021/127 dated 25.02.2021 on the subject cited above.

2. It is to convey that Mr. Farhan Sattar, Public Information Officer for Punjab Revenue Authority has been transferred therefore, the details of the new Public Information Officer for PRA are detailed below for necessary action at your end.

Name	Mr. Adnan Younis
Designation	Deputy Secretary (Legal)
Department/Agency	Punjab Revenue Authority
Mobile	0333-7000694

[Issued by the Punjab Revenue Authority, under the signature of Mr. Ali Mansoor, Additional Commissioner (HQ); being addressed to Section Officer (E&A), Finance Department, Government of the Punjab]

***

F.B.R's NO. 2(54)SS(BDT-1) GST/17230-R
DATED 1ST FEBRUARY, 2024

[Reported as PTCL 2024 St. 211]

SUBJECT: LAUNCHING OF SINGLE SALES TAX RETURN

In pursuance of the Government's desire to facilitate taxpayers, promote ease of doing business and reduce compliance costs, FBR has developed a Single Sales Tax Portal/Return, in consultation with all Provincial Sales Tax Authorities, to simplify the process of filing of sales tax return. It can enhance users' experience, minimize errors, and provide a centralized platform for accessing relevant tax information. It will also promote better compliance and facilitate easier communication between taxpayers and tax authorities. Streamlining processes and reducing duplication can result in cost savings for both taxpayers and tax authorities.

2. Through this portal *i.e.* **www.iris.fbr.gov.pk,** sales tax registered persons shall be able to file a single sales tax return instead of filing separate returns to FBR and each of the different Provincial Sales Tax Authorities. Thus, it will save time and effort besides simplifying the return filing process. It will minimize data entry and address the issues of data and

calculation errors. The system will allow apportioning of input tax adjustment as well as tax payments across the sales tax authorities, eliminating the need for reconciliations and payment transfers. A great benefit of this system is that it will encourage harmonization of tax procedures across Federal and Provincial Government Revenue Authorities, which will promote national unity.

3. In the first phase, the single sales tax return is being launched for the telecommunications sector only **(M/s. CMPak Limited, M/s. Pakistan Mobile Communications Limited, M/s. Pak Telecom Mobile Limited, M/s. Telenor Pakistan (Pvt.), Limited and M/s. Pakistan Telecommunication Company).** It is notified for the information of all concerned that the sales tax return for the tax period of January, 2024 to be filed in February, 2024 for the telecommunications sector will be filed through the Single Sales Tax Portal/ Return.

4. In order to allow the registered persons to familiarize themselves with the new system, the uploading of sales tax invoices of January, 2024 has been enabled. The old sales tax return will not be available for filing the return for January, 2024 relating to the telecommunications sector. Therefore, all concerned sales tax registered persons and their representatives are advised to familiarize themselves with the Single Sales Tax Portal/Return. In case of any query or concern, please contact FBR's Helpline (Tel. No. 051-111-772-772, and email address: helpline@fbr.gov.pk). Mr. Fariduddin Khan, Second Secretary (Provincial Taxes) 051-9216838, email: fariduddin.khan@fbr.gov.pk will be the focal person in this regard.

[Issued by the F.B.R., Islamabad, under the signature of Mr. Fariduddin Khan , Second Secretary (Provincial Taxes).]

***

F.B.R's NO. 2(54)SS(BDT-L)GST/49599-R, DATED 18TH MARCH, 2024

[Reported as PTCL 2024 St. 452(ii)]

SUBJECT: LAUNCHING OF SINGLE SALES TAX RETURN.

In pursuance of the Government's desire to facilitate taxpayers, promote ease of doing business and reduce compliance costs, FBR in collaboration with Provincial Tax Authorities has launched Single Sales Tax Return (SSTR) for the telecom sector across all jurisdictions *vide* circular dated 1st February 2024. The SSTR has been developed after rounds of negotiations between FBR, Provincial Revenue Administrations and the Telecom Sector under the auspices of the Committee constituted *vide* Notification No. 2878-IR-I/2023 dated 20th October, 2023 for the Design Development & Implementation of Single Portal, and Single Portal Committee constituted *vide* Notification No. 3482-IR-I/2023 dated 21st December, 2023.

2. The SSTR has been used by Telecom Sector to submit their

returns for month of January in February, 2024. The SSTR has been developed in line with existing legal framework for Sales Tax at Federal and Provincial level, therefore, any changes to Sales Tax Rules will require significant development work at the backend to ensure that the SSTR remains aligned with applicable laws/rules/procedures *etc.*

3. In view of the above, I am directed to request that any changes being proposed to the existing legislative framework for Sales Tax Return that are likely to affect the implementation of Single Sales Tax Return may please be intimated to the Design Development & Implementation Committee of Single Portal through Chief (Provincial Taxes) so that the provincial revenue authorities are taken on board.

[Issued by the F.B.R., Islamabad, under the signature of Mr. Fariduddin Khan, Second Secretary (Pro. Taxes-II).]

***

PRA's LETTER, DATED 4TH JULY, 2024

[Reported as PTCL 2024 St. 656(ii)]

SUBJECT: CHARGING OF TRANSACTION FEE ON ADC PAYMENTS FOR E-PAY PUNJAB (PITB).

01. This is to inform that the Government of Punjab has levied a transaction-based fee on account of ADC Payments managed by Punjab Information Technology Board (PITB). Like all other Punjab Government departments, the said fee is also leviable upon the payments to Punjab Revenue Authority and is applicable upon all taxpayers who are required to generate PSIDs/CPRs for their tax payments to PRA. The detail of the said fee to be collected for each transaction on account of PSID/CPR will be as follows:

A.	Punjab Sales Tax on Services (PSTS)	Rs. 100; and
B.	All other levies (including PWWF)	Rs. 15

02. Hence, you are required to pay the said fee along your tax payments to avoid any inconvenience. Please note that the said fee will be credited to PITB account and is non-refundable and non-adjustable against any of the liability before PRA.

03. For any queries or clarifications, please contact our office at 042-99205476-77, 042-99205481,042-99205716 or email at eSupport@pra.Punjab.gov.pk.

4. Thank you for your cooperation and to be a part in the progress of the Province.

[Issued by the Punjab Revenue Authority, under the signature of Ms. Misbah Nawaz, Additional Commissioner (HQ), PRA]

***

PRA's LETTER NO. PRA/MISC.01/24/795,
DATED 22ND MAY, 2025

SUBJECT: ENSURING REGISTRATION OF SERVICE PROVIDERS UNDER PUNJAB SALES TAX ON SERVICES ACT, 2012.

I am directed to enclose the Gezette Copy of PRA Notification No. PRA.Order.06/2012/752 dated **14-04-2025** as **Annex-A**[1]. In accordance with the Notification issued by the Punjab Revenue Authority (PRA) after approval of the government under **Section 76A of the Punjab Sales Tax on Services Act, 2012 (XLII of 2012)**, all licensing and permission-granting authorities of the Government of Punjab are required to verify that applicants engaged in **taxable services** are duly registered with the PRA before issuing or renewing licenses or granting permissions.

2. *Vide* the notification *ibid*, all entities of Government of Punjab that issue or renew licenses, permits, or registrations to individuals or businesses engaged in economic activities classified as taxable services under the Second Schedule of the Punjab Sales Tax on Services Act, 2012 are required to ensure the following:

I. Applicants engaged in taxable services **must submit a valid Registration Certificate** issued under **Rule 3 of the Punjab Sales Tax on Services (Registration and De-Registration) Rules, 2012,** *i.e.*, the **PST-03 Form**.

II. Licensing authorities shall:

a. **Obtain a copy of the PST-03 Registration Certificate** from the applicant.

b. **Verify the authenticity and status of registration** using the **PRA's Taxpayer Online Verification at** the following link: https://e.pra.punjab.gov.pk/public/txplogin.xhtml#online-verification).

c. Ensure that the certificate:

i. Is valid and active.

ii. Matches the applicant's legal name, business name, and service type and other particulars of registration.

III. **No licnese, permission, or renewal** shall be issued to any person/business entities falling under taxable services **without**

---

1 *See* Notification No. PRA.Order.06/2012/752, dated 14-04-2025 appearing in Part-III Notifications.

valid PRA registration;

IV. Cases of suspected forgery or misrepresentation must be reported to PRA for further action under law/rules.

V. Maintain a **record of all verified certificates** and verification logs in the applicant's file for audit and inspection purposes.

VI. Inform prospective applicants of the mandatory PRA registration requirement and direct them to register under Section 25, 26, or 27 of the Act before submission of licensing applications.

