

Government of Pakistan
Revenue Division
Federal Board of Revenue

Islamabad, the 18th February, 2026.

NOTIFICATION

(Income Tax)

S.R.O. 288 (I)/2026. – The following draft of certain amendments in the Income Tax Rules, 2002, which the Federal Board of Revenue proposes to make in exercise of the powers conferred by sub-section (1) of section 237 of the Income Tax Ordinance, 2001 (XLIX of 2001), is hereby published for the information of all persons likely to be affected thereby, as required by sub-section (3) of the said section, and notice is hereby given that objections or suggestions thereon, if any, may be sent for consideration of the Federal Board of Revenue within seven days of publication of the draft in the official Gazette.

Any objections or suggestions which may be received from any person in respect of the said draft, before the expiry of the aforesaid period, shall be considered by the Federal Board of Revenue.

In the aforesaid rules, for Chapter VIIA, the following shall be substituted, namely:-

**CHAPTER VIIA
ONLINE INTEGRATION OF BUSINESSES**

33A. Application.- The provisions of this Chapter shall apply to all persons mentioned in column (2) of Schedule below excluding those specified in column (3).

33B. Obligations and requirements. – (1) The taxpayers notified in the Schedule below, hereinafter referred to as “integrated enterprise” in this Chapter, shall register, install and integrate his electronic invoicing hardware and software with the Board’s computerized system in the manner specified by the Board through an Income Tax General Order and ensure that,-

- (a) the integrated enterprise through Board’s online system shall provide information of his outlets, points of sale or electronic invoicing machines; and
 - (b) no supply shall be made by the integrated enterprise, except through the integrated outlets, point of sale or electronic invoice or bill issuing machines.
- (2) The point of sale or the electronic invoice or bill issuing machine shall, —
- (a) generate, receive, record, analyze and store invoice data or bill data;
 - (b) issue invoices or bills in the prescribed format, create the digital signature and record the digital signature on the invoice or bill;
 - (c) transmit the invoice or bill data to the Board’s Computerized System through secure means and receive the unique FBR invoice number or bill number;
 - (d) encrypt and preserve the reported invoice or bill data in an irrevocable and secure manner;

- (e) generate the QR Code on the base of unique FBR invoice number or bill number and print the QR Code on receipt;
- (f) perform closing on close of the day, week and month; and
- (g) record every adjustment, modification or cancellation duly maintaining logs for each activity and system events need to be recorded.

(3) The electronic invoicing software or point of sales software shall be capable of generating and sending alert messages to the Board's computerized system in case of any malpractice or error or any inconsistent action noticed in the system and keeping a log thereof.

(4) The Board may require an integrated enterprise to integrate the facility of debit and credit card machine, QR Code or any other mode of digital transaction available at all the sale points and the sales through aforesaid means shall not be ordinarily refused.

(5) The Board may require an integrated enterprise to record transactions on each point of sales by a CCTV camera and the recording thereof shall be retained for a period of at least one month. Such recordings shall be provided to the Commissioner concerned as and when demanded and for the period of time as specified by the Board through an Income tax general order.

(6) In case of supply of exempt items, the electronic invoices or bills shall also be issued through system integrated with the Board's Computerized System under these rules.

(7) The cost for integration including the cost of equipment and electronic invoicing software or point of sales software shall be borne by the integrated enterprise.

(8) The integrated enterprise shall prominently display on each of the notified outlets, points of sale or electronic invoicing machines a signboard bearing FBR's official logo along with the text "Integrated with FBR" and also the registration number of each electronic invoicing software or point of sales software verifiable through the Board's verification services.

(9) In case of online sale including online market place, the integrated enterprise shall register such website, software and mobile application with the Board's Computerised System to record the auto-electronic invoices or bills as specified by the Board through an Income Tax General Order.

(10) The electronic invoice or bill generated under these rules shall contain the following particulars, namely:-

- (a) unique FBR invoice number or bill number (XXXXXX-DDMMYYHHMMSS-0001),
- (b) unique and verifiable QR code dimensions: 7X7MM;
- (c) unique electronic invoicing or point of sales software registration number;
- (d) logo of FBR digital invoicing system;
- (e) name of the seller;

- (f) address of the seller;
- (g) seller registration number;
- (h) name of the recipient;
- (i) address of the recipient;
- (j) recipient registration number;
- (k) date of issue of invoice or bill;
- (l) tax period;
- (m) description;
- (n) quantity;
- (o) value exclusive of tax;
- (p) sales tax rate;
- (q) amount of sales tax;
- (r) sales tax withheld at source;
- (s) extra tax;
- (t) further tax;
- (u) federal excise duty payable in sales tax mode;
- (v) total discount;
- (w) invoice or bill reference number;
- (x) HS code;
- (y) unit of measurement; and
- (z) SRO and serial number applicable;

Provided that the particular in serial numbers (h), (i), (j), (s), (t), (u) and (z) may not apply to a retailer issuing electronic invoices or bills to general public other than a manufacturer-cum-retailer or an importer-cum-retailer.

