

SINDH ACT NO.III OF 2005  
THE SINDH FINANCE ACT, 2005

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SINDH ACT NO.III OF 2005  
THE SINDH FINANCE ACT, 2005

[6<sup>th</sup> July, 2005]

An Act to rationalize certain taxes and provide relief in certain taxes and fee in the Province of Sindh and to amend certain laws.

**WHEREAS** it is expedient to rationalize certain taxes and provide relief in certain taxes and fee in the Province of Sindh and to amend certain laws. **Preamble**

It is hereby enacted as follows:-

1. (1) This Act may be called the Sindh Finance Act, 2005. **Short title and commencement.**  
(2) It shall come into force on and from the 1<sup>st</sup> day of July, 2005.
2. In the Sindh Finance Act, 1964, in section 12— **Amendment of West Pakistan Act XXXIV of 1964.**
  - (i) In sub-section (1), for the words “one rupee per maund”, the words “fifty paisas per forty kilograms” shall be substituted and shall be deemed to have been so substituted on and from 1<sup>st</sup> day of March, 1995.
  - (ii) for sub-section (2) and the proviso, the following shall be substituted and shall be deemed to have been so substituted on and from 1<sup>st</sup> day of March, 1995:-

“(2) the incidence of the cess shall be shared equally by the Sugar Mills and the person selling the sugarcane to the Mills.
  - Provided that in the case of sugarcane obtained from the Sugar Mill’s own farm, the cess, at the rate of fifty paisas per forty kilograms shall be paid by the Mills.”;
  - (iii) sub-section (2-A), shall be omitted and shall be deemed to have been so omitted on and from the 25<sup>th</sup> February, 1991; and
  - (iv) in sub-section (3) the words “and the surcharge” shall be omitted and shall be deemed to have been so omitted on and from the 25<sup>th</sup> February, 1991.
3. In the Sindh Finance Act, 1977, in section 8, for sub-section (1), the following shall be substituted:- **Amendment of section 8 of Sind Act VII of 1977.**

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“(1) There shall be levied a tax on hotels to be called the hotel tax, on advalorem basis at the rate of seven and half percent of room rent per lodging unit per day as specified below:-

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| (a) in the case of hotel charging one hundred rupees or above but not exceeding one thousand rupees. | on sixty percent of the total number of lodging units.   |
| (b) in the case of a hotel charging exceeding one thousand rupees.                                   | On seventy percent of the total number of lodging units. |

4. In the Sindh Finance Act, 1994, in section 9, in sub-section (1), in Explanation-II, after the word “owner”, the words “as assessed by the Custom Authorities” shall be added. **Amendment of section 9 of the Sindh Act No.XIII of 1994.**
5. In the Sindh Finance Ordinance, 2000, in section 10, for clauses (a), (b), (c) and (d), the following shall be substituted:- **Amendment of section 10 of Sindh Ordinance VII of 2000.**
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| (a) Fee for Registration   | Rs.200,000 |
| (b) Fee for registration of branch office other than the head office | Rs.50,000  |
| (c) Annual renewal fee   | Rs.25,000  |
6. In the Sindh Sales Tax Ordinance, 2000, in the Schedule, in para 1, clause (b), paras 5 and 6 shall be omitted. **Amendment of schedule to Sindh Ordinance VIII of 2000.**
7. In the Sindh Finance (Second Amendment) Ordinance, 2001, in section 1, in sub-section (2), the words and figures “and shall be deemed to have taken effect on and from 24<sup>th</sup> February, 2001” shall be omitted and shall be deemed to have been so omitted. **Amendment of section 1 of Sindh Ordinance XVI of 2001.**