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Publishers of books and updating services on: income tax, sales tax, customs, company law

S. A. SALAM's
Sales Tax Ready Reference

87th Update – June 13, 2009

Budget Update

Please find enclosed **51** updated pages so as to complete and update your copy of Sales Tax Ready Reference. Kindly insert as follows:-

Existing Pages to be removed	Updated Pages to be inserted	Existing Pages to be removed	Updated Pages to be inserted
Pt-III - Notifications		Pt-VI - General Orders	
4A, 4B	4A, 4B	v	v
19 to 20B	19 to 20B	97	97 to 101
20K to 20N	20K to 20O		
58B(ix)	58B(ix)		
Pt-IV - Exemptions		Pt-IX - Budget Instructions	
7, 8	7, 8	1	1, 2
19, 20	19, 20	-	135 to 148
41, 42	41, 42		
Pt-V - Rules			
7 to 10A	7 to 10A		
42G	42G, 42H		
43, 44	43, 44		
49 to 52	49 to 52		

Yours sincerely

Muhammad Ali
Manager

Note from the Author

It gives me great pleasure to complete the 87th update of Sales Tax Ready Reference. This update covers:-

-Budget Day SROs: 429, 471, 472, 473, 476, 477 and 479(I)/2009 all dated June 13, 2009;

-General Orders 19 to 25 of 2009;

-Finance Bill 2009;

-Budget Speech;

-Notes on Clauses of Finance Bill; and

-Salient Features of the Budget.

These are briefly explained as under:-

Part III – Notifications

1. On page 18, SRO 509(I)/2007 has been amended by **SRO 471(I)/2009** dated June 13, 2009 to make some modifications in the provisions for **zero-rating** for some **textile** and **leather** products w.e.f. June 14, 2009.
2. On page 20K onwards, SRO 549(I)/2008 has been amended by **SRO 472(I)/2009** dated June 13, 2009 to modify **zero-rating** for certain **plant and machinery and auto parts** w.e.f. June 14, 2009.
3. On page 58B(ix), **SRO 479(I)/2009** dated June 13, 2009 has been reproduced. This **exempts penalty for late filing of certain returns.**

Part IV – Exemptions

4. On page 8, SRO 542(I)/2008 has been amended by **SRO 476(I)/2009** dated 13th June 2009 to reduce the effective sales tax on **mobile phones** from Rs. 500 to Rs. 250 w.e.f. July 1, 2009.
5. On page 20, SRO 1007(I)/2005 has been amended by **SRO 477(I)/2009** dated June 13, 2009 to modify and re-describe exemption for an item of **animal feed** as 'Lysine Monohydro Chloride/Sulphate' w.e.f. 14th June 2009.
6. On page 41, SRO 551(I)/2008 has been amended by **SRO 473(I)/2009** dated June 13, 2009 to extend exemption to **cinematographic film** exposed and developed, w.e.f. June 14, 2009.

Part V – Rules

7. On pages 43 onwards, amendments have been made in rules 5 and 8 and the following forms have been substituted:
STR-1 Taxpayer Registration Form
STR-3 Taxpayer De-Registration Form
STR-5 Taxpayer Registration Certificate.

Part VI – General Orders

8. On pages 98 onwards, **General Order No. 19 to 25** all dated 03rd June 2009 have been reproduced. These are re: **Supply of Electricity and Gas.**

I look forward to your suggestions, comments etc.

Sheikh Asif Salam
Chartered Accountant

