

VERSION-20

(As amended vide SRO 110(I)/2019 dated 1st January, 2019

**GOVERNMENT OF PAKISTAN
MINISTRY OF FINANCE, ECONOMIC AFFAIRS, STATISTICS AND REVENUE
(REVENUE DIVISION)**

Islamabad, the 31 December, 2011

**NOTIFICATION
(SALES TAX)**

S.R.O. 1125(I)/2011.-In exercise of the powers conferred by ¹[sub-section (1), clause (b) of sub-section (2) and sub-section (6) of section 3 and clauses (c) and (d) of section 4 read with], clause (b) of sub-section (1) of section 8 and section 71 of the Sales Tax Act, 1990, and in supersession of its Notification No. S.R.O. 1058(I)/2011, dated the 23rd November, 2011, the Federal Government is pleased to ²[direct that ³[in respect of the goods specified in respective column (2) of Table-I and Table-II below, falling under the PCT heading numbers specified in column (3) of the respective Table, sales tax shall be charged, levied and paid at the rates specified in column (4) of Table-II, subject to the conditions stated in this notification], namely:

⁴[TABLE-I]

S. No.	Description of goods	PCT heading No.
(1)	(2)	(3)
⁵ [01.	Leathers and articles thereof, excluding finished articles of leather and artificial leather	Chapter 41 and heading 64.06
02.	Textile ⁶ [***] articles thereof, excluding (a) finished articles of textiles and textile made-ups; (b) mono-filament of more than 67 decitex; (c) sun shading; (d) fishing net of nylon or other material; (e) rope of polyethylene or nylon; and (f) tyre cord fabric ⁷ [; and ⁸ [***] ⁹ [***]	Chapters 50, 51, 52, 53, 54 (excluding 5407.2000), 55, 56 (excluding 56.08 and 56.09), 57 (excluding made ups), 58, 59 (excluding 59.05, 59.10) ¹⁰ [60, 6306.1210 and 6306.1910]
03.	Carpets, excluding those in finished condition	Chapter 57 (excluding made

- 1 Substituted for the expression "clause (c) of section 4 read with clause (b) of sub-section (2) and sub-section (6) of section 3" vide SRO 486(I)/2015 dated 30th June, 2015
2. Substituted vide SRO 682(I)/2013 dated 26th July, 2013
- 3 Substituted for the expression "sales tax shall be charged, levied and paid at the rate of two per cent of the value of the goods mentioned in column (2) of Table-I below, at the rate of five per cent of the value of the goods mentioned in column (2) of Table-II below, falling under PCT heading numbers specified in column (3) of the said respective tables, and at the rates of two, five or seventeen per cent, as the case may be, on the goods or class of goods mentioned in the conditions stated in this notification, to the extent and in the manner as specified in the aforesaid conditions" vide SRO 486(I)/2015 dated 30th June, 2015
4. Substituted vide SRO 682(I)/2013 dated 26th July, 2013
5. Substituted vide SRO 504(I)/2013 dated 12th June, 2013
- 6 Omitted vide SRO 584(I)/2017 dated 1st July, 2017
- 7 Inserted vide SRO 584(I)/2017 dated 1st July, 2017
- 8 Omitted vide SRO 46(I)/2018 dated 23rd January, 2018.
- 9 Omitted vide SRO 110(I)/2019 dated 31st January, 2019. At the time of omission entry (h) was as under:-
(h) imported raw and ginned cotton.
- 10 Substituted vide SRO 491(I)/2016 dated 30th June, 2016

