

**GOVERNMENT OF SINDH
SINDH REVENUE BOARD**12th Floor Shaheen Complex,
M.R Kiyani Road, KarachiDated 26th November, 2018**ORDER FOR REVOCATION OF SUSPENSION**

Name & NTN of Person Suspended:	M/s. Fariya networks (Pvt) Limited, SNTN-S2888857
Address:	3 rd Floor, Shaes Centre, SB-25, Block-13, Gulshan-e-Iqbal, Karachi.
Date of Institution:	13-11-2018
Reason for Suspension	Non-compliance of the provisions of section 15 of the Sindh Sales Tax on Services Act, 2011 and the rules made thereunder
Tax Periods:	April 2018 to September 2018

Brief facts of the case are that M/s Fariya networks (Pvt) Limited bearing SNTN No. S1893890-6 are registered with SRB as a service provider in respect of internet services which are chargeable to the Sindh Sales Tax ("SST") under section 8 read with tariff heading 98:12 and sub-tariff heading thereof.

2. Scrutiny of their tax profile revealed that they are engaged in providing both taxable and exempt internet services but has claimed whole amount of input tax without apportioning the same as required under Rule 22(3) of the Sindh Sales Tax on Services Rules, 2011 for the tax periods August 2013 to September 2018.

3. Accordingly, notice bearing SRB/Com-I/AC-1/TEL/Fariya/2018/V-76/6516 dated 13-11-2018 was served upon the registered person under section 25 of the Sindh Sales Tax on Services Act, 2011 read with Circular No.02 of 2013 and Rule 10 of the Sindh Sales Tax on Services Rules, 2011 whereby the registration of M/s Fariya networks (Pvt) Limited was suspended for violation of aforesaid provisions of the law. Moreover, the registered person was were required to comply with the said provisions of the Act-2011 and the Rules made thereunder before 28-11-2018 failing to which the case shall be proceeded for cancellation of registration.

4. On 26-11-2018, Mr. Nisar-ul-Haq FCA and Mr. Munawar Hussain, Assistant, appeared on behalf of M/s. Fariya Networks (Pvt) Limited. They raised contention that the assessment order for the tax periods Aug-13 to March-2018 has already been passed wherein whole amount of input is disallowed. The said order is pending before Commissioner (Appeals), SRB and stay against recovery has been granted. For remaining tax periods, they provided summary and contended that the payable amount of tax is Rs.611,310/- but they have produced two pay orders of Rs.500,00/- each (Rs.1,000,000). They requested to restore the registration so as they can generate the PSID, deposit the above tax amount and shall pay the remaining amount of tax after reconciliation.

5. I have heard the representative of M/s Fariya Networks (Pvt) Limited and came to the conclusion that, as a matter of procedure, on suspension of registration of taxpayer, the complete tax profile of registered person is blocked on i.srb portal due to which the taxpayer neither can e-file the return nor can generate the PSID on its NTN. On sample basis, I have gone through the record provided by learned AR and since they have provided original payorders, therefore, taking a lenient view and for



purpose of carrying on their business activity, the suspension of the registered person is hereby **revoked with immediate effect**.

6. M/s Fariya networks (Pvt) Limited are required to generate PSID against said payorders immediately on restoration of registration and deposit the tax amount.
7. This order contains two (02) pages, each bearing my seal and initial.

(Vickey K. Dhingra)
Assistant Commissioner (Unit-01)

Mr. Shaiq Jafri,
Chief Manager,
PRAL in SRB.

Copy to;

- ✓ 1. Mr. Shahid-ul-Ghani, Head of IT, SRB, for placing it on SRB website.
2. M/s. Fariya networks (Pvt) Limited, 3rd Floor, Shaes Centre, SB-25, block-13-C, Gulsane-Iqbal, Karach.
3. Manager Call Centre, SRB.

(Vickey K. Dhingra)
Assistant Commissioner (Unit-01)

