

The Sales Tax Special Procedure (Withholding) Rules, 2007
Applicability for registered & unregistered persons

TABLE

S.No	Rules	Purchase from	Withholding agent	Withholding sales tax Rate	SRO Reference
1	Rule 2 (2)	Registered person	(a) Federal & Provincial Govt., departments. (b) autonomous bodies; (c) Public sector organization ; and Person registered as exporters. (d) companies as defined in the Income Tax Ordinance, 2001(XLIX of 2001), which is registered for sales tax, federal excise duty or income tax;" and	one fifth of the total sales tax shown in the sales tax invoice issued by a registered person and make payment of the balance amount to him $17 \times 1 / 5 = 3.4$	Rules SRO 98(1)/2013 14 th Feb 2013 SOR 98(1)/2013 14 th Feb 2013
2	Rule 2 (2A)	Registered person	a wholesaler, dealer (including petroleum dealers) or distributor	one-tenth of the total sales tax shown on the sales tax invoice $17 \times 1/10 = 1.70$	SRO 897(1)/2013 dated 4 th Oct 2013
3	Rule 3(i)	unregistered persons	Having FTN and falling a. Federal and provisional government departments. b. Automobiles bodies; c. Public sector organization and (i) Persons registered as exporters.	17% on the basis of gross value of taxable supply. $100 \times 17 / 117 = 14.52$	SRO 897(1)/2013 dated 4 th Oct 2013
4	Rule 3(ii)	Unregistered persons	(d) companies as defined in the Income Tax Ordinance, 2001 (XLIX of 2001), which is registered for sales tax, federal excise duty or income tax;" and (e) recipients of service of advertisement, who are registered for sales tax.	1% on the basis of gross value of taxable supply. $100 \times 1 / 117 = 0.85$ Tax credit not allowed.	SRO 897(1)/2013 dated 4 th Oct 2013