Government of Pakistan
Revenue Division
Federal Board of Revenue
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Islamabad, the 10th November, 2026.

NOTIFICATION

2098

S.R.O. (I)/2026.— In exercise of the powers conferred by sub-section (2A) of section 120 read with sub-section (1) of section 237 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, the same having been previously published *vide* Notification No. S.R.O. 1690(I)/2026, dated the 6th October, 2026, as required under sub-section (3) of the said section 237 of the said Ordinance, namely: —

In the aforesaid Rules, after rule 38A, the following new rule shall be inserted, namely:-

"38B. Procedure for electronic scrutiny and intimation of issues detected by the automated system.- (1) There shall be an automated system including CRM hereinafter referred to as "the system", to process the return of income furnish by tax payer, implemented under sub-section (2A) of section 120 of the Income Tax Ordinance, 2001 (XLIX of 2001).

(2) The system may make the intimation of issues detected, through an online advice or advance intimation sent through IRIS, pointing out the factual, legal mistakes or discrepancies, aimed at allowing the taxpayer to clarify the issue, rectify the errors pointed out by the system or take other corrective action before any legal or penal action is initiated.

(3) The same system generated advance intimation containing discrepancies can also be sent by the Officer of Inland Revenue holding jurisdiction.

(4) Such intimation shall specify the time period for response, which shall not be less than seven days, during which the taxpayer shall clarify, rectify or take other corrective action for removal of discrepancy or discrepancies, as the case may be, pointed out therein.

(5) In case of no response from the taxpayer is received, within the stipulated time, to the intimation as provided in sub-rule (4), a reminder shall be sent to the taxpayer which shall not be less than seven days.

(6) The record of issue or discrepancies detected, intimation sent to the taxpayer and response received, if any, shall be communicated to the Officer of Inland Revenue having jurisdiction over the taxpayer.

(7) The intimations sent to the taxpayer, responses received, and actions taken shall be recorded in the dashboard designed under the system.

(8) The aforesaid procedure for automated scrutiny, analysis and cross-matching of other available data, issues pointed out by the system and electronic communication thereof to the taxpayer shall be implemented through Change Request Form (CRF) for smooth and efficient operation and implementation of the said system.

(9) The Officer of Inland Revenue having jurisdiction over the taxpayer shall analyse the response from the taxpayer, or otherwise, and shall take appropriate action, if required, under the relevant provisions of the Income Tax Ordinance, 2001 (XLIX of 2001) and the rules made thereunder.".

[F. No. 1(53)S(ITP)/2026]

(Naveed Hassan)
Secretary (Rules & SROs)