33C. Issuance of electronic invoice or bill and record.—(1) The integrated enterprise shall issue a real-time verifiable electronic invoice or bill for every taxable supply and service. The invoice or bill so issued shall be retained as record for a period of six years on electronic media as provided under section 174 of the Ordinance.

(2) The debit note and credit note shall also be issued electronically through the integrated system and retained for a period of six years as provided in sub-rule (1).

(3) In case of online sale including online market place, the electronic invoices or bills shall be issued automatically and the record thereof shall be maintained for a period of six years as provided in sub-rule (1).

33D. Conditions for electronic storage.— The electronic documents specified in rule 33C shall be stored in such manner that information at the time of original transmission of the document is re-created at the time of departmental audit.

33E. Audit. — (1) The integrated enterprise shall provide access to premises and all the record specified in section 174 Ordinance for the purposes of sections 177 and 214C thereof to the Officer of Inland Revenue as authorized by the Commissioner having jurisdiction.

(2) The Board may issue instructions for technical audit.

33F. Extension in due date of Integration.— The Commissioner Inland Revenue having jurisdiction may allow extension in time, for up to sixty days in aggregate with fifteen days intervals, for integration or compliance under this chapter:

Provided that such integrated enterprise shall continue to issue paper invoices or bills until such time as extended by the Commissioner.

33G. Provisions of Electronic Transactions Ordinance, 2002. — All the provisions of Electronic Transactions Ordinance, 2002 (LI of 2002), relating to the recognition of documents, records, information, documents, records, communication and transaction in electronic form, accreditation of certification service providers and for matters ancillary thereto, shall *matatus mutandis* apply.

33H. Consequences of non-compliance or contravention.— (1) The integrated enterprise who is found to have tampered with the system or made sales in the manner otherwise than as prescribed in this Chapter, or who contravenes any of the provisions of this Chapter, shall be subject to penalty under section 182 and any restriction under any provisions of the Ordinance or the rules made thereunder.

33I. Responsibilities of the Integrated enterprises.— The integrated enterprise shall,-

- (a) make all electronic invoicing hardware and software including payment counters comprising point of sale at each outlet, available for installation of the systems;
- (b) be responsible for smooth functioning of all the hardware and software;
- (c) report to the Board and the concerned Commissioner within twenty-four hours of any operational failure, damage disruptions or tampering of the system; or
- (d) report any inoperative electronic invoicing hardware and software within twenty-four hours with reasons along with documentary evidence to the Commissioner holding the jurisdiction.

33J. Provision of verification facility by the Board.— The Board shall provide a facility on its website to the buyer of an integrated enterprise to verify if the invoice or bill issued to him by such integrated enterprise has been communicated to the Board's Computerized System.

33K. Internet interruption.— The invoices or bills generated during any period of failure of electronic invoicing software or point of sales software including disruption caused by internet or power failure shall be clearly identified as invoices or bills issued in the offline mode and shall be uploaded within twenty-four hours of restoration.

33L. Functions of the Officer of Inland Revenue. — (1) The Officer of Inland Revenue having jurisdiction, shall monitor operation of the system through periodic visits authorized in this behalf by the Commissioner.

(2) Where an integrated enterprise does not account for sales without generating an invoice or bill counteracting QR code or FBR invoice number or bill number, the Officer of Inland Revenue shall compute the taxes on such goods relating to unaccounted for invoices or bills, and recover the same under the relevant provisions of law, besides any other action including penal action that may be taken under the Ordinance or the rules made thereunder.

33M. Licensing. — (1) Save as otherwise provided in rule 33H, no person shall carry out integration of the notified taxpayers through software unless he has obtained a license under these rules.

(2) No licensee under these rules shall maintain or operate system or provide any other service, which is not authorized under these rules.

(3) Every electronic invoicing software or point of sales software including payment counter whether fixed or portable of the notified taxpayers which generates invoices or bills of receipt of payment either in cash or through debit or credit card shall be integrated with the Board through the licenced integrator.