VII. **A list of taxable services** is attached as **Annex-B**[1] for ready reference and classification please.

3. For further information and coordination in this regard, following are the contact details of the Focal Person of PRA:

Director (Policy), PRA

Contact No. 042-99205478;

Address: 5-B Danepur Road, G.O.R. I, Lahore.

4. It is further requested that cooperation and commitment of all concerned is critical to ensure a transparent, accountable, and tax-compliant business environment in Punjab.

***

---

1 *See* relevant Second Schedule at the end of second schedule under the head of Legal References..

Punjab

[PART – V]

PUNJAB REVENUE AUTHORITY ACT, 2012 & RULES

[1]*The*

PUNJAB REVENUE AUTHORITY ACT 2012

[Assented on: 26th June, 2012]

[Published on: 27th June, 2012]

(ACT XLIII OF 2012)

An

Act

to provide for the establishment of Punjab Revenue Authority.

Preamble.--Whereas it is expedient to reform and modernize the system of taxation, to provide assistance to tax payers, to promote compliance with fiscal laws, to establish a progressive and professionally efficient tax management organization, and to provide for ancillary matters;

It is enacted as follows:--

Chapter I

PRELIMINARY

1. Short title, extent and commencement.--(1) This Act may be cited as the Punjab Revenue Authority Act 2012.

(2) It extends to whole of the Punjab.

(3) It shall come into force on such date as the Government may, by notification, specify.

---

1 This Act was passed by the Punjab Assembly on 21 June 2012; assented to by the Governor of the Punjab on 26 June 2012; and, was published in the Punjab Gazette (Extraordinary), dated 27 June 2012, pages 41937-44.

2. Definitions.--In this Act--

(a) ***"Advisory Council"*** means the Advisory Council of the Authority;

(b) ***"Appellate Tribunal"*** means the Appellate Tribunal established under the Act;

(c) ***"Authority"*** means the Punjab Revenue Authority;

(d) ***"Chairperson"*** means the Chairperson of the Authority;

(e) ***"committee"*** means a committee of the Authority;

(f) ***"employee"*** means a person in the employment and service of the Authority;

(g) ***"Federal Board of Revenue"*** means the Federal Board of Revenue established under the Federal Board of Revenue Act 2007 (IV of 2007);

(h) ***"fiscal law"*** means the law of the Punjab relating to tax, duty or charge including stamp duty, excise duty on alcoholic liquors, opium and other narcotics, land revenue, sales tax on services, taxes on agricultural income, motor vehicles, immovable property and entertainments, capital gains tax on immovable property, capital value tax, asset tax, tax on professions, trades, callings or employment or such other law imposing any tax, levy, duty, fee, charge or surcharge as the Government may specify;

(i) ***"Government"*** means Government of the Punjab;

[1][(j) ***"member"*** means a member of the Authority and

---

1 Clause (j) substituted by the Punjab Revenue Authority (Amendment) Act 2016 (III of 2016) (Assented on 5th February, 2016), reported as PTCL 2016 BS. 137, *w.e.f.* 1st July, 2012. Earlier the same Clause was substituted by the Punjab Revenue Authority (Amendment) Ordinance 2015 (XXXI of 2015) (Promulgated on 22nd October, 2015), reported as PTCL 2016 BS. 14, *w.e.f.* 1st July, 2012. At the time of substitution Clause (j) was as under:--

"(j) "member" means any person appointed as a member of the Authority;"

includes an *ex-officio* member;]

(k) ***"person"*** includes--

(i) an individual;

(ii) a company or association of persons;

(iii) the Federal Government;

(iv) a Provincial Government;

(v) a local authority or local government; and

(vi) a foreign government, a political subdivision of a foreign government, or an international organization;

(l) ***"prescribed"*** means prescribed by the rules or regulations;

(m) ***"Public Account"*** means the Public Account of the Province in terms of Article 118 of the Constitution of the Islamic Republic of Pakistan;

(n) ***"Provincial Consolidated Fund"*** means the Provincial Consolidated Fund in terms of Article 118 of the Constitution of the Islamic Republic of Pakistan;

(o) ***"regulations"*** means the regulations framed under the Act; and

(p) ***"rules"*** means the rules made under the Act.

Chapter II

PUNJAB REVENUE AUTHORITY

3. The Authority.--(1) The Government shall, by notification, establish an Authority to be called the Punjab Revenue Authority.

(2) The Authority shall be a body corporate, having perpetual succession and a common seal, with power to enter into agreements, acquire, hold, manage and, subject to sub-section (3),

dispose of property and to sue and be sued in its name.

(3) The Authority shall not dispose of any immovable property except with the prior approval of the Government and through competitive bidding.

(4) The Authority shall consist of the Chairperson and [1][such number of members as may] be appointed by the Government in such manner and on such terms and conditions as may be prescribed, and until so prescribed as may be determined by the Government.

(5) No person shall be appointed as the Chairperson unless he possesses--

(a) a master's degree from a recognized University;

(b) ample knowledge of tax systems in Pakistan; and

(c) twenty years work experience, including five years' experience in tax administration or financial management.

(6) The qualifications, experience and other requirements for appointment as Secretary or a member shall be such as may be prescribed.

(7) The Government may designate a member as senior member.

(8) If the office of the Chairperson is vacant or the Chairperson is absent or is unable to perform the functions of the Chairperson owing to any cause, the senior member shall perform the functions of the Chairperson but, if at any time, the office of senior member is also vacant or the senior member is absent or is unable to perform the functions of the Chairperson owing to any cause, the Government shall make such temporary arrangements for the performance of the duties of the Chairperson as it may deem fit.

---

1 Substituted for the words "not less than four members to" by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780.

4. Secretary.--(1) The Chairperson, on the recommendations of the Authority, shall appoint Secretary of the Authority on such terms and conditions as may be prescribed, and until so prescribed as may be determined by the Government.

(2) The Secretary shall perform such functions as may be prescribed or as may be assigned by the Chairperson or the Authority.

(3) In the performance of his functions, the Secretary shall be responsible to the Chairperson.

5. Powers and functions of the Authority.--(1) The Authority shall exercise such powers and perform such functions as are necessary to achieve the purposes of this Act.

(2) Without prejudice to the generality of the powers mentioned in sub-section (1), the Authority shall have powers to--

(a) administer and collect such taxes, duties and other levies as are assigned to the Authority under a fiscal law;

(b) implement, with the approval of the Government, the tax administration reforms;

(c) promote voluntary tax compliance;

(d) implement comprehensive policies and programmes for education and facilitation of taxpayers, stakeholders and employees to improve the quality of the performance of the Authority as a service oriented entity;

(e) adopt modern effective tax administration methods, information technology systems and policies to consolidate assessments, improve processes, organize registration of tax payers, widen the tax base, and make departmental remedies more efficient including enforcement of, or reduction or remission in duty, penalty or tax, in accordance with the relevant fiscal law;

(f) improve productivity through a comprehensive and effective human resource strategy;

(g) identify and select a transparent manner, qualified work force on such terms and conditions and in such manner as may be prescribed;

(h) grant such performance based additional allowances or incentives and rewards to the employees and members of the Authority as may be prescribed;

(i) take appropriate measures including internal controls to combat corruption in the organizations under the Authority and to provide checks to ensure that the integrity of the employees is verified periodically through applicable procedures and the said verification shall constitute one of the criteria for purposes of grant of incentives and consideration for promotion;

(j) direct or advise, where necessary, investigation or inquiry into suspected duty or tax evasion and tax or commercial fraud;

(k) introduce and maintain a system of accountability of performance, competence and conduct of the employees;

(l) implement the mandate and provisions of a fiscal law if so authorized by such law;

(m) establish, with the approval of the Government, a foundation for the welfare of the present and retired employees and their families, and for creating, establishing, organizing and assisting them in the social and cultural facilities;

(n) frame regulations, policies, programmes, strategies in order to carry out the purposes of the Act;

(o) set up mechanism and processes for remedying the grievances and complaints of the tax payers;

(p) develop a website and adopt, in the prescribed manner, electronic communication in respect of all taxation matters such as e-filing, e-payments, e-notice, e-notification, digital imaging, protocols or agreements;

(q) practice transparency and public participation as a norm for all its processes and policies;

(r) review the existing fiscal laws and suggest improvements, if necessary;

(s) forma committee and assign or delegate functions to the committee; [1][* * *]

(t) perform such other functions as may be prescribed or are incidental to the above functions or assigned by the Government [2][;]

[3][(u) establish such offices, commissionerates or formations as deemed necessary for the effective functioning of the Authority; and

(v) frame regulations for allocation and transaction of business of the Authority.]

(3) Subject to the provisions of this Act and the relevant fiscal law, the Authority may, where appropriate, issue notifications, circulars and instructions for the enforcement of any of the provisions of the Act or any other fiscal law administered by the Authority.

