

SALES TAX ACT, 1990

| | | | |
|-----------|------------------|-------------------------|-----------------|
| Reference | Important Points | Amended Bill 2014-15 | Applicable from |
| | | | |

| | TRANSPOSITION AND RESESSION OF FOLLOWING SRO's | | 01-07-2014 | | | | | | | | | | | | | | | | |
|---|---|------|------------|---|---|---|-------------------------------------|---|--|---|--|----|---|----|--|----|---|--|--|
| SRO 575(1)/2006 dated 5 th June 2006 | <p>Custom SRO 575(1)/2006 dated 5th June 2006 exempted plant, machinery, equipment and apparatus, including capital goods after certain changes charged sales tax @ 5% on following sectors.</p> <table border="1"> <thead> <tr> <th>S.No</th> <th>Sector</th> </tr> </thead> <tbody> <tr> <td>2</td> <td>Machinery and equipment for development of grain handling and storage facilities.</td> </tr> <tr> <td>3</td> <td>Cool chain machinery and equipment.</td> </tr> <tr> <td>4</td> <td>Items imported by Call Centers, Business Processing Outsourcing facilities duly approved by Telecommunication Authority.</td> </tr> <tr> <td>9</td> <td> <p>1. Machinery, equipment, materials, capital goods, specialized vehicles (4x4 non luxury) i.e single or double cabin pickups, accessories, spares, chemicals and consumables meant for mineral exploration phase.</p> <p>2. Construction machinery, equipment and specialized vehicles, excluding passenger vehicles, imported on temporary basis as required for the exploration phase.</p> </td> </tr> <tr> <td>15</td> <td>Complete plants for relocated industries.</td> </tr> <tr> <td>20</td> <td>Machinery, equipment and other capital goods meant for initial installation, balancing, modernization, replacement or expansion of oil refining (mineral oil, hydro- cracking and other value added petroleum products), petrochemical and petrochemical downstream products including fibers and heavy chemical industry, cryogenic facility for ethylene storage and handling.</td> </tr> <tr> <td>30</td> <td>Proprietary Formwork System for building/structures of a height of 100 ft and above and its various items/ components consisting of the following, namely:-</td> </tr> </tbody> </table> <p>No change in the concessions for the socially sensitive items.</p> | S.No | Sector | 2 | Machinery and equipment for development of grain handling and storage facilities. | 3 | Cool chain machinery and equipment. | 4 | Items imported by Call Centers, Business Processing Outsourcing facilities duly approved by Telecommunication Authority. | 9 | <p>1. Machinery, equipment, materials, capital goods, specialized vehicles (4x4 non luxury) i.e single or double cabin pickups, accessories, spares, chemicals and consumables meant for mineral exploration phase.</p> <p>2. Construction machinery, equipment and specialized vehicles, excluding passenger vehicles, imported on temporary basis as required for the exploration phase.</p> | 15 | Complete plants for relocated industries. | 20 | Machinery, equipment and other capital goods meant for initial installation, balancing, modernization, replacement or expansion of oil refining (mineral oil, hydro- cracking and other value added petroleum products), petrochemical and petrochemical downstream products including fibers and heavy chemical industry, cryogenic facility for ethylene storage and handling. | 30 | Proprietary Formwork System for building/structures of a height of 100 ft and above and its various items/ components consisting of the following, namely:- | | |
| S.No | Sector | | | | | | | | | | | | | | | | | | |
| 2 | Machinery and equipment for development of grain handling and storage facilities. | | | | | | | | | | | | | | | | | | |
| 3 | Cool chain machinery and equipment. | | | | | | | | | | | | | | | | | | |
| 4 | Items imported by Call Centers, Business Processing Outsourcing facilities duly approved by Telecommunication Authority. | | | | | | | | | | | | | | | | | | |
| 9 | <p>1. Machinery, equipment, materials, capital goods, specialized vehicles (4x4 non luxury) i.e single or double cabin pickups, accessories, spares, chemicals and consumables meant for mineral exploration phase.</p> <p>2. Construction machinery, equipment and specialized vehicles, excluding passenger vehicles, imported on temporary basis as required for the exploration phase.</p> | | | | | | | | | | | | | | | | | | |
| 15 | Complete plants for relocated industries. | | | | | | | | | | | | | | | | | | |
| 20 | Machinery, equipment and other capital goods meant for initial installation, balancing, modernization, replacement or expansion of oil refining (mineral oil, hydro- cracking and other value added petroleum products), petrochemical and petrochemical downstream products including fibers and heavy chemical industry, cryogenic facility for ethylene storage and handling. | | | | | | | | | | | | | | | | | | |
| 30 | Proprietary Formwork System for building/structures of a height of 100 ft and above and its various items/ components consisting of the following, namely:- | | | | | | | | | | | | | | | | | | |

