GOVERNMENT OF PAKISTAN
MINISTRY OF FINANCE, ECONOMIC AFFAIRS,
STATISTICS AND REVENUE
(REVENUE DIVISION)
***

Islamabad, the 30th May, 2013

NOTIFICATION
(SALES TAX)

S.R.O.460(I)/2013.— In exercise of the powers conferred by clause (b) of sub-section (2) and sub-section (6) of section 3, clause (b) of sub-section (1) of section 8, clause (a) of sub-section (2) of section 13 and section 71 of the Sales Tax Act, 1990, and in supersession of its Notification No. S.R.O. 280(I)/2013, dated the 4th April, 2013, the Federal Government is pleased to direct that sales tax shall be charged on the import and supply of the goods specified in column (1) of the Table below, at the rates specified in columns (2) and (3) thereof, subject to the conditions, restrictions, mode and manner as prescribed after the Table below, namely:-

TABLE

(1)	(2)	(3)
Description / Categories	**Rate on import**	**Rate on supply (to be collected at the time of sale or activation of SIM card)**
A. Low Priced Mobile Phones or Satellite Phones i. All cameras: 2.0 mega-pixels or less ii. Screen size: 2.6 inches or less iii. Key pad	Rs. 150	Rs. 250
B. Medium Priced Mobile Phones or Satellite Phones i. One or two cameras: between 2.1 to 10 mega-pixels ii. Screen size: between 2.6 inches and 4.2 inches iii. Micro-processor: less than 2 GHZ	Rs. 250	Rs. 250
C. Smart Cellular Phones or Satellite Phones i. One or two cameras: 10 mega-pixels and above ii. Touch Screen: size 4.2 inches and above iii. 4GB or higher Basic Memory iv. Operating system of the type iOS, Android V2.3, Android Gingerbread or higher, Windows 8 or Blackberry RIM v. Micro-processor: 2GHZ or higher, dual core or quad core	Rs. 500	Rs. 250

CONDITIONS, RESTRICTIONS, MODE AND MANNER

(i) The sales tax on supplies of cellular mobile phones shall be charged, collected and paid by the cellular company operators on every new sale or activation of SIM card.

(ii) The cellular company operators shall, if not already registered, obtain registration under the Sales Tax Act, 1990.

(iii) No SIM card shall be sold or activated by a cellular company operator without charging and collecting the sales tax as specified in the Table.

(iv) The liability to charge, collect and pay the prescribed amount of sales tax shall be on the cellular company operator who shall deposit same through a monthly tax return in terms of section 26 of the Sales Tax Act, 1990, and rules made thereunder.

(v) The cellular company operator shall maintain proper records of all SIM cards sold or activated for a period of three years, and such records shall be produced for inspection, audit or verification, as and when required, by an authorized officer of Inland Revenue.

(vi) No adjustment of input tax shall be admissible to the cellular company operator or the buyer against the sales tax chargeable and payable under this notification.

Explanation .–

For the purposes of this notification, 'new activation' shall mean a new connection or number given by the cellular company operator but does not include a change in number given to a customer due to change in package or his location in Pakistan.

[C.No. 3(6)ST-L&P/08]

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