[4][(4) Till such time that the Authority is constituted under

---

1 The word "and" omitted by the Punjab Revenue Authority (Second Amendment) Act 2016 (XL of 2016) (Assented on 5th September, 2016), reported PTCL 2017 BS. 474.

2 Substituted for the full-stop by the Punjab Revenue Authority (Second Amendment) Act 2016 (XL of 2016) (Assented on 5th September, 2016), reported PTCL 2017 BS. 474.

3 Clauses (u) & (v) inserted by the Punjab Revenue Authority (Second Amendment) Act 2016 (XL of 2016) (Assented on 5th September, 2016), reported PTCL 2017 BS. 474.

4 Sub-section (4) inserted by the Punjab Revenue Authority (Amendment) Act 2016 (III of 2016) (Assented on 5th February, 2016), reported as PTCL 2016 BS. 137, *w.e.f.* 1st July, 2012. Earlier the same sub-section was inserted by the Punjab Revenue Authority

this Act, the Chairperson shall perform the functions and discharge the duties of the Authority.]

6. Human resource management.--(1) The Authority may, in respect of its employees--

(a) develop and implement human resource management policies;

(b) assess, identify, create, increase, decrease or designate or re-designate posts and prepare and execute the internal job posting regime;

(c) lay down qualifications and criteria for the posting of employees against specialized or available posts;

(d) implement a transparent and objective evaluation process to determine that an employee is qualified for posting against a specialized or available post;

(e) make assessment of integrity and proficiency of the employees for purposes of evaluation, posting, promotion, transfer or other incidental matters;

(f) transfer, select or post any employee against any post on the basis of transparent criteria of selection in any entity administered by the Authority;

(g) take action, issue orders, regulations, guidelines, code of conduct to achieve the purposes of this Act;

(h) appoint, with or without remuneration, such advisers, commissioners, consultants, experts, interns, liaison officers and other staff as may be prescribed;

(i) fix, with the approval of the Government, an honorarium or remuneration for the services rendered by advisers, consultants, experts, fellows,

---

(Amendment) Ordinance 2015 (XXXI of 2015) (Promulgated on 22nd October, 2015), reported as PTCL 2016 BS. 14, *w.e.f.* 1st July, 2012.

interns, officers and staff of the Authority, liaison officers and other staff engaged by the Authority; and

(j) impart the requisite training to its employees for purposes of better tax administration.

(2) Notwithstanding anything contained in this Act, an appointment of a person to a post in the Authority shall not confer any right on such person to continue to serve in the said post.

7. Meetings.--(1) The Authority shall meet at least once in a month but the Chairperson may, at any time, call a meeting of the Authority.

(2) The Authority shall conduct its meetings, take decisions and keep record of the proceedings of the meetings in such manner as may be prescribed, and until so prescribed as may be determined by the Authority.

8. Validity of proceedings.--No act, proceeding, decision or order of the Authority or a committee of the Authority shall be invalid by reason only of the existence of vacancy or any defect in the constitution of the Authority or a committee.

9. Data bank.--(1) The Authority shall create and maintain a data bank containing information from third parties necessary to achieve the purposes of this Act.

(2) The Authority shall use the data, amongst other things, to increase the taxpayers' base, ensure accuracy of information, financial analysis and to evaluate the performance of the employees.

(3) The Authority may share its data with, or request for data from, the Government or any of its statutory body, law enforcement entity or utility company, stock exchange, State Bank of Pakistan, banks, financial institutions or other organizations including any ministry, body or authority of the Federal Government or of any other Province.

10. Properties and assets to vest in the Authority.--(1) All properties, assets and records transferred to, or purchased or acquired by, the Authority and all intellectual property rights arising from technical or professional reports, analysis, or system, written, prepared or developed by the employees of the Authority or procured by the Authority shall vest in the Authority and shall be the property of the Authority.

(2) The Authority may create its own logo, insignia, stationary, forms, returns, challans and online communication mechanism.

11. Authority may impose any fee or charges.--The Authority may, with the approval of the Government, levy any fee or charges for provision of additional or enhanced facilities to the taxpayers, or may direct reimbursement of such cost or expense as is incurred by the Authority on that account.

Chapter III

ADVISORY COUNCIL

12. Advisory Council.--(1) There shall be an Advisory Council of the Authority consisting of the following:--

(a) Minister for Finance of the Government;

(b) Chief Secretary of the Government;

(c) Chairperson;

(d) Secretary to the Government, Finance Department;

(e) Four private members to be nominated by the Government from amongst the eminent economists, tax experts, bankers, chartered accountants, representatives of Chambers of Commerce and Industry or civil society organizations; and

(f) any other member co-opted by the Authority.

(2) The Advisory Council shall be an advisory body of the Authority and shall propose to the Authority appropriate recommendations and guidelines pertaining to policy, planning, reforms, budget and any other matter referred to it by the Government.

(3) Minister for Finance of the Government and, in his absence the Chief Secretary, shall be the Convener of the Advisory Council.

(4) The Advisory Council shall perform its functions in such manner as may be prescribed.

Chapter IV

ADMINISTRATION OF TAXES

13. Registration of tax payers.--A person registered or to be registered, licensed or to be licensed under the relevant fiscal law administered by the Authority, shall be deemed to be validly registered for purposes of this Act.

14. Assessment, collection and returns of taxes.--(1) Where necessary, the Government may declare separate assessment, billing and collecting branches in the Authority for purposes of administration of the taxes as are assigned to the Authority.

(2) Subject to the provisions of the relevant fiscal law, the Authority shall follow such procedure and manner for purposes of assessment, billing, collection and filing of returns of the taxes as the Government may prescribe.

(3) The Authority shall, in the prescribed manner, deposit all the proceeds of the taxes in the Provincial Consolidated Fund or the Public Account.

Chapter V

FINANCIAL PROVISIONS

15. Fund.--(1) There shall be established a Fund to be known as the Punjab Revenue Authority Fund which shall be administered and controlled by the Authority.

(2) The Fund shall consist of--

(a) budgetary releases from the Government;

(b) grants made by the Government, the Federal Government or any other authority or agency;

(c) fee and charges collected and profits earned by the Authority; and

(d) income from any other source.

16. Budget and accounts.--(1) The Authority, before the commencement of a financial year, prepare a statement of the estimated receipts and expenditure of the Authority for the financial year in the prescribed manner and submit it to the Government for consideration and approval.

(2) The Authority shall maintain proper accounts and other records relating to its financial affairs including its income and expenditures and its assets and liabilities in such form and manner as may be prescribed.

(3) As soon as may be, after the end of each financial year, the Authority, in the manner prescribed, shall cause to be prepared for that financial year statements of account of the Authority, which shall include a balance-sheet and an account of income and expenditure.

(4) The Authority may open and maintain its accounts at such scheduled banks as it may determine.

17. Audit.--(1) The Auditor General of Pakistan shall annually audit the accounts of the Authority.

(2) The Government, in addition to the audit under sub-section (1), may cause the annual accounts of the Authority audited, in the prescribed manner, by a Chartered Accountant or a firm of Chartered Accountants.

Chapter VI

[1][APPELLATE TRIBUNAL]

18. Appellate Tribunal.--(1) The Appellate Tribunal shall consist of such number of judicial and accountant members as the Government may, from time to time, determine.

(2) The Government shall appoint judicial members of the Appellate Tribunal from amongst the District and Sessions Judges in consultation with the Lahore High Court.

[2][(3) A person may be appointed as an accountant member of the Appellate Tribunal if he:

(a) satisfies the following conditions:

---

1 Substituted for the heading "APPEALS AND REFERENCES" by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780.

2 Sub-section (3) substituted by the Punjab Revenue Authority (Second Amendment) Act 2016 (XL of 2016) (Assented on 5th September, 2016), reported PTCL 2017 BS. 474. At the time of substitution sub-section (3) was as under:--

"(3) A person may be appointed as an accountant member of the Appellate Tribunal if he is--

(a) a Commissioner (Appeals) in the Authority or the Federal Board of Revenue having at least two years' experience in that capacity; or

(b) a Commissioner in the Authority or the Federal Board of Revenue, other than the Commissioner mentioned at (a), having at least three years' experience as Commissioner of the Authority or the Federal Board of Revenue; or

(c) an officer of Excise and Taxation Department of the Government with at least three years' service in BS-20 or above; and

(d) less than fifty-seven years of age."