		ups)]
¹¹ [***	***	***]
05.	Mucilages and thickness, whether or not modified, derived from ¹² [vegetable products excluding agar-agar]	1302.3210, 1302.3290, 1302.3900
¹³ [06.	Sports goods, excluding those in finished condition	Respective headings excluding finished goods]
¹⁴ [07.	Surgical goods, excluding those in finished condition	Respective headings excluding finished goods]
08.	Emery powder/grains	2513.2010
09.	Magnesium oxide	2519.9010
10.	Coning oil	2710.1991
11.	Spin finish Oil	2710.1998
12.	Antimony oxide	2825.8000
13.	Sodium bromate	2829.9000
14.	Sodium sulphide and sodium hydrogen sulphide	2830.1010, 2830.1090
15.	Sodium dithionite	2831.1010
16.	Sodium sulphite and sodium hydrosulphide	2832.1010, 2832.1090
17.	Phosphinates (hypophosphites) and phosphonates (phosphates)	2835.1000
18.	Sodium dichromate	2841.3000
19.	Hydrogen per oxide	2847.0000
20.	p-Xylene	2902.4300
21.	Trichloroethylene	2903.2200
22.	Ethylene Glycol (MEG)	2905.3100
23.	Di-ethylene glycol	2909.4100
24.	Ethyl glycol	2909.4490
25.	Tri-ethylene Glycol	2909.4990
26.	Glutar aldehyde	2912.1900
27.	Formic acid	2915.1100
28.	Sodium formate	2915.1210
29.	Acetic acid	2915.2100
30.	Sodium acetate	2915.2930
31.	Acrylic acid and its salts	2916.1100
32.	Esters of Methacrylic acid	2916.1400
33.	Oxalic acid	2917.1110
34.	Pure terephthalic acid (PTA)	2917.3610
35.	Glycolic acid and their esters	2918.1800
36.	Other phosphoric esters and their salts	2919.9090
37.	Dyes intermediates	2921.0000 2922.0000 2923.0000 2924.0000 2927.0000

11 Omitted vide SRO 486(I)/2015 dated 30th June, 2015

12 Substituted for 'locust beans locust bean seeds or guar seeds' vide SRO 584(I)/2017 dated 1st July, 2017

13. Substituted vide SRO 504(I)/2013 dated 12th June, 2013

14. Substituted vide SRO 504(I)/2013 dated 12th June, 2013

		2933.0000 2934.0000
38.	DMF (Dimethyl Formamide)	2924.1990
39.	Acrylonitrile	2926.1000
40.	Other organic derivatives of hydrazine or of hydroxylamine	2928.0090
41.	Tanning extracts of vegetable origin; tannins and their salts, ethers, esters and other derivatives	3201.1000 3201.2000 3201.9020 3201.9090
42.	Synthetic organic tanning substances, inorganic tanning substances, tanning perpetrations, whether or not containing natural tanning substances; enzymatic preparations for pre-tanning	3202.1000 3202.9010 3202.9090
43.	Disperse dyes and preparations based thereon.	3204.1100
44.	Acid dyes and preparations based thereon	3204.1200
45.	Basic dyes and preparations based thereon	3204.1300
46.	Direct dyes and preparations based thereon	3204.1400
47.	Indigo Blue	3204.1510
48.	Vat dyes and preparations based thereon	3204.1590
49.	Reactive dyes and preparations based thereon	3204.1600
¹⁵ [50.	Pigments and preparations based thereon: (a) Powdered (b) Liquid (c) Others	3204.1710 3204.1720 3204.1790.]
51.	Dyes, sulphur	3204.1910
52.	Dyes, synthetic	3204.1990
53.	Synthetic organic products of a kind used as fluorescent brightening agents.	3204.2000
54.	Other synthetic organic colouring matter	3204.9000
55.	Pigments and preparations based on titanium dioxide.	3206.1900
56.	Other colouring matter and other preparations ¹⁶ [excluding master batches]	3206.4900
57.	Granules, flakes, powder of glass (others)	3207.4090
58.	Prepared water pigments of a kind used for finishing Leather	3210.0020
59.	Cationic surface active agents	3402.1210 3402.1220 3402.1290
60.	Non-ionic surface active agents	3402.1300
61.	Surface active preparations and cleaning preparations excluding detergents	3402.9000
62.	Preparations for the treatment of textile material, leather, fur skins or other material	3403.1110 3403.1120 3403.1990 3403.9110 3403.9190
63.	Spin finish oil	3403.9131

