

## Summary of Budgetary notifications issued on 30<sup>th</sup> Jun 2015

Serial#	SRO No.	SRO Date	Description
1	486(I)/2015	June 30,2015	<p>Concessionary rate of 2%, 3% and 5% were applicable to five export oriented sector, namely, textile leather, carpet, surgical and sports goods.</p> <ul style="list-style-type: none"> <li>• SRO modified to seek simplification.</li> <li>• Rate of sales tax on industrial input is increased to 3% from previous 2%.</li> <li>• Rate of value addition sales tax is reduced to 1% from previous 2%.</li> <li>• Reduced rate facility is withdrawn from Maize starch.</li> <li>• Exclusion provided to reduced rate supplier from payment of minimum sales tax under section 8-B</li> <li>• Persons having reduced rate supplies may claim refund on monthly bases.</li> </ul>
2	488(I)/2015	June 30,2015	<p>SRO 488(I)/2015 dt. 30.06.2015: Rescission of certain sales tax SROs which either have been transposed to the Schedules of the Sales Tax Act, 1990 or are redundant</p>
3	483(I)/2015	June 30,2015	<p>Amendment in S.R.O 383(I)/2015 dated the 30th April, 2015 related to prices of petroleum products</p>
4	485(I)/2015	June 30,2015	<p>SRO 485(I)/2015 dt. 30.6.2015: Amends the Sales Tax Special Procedure (Withholding) Rules, 2007: The summary of amendments is as under:</p> <ul style="list-style-type: none"> <li>• <b><u>Sales tax withholding is requires to be done at the time of purchase instead at the time of payment</u></b> Presently, the withholding agents are required to deposit sales tax to be withheld by them along with the return for the tax period (month), in which they make payment for the purchases to their suppliers. But on the other hand, they adjust input tax on such purchases immediately. It is provided that except for the government sector withholding agents, all other withholding agents should deposit the sales tax amount to be withheld along within the return for the tax period in which purchase is made.</li> <li>• The petroleum dealers of HSD and Petrol are excluded from purview of withholding.</li> <li>• <b><u>Sales Tax withholding is requires to be made on M.S. products, plastic products and paper in rolls or sheets.</u></b></li> </ul> <p style="text-align: center;">Exclusion from sales tax withholding on certain products</p>

			<p>like mild steel products, paper in rollers or sheets, plastic products including pipes is withdrawn. Now sales tax withholding agent is requires to withheld sales tax on purchases from these sectors.</p> <ul style="list-style-type: none"> <li>• However, persons in steel sector paying sales tax under special procedure shall continue to be excluded from provisions of withholding tax.</li> </ul>
5	484(I)/2015	June 30,2015	<p>SRO 484(I)/2015 dt. 30.6.2015:</p> <p>Amendments in Sales Tax (Special Procedures) Rules, 2007.</p> <p>The summary of amendments are as under:</p> <p>Chapter IX relating to special procedure for processing of refund claims filed by the cotton ginners is proposed to be omitted, as the same has become redundant since the ginned cotton is no more zero-rated, rather it is exempt under the present dispensation.</p> <p>With a view to rationalizing the present concessionary regime of sales tax rates on steel sector following measures are proposed:</p> <p><b><u>Sales Tax rate on electricity bills from steel melters and re-rollers enhanced from existing Rs. 7/- to Rs. 9/- per unit of electricity;</u></b></p> <p>Sales Tax rate for ship-breakers is enhanced from Rs. 6,700 per metric ton to Rs. 8,000/- per metric ton of ship plate.</p> <p>Other sales tax rates relating to melters and re-rollers using natural gas for their own generation or those paying sales tax on mill size basis, shall be enhanced proportionately.</p> <p>Adjustable sales tax on import @ Rs. 5,600 per MT for re-meltable scrap remains continued at the same rate. However, this concession is proposed to be limited to re-meltable scrap of PCT Headings 7204.3000, 7204.4100 and 7204.4990, which actually cover the re-meltable scrap.</p> <p>The sales tax on local scrap of these PCT headings is also proposed to be subjected to same rate of Rs. 5,600 per MT.</p> <p>The import of compressor scrap, now classified under a new PCT Heading 7204.4940, is subjected to an un-adjustable sales tax @</p>

			<p>5600 per MT.</p> <p>Wholesaler-cum-retailers falling under Chapter XIII are given waiver from provisions of section 73 of the Act and allowed to issue tax invoice in respect of specified goods subject to extra tax.</p>
6	494(I)/2015	June 30,2015	<p>SRO 494(I)/2015 dt. 30.06.2015: Amends the Sales Tax Rules, 2006.</p> <ul style="list-style-type: none"> <li>• <b>Provision of temporary sales tax registration to Manufacturers are introduced.</b></li> <li>• Temporary registration can be issued for 60 days enabling the person to made imports.</li> <li>• Rules for black listing, suspension, active/non active are revamped.</li> <li>• <b>Manufacturer of certain products are requires to file detail of production data in Annex "J" (please refer list provided in notification 494 which includes Yarn, processed fabric, tiles, paper and board, sugar, chemical).</b></li> <li>• Monitoring or tracking is introduced for restaurants, cafes, coffee shops, eateries, snack bars and hotels.</li> <li>• <b>Electronic monitoring and tracking is introduced for import and manufacturers of:-</b> <ol style="list-style-type: none"> <li>I. <b>Aerated waters</b></li> <li>II. <b>Cigarettes</b></li> <li>III. <b>Fertilizers</b></li> <li>IV. <b>Cements and</b></li> <li>V. <b>Sugar</b></li> </ol> <p>(Detail procedure is provided under chapter XIV A and B respectively)</p> </li> </ul>