(i) has served in substantive basic pay scale 19 or above for a minimum period of two years and has successfully completed senior management course;

(ii) has five years' cumulative experience in tax administration or financial management; and

(iii) belongs [1][or has belonged] to the Pakistan Administrative Service, Federal Board of Revenue, Pakistan Audit and Accounts Service, Punjab Management Service or the service of Excise and Taxation Department; or

(b) has worked as Commissioner (Appeals) of the Authority or in the Federal Board of Revenue for a minimum period of two years.]

(4) The Government shall designate the senior most judicial member of the Appellate Tribunal as its Chairperson.

(5) The Appellate Tribunal may exercise its powers and discharge its functions in the prescribed manner in such Benches as the Chairperson may constitute from amongst the members of the Appellate Tribunal.

(6) Subject to the provisions of sub-section (5), the Appellate Tribunal shall have the power to regulate its own procedure, and the procedure of the Benches of the Appellate Tribunal in all matters relating to the discharge of its functions including the places at which the Benches shall hold their sittings.

[2][19. * * *]

---

1 The words inserted by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780.

2 Section 19 omitted by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780. At the time of omission Section 19 was as under:--

[1][20 * * *]

Chapter VII
MISCELLANEOUS

21. Staff.--(1) The Authority may employ such persons as may be necessary for the efficient performance of its functions in such manner and on such terms and conditions as may be prescribed.

(2) The employees of the Authority shall hold office during the pleasure of the Authority and shall be liable to such disciplinary action as may be prescribed.

"19. Appeal.--A taxpayer or the Authority aggrieved by any final order of the highest appellate forum in the Authority, may, within sixty days from the date of communication of the order, prefer an appeal to the Appellate Tribunal which shall decide the appeal in the prescribed manner in accordance with the provisions of the relevant fiscal law."

1 Section 20 omitted by the Punjab Finance Act, 2018 (XXX of 2018) (Assented on 26th October, 2018), reported as PTCL 2018 BS. 780. At the time of omission Section 20 was as under:--

"**20. Reference to the High Court**.--(1) A reference to the High Court shall lie only if a question of law is involved in a case.

(2) Any person or the Authority may, within sixty days from the date of communication of the final order of the Appellate Tribunal, prefer a reference in the prescribed form along with a statement of the facts of the case and the question of law involved in the case.

(3) The High Court may dismiss a reference *in limine* if it is satisfied that the reference does not contain any question of law for determination.

(4) The reference under this section shall be heard by a Bench of at least two Judges of the High Court and the provisions of section 98 of the Code of Civil Procedure 1908 *(V of 1908)* shall, as far as possible, apply to such reference.

(5) The High Court shall send a copy of the judgment under the seal of the Court to the Appellate Tribunal.

(6) Notwithstanding that a reference has been preferred in the High Court, the tax shall be paid in accordance with the order of the Appellate Tribunal.

(7) If the tax liability is reduced by the High Court and the Authority decides to seek leave to appeal to the Supreme Court, the Authority may, within thirty days of the receipt of the judgment of the Court, apply to the High Court to postpone the refund until the decision by the Supreme Court.

(8) Section 5 of the Limitation Act 1908 *(IX of 1908)* shall apply to a reference under sub-section (1).

(9) A court fee of rupees one thousand shall be affixed on a reference under this section except when it is filed by the Authority."

(3) The Authority may, in the manner prescribed, absorb in its service an employee who is on deputation with the Authority, subject to prior approval of the Government or the employer and consent of the employee.

(4) The terms and conditions of service of an employee, on absorption, shall not be less favourable than those admissible to such employee immediately before his absorption in the service of the Authority.

22. Delegation by the Government.--(1)The Government may delegate any of its powers to the Authority on such terms and conditions as the Government may determine.

(2) The Government may, by notification, assign or delegate to the Authority any powers or functions under any fiscal law.

23. Directions from the Government.--The Government may, from time to time, give such general or specific directions to the Authority as may be necessary for the efficient performance of its functions and achieving the objectives of the Act and the Authority shall implement such directions.

24. Delegation by the Authority.--The Authority may, with the concurrence of the Government, delegate any of its functions and powers to any department, agency or employee of the Government.

25. Annual report.--(1) The Authority shall, within three months of the close of a financial year, submit to the Government an annual report.

(2) The report shall consist of--

(a) the statement of accounts;

(b) a comprehensive statement of the work, activities and performance of the Authority during the preceding financial year; and

(c) such other matters as may be prescribed and as the Authority may consider appropriate.

(3) The Government shall, within two months of receiving the report from the Authority, shall give notice for laying the report in the Provincial Assembly of the Punjab, and shall lay the report before the Assembly in its first available session**.**

26. Public servants.--The Chairperson, Secretary, members, officers, employees and other persons authorized to perform or exercise any function or power under this Act or render services to the Authority as agents, advisors or consultants shall be deemed to be public servants within the meanings of section 21 of the Pakistan Penal Code 1860 (XLV of 1860).

27. Indemnity.--(1) No prosecution, suit or other legal proceeding shall lie against the Authority, Appellate Tribunal, Chairperson, members, officers and other employees of the Authority or of the Appellate Tribunal for anything done in good faith for carrying out the purposes of the Act, rules or regulations.

(2) No Government department or agency shall initiate any enquiry or investigation against the official conduct of any of the employees of the Authority without prior approval of the Authority.

28. Representation.--(1) Any person aggrieved by any action or decision taken for the enforcement of the relevant fiscal law or by any act of maladministration, corruption and misconduct by any employee of the Authority or by any unnecessary delay or hardship caused due to any administrative process may file a representation to the Chairperson.

(2) The Chairperson or any other officer designated by the Chairperson shall, after affording an opportunity of hearing to both the parties, make such order as may be necessary and inform the applicant accordingly.

(3) Pending final action or order on the representation,

the Chairperson may stay further proceedings in the matter at any subordinate level.

29. Power to conduct surveys.--The Authority may conduct or cause to be conducted such surveys as it may deem necessary to broaden the tax-base and to widen tax coverage under any f iscal law.

30. Assistance to the Authority.--All departments, agencies, organizations, entities, formations and bodies of the Government shall, on request, be under obligation to extend necessary and due cooperation and assistance to the Authority in the performance of its functions under this Act, rules or regulations.

31. Directorates.--(1) The Authority may, with the approval of the Government, establish such directorates for such tax-related specialized functions like intelligence and investigation, internal audit and inspection or training and research as may be necessary.

(2) The Authority shall assign and regulate the powers and functions of the said directorates in such manner as it may deem proper.

32. Act to override other laws.--The provisions of this Act shall have effect notwithstanding anything to the contrary contained in any other law.

33. Rules.--The Government may, by notification, make rules to carry out the purposes of this Act.

34. Regulations.--(1) Subject to this Act and the rules, the Authority may frame regulations for giving effect to the provisions of the Act.

(2) Without *prejudice* to the foregoing powers, such regulations may provide for appointment of its officers, staff, employees and other persons, terms and conditions of their service and performance of functions by the Authority.

NOTE

Punjab Revenue Authority (Delegation of Financial Powers) Regulations, 2016.--*See* Notification No. PRA/32-16/2013-14/08, dated 19th May, 2016, reported as PTCL 2016 St. 753(ii).

35. Removal of difficulties.--If any difficulty arises in giving effect to or applying the provisions of this Act, rules or regulations, the Government may make such order, not inconsistent with the Act or the rules and regulations, as may be necessary to remove the difficulty.

[1]**[36. Validation.--**Notwithstanding any omission, discrepancy or defect in the establishment or composition of the Authority or anything to the contrary contained in this Act or the Punjab Sales Tax on Services Act 2012 (XLII of 2012) or the rules made thereunder:

(a) any action of the Chairperson on behalf of the Authority, or anything to the contrary contained in any decree, judgment or order of any court, the sales tax or any other amount levied, charged, collected or realized by the functionaries of the Authority from any person shall be deemed to have been validly taken, levied, charged, collected or realized under the Act; [2][* * *]

(b) any action taken by the Chairperson till the establishment of the Authority under section 3 of the Act shall be deemed to be the action taken by the Authority [3][; and]

---

1 Section 36 inserted by the Punjab Revenue Authority (Amendment) Act 2016 (III of 2016) (Assented on 5th February, 2016), reported as PTCL 2016 BS. 137, *w.e.f.* 1st July, 2012. Earlier the same Section was inserted by the Punjab Revenue Authority (Amendment) Ordinance 2015 (XXXI of 2015) (Promulgated on 22nd October, 2015), reported as PTCL 2016 BS. 14, *w.e.f.* 1st July, 2012.

2 The word "and" omitted by the Punjab Revenue Authority (Second Amendment) Act 2016 (XL of 2016) (Assented on 5th September, 2016), reported PTCL 2017 BS. 474.