15 Substituted vide SRO 794(I)/2005 dated 26th June, 2018. Before substitution it appeared as under:-

50.	Pigments and preparations based thereon	3204.1700
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16. Added vide SRO 504(I)/2013 dated 12th June, 2013

64.	Artificial waxes and prepared waxes	3404.9010
65.	Other artificial waxes	3404.9090
66.	Electro polishing chemicals	¹⁷ [3824.9960]
67.	Other glues (printing gum)	3505.2090
¹⁸ [***]
69.	Hot melt adhesive	3506.9110 3506.9190
70.	Enzymes	3507.9000
71.	Photographic film, with silver halide emulsion (for textile use)	3702.4300 3702.4400
72.	Sensitizing emulsions (for textile use)	3707.1000
73.	Fungicides for leather industry	3808.9220
74.	Preparation of a kind used in textile or like industry	3809.9110 3809.9190
75.	Preparation of a kind used in leather or like industries	3809.9300
76.	Compound plasticizers for rubber or plastics	3812.2000
77.	Antimony triacetate	3815.1910
78.	Palladium catalyst	3815.9000
79.	Electrolyte salt	¹⁹ [3824.9960]
80.	Polymers of vinyl acetate (in aqueous dispersion)	3905.1200
81.	Vinyl acetate copolymers: in aqueous dispersion	3905.2100
82.	Polymers of vinyl alcohol	3905.3000
83.	Other vinyl polymers	3905.9990
84.	Other acrylic polymers	3906.9030
85.	Acrylic polymers in primary forms	3906.9090
86.	Polyethylene terephthalate-Yarn grade, and its waste	²⁰ [3907.6110]
87.	Nylon Chips (PA6)	3908.1000
88.	Polyurethanes	3909.5000
89.	Silicones in primary form	3910.0000
90.	Cellulose nitrates nonplasticised	3912.2010
91.	Other cellulose nitrates	3912.2090
92.	Carboxymethyl cellulose and its salts	3912.3100
93.	Alginic acids, its salts and esters	3913.1000
94.	Nylon tubes	3917.3910
95.	Artificial leather	3921.1300
96.	Synthetic leather grip	3926.9099
97.	Natural rubber latex	4001.1000
98.	Technical specialized natural rubber	4001.2200
99.	Rubber latex	4002.1100
100.	Synthetic rubber SBR 1502 latex	4002.1900
101.	Butadiene rubber	4002.2000
102.	Thermo-plastic rubber (T.P.R.)	4002.9900
103.	Vulcanized rubber thread and cord	4007.0010 4007.0090

17 Substituted for '3824.9060' vide SRO 584(I)/2017 dated 1st July, 2017

18 Omitted vide SRO 504(I)/2013 dated 12th June, 2013

19 Substituted for '3824.9060' vide SRO 584(I)/2017 dated 1st July, 2017

20 Substituted for '3824.6110' vide SRO 868(I)/2017 dated 31st August, 2017. Earlier, for '3907.6010', '3824.6110' was substituted vide SRO 584(I)/2017 dated 1st July, 2017

104.	Leather shearing-finish leather with wool	4302.1910
105.	Articles of apparel and clothing accessories of fur skin	4303.9000
106.	Artificial fur and articles thereof	4304.0000
107.	English willow cleft (wood)	4404.1000
108.	Cork Granules	4501.9000
109.	Cork sheet	4504.1010
110.	Satin Finishing Wheels	6804.2100
111.	Carbon Fiber	6815.1000
112.	Glass fiber sleeves	7019.9010
113.	Forging of surgical and dental instruments	7326.1920
114.	Nickel rotary printing screens	7508.9010
115.	Hooks for footwear	8308.1010
116.	Eyes and eyelets for footwear	8308.1020
117.	Tubular or bifurcated rivets	8308.2000
118.	Strings	8308.9090
119.	Bladders and covers of inflatable balls	9506.9919
120.	Press-fasteners, snap fasteners and press studs	9606.1000
121.	Buttons of plastics not covered with textile material	9606.2100
122.	Buttons of base metal not covered with textile materials	9606.2200
123.	Studs	9606.2910
124.	Buttons	9606.2920
125.	Slide fasteners	9607.1100 9607.1900
126.	Wood-pulp (dissolving grade)	4702.0000 if imported by manufacturers of viscose staple fibre for use in the manufacturing of viscose staple fibre.
127.	Cotton linter	1404.2000
128.	Sequins	3926.9099

