

GOVERNMENT OF PAKISTAN  
REVENUE DIVISION  
FEDERAL BOARD OF REVENUE  
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Islamabad, the 2<sup>nd</sup> October, 2019.

**NOTIFICATION  
(SALES TAX)**

**S.R.O. 1190(I)/2019.**— In exercise of the powers conferred by the second proviso to sub-section (1) and sub-section (4) of section 8B of the Sales Tax Act, 1990, and in supersession of its Notification No. S.R.O. 647(I)/2007, dated the 27<sup>th</sup> June, 2007, the Federal Board of Revenue is pleased to direct, that,—

- (a) The persons specified in column (2) of the Table-1 below shall be excluded from the purview of the said sub-section (1), namely:—

**Table-1**

S. No.	Sectors
(1)	(2)
1.	Persons registered in electrical energy sector
2.	Oil marketing companies and petroleum refineries
3.	Fertilizers manufacturers
4.	Persons making zero-rated supplies, including exports, provided that value of such supplies exceeds 50% of value of all taxable supplies in a tax period
5.	Distributors
6.	Gas distribution companies
7.	Telecommunication services
8.	Pakistan Steel, Bin Qasim, Karachi

9.	Registered persons other than manufacturers, making supplies of items covered under the Third Schedule to the Sales Tax Act, 1990, on which sales tax has been paid by the manufacturer or importer on retail price, provided that value of such supplies exceeds 80% of value of all taxable supplies in a tax period
10.	Commercial importers where value of imports subject to 3% value addition as prescribed in Twelfth Schedule to the Act exceeds 50% of value of all taxable purchases, including imports, in a tax period.

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- (b) the persons specified in column (2) of the Table-2 below may adjust input tax to the extent of ninety-five percent of the output tax for that tax period and the excess amount shall be carried forward to the next tax period, namely:—

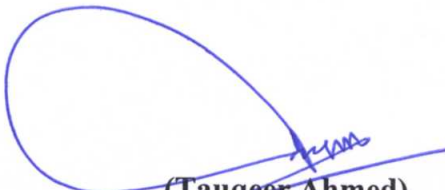
**Table-2**

S. No.	Sectors
(1)	(2)
1.	Retailers also importing goods in bulk and operating chains of stores.

; and

- (c) the first proviso of sub-section (1) and sub-sections (2) and (3) of section 8B of the Sales Tax Act, 1990, shall apply, *mutatis mutandis*, to the input tax to be adjusted or carried forward as provided in clause (b).

**[C. No. 1/2-STB/2019 (Pt-2)]**

  
**(Taugeer Ahmed)**  
 Secretary (ST&FE-Budget)