3 Substituted for the full-stop by the Punjab Revenue Authority (Second Amendment) Act 2016 (XL of 2016) (Assented on 5th September, 2016), reported PTCL 2017 BS. 474.

[1][(c) the Authority stands established under section 3 and shall be deemed to have been established with effect from 1 July 2012.]

***

---

1 Clause (c) inserted by the Punjab Revenue Authority (Second Amendment) Act 2016 (XL of 2016) (Assented on 5th September, 2016), reported PTCL 2017 BS. 474.

The

PUNJAB REVENUE AUTHORITY (MEMBERS AND SECRETARY) RULES, 2016

[1]**Notification No. SO(TAX)1-9/2011 (Posting) (Pt.III), dated 29th February, 2016.--**In exercise of the powers conferred under section 33 of the Punjab Revenue Authority Act 2012 (XLIII of 2012), Governor of the Punjab is pleased to make the following rules:

1. Short title and commencement.--(1) These rules may be cited as the Punjab Revenue Authority (Members and Secretary) Rules 2016.

(2) They shall be come into force at once.

2. Definitions.--(1) In these rules:

(a) ***"Act"*** means the Punjab Revenue Authority Act 2012 (XLIII of 2012);

(b) ***"member"*** means the member of the Authority;

(c) ***"rules"*** means Punjab Revenue Authority (Members and Secretary) Rules 2016; and

(d) ***"Secretary"*** means the Secretary of the Authority.

(2) An expression used in the rules but not defined shall have the same meaning as assigned to it in the Act.

3. Eligibility for the member.--(1) The Government may appoint any person as a member, if he:

(a) belongs to the Pakistan Administrative Service, Federal Board of Revenue, Punjab Management

---

1 Reported as PTCL 2016 St. 567.

Service or any of the occupational group constituted by the federation;

(b) has served on the post in BS-19 or above for a minimum period or two years and has successfully completed senior management course; and

(c) has five years' cumulative experience in:

(i) tax administration in any federal or provincial revenue collection agency or department; or

(ii) financial management in the public sector organization or department.

(2) A person shall not remain a member of the Authority beyond the age of sixty years.

4. Mode of appointment.--The Government may appoint on deputation a person as a member, on such terms and conditions as may be settled between the Government and the Authority.

5. Term of appointment.--(1) The term of appointment of a member shall be three years but the Government may extend the term up to a maximum period of five years.

(2) An outgoing member may, in the prescribed manner, be re-appointed as member.

6. Secretary.--(1) The Chairperson may, on the recommendation of the Authority appoint one of the officers of the Authority as Secretary.

(2) The Secretary shall be responsible for:

(a) issuing notices for the meeting of the Authority;

(b) circulating and maintaining minutes of the meetings of the Authority;

(c) presenting a report to the Authority in each of its meeting regarding the implementation status of its earlier decisions and any other task assigned from time to time by the Chairperson; and

(d) any other function which the Chairperson or the Authority may assign.

7. Distribution of work.--(1) The Chairperson shall:

(a) distribute work among the members; and

(b) assign the portfolios to the members.

(2) If a member is absent on for any reason, the Chairperson may assign his functions to any other member for the period of absence.

[Issued by the Punjab Revenue Authority, Lahore, under the signature of Mr. Shoukat Ali, Secretary, Government of the Punjab (Finance Department).]

***

Punjab

[PART – VI]

PUNJAB SALES TAX ORDINANCE, 2000

The

[1]PUNJAB SALES TAX ORDINANCE, 2000

Notification No. Legis. 3(II)/2000, dated 30th June, 2000.--The following Ordinance promulgated by the Governor of the Punjab is hereby published for general information:--

THE PUNJAB SALES TAX ORDINANCE, 2000

PUNJAB ORDINANCE NO. II OF 2000

An

Ordinance

to provide for levy of sales tax on services rendered or provided in the Province of the Punjab.

WHEREAS it is expedient to provide for levy of sales tax on services rendered or provided in the Province of the Punjab and for matters ancillary thereto or connected therewith;

AND WHEREAS the Provincial Assembly stands suspended in pursuance of the Proclamation of Emergency of the fourteenth day of October, 1999, and the Provisional Constitution Order No. 1 of 1999;

AND WHEREAS the Governor of the Punjab is satisfied that circumstances exist which render it necessary to take immediate action;

NOW, THEREFORE, in pursuance of the aforesaid proclamation and the Provisional Constitution Order read with the Provisional Constitution (Amendment) Order No. 9 of 1999, on the instructions of the Chief Executive and in exercise of all powers enabling him in that behalf, the Governor of the Punjab is pleased

---

1 Repealed by the Punjab Sales Tax on Services Act, 2012 (XLII of 2012).

to make and promulgate the following Ordinance:--

1. Short title, extent and commencement.--(1) This Ordinance may be called the Punjab Sales Tax Ordinance, 2000.

(2) It extends to whole of the Punjab.

(3) It shall come into force on and from 1st day of July, 2000.

2. Interpretation.--In this Ordinance, unless there is anything repugnant in the subject or context, the words and expressions used but not defined shall have the same meaning as in the Sales Tax Act, 1990.

3. Scope of tax.--(1) Subject to the provisions of this Ordinance, there shall be charged, levied and paid a tax on services known as sales tax on services at the rate of [1][sixteen per cent] of the value of the taxable services rendered or provided in the Province of the Punjab.

(2) The tax shall be charged and levied on the services specified in the Schedule to this Ordinance, in the same manner and at the same time, as if it were a sales tax leviable under section 3, 3A or 3AA, as the case may be, of the Sales Tax Act, 1990.

(3) All the provisions of the Sales Tax Act, 1990, and the rules made and notifications, orders and instructions issued thereunder shall, *mutatis mutandis,* apply to the collection and payment of tax under this Ordinance in so far as they relate to--

(a) manner, time and mode of payment;

(b) registration and de-registration;

(c) keeping of records and audit;

(d) enforcement and adjudication;

(e) penalties and prosecution; and

---

1 Substituted for the words "seventeen per cent" by the Punjab Finance Act, 2011 (XV of 2011).

(f) all other allied and ancillary matters.

[1]THE SCHEDULE

[*See* section 3(2)]

1. Services provided or rendered by hotels, clubs and caterers.
2. Advertisement on television and radio, excluding advertisements--
   (a) sponsored by an agency of the Federal or Provincial Government for health education;
   (b) financed out of funds provided by a Government under grant-in-aid agreement; and
   (c) conveying public service message, if telecast on television by the World Wide Fund for Nature (WWF) or United Nations Children's Fund (UNICEF).
3. Services provided or rendered by persons authorized to transact business on behalf of others--
   (a) customs agents;
   (b) ship chandlers; and
   (c) stevedores.
4. Courier services.
5. Advertisement on a cable television.
6. Services provided or rendered by shipping agents.
7. Telecommunication services--
   (a) telephone services;
   (b) fixed line voice telephone services;
   (c) wireless telephone;

---

1 Schedule substituted by the Punjab Finance Act, 2010 (VI of 2010).

(d) cellular telephone;

(e) wireless Local Loop telephone;

(f) video telephone;

(g) payphone cards;

(h) pre-paid calling cards;

(i) voice mail services;

(j) messaging services;

(k) short message service (SMS);

(l) multimedia message service (MMS);

(m) bandwidth services [used for voice and video telecommunication services];

(i) cooper line based;

(ii) fiber-optic based;

(iii) co-axial cable based;

(iv) microwave based;

(v) satellite based;

(n) telegraph;

(o) telex;

(p) telefax;

(q) store and forward fax services;

(r) audio-text services;

(s) tele-text services;

(t) trunk radio services;

(u) paging services;

(v) voice paging services;

(w) radio paging services;

(x) vehicle tracking services; and

(y) burglar alarm services.

8. Services provided or rendered in respect of insurance to a policy holder by an insurer, including a re-insurer--

(a) goods insurance;

(b) fire insurance;

(c) theft insurance;

(d) marine insurance; and

(e) other insurance.

9. Service provided by Banking Companies or Non-Banking Financial Institutions including but not limited to all non-interest based services provided or rendered against a consideration in form or a fee or commission or charge.

10. Services provided or rendered by the Stock Brokers.

11. Any other service notified by the Provincial Government in the official Gazette.

[Issued by the Law & Parliament Affairs Department under the signature of Lt. Gen. (Retd.) Muhammad Safdar, Governor of the Punjab.]

***

Punjab

[PART – VII]

PUNJAB INFRASTRUCTURE DEVELOPMENT CESS, 2015 NOTIFICATIONS & CIRCULARS

The

[1]PUNJAB INFRASTRUCTURE DEVELOPMENT CESS ACT, 2015

(ACT XXX OF 2015)

An

Act

to levy and collect infrastructure development cess on transportation of goods manufactured, produced or consumed in, imported into or exported out of the Punjab.

