

Government of Pakistan
Revenue Division
Federal Board of Revenue

Islamabad, the 26th October, 2026.

NOTIFICATION
(Income Tax)

S.R.O. 1904 (I)/2026.— In exercise of the powers conferred by sub-section (1) of section 237 read with sub-section (1) of section 64D, of the Income Tax Ordinance, 2001 (XLIX of 2001), the Federal Board of Revenue is pleased to direct that the following further amendments shall be made in the Income Tax Rules, 2002, which as required by sub-section (3) of the said section 237, was previously published *vide* Notification No. S.R.O. 1692(I)/2026, dated the 6th October, 2026, namely:-

In the aforesaid Rules, in Chapter VIIA, after rule 33T, the following new rule shall be inserted, namely:-

“33U. Conditions and restrictions for tax credit for integration.- (1) Any person claiming tax credit under section 64D, shall satisfy the following conditions, namely: —

- (a) the person is required, under the Ordinance, the Sales Tax Act, 1990 (VII of 1990) or the Federal Excise Act, 2005, to integrate with the computerized system of the Board for real-time production monitoring or for recording or reporting sales or receipts during the relevant tax year;
- (b) the electronic resource in respect of which credit is claimed is purchased, acquired, installed or implemented and is successfully installed, integrated and configured with the computerized system of the Board during that tax year;
- (c) the equipment, hardware, software or other electronic component is directly and exclusively utilized for the required integration;
- (d) the integration is evidenced by an integration, activation, commissioning or configuration record generated or confirmed by the computerized system of the Board, identifying the taxpayer, the electronic resource and the date of activation; and
- (e) the claim is supported by tax invoice, bill, agreement, license or other acquisition document, evidence of payment or liability, as applicable, and such other documentary or electronic evidence as may reasonably be established the amount actually invested.

(2) For the purposes of sub-section (2) of section 64D, the amount actually invested in an electronic resource shall include the acquisition or purchase price and one-time costs directly attributable to installation, configuration, interface development, integration, testing and implementation which are necessary to bring the electronic resource into operation for the required integration.

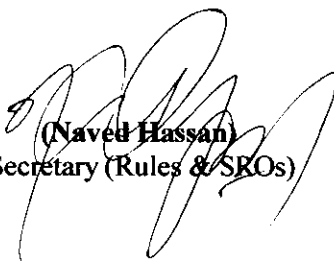
(3) The amount actually invested shall be reduced by any discount, rebate, refund, grant or subsidy received or receivable in respect of the electronic resource and shall not include -

- (a) any amount of tax or duty which is refundable, adjustable or recoverable by the person;
- (b) operation, routine maintenance, repair, annual maintenance, post-commissioning support or recurring service charges;
- (c) internet, telecommunication or utility charges, employee salaries, training costs, consumables or financing costs; or
- (d) the cost of a general-purpose system or component which is not directly and exclusively utilized for integration, except to the extent of a separately identifiable component dedicated exclusively to such integration.

(4) The tax credit shall be claimed in the return of income for the tax year in which the electronic resource is installed, integrated and configured with the computerized system of the Board and the same expenditure shall not be claimed more than once under section 64D.

(5) The person shall furnish, in the return or in a schedule made available on IRIS, the description of the electronic resource, vendor or supplier particulars, invoice or agreement reference, date of acquisition or implementation, amount actually invested, integration or resource identification number and date of activation or commissioning.

(6) The tax credit shall be computed and allowed in accordance with sub-sections (2), (3) and (4) of section 64D and shall be subject to verification by the Commissioner from the records maintained under section 174.”.


(Naved Hassan)
Secretary (Rules & SROs)