



Khyber Pakhtunkhwa Revenue Authority (KPRRA)

KPRRA HQ, Railway Track, Phase 3 Chowk, Hayatabad Peshawar
Ph: 091-9219233



NOTIFICATION

Peshawar, dated the 25th July, 2023

No. KPRRA/Exemption/2023/3677 --In exercise of the powers conferred under clause (c) of sub-section (1) of section 11 of the Khyber Pakhtunkhwa Sales Tax on Services Act, 2022 (No XIX of 2022), the Policy Board of the Khyber Pakhtunkhwa Revenue Authority, with the prior approval of the Government of Khyber Pakhtunkhwa, is pleased to grant exemption from the whole of sales tax leviable thereunder in respect of the services provided in the erstwhile Federally and Provincially Administered Tribal Areas (ex FATA and PATA) subject to the following conditions, namely:-

- i. the service providers are natural persons and bonafide residents of the above-mentioned areas;
 - ii. the service providing businesses are located in the said areas;
 - iii. the services exclusively originate and terminate within the said areas; and
 - iv. the component of sales tax is not included in the gross value of the service.
2. The exemption under this notification shall not apply to the Telecommunication and allied services, and all projects of PSDP and ADP.
3. Provisions of this notification shall be applicable to the businesses/contracts as on 1st day of July, 2023 as well as businesses/contracts carried in these areas, subsequently.
4. This notification shall take effect from the 1st day of July, 2023 and shall remain in force till the 31st day of October, 2023, if not withdrawn earlier.


**Secretary of the Policy Board/Director General,
Khyber Pakhtunkhwa Revenue Authority**