It is necessary to levy and collect infrastructure development cess on transportation of goods manufactured, produced or consumed in, imported into or exported out of the Punjab; to provide resources for the maintenance, development and improvement of the infrastructure required, amongst other things, to cater for the load of goods traffic; and to deal with other purposes;

Be it enacted by Provincial Assembly of the Punjab as follows:

Chapter I

PRELIMINARY

1. Short title, extent and commencement.--(1) This Act may be cited as the Punjab Infrastructure Development Cess Act 2015.

---

1 This Act was passed by the Punjab Assembly on 24th June 2015; assented to by the Governor of the Punjab on 26th June 2015; and, was published in the Punjab Gazette (Extraordinary), dated 26th June 2015, pages 7369-72.

(2) It extends to whole of the Punjab.

(3) It shall come into force from the 1st day of July 2015.

2. Definitions.--In this Act:

(a) ***"Authority"*** means the Punjab Revenue Authority established under the Punjab Revenue Authority Act 2012 (XLIII of 2012);

(b) ***"cess"*** means the infrastructure cess levied and collected under the Act and includes default surcharge or penalty or any other sum payable under the Act or the rules;

(c) ***"Customs Act"*** means the Customs Act, 1969 (IV of 1969), and rules made or notifications issued under that Act;

[1][(ca) ***"exported out of Punjab"*** means the transportation of goods out of the territorial limits of the Punjab;]

(d) ***"FBR"*** means the Federal Board of Revenue established under the Federal Board of Revenue Act, 2007 (IV of 2007);

(e) ***"goods"*** means goods classifiable under the First Schedule to the Customs Act and includes the goods defined under that Act;

(f) ***"Government"*** means Government of the Punjab;

[2][(fa) ***"imported into the Punjab"*** means the transportation of imported goods into the territorial limits of the Punjab, and includes transportation of imported goods through the territorial limits of the

---

1 Clause (ca) inserted by the Punjab Infrastructure Development Cess (Amendment) Act, 2026 (XXXV of 2026) (Assented on 13th May, 2026), reported as PTCL 2026 BS. 49.

2 Clause (fa) inserted by the Punjab Infrastructure Development Cess (Amendment) Act, 2026 (XXXV of 2026) (Assented on 13th May, 2026), reported as PTCL 2026 BS. 49.

Punjab to any other province of Pakistan;

Explanation: A goods declaration having an address within the Punjab or where the registered business address of the importer, consignee, or owner of the goods is situated in the Punjab, shall be deemed to constitute import into Punjab for the purposes of levying and collection of cess;]

(g) ***"infrastructure"*** includes roads, streets, bridges, culverts, lights on passage, beaches, public parks, place of public recreation or enjoyment and convenience, eating places, landscape, forests, fisheries, delta conservation, lakes, breeding places of aquatic life, wildlife and its sanctuaries, public schools, vocational and technical training centers and projects, libraries, museums and similar institutions controlled and financed by the Punjab, control of traffic for smooth flow and other movement of goods, public order, police force, patrol for safety of goods, stands for loading and unloading of goods, parking places, markets, water supply, hospitals and dispensaries and development, improvement, maintenance and protection of such infrastructure;

(h) ***"person"*** includes:

(i) an individual;

(ii) an association of persons;

(iii) a company incorporated, formed, organized or established in Pakistan or elsewhere;

(iv) the Federal Government;

(v) a Provincial Government;

(vi) a local authority in Pakistan; or

(vii) a foreign government, political subdivision of a foreign government, or public

international organization;

[1][(ha) ***"regulations"*** means the regulations framed under the Act;]

(i) ***"rules"*** means the rules made under the Act;

(j) ***"Sales Tax Act"*** means the Sales Tax Act, 1990 (VII of 1990); and

[2][(k) ***"value"*** means the value of goods being imported or exported, as determined by an officer of customs for purposes of the Customs Act, 1969, provided that in case of goods manufactured, produced or consumed in Pakistan, the value shall be determined by reference to the value determined under the Sales Tax Act for purposes of levy and payment of sales tax.]

Chapter II

SCOPE OF CESS

3. Scope of cess and allied matters.--[3][(1) Subject to the provisions of this Act and the rules, there shall be levied and

---

1 Clause (ha) added by the Punjab Infrastructure Development Cess (Amendment) Act, 2026 (XXXV of 2026) (Assented on 13th May, 2026), reported as PTCL 2026 BS. 49.

2 Clause (k) substituted by the Punjab Finance Act, 2016 (XXXV of 2016) (Assented on 29th June, 2016), reported as PTCL 2016 BS. 463. At the time of substitution Clause (k) was as under:--

"(k) ***"value"*** means the price including cost, insurance, freight, customs duty, sales tax or any other levy determined by customs authorities in the customs goods declaration form or in absence of it, in the bill of lading of goods being imported or exported provided that in case of goods manufactured, produced or consumed in Pakistan, the value shall be determined for the purpose of levy and payment of sales tax under the Sales Tax Act."

3 Sub-section (1) substituted by the Punjab Infrastructure Development Cess (Amendment) Act, 2026 (XXXV of 2026) (Assented on 13th May, 2026), reported as PTCL 2026 BS. 49. At the time of substitution sub-section (1) was as under:--

"(1) Subject to this Act and the rules, there shall be levied and collected a cess on the goods manufactured, produced or consumed in the Punjab, goods imported into or goods exported out of the Punjab at a fixed rate of 0.90% of total value of goods as assessed for customs purposes."

collected a cess on all goods manufactured, produced, consumed, imported into Punjab or exported out of the Punjab at the rate of 0.90% of the total value of such goods as assessed for customs purposes, whether customs clearance of those goods occurs within the Punjab or not.]

(2) The cess shall be deposited in the Provincial Consolidated Fund to be utilized by the Government for maintenance and development of infrastructure and other activity ancillary to the infrastructure in such manner as may be deemed proper by the Government.

4. Person liable to pay cess.--(1) Every person manufacturing, producing or consuming goods and every person importing goods into the Punjab through any port, dry-port, airport or custom station including bonded warehouse and every person exporting goods out of the Punjab shall be liable to pay the cess.

(2) Nothing contained in this section shall prevent the collection of cess from a different person if that person is made separately, jointly or severally liable for payment of the cess under this Act or the rules.

5. Payment of cess.--(1) In case of goods imported into or exported out of the Punjab, cess shall be payable in the same manner and at the same time as if it were a customs duty regardless whether or not the goods are liable to such duty.

(2) In case of goods manufactured, produced or consumed in the Punjab, cess shall be payable in the same manner and at the same time as if it were a sales tax payable under the Sales Tax Act.

(3) The amount of cess shall be deposited in such head of account as may be specified by the Government.

(4) Notwithstanding anything contained in this section, the Authority may, in respect of any goods, category or class of goods and subject to such conditions, restrictions or limitations, if any, specify any other manner or time or mode of payment of cess.

[1][**5A. Refund.**--Notwithstanding anything contained in this Act, the Authority or its authorized officer, subject to such conditions and restrictions as may be prescribed, may allow refund of cess claimed to have been paid through inadvertence, error or misconstruction.]

6. Exemptions.--(1) Notwithstanding anything contained in sections 3 and 5 [2][,] unless otherwise specified or directed by the Government through a notification in the official Gazette, the goods exported out of the Punjab and the goods manufactured, produced or consumed (other than goods imported on payment of cess) in the Punjab [3][, and the goods exempted by the Federal Government from payment of duties and taxes for import] shall be exempt from cess.

(2) The cess shall not be payable in respect of imported fresh food items like fresh vegetables and fresh fruits.

(3) The Authority may, with the approval of the Government and subject to such conditions as it may impose, by the notification in official Gazette, exempt any goods, or category or class of goods from the payment of whole or any part of the cess [4][:]

[5][Provided that where the Government considers appropriate and necessary, it may allow exemption from payment of cess from any previous date as may be specified in the notification.]

---

1 Section 5A inserted by the Punjab Infrastructure Development Cess (Amendment) Act 2025 (XIII of 2025) (Assented on 17th March, 2025), reported as PTCL 2026 BS. 1.

2 Substituted for the word "and" by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021).

3 The expression inserted by the Punjab Finance Act, 2021 (XIX of 2021) (Assented on 30th June, 2021).

4 Substituted for full stop by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

5 Proviso added by the Punjab Finance Act, 2020 (VIII of 2020) (Assented on 27th June, 2020), reported as PTCL 2020 BS. 472.