33N. PRAL to act as a licensed integrator.— (1) Notwithstanding the provisions of rules 33P, 33Q, sub-rule (2) of rule 33R and 33S, PRAL shall act as licensed integrator for the purposes of rules 33M, sub-rule (1) of rule 33R and 33T.

(2) PRAL shall provide free of cost integration services to the taxpayers on demand.

(3) PRAL, as and when required by the Board, shall provide a free of cost downloadable electronic invoicing software or point of sales software on Board's official website.

33O. Functions of the licensing committee.— (1) The Board shall notify a licensing committee which shall perform function in accordance with the provisions of rules 33Q, 33S and 33V or any other instructions or procedures, issued by the Board.

(2) The Board shall notify convenor of the licensing committee.

33P. Application for grant of license. — (1) An application for grant of license for integration of any taxpayers, shall be made in duplicate to the Board.

(2) No application under sub-rule (1) shall be considered, unless it is accompanied by,-

- (a) a comprehensive profile of the company;
- (b) a brief about managerial and technical personnel indicating name, position, qualification and experience;
- (c) total number of current employees;
- (d) documents showing relevant capacity of the development and integration with enterprise resource planning systems and Payment Processing Systems;
- (e) a registration certificate issued by Pakistan software houses Association or Institute of Chartered Accountants of Pakistan;
- (f) an audited statement of accounts for the last three financial years;
- (g) a list of major clientele;
- (h) incorporation certificate under the Companies Act;
- (i) National Tax Number (NTN) Certificate;
- (j) paid up capital for the latest financial year is at least Rupees ten million or above;
- (k) registration with Sales Tax Department if required;
- (l) Computerized National Identity Cards of directors of the incorporated company;
- (m) undertaking that the company has never been blacklisted by any Government or Provincial department or organization and has not been involved in confirmed cases of fiscal fraud;
- (n) list of projects executed in the last three years; and
- (o) any other documents required through instructions orders issued by the Board.

33Q. Procedure for grant of licence. — (1) On receipt of application for grant of licence, the licensing committee shall scrutinize the documents provided and it shall evaluate the eligibility of the applicant within seven days of receipt of application.

(2) The licensing committee may also carry out visits, if necessary, for physical inspection to ascertain the eligibility of the applicant for licensing under these rules.

(3) The licensing committee shall recommend or reject an application within fifteen days of date of submission of the application, specifying reasons for recommendation or rejection of the application under these rules.

(4) The licensing committee shall make recommendations to the Board for grant of licenses in respect of the companies who meet the criteria under these rules.

(5) The licensing committee shall grant the license to the recommended applicant with the prior approval from the Board.

33R. Rights granted to the licensee. — (1) A licensee shall have the right to install, configure, integrate, operate and maintain the electronic invoicing software or point of sales software on real time basis in accordance with conditions of the licence issued to him.

(2) The license granted under these rules shall be subject to provisions of the Ordinance and shall be valid for five years from the date of issuance.

(3) The license granted under these rules shall be non transferable and shall not be allowed to be used by any sub-contractor.

33S. Renewal of license. — (1) The application for renewal of license shall be made to the Board three months before its expiry.

(2) The licensing committee shall evaluate the application and make recommendations to the Board for the renewal of licence.

(3) The licensee shall be required to comply with all the provisions of these rules for the renewal period.

33T. Technical support. — (1) The licensee shall be responsible for post deployment maintenance of the system, including,—

- (a) setting up and maintenance of all information technology equipment connected to the electronic invoicing hardware and software; and
- (b) is authorized to,—
 - (i) upgrade the system hardware and software;
 - (ii) fix all bugs;
 - (iii) immediately respond to troubleshoot any post deployment problems for uninterrupted working of the system; and
 - (iv) the licensee shall be responsible for safe and secure capture of real-time transmission of sales data from the electronic invoicing software or point of sales software to FBR database at all times.

33U. Supervision of the System: The Board shall notify a team responsible for overall supervision of the system and the steps to be taken to address problems encountered during operation of the systems.