²¹[TABLE-II

S. No.	Description of goods and point of taxation	PCT Heading No.	Rate of Sales tax
(1)	(2)	(3)	(4)
1.	<u>Goods usable as industrial inputs, specified in Table I, including fabric</u>	As specified in column (3) of Table-I	
	(i) Import for in-house consumption by registered manufacturers of the five sectors mentioned in condition (i) below		0%
	(ii) Commercial Imports ²² [excluding finished fabric]		0%, plus 0% value addition tax
	(iii) Supplies to registered or unregistered persons of		0%

21. Substituted vide SRO 491(I)/2016 dated 30th June, 2016

22. Inserted vide SRO 584(I)/2017 dated 1st July, 2017

	the said five sectors, excluding supplies of finished fabric		
	(iv) Supplies to persons outside the said five sectors		17%
	(v) Import by, or supply to, registered manufacturers, whether or not of the said five sectors, for the manufacture of the goods specified in Table-I or Table-II		0%
	(vi) Supplies of finished fabric to manufacturers of five sectors specified in condition (i) below		0%
	(vii) Supplies of finished fabric to and by retailers; supplies of finished fabric to end consumers; other supplies of finished fabric		²³ ²⁴ [9]]%
	²⁵ [(viii) Commercial import of finished fabric	50.07, 51.11, 51.12, 5113.0000, 52.08, 52.09, 52.10, 52.11, 52.12, 54.07, 54.08, 55.12, 55.13, 55.14, 55.15, 55.16, 58.01, 58.02, 58.04, 5805.4000, 58.06, 5809.0000, 58.10, 5811.0000 and Chapter 60	²⁶ [9%] plus 2% value addition tax]
2.	<u>Processed goods, including fabrics</u> Processing of goods owned by other persons, by registered manufacturers of the five sectors mentioned in condition (i) below	Respective headings	0% of the processing charges
3.	<u>Locally manufactured finished articles of</u> <u>(a) textiles and textile made-ups</u> ²⁷ <u>[including carpets].</u> <u>(b) leather and artificial leather</u> Supply to any person, including retail sales	Respective headings	²⁸ ²⁹ [9%]]
³⁰ [4.	(i) Imported finished goods of textile and leather	Respective	³² [9%] plus 2%

²³ Substituted for '5' vide SRO 584(I)/2017 dated 1st July, 2017

²⁴ Substituted for '6' vide SRO 777(I)/d1ted 21st June, 2018

²⁵ Substituted vide SRO 868(I)/2017 dated 31st August, 2017. At the time of substitution, Serial (VIII) and entries relating thereto were as under:-

	¹ (viii) Commercial import of fabric	Respective headings	6% plus 2% value addition tax
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i. Serial (VIII) was inserted vide SRO 584(I)/2017 dated 1st July, 2017

²⁶ Substituted for '6' vide SRO 777(I)/d1ted 21st June, 2018

²⁷ Inserted vide SRO 584(I)/2017 dated 1st July, 2017

²⁸ Substituted for '5' vide SRO 584(I)/2017 dated 1st July, 2017

²⁹ Substituted for '6' vide SRO 777(I)/d1ted 21st June, 2018

³⁰ Substituted vide SRO 1070(I)/2017 dated 23rd October, 2017. At the time of substitution S No. 4 appeared as under:-