Chapter III

OFFENCES AND PENALTIES

7. Default surcharge.--(1) Where any person has not paid any amount of cess due under this Act, he shall, in addition to the cess due or any other penalties payable under the Act, pay default surcharge at the rate of two percent of the payable amount of the cess per month.

(2) Where necessary, the amount of default surcharge shall be prorated but in a case the period of default is less than one month, the amount of default surcharge shall not be prorated.

Explanation.--For the purposes of this section, the cess due does not include penalty.

8. Penalty.–Where a person has failed to pay any amount of cess, he shall be liable to pay a penalty not exceeding ten percent of the amount of cess due and payable.

9. Waiver of default surcharge or penalty.--The Authority may, subject to such conditions as it deems appropriate, waive the payment of default surcharge on cess under section 7 or penalty under section 8 in any case or class of cases.

Chapter IV

MISCELLANEOUS

10. Application of provisions of other laws.--(1) In case of goods imported into or exported out of the Punjab, the Customs Act shall, as nearly as possible, apply to the collection, payment and administration of the cess in so far as it relates to:

(a) manner, time and mode of payment;

(b) declarations, processing and management thereof;

(c) keeping of records, accounts and documents;

[1][(d) * * *

(e) * * *]

(f) all other ancillary matters.

(2) Where required in case of goods manufactured, produced or consumed in the Punjab, the Sales Tax Act and the rules made and notifications, orders and instructions issued under the Sales Tax Act shall, as nearly as possible, apply to collection and payment of cess under this Act in so far as they relate to the matters covered in subsection (1).

[2][(2A) Notwithstanding anything contained in this Act, the Punjab Sales Tax on Services Act 2012 (XLII of 2012), and the rules made thereunder, shall, as nearly as possible, apply in so far as it relates to:

(a) seeking information or requisitioning record;

(b) issuance of show cause notice;

(c) adjudication including appeals and reference;

(d) imposition of penalties and prosecution;

(e) recovery;

(f) enforcement; and

(g) all other ancillary matters thereto.]

(3) This Act and the rules shall be treated as fiscal law for the purpose of clause (h) of section 2 of the Punjab Revenue Authority Act 2012 (XLIII of 2012).

---

1 Clauses (d) and (e) omitted by the Punjab Infrastructure Development Cess (Amendment) Act, 2026 (XXXV of 2026) (Assented on 13th May, 2026), reported as PTCL 2026 BS. 49. At the time of omission Clauses (d) and (e) were as under:--

"(d) enforcement and adjudication including appeals;

(e) penalties and prosecution; and"

2 Sub-section (2A) inserted by the Punjab Infrastructure Development Cess (Amendment) Act, 2026 (XXXV of 2026) (Assented on 13th May, 2026), reported as PTCL 2026 BS. 49.

[1][**10A. Appointment of Cess Officer.--**The Authority may, by notification in the official Gazette, designate its one or more officers as Cess Officer for the purposes of this Act.]

11. Power to make rules [2][and frame regulations].--(1) The Authority may, with the approval of the Government and by notification in the official Gazette, make rules for carrying out the purposes of this Act.

(2) The Government shall lay all the rules made during a financial year in Provincial Assembly of the Punjab at the time of presentation of the annual budget for the next financial year.

[3][(2A) The Authority may, by notification in the official Gazette, frame regulations for carrying out the purposes of this Act.]

(3) The Authority may issue [4][notification,] general orders, circulars or instructions, directions or clarifications to carry out the purposes of this Act or the rules [5][:]

[6][Provided that in case of issuance of a notification, it shall be published in the official Gazette.]

12. Bar on adjustment.--The amount of cess payable or paid under this Act shall not be adjusted against any other tax, levy or

---

1 Section 10A inserted by the Punjab Infrastructure Development Cess (Amendment) Act, 2026 (XXXV of 2026) (Assented on 13th May, 2026), reported as PTCL 2026 BS. 49.

2 The words inserted by the Punjab Infrastructure Development Cess (Amendment) Act, 2026 (XXXV of 2026) (Assented on 13th May, 2026), reported as PTCL 2026 BS. 49.

3 Sub-section (2A) inserted by the Punjab Infrastructure Development Cess (Amendment) Act, 2026 (XXXV of 2026) (Assented on 13th May, 2026), reported as PTCL 2026 BS. 49.

4 The expression inserted by the Punjab Infrastructure Development Cess (Amendment) Act, 2026 (XXXV of 2026) (Assented on 13th May, 2026), reported as PTCL 2026 BS. 49.

5 Substituted for the full stop by the Punjab Infrastructure Development Cess (Amendment) Act, 2026 (XXXV of 2026) (Assented on 13th May, 2026), reported as PTCL 2026 BS. 49.

6 Proviso added by the Punjab Infrastructure Development Cess (Amendment) Act, 2026 (XXXV of 2026) (Assented on 13th May, 2026), reported as PTCL 2026 BS. 49.

cess payable to the Government under any other law, and any other tax, levy or cess shall not be adjusted against any amount of the cess payable under the Act.

13. Intersystem connectivity.--The Authority may enter into such arrangements for real time connectivity of its computerized system with the system of FBR or any other department, organization, institution or authority as it may deem proper for the purpose of regular or efficient monitoring of the collections and receipts of the cess.

[1]**[13A. Establishment of pickets, check-posts or monitoring stations.--**The Authority may, by notification in the official Gazette, establish pickets, check-posts or monitoring stations at such territorial limits of the Punjab, areas, entries, exit points in the Punjab, or at any other strategic locations, as it may deem necessary, for the purpose of monitoring, verification and ensuring proper collection of cess and may deploy its officers for such purposes in coordination with the concerned enforcement agencies.

13B. Posting and powers of officers.--(1) The Authority may post its officers and officials on each picket or check-post or monitoring station as it may deem necessary for the purposes of this Act, and designate an officer as officer in-charge of such picket or check-post or monitoring station or all of them.

(2) Notwithstanding the generality of the provisions of sub-section (1), the officers and officials shall have the powers to stop, inspect, verify, and record the movement of any goods liable to cess, and may require production of such documents or evidence as may be necessary to ensure proper assessment and collection of the cess.

13C. Assistance by other authorities and agencies.--The officers may, where necessary, seek assistance of the customs

---

1 Sections 13A, 13B, 13C, 13D, 13E & 13F inserted by the Punjab Infrastructure Development Cess (Amendment) Act, 2026 (XXXV of 2026) (Assented on 13th May, 2026), reported as PTCL 2026 BS. 49.

authorities, law enforcement agencies or any other public or private bodies for the purposes of coordination, data sharing, verification or operational support in connection with establishment, functioning and enforcement activities at such pickets, check-posts or monitoring stations.

13D. Electronic monitoring.--The Authority may make electronic surveillance, tracking, or data transmission systems at the pickets, check-posts, or monitoring stations to ensure transparency, accountability and monitoring of the movement of goods liable to cess.

13E. Offences and penalties.--Any person who obstructs, hinders or resists against the lawful functions of an officer at any picket, check-post, or monitoring station, or who evades, attempts to evade, or abets evasion of cess, or furnishes false or misleading information regarding goods liable to cess, shall be liable to a penalty which shall be at least equal to the amount of leviable cess and may extend to ten times the cess leviable on such goods, in addition to any other action that may be taken under this Act.

13F. Power to entrust functions.--The Authority may, by notification in the official Gazette, entrust the management, supervision or operation of any picket, check-post or monitoring station established under this Act to any department, authority, agency or organization of the Government, subject to such conditions, limitations and directions as it may specify in the notification.]

14. Savings.--Where the Government or the Authority takes any action, makes any decision or orders, issues any instructions, directions, clarifications or notifications in pursuance of or in exercising of powers conferred under any provision of any law in respect of any matter relating to the cess and allied issues covered under this Act or the rules, such actions, decisions, orders, instructions, directions, clarifications and notifications shall be deemed to have been validly issued to serve the purposes of this Act and the rules.

***

NOTIFICATIONS

EXEMPTION OF CERTAIN PROCUREMENTS AND GOODS FROM WHOLE AMOUNT OF PUNJAB INFRASTRUCTURE CESS

[1]**Notification No. PRA/IDC.117/2015/39, dated 26th August, 2016.--** In exercise of the powers conferred under Section 6 of the Punjab Infrastructure Development Cess Act, 2015, Punjab Revenue Authority with the approval of the Government, is pleased to exempt the following from the whole amount of cess, namely:--

(i) All such procurements/imports into the territory of Punjab that have been paid out of Pakistan's Defence Budget and certified as such by the Ministry of Defence, Government of Pakistan; and

(ii) All goods imported by various agencies of the United Nations under the United Nations (Privileges and Immunities) Act, 1948 as certified by the Ministry of Foreign Affairs, Government of Pakistan and all goods imported by Diplomats/ Agencies/Consulates under the Diplomatic and Consular Privileges Act, 1972 as certified by the Ministry of Foreign Affairs, Government of Pakistan.