| | <p>Following items concession withdrawn and apply tax at standard rate.</p> <table border="1"> <thead> <tr> <th>S.No</th> <th>Sector</th> </tr> </thead> <tbody> <tr> <td>8</td> <td>i. Machinery, equipment and other items required for setting up, up-gradation and expansion of hotels (3 stars and above), tourism; sporting and other recreation services related projects as approved by the Ministry of Tourism. ii. Machinery and equipment for hotels (below 3 stars).</td> </tr> <tr> <td>16</td> <td>Machinery, equipment and other capital goods for Service Sectors</td> </tr> <tr> <td>17</td> <td>Machinery, equipment and capital goods imported for establishing wholesale/retail chain stores:-</td> </tr> <tr> <td>24</td> <td>Air Handling Units</td> </tr> <tr> <td>25</td> <td>Items imported by the manufacturing sector</td> </tr> <tr> <td>32</td> <td>Heat ventilation air conditioner</td> </tr> <tr> <td>33</td> <td>machinery and equipment relating to broadcasting</td> </tr> <tr> <td>37</td> <td>machinery and equipment imported by surgical industry</td> </tr> <tr> <td>38</td> <td>machinery and equipment imported by cutlery industry</td> </tr> <tr> <td></td> <td></td> </tr> </tbody> </table> | S.No | Sector | 8 | i. Machinery, equipment and other items required for setting up, up-gradation and expansion of hotels (3 stars and above), tourism; sporting and other recreation services related projects as approved by the Ministry of Tourism. ii. Machinery and equipment for hotels (below 3 stars). | 16 | Machinery, equipment and other capital goods for Service Sectors | 17 | Machinery, equipment and capital goods imported for establishing wholesale/retail chain stores:- | 24 | Air Handling Units | 25 | Items imported by the manufacturing sector | 32 | Heat ventilation air conditioner | 33 | machinery and equipment relating to broadcasting | 37 | machinery and equipment imported by surgical industry | 38 | machinery and equipment imported by cutlery industry | | | | |
|--|--|------|--------|---|--|----|--|----|--|----|--------------------|----|--|----|----------------------------------|----|--|----|---|----|--|--|--|--|--|
| S.No | Sector | | | | | | | | | | | | | | | | | | | | | | | | |
| 8 | i. Machinery, equipment and other items required for setting up, up-gradation and expansion of hotels (3 stars and above), tourism; sporting and other recreation services related projects as approved by the Ministry of Tourism. ii. Machinery and equipment for hotels (below 3 stars). | | | | | | | | | | | | | | | | | | | | | | | | |
| 16 | Machinery, equipment and other capital goods for Service Sectors | | | | | | | | | | | | | | | | | | | | | | | | |
| 17 | Machinery, equipment and capital goods imported for establishing wholesale/retail chain stores:- | | | | | | | | | | | | | | | | | | | | | | | | |
| 24 | Air Handling Units | | | | | | | | | | | | | | | | | | | | | | | | |
| 25 | Items imported by the manufacturing sector | | | | | | | | | | | | | | | | | | | | | | | | |
| 32 | Heat ventilation air conditioner | | | | | | | | | | | | | | | | | | | | | | | | |
| 33 | machinery and equipment relating to broadcasting | | | | | | | | | | | | | | | | | | | | | | | | |
| 37 | machinery and equipment imported by surgical industry | | | | | | | | | | | | | | | | | | | | | | | | |
| 38 | machinery and equipment imported by cutlery industry | | | | | | | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | | | | | | | | |
| SRO 727(1)/2011 dated 1 st Aug 2011 | Plant and machinery not manufactured locally and having no compatible local substitutes exempted under SRO 727(1)/2011 now taxable at reduce rate of 5%. SRO 727(1)/2011 rescinded and incorporated under Eight Schedule. | | | | | | | | | | | | | | | | | | | | | | | | |
| SRO 549(1)/2008 dated 11 th June 2008 | Table under SRO 549(1)/2008 charged to tax at the rate of zero per cent transfer to fifth Schedule | | | | | | | | | | | | | | | | | | | | | | | | |

