

AGREEMENT

A meeting was held on 27-02-2015 between the representatives of Pakistan Cotton Ginners Association and the Federal Board of Revenue to resolve the dispute regarding imposition of Sales Tax @ 5% on Sale of Cotton Seed Oil Cake and @ 2% on sale of Cotton Seed Oil and it was mutually agreed that:-

- 1.** The cotton ginners shall pay sales tax at Rs.6/- per mound on the sale/internal consumption of cotton seed.
- 2.** That on payment of Rs.6/- per mound on Cotton Seed, as per clause 1 above, sales tax shall not be payable @ 5% on sale of cotton seed cake and @2% on sale of cotton seed oil.
- 3.** This agreement shall be effective w.e.f. 01st July, 2014.
- 4.** Necessary SROs shall be issued by the FBR to give effect to the above referred agreement.

PCGA

FBR