2. This notification shall take immediate effect.

[Issued by the Punjab Revenue Authority, Lahore under the signature of Dr. Raheal Ahmed Siddiqui, Chairperson.]

***

EXEMPTION TO ALL VACCINES, ANTISERA PROVIDED TO VERTICAL PROGRAMS OF HEALTH DEPARTMENT IN THE TERRITORY OF PUNJAB FROM THE WHOLE AMOUNT OF PUNJAB INFRASTRUCTURE DEVELOPMENT CESS

[2]**Notification No. PRA/IDC.117/2015/577, dated 7th February, 2017.--**In exercise of the powers conferred under sub-section (3) of section 6 of

---

1 Reported as PTCL 2017 St. 495(ii).

2 Reported as PTCL 2017 St. 436(ii).

the Punjab Infrastructure Development Cess Act, 2015, the Authority with the approval of the Government of the Punjab, hereby exempts all vaccines, antisera provided to vertical programs of Health Department in the territory of Punjab from the whole amount of Punjab Infrastructure Development Cess.

[Issued by the Punjab Revenue Authority, Lahore under the signature of Dr. Raheal Ahmad Siddiqui, Chairperson.]

***

EXEMPTION FROM PUNJAB INFRASTRUCTURE DEVELOPMENT CESS ON THE CONSIGNMENT OF CABINET DIVISION NO. 214-79886752 MAWB AND ALL SUCH FUTURE CONSIGNMENTS OF THE CABINET DIVISION

[1]Notification No. PRA/IDC.117/2015/1327, dated 30th April, 2019.-- In exercise of the powers conferred under Section 6 of the Punjab Infrastructure Development Cess Act, 2015, Punjab Revenue Authority with the approval of the Government, is pleased to exempt the Consignment of Cabinet Division No. 214-79886752 MAWB and all such future consignments of the Cabinet Division, Government of Pakistan with immediate effect.

Earlier Notification of even number dated 27th April 2019 is hereby withdrawn.

[Issued by the PRA, Finance Department, Government of the Punjab, Lahore under the signature of Mr. Javed Ahmed, Chairperson]

***

EXEMPTION FROM PUNJAB INFRASTRUCTURE DEVELOPMENT CESS ON THE IMPORT OF CEREZYME (ENZYME REPLACEMENT THERAPY) SUBJECT TO CERTAIN CONDITIONS

[2]Notification No. PRA/IDC.117/2015/1333, dated 29th April, 2019.-- In exercise of the powers conferred under Section 6 of the Punjab Infrastructure Development Cess Act, 2015, Punjab Revenue Authority with the approval of the Government, is pleased to exempt levy of Punjab Infrastructure Development Cess on the import of Cerezyme (Enzyme Replacement Therapy) subject to the following conditions:

I. Patient is suffering from a genetic disorder;

II. Medication is being donated free of cost and being imported from abroad; and

---

1 Reported as PTCL 2019 St. 816.

2 Reported as PTCL 2019 St. 817(i).

III. The patient is unable to survive or maintain quality of life without the said medication.

[Issued by the PRA, Finance Department, Government of the Punjab, Lahore under the signature of Mr. Javed Ahmed, Chairperson]

***

EXEMPTION FROM PUNJAB INFRASTRUCTURE DEVELOPMENT CESS ON THE CONSIGNMENT IMPORTED VIA AIRWAY

[1]Notification No. PRA/IDC.117/2015/1334, dated 29th April, 2019.-- In exercise of the powers conferred under Section 6 of the Punjab Infrastructure Development Cess Act, 2015, Punjab Revenue Authority with the approval of the Government, is pleased to exempt levy of Punjab Infrastructure Development Cess on the consignment imported via Airway Bill No AWB-235-3462-6211 comprising of certain security equipment for the declared value of USD 5,900,000 (PKR 836,584,010) for the Intelligence Bureau, Islamabad.

[Issued by the PRA, Finance Department, Government of the Punjab, Lahore under the signature of Mr. Javed Ahmed, Chairperson]

***

DECLARATION OF CESS OFFICER OF A CERTAIN JURISDICTION

[2]Notification No. PRA/Orders.06/2012/1342, dated 8th May, 2019.-- The following officer is declared as "Cess Officer" against the assigned jurisdiction mentioned against his name, with immediate effect and till further orders:

Sr. No.	Officer with designation	Cell No.	E-mail ID	Area of Jurisdiction
1.	Mr. Shehzad Mehmood Gondal	Additional Commissioner (ENF-III)	shazgondal@gmail.com	Container Freight Services NLC Thokar Niaz Baig, Lahore Dry port Mughalpura Railway Station & Premnagar Dry, Premnagar, District Kasur

[Issued by the PRA, Finance Department, Government of the Punjab, Lahore under the signature of Mr. Javed Ahmed, Chairperson, PRA]

***

---

1 Reported as PTCL 2019 St. 817(ii).

2 Reported as PTCL 2019 St. 819.

EXEMPTION OF GOODS DECLARED AS TEMPORARY IMPORTS TO BE RE-EXPORTED FROM PAYMENT OF WHOLE AMOUNT OF PUNJAB INFRASTRUCTURE DEVELOPMENT CESS

[1]Notification No. PRA/STE-04./2018/1453, dated 12th December, 2019.--In exercise of the powers conferred under subsection (3) of section 6 of the Punjab Infrastructure Development Cess Act, 2015 (XXX of 2015), the Punjab Revenue Authority, with the approval of the Government, is pleased to exempt the goods declared as temporary imports (to be re-exported) from the payment of whole amount of Punjab Infrastructure Development Cess with immediate effect.

[Issued by the Punjab Revenue Authority, Finance Department, Government of the Punjab, under the signature of Mr. Zain-ul-Abidin Sahi, Chairperson., PRA.]

***

EXEMPTION FROM PUNJAB INFRASTRUCTURE DEVELOPMENT CESS ON IMPORT OF ALL GOODS

[2]Notification No. PRA/ORDER.06/2019/IDC/1538, dated 2nd April, 2020.--In exercise of the powers conferred under subsection (3) of section 6 of the Punjab Infrastructure Development Cess Act 2015 (XXX of 2015), the Punjab Revenue Authority, with the approval of the Government, is pleased to exempt import of all goods from the payment of whole amount of Cess from the date of publication of this Notification in official Gazette till 30.06.2020.

[Issued by the Punjab Revenue Authority, Finance Department, Government of the Punjab, under the signature of Chairperson, PRA.]

***

---

1 Reported as PTCL 2020 St. 9(i).

2 Reported as PTCL 2020 St. 306(i).

CIRCULARS

CIRCULAR NO. 1 OF 2016, DATED 9TH JUNE, 2016

(Punjab Infrastructure Development Cess)

SUBJECT: PUNJAB INFRASTRUCTURE DEVELOPMENT CESS ON PETROLEUM PRODUCTS SUPPLIED THROUGH PIPELINES.

Government of the Punjab hereby holds in abeyance *ab initio* the levy and collection of Punjab Infrastructure Development Cess on all petroleum products supplied through pipelines in the territory of Punjab until further orders, in anticipation of the approval of their exemption from the whole amount of cess, in terms of sub-section (3) of section 6 of the Punjab Infrastructure Development Cess Act, 2015.

[Issued by the Punjab Revenue Authority, Finance Department, Government of Punjab, Lahore, under the Signature of Mr. Salman Ali, Additional Commissioner (HQ). File No. PRA/IDC.117/2015/289.]

***

PRA's LETTER, DATED 3RD JANUARY, 2020

SUBJECT: EXEMPTION OF GOODS DECLARED AS TEMPORARY IMPORTS FROM PUNJAB INFRASTRUCTURE DEVELOPMENT CESS.

I am directed to refer to PRA Notification No. PRA/STE-04/2018/1453 dated 12-12-2019 [1](copy enclosed). The Punjab Government has exempted the goods declared with customs authorities as temporary imports (to be re-exported) from the payment of whole amount of Punjab Infrastructure Development Cess with effect from 12-12-2019. It is requested that necessary effect may please be given in the system for the facilitation of exporters across the Province of Punjab.

[Issued by the Punjab Revenue Authority, Government of the Punjab, under the signature of Mr. Shehzad Mehmood Gondal, Commissioner Enforcement, being addressed to Director, WeBOC, FBR, Islamabad.]

***

---

1. Reported as PTCL 2020 St. 9(i).