	sectors ³¹ [, including artificial leather] ready to use by the general public	headings	value addition tax
	(ii) Supply thereof ³³ [Provided that benefit of reduced rate of nine per cent on import of finished goods of leather and artificial leather, ready to use by the general public, under this serial number shall be available to the following finished goods, namely:- Description of Goods with PCT heading (a) Trunks, suit-cases, briefcases, school satchels, travelling-bags, handbags, shopping-bags, wallets, purses, sports bags [PCT 42.02] (b) Suit cases of composition leather [PCT 4202.1120] (c) School bags, trolley bags, lap top bags etc. of composition leather [PCT 4202.1190] (d) Hand bags, with outer surface of composition leather [PCT 4202.2100] (e) Hand bags, with outer surface of sheeting of plastics or textile material [PCT 4202.2200] (f) Ladies bags [PCT 4202.9100] (g) Jackets, belts other apparel and clothing accessories of composition leather [PCT 42.03] (h) Footwear with outer soles of rubber, leather or composition leather and uppers of leather [PCT 64.03] (i) Footwear with outer soles of rubber, leather or composition leather and uppers of textile material [PCT 64.04] (j) Other footwear with upper of leather, composition leather, canvas or textile material [PCT 64.05]]	Respective headings	³⁴ [9%]]
³⁵ [³⁶ [4A]	(i) Imported finished goods of carpets, sports and surgical sectors	Respective heading	17% plus 2% value addition tax
	(ii) Supply thereof	Respective heading	17%]

4	<u>Imported finished goods of five sectors mentioned in condition (i) below, ready for use by the general public</u>	Respective headings	
	(i) Import		17%, plus 2% value addition tax
	(ii) Supply thereof		17%

³² Substituted for '6' vide SRO 777(I)/d1ted 21st June, 2018

³¹ Inserted vide SRO 777(I)/d1ted 21st June, 2018

³³ Added vide SRO 777(I)/d1ted 21st June, 2018

³⁴ Substituted for '6' vide SRO 777(I)/d1ted 21st June, 2018

³⁵ New S No. 5 and entries relating thereto were inserted vide SRO 1070(I)/2017 dated 23rd October, 2017. Whereas, S No. 5 was first inserted vide SRO 36(I)/2017 dated 23rd January, 2017 effective from the 16th day of January, 2017 till the 30th day of June, 2018. At the time of its expiry it appeared as under:-

5	Machinery, not manufactured locally, if imported by textile industrial units registered with Ministry of Textile Industry, as specified in Part IV of the Fifth Schedule to the Customs Act, 1969, subject to same conditions as specified therein.	Respective headings	0%
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³⁶ S No. 5 was re-numbered as S. No. 4A vide SRO 777(I)/d1ted 21st June, 2018

³⁷ [6]	Machinery, not manufactured locally if imported by textile industrial units registered with the Division to which business of the textile industry stands allocated and as specified in Part IV of the Fifth Schedule to the Customs Act, 1969 (1V of 1969) subject to same conditions as specified therein.	Respective PCT headings	0%]
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³⁸[CONDITIONS

(i) The benefit of this notification shall be available only to persons doing business in textiles (including jute), carpets, leather, sports and surgical goods sectors, who are registered as manufacturer, importer, exporter or wholesaler under the Sales Tax Act, 1990, and appear on the Active Taxpayers List (ATL) on the website of Federal Board of Revenue;

(ii) this notification shall apply from-

³⁹[(a) in case of textile sector, for imports, raw and ginned cotton stages and onwards and for local supplies spinning stage onwards;]

(b) production of PTA or MEG, in case of synthetic sector;

(c) regular manufacturing, in case of carpets and jute products;

(d) tannery onwards, in case of leather sector: and

(e) organized manufacturing, in case of surgical and sports goods;

⁴⁰[***]

⁴¹[(x) a registered person who has consumed inputs acquired on payment of sales tax, shall be entitled to input tax adjustment, subject to the relevant provisions of the Sales Tax Act, 1990 and rules made thereunder:

⁴²[***]