| <p>SRO 551(1)/2008 dated 11th June 2008</p> | <p>Exempted from Sales tax with effect from 1st July 2008 subject to the conditions and restriction and various amendments by followings SRO's are now transfer to schedules and make part of the Sales Tax Act, 1990 and S. No. 31 Remeltable Scrape (PCT heading 72,04) deleted.</p> <p>S. No 10 Oilseeds meant for sowing and S. No 33 Raw and ginned cotton charged to tax @ 5% transfer to schedule eight, local supply of Raw and ginned cotton remains exempt and transferring to the sixth schedule.</p> <table border="1" data-bbox="289 573 1128 835"> <tr> <td>SRO 646(1)/2008</td> <td>SRO 774(1)/2008</td> <td>SRO 861(1)/2008</td> </tr> <tr> <td>SRO 897(1)/2008</td> <td>SRO 473(1)/2009</td> <td>SRO 720(1)/2009</td> </tr> <tr> <td>SRO 895(1)/2009</td> <td>SRO 278(1)/2011</td> <td>SRO 481(1)/2011 clause b and c.</td> </tr> <tr> <td>SRO (1)/2011 Addition of S. No 25</td> <td>SRO 805(1)/2011</td> <td>SRO 595(1)/2012</td> </tr> </table> | SRO 646(1)/2008 | SRO 774(1)/2008 | SRO 861(1)/2008 | SRO 897(1)/2008 | SRO 473(1)/2009 | SRO 720(1)/2009 | SRO 895(1)/2009 | SRO 278(1)/2011 | SRO 481(1)/2011 clause b and c. | SRO (1)/2011 Addition of S. No 25 | SRO 805(1)/2011 | SRO 595(1)/2012 | | |
|--|---|---------------------------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|--|---------------------------------|-----------------------------------|-----------------------|-----------------|--|--|
| SRO 646(1)/2008 | SRO 774(1)/2008 | SRO 861(1)/2008 | | | | | | | | | | | | | |
| SRO 897(1)/2008 | SRO 473(1)/2009 | SRO 720(1)/2009 | | | | | | | | | | | | | |
| SRO 895(1)/2009 | SRO 278(1)/2011 | SRO 481(1)/2011 clause b and c. | | | | | | | | | | | | | |
| SRO (1)/2011 Addition of S. No 25 | SRO 805(1)/2011 | SRO 595(1)/2012 | | | | | | | | | | | | | |
| <p>SRO 501(1)/2013 dated 12th June 2013</p> | <p>Exempted goods earlier zero rated under SRO 549(1)/2008 dated 11th June 2008, after some changes, charged sales tax on reduced rate 5% and transfer to schedule eight of the Act.</p> <table border="1" data-bbox="289 1052 1128 1283"> <thead> <tr> <th>S.No</th> <th>Description</th> <th>PCT heading</th> </tr> </thead> <tbody> <tr> <td>15</td> <td>Soyabean meal</td> <td>2304.0000</td> </tr> <tr> <td>16</td> <td>Oil cake and other solid residues, whether or not ground or in the form of pellets</td> <td>2306.1000</td> </tr> <tr> <td>21</td> <td>Directly reduced iron</td> <td>72.03</td> </tr> </tbody> </table> <p>S.No 25 Purpose built taxis, whether in CBU or CKD condition (PCT Headings 8703.3226 and 8703.3227) which are built on girder chassis and having following features, namely:-</p> <p>(a) Attack resistance central division along with payment tray; (b) Wheelchair compartment with folding ramp; and (c) Taximeter and two-way radio system.</p> <p>Remaining items shifted to Sixth Schedule.</p> | S.No | Description | PCT heading | 15 | Soyabean meal | 2304.0000 | 16 | Oil cake and other solid residues, whether or not ground or in the form of pellets | 2306.1000 | 21 | Directly reduced iron | 72.03 | | |
| S.No | Description | PCT heading | | | | | | | | | | | | | |
| 15 | Soyabean meal | 2304.0000 | | | | | | | | | | | | | |
| 16 | Oil cake and other solid residues, whether or not ground or in the form of pellets | 2306.1000 | | | | | | | | | | | | | |
| 21 | Directly reduced iron | 72.03 | | | | | | | | | | | | | |
| <p>SRO 69(1)/2013 dated 28th Jan 2006</p> | <p>Reduced rate of sales tax 14% on rapeseed, sunflower seed and canola seed. Now after rescind the said SRO sales tax charging standard rate 17% on these seeds.</p> | | | | | | | | | | | | | | |
| <p>SRO 670(1)/2013</p> | <p>Items under the Table of the SRO and raw material, packing materials, sub-components, components, sub-assemblies and</p> | | | | | | | | | | | | | | |

| | | | |
|---|---|--|---------------------------|
| dated 18 th July 2013 | assemblies imported or purchased for the manufactured of said goods shall be charged to sales tax at the rate of zero percent facility retained subject to the condition specified in Chapter XIV of the Sales Tax Special Procedure Rules, 2007 and transfer to fifth schedule of The Sales Tax Act, 1990. | | |
| SRO 1125(1)/2011 dated 13 th Dec 2011 | Amended by SRO 420(1)/2014 dated 4 th June 2014. Import of finished goods (Table II) ready for use by the general public shall be charged to tax at the rate of 17% instead of 5% and value addition tax at the rate of 2%. | | 4 th June 2014 |