33V. Procedure for cancellation or termination of license. —(1) The team notified by the Board as a result of supervision of the system or on receipt of a report from any of the Commissioner Inland Revenue, or on a valid complaint, shall initiate process for cancellation of the license by serving a notice upon the licensee immediately or within fifteen days of receipt of the report of the Commissioner Inland Revenue or a valid complaint, to show cause as to why the license issued under these rules, may not be cancelled or terminated if it has a reason to believe that the licensee has,—

- (a) failed to provide specified services to the satisfaction of the Board;
- (b) contravened any of the conditions of the license;
- (c) contravened any provision of these rules or the Ordinance; or

- (d) violated any applicable law while being a licensee under these rules:

Provided that if on the basis of material evidence, there exists prima facie sufficient grounds against the licensee, the licensing committee may suspend the license to safeguard public finances and to prevent any other serious damage.

(2) The licensing committee may, after giving the licensee adequate opportunity of being heard and after examination of the record, cancel or terminate the license issued under these rules.

(3) In case of cancellation of license under these rules, the affected person or company shall have the right to file representation against the order of the licensing committee before the Board.

(4) The Board shall decide the representation after giving proper opportunity of being heard and the decision of the Board shall be final.

33W. Fee and Charges. — (1) The licensee shall charge fee for configuration and integration of electronic invoicing software or point of sales software from the integrated enterprise not above the threshold as may be specified by the Board through an income tax general order.

- (2) No fee shall be payable by the Board and any of its field formations.

33X. Establishment of Inland Revenue Enforcement Network.— (1) The Board shall establish Inland Revenue enforcement network which shall be responsible for combating evasion and leakage of taxes payable on goods and services by way of enforcement units of the concerned field formations.

33Y. Functioning of Inland Revenue Enforcement Network.— To check and verify any of the eventualities, the enforcement squads of Inland Revenue shall patrol the premises of the integrated enterprises and verify whether all the electronic invoicing software or point of sales software are integrated and invoices or bills are being reported to FBR in real-time and shall report such invoices or bills generated from non-integrated electronic invoicing software or point of sales software to Commissioner Inland Revenue. Such Commissioner, after receipt of the report from the enforcement network, shall recover the tax in accordance with the provisions of the Ordinance.

Schedule
[see rule 33A]

1	2	3
S. No.	Description	Exclusion, if any
1.	Restaurants	Where— the facility of air conditioning is not installed.
2.	Hostels, motels, guest houses, marriage halls, Marquees, clubs including race clubs.	Where— the facility of air conditioning is not installed.
3.	Inter-city travel by road.	Where— (a) the taxpayer is only providing non air conditioned travel service; or

		(b) travel service maintaining a fleet of less than five vehicles.
4.	Courier services and cargo services.	
5.	Services provided for personal care by beauty parlours, clinics and slimming clinics, massage centres, pedicure centres.	Where the facility of air conditioning is not installed.
6.	All medical service providers including dentists, physiotherapists, plastic surgeons, hair implant surgeons, and veterinary doctors.	Where the fee charges are less than Rs. 500/-
7.	Pathological laboratories, medical diagnostic laboratories including X-Rays, CT Scan, M.R Imaging etc.	-
8.	Private hospitals or medical care centers providing medical consultation, hospitalization or other ancillary services.	-
9.	Health clubs, gyms physical fitness centres, swimming pools and multipurpose clubs such as Lahore gymkhana, Islamabad club, Chenab Club, Karachi gymkhana, Royal Palm Lahore, Polo club etc. operated by any civilian/ non-civilian administration.	-
10.	Photographers, videographers and event managers.	Where the fee charges are less than Rs. 50,000 per event.
11.	Accountants defined as – (a) a Chartered Accountant within the meaning of the Chartered Accountants Ordinance, 1961 (X of 1961); or (b) a Cost and Management Accountant within the meaning of the Cost and Management Accountants Act, 1966 (XIV of 1966)	-
12.	Retailers including manufacturer-cum-retailer, wholesaler-cum-retailer, importer-cum-retailer or such other person who combines the activity of retail sale with another business activity.	A retailer who does not fall in any of the following categories, namely:-- (a) operating as a unit of national or international chain of stores; (b) operating in an air-conditioned shopping mall, plaza or center, excluding kiosks; (c) whose cumulative electricity bill during the immediately preceding twelve consecutive months exceeds rupees twelve hundred thousand;

		(d) a wholesaler-cum-retailer, engaged in bulk consumer goods on wholesale basis to retailers as well as on retail basis to the general body of consumers; or (e) whose shop measures one thousand square feet in area or more.
13.	Foreign Exchange Dealers/ Exchange Companies.	-
14.	Private schools, colleges, universities, professional institute/vocational training centers.	Where the fee per child is less than Rs. 1,000 per month.”

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