Provided further that the post-refund audit and scrutiny shall be conducted and finalized in the manner as provided in the Sales Tax Rules, 2006.”;]

(XI) registered manufacturer shall be entitled to adjustment of input tax paid on machinery, parts, spares and lubricants acquired by them for their own use, subject to the relevant provisions of the Sales Tax Act, 1990 and Rules made thereunder; ⁴³[***]

(xii) supply of electricity and gas to the registered manufacturers or exporters of the five sectors

³⁷ Serial number 6 (which seems to be wrongly numbered instead of 5) added vide SRO 996(I)/2018 dated 11th August, 2018

³⁸ Substituted vide SRO 154(I)/2012 dated 28th February, 2013 effective from 1st March, 2013

³⁹ Sub clause (a) was substituted vide SRO 110(I)/2019 dated 31st January 2019. At the time of substitution sub clause (a) was as under:-

[i [ii [iii [(a) spinning stage onwards, in case of textile sector;]

i Substituted for “(a) in case of textile sector, for imports, raw cotton stage and onwards, and for local supplies spinning stage onwards;” vide SRO 36(I)/2017 dated 23rd January, 2017 effective from the 16th day of January, 2017 till the 30th day of June, 2018 (both days inclusive)

ii Substituted for “(a) spinning stage onwards, in case of textile sector;” vide SRO 46(I)/2018 dated 23rd January, 2018 effective from the 8th day of January, 2018.

iii Substituted vide SRO 881(I)/2018, dated 13th July, 2018. At the time of substitution sub-clause was as under:-
“(a) in case of textile sector, for imports, raw and ginned cotton stages and onwards, and for local supplies spinning stage onwards”

⁴⁰ Condition (iii) to (ixa) Omitted vide SRO 486(I)/2015, dated 30th June, 2015

⁴¹ Substituted vide SRO 491(I)/2016 dated 30th June, 2016

⁴² Proviso was omitted vide SRO 777(I)/d1ted 21st June, 2018. At the time of omission the proviso was as follows:-
“Provided that no input tax credit or refund shall be admissible on the packing material of all sorts:”

⁴³ The word “and” was omitted vide SRO 491(I)/2016 dated 30th June, 2016

mentioned in condition (i) shall be charged sales tax, at the rate of zero per cent in the manner specified by the Board⁴⁴[; ⁴⁵[***]]

⁴⁶[(xiii) supply of furnace oil, diesel oil and coal to the registered manufacturers of the five sectors specified in condition (i), shall be charged at the rate of zero percent subject to the issuance of a general order by the Board] ⁴⁷[; and]

⁴⁸[(xiv) in case the goods ⁴⁹[, including finished fabric] covered under this Notification are supplied to a person who has not obtained registration number, further tax prescribed under sub-section (1A) of section 3 of the Act shall be charged at the rate of one percent of the value whereas further tax at the rate specified in the said sub-section (1 A) of section 3 shall be charged on supplies of finished articles.]

⁵⁰[(xv) the rate of sales tax for supplies covered in Table II under sub-serial (vii) of S. No. 1 and covered under S. No. 3 shall be 6% where the registered persons are integrated with FBR's online system and data is transmitted to the FBR central database in near real time from such date, mode and manner as may be prescribed by the Board.]

2. This notification shall take effect on and from the 1st day of January, 2012.

[C. No. 1 (140) C (RGST)/2011 (Pt-VI)]

(Shahid Hussain Asad)
Additional Secretary

44. Full stop was substituted vide SRO 491(I)/2016 dated 30th June, 2016
45. The word 'and' was omitted vide SRO 584(I)/2017 dated 1st July, 2017
46. Added vide SRO 491(I)/2016 dated 30th June, 2016
47. Substituted for the full stop vide SRO 584(I)/2017 dated 1st July, 2017
48. Inserted vide SRO 584(I)/2017 dated 1st July, 2017
49. Inserted vide SRO 777(I)/d1ted 21st June, 2018.
50. Added vide SRO 777(I)/d1ted 21st June, 2018.