

Amended upto 17-07-2021

## FOR THE TAX YEAR - 2022

### TAX RATES FOR INDIVIDUALS

[Division I, Part I of the First Schedule]

Business Income (Rs)		Tax Rates
1	Upto Rs. 400,000	0%
2	Rs. 400,001 to Rs. 600,000	5%
3	Rs. 600,001 to Rs. 1,200,000	10,000 + 10%
4	Rs. 1,200,001 to Rs. 2,400,000	70,000 + 15%
5	Rs. 2,400,001 to Rs. 3,000,000	250,000 + 20%
6	Rs. 3,000,001 to Rs. 4,000,000	370,000 + 25%
7	Rs. 4,000,001 to Rs. 6,000,000	620,000 + 30%
8	Above 6,000,000	1,220,000 + 35%

### TAX RATES FOR SALARY PERSONS

[Division I, Part I of the First Schedule]

Salary / Business Income (Rs)		Tax Rates
1	Upto Rs. 600,000	0%
2	Rs. 600,001 to Rs. 1,200,000	5%
3	Rs. 1,200,001 to Rs. 1,800,000	30,000 + 10%
4	Rs. 1,800,001 to Rs. 2,500,000	90,000 + 15%
5	Rs. 2,500,001 to Rs. 3,500,000	195,000 + 17.5%
6	Rs. 3,500,001 to Rs. 5,000,000	370,000 + 20%
7	Rs. 5,000,001 to Rs. 8,000,000	670,000 + 22.5%
8	Rs. 8,000,001 to Rs. 12,000,000	1,345,000 + 25%
9	Rs. 12,000,001 to Rs. 30,000,000	2,345,000 + 27.5%
10	Rs. 30,000,001 to Rs. 50,000,000	7,295,000 + 30%
11	Rs. 50,000,001 to Rs. 75,000,000	13,295,000 + 32.5%
12	Above 75,000,000	21,420,000 + 35%

### MINIMUM TAX

Nature of Payment	Section	Filer	Non-Filer
MINIMUM TURNOVER Tax for Companies (except otherwise specified)	113	1.25% of turnover	
MINIMUM TURNOVER TAX for Ind. & AOPs (annual	113	1.25% of turnover	

turnover Rs. 100 Million or more)			
In case of Oil Marketing Companies, SSSGPL, SNGPL, PIAC & Poultry Industry,	113	0.75% of turnover	
Motorcycle dealers, Oil Refineries	113	0.5% of turnover	
Distributors of Pharmaceuticals, FMCG, Cigarettes, Flour Milling, Petroleum Agents & Distributors, Rice Mills & Dealers, Tier-1 Retailers of FMCG, Persons through e-commerce running online market place u/s 2(38B), Persons engaged in sale/purchases of used vehicles	113	0.25% of turnover	
IMPORTS (Details 12th Schedule)			
Table-I (Capital goods)	148	1.00%	2.00%
Table-II (Raw material)		2.00%	4.00%
Table-III (Others)		5.50%	11.00%
IMPORTS of Finished Pharamcueticals Products		4.00%	8.00%
Manufacturers Covered under SRO 1125(I)/2015	148	1.00%	2.00%
SALE of Goods (by Companies)	153(1)(a)	4.00%	8.00%
(by all Others)		4.50%	9.00%
SALE of Rice, Cotton Seed & Edible Oil	153(1)(a)	1.50%	3.00%
Sales of FMCG by Distributor (Companies)	153(1)(a)	0.25%	0.50%
Sales of FMCG by Distributor (Others)	153(1)(a)	0.25%	0.50%
SERVICES (Companies)	153(1)(a)	8.00%	16.00%
SERVICES (Except Companies)	153(1)(a)	10.00%	20.00%
SERVICES rendered by Transport, Freight forwarding, Air Cargo, Courier, Manpower outsourcing, Hotel, Security Guard, Software development, IT & IT enabled, Tracking, Advertising (other than print or electronic media) Share Registrar, Engineering, warehousing, services by asset management companies, data services, Telecommunication infrastructure (Tower) services, Car rental, Building maintenance, by Pakistan Stock Exchange Ltd. & Pakistan Mercantile Exchange Ltd., Inspection, Certification Testing and Training Services, oilfiled services, telecommunication services, collateral management services, travel & tour services.	153(1)(b)	3.00%	6.00%
Services Electronic & Print Media Advertising (Companies / Ind. / AOP)	153(1)(b)	1.50%	3.00%
SERVICES of Stitching, Dyeing, Printing, Embroidery, Washing, Sizing & Weaving rendered to Exporter or Export House	153(2)	1.00%	2.00%
CONTRACTS (except listed companies)	153(1)(c)	7.00%	14.00%
other than companies		7.50%	15.00%
ADVERTISING Agents Commission	233(1)	10.0%	20.0%
LIFE INSURANCE Agents (if less than 0.5M)	233(1)	8.0%	16.0%
BROKERAGE & COMMISSION (other than above)	233(1)	12.0%	24.0%
CONTRACTS - Company	152(2A)	6.5%	13.0%
CONTRACTS - IND / AOP / Coy		7.0%	14.0%
CONTRACTS by Sports Persons		10.0%	20.0%

## TAX RATES FOR COMPANIES

[Division I, Part I of the First Schedule]

Type	Tax Rates
BANKING Companies	35%
PUBLIC / PRIVATE Companies	29%
SMALL COMPANY	21%

Alternate Corporate Tax	17%
Modarbas	25%

## FINAL DISCHARGE OF TAX

FINAL DISCHARGE OF TAX			
Nature of Payment	Section	Filer	Non-Filer
DIVIDEND	150	7.5% to 25%	15% to 50%
PROFIT on Debt upto Rs. 0.5M (except Companies)	151	15%	30%
PROFIT on Debt exceeding Rs. 0.5M (other than Companies)	151	Normal Tax Regime	
ROYALTY or Fee for Technical Services received by Non-Residents	152 (1)	15.0%	30.0%
CONTRACTS by non-resident	152(1A)	7%	
Services Media Person Advertisement	152(1AAA)	10%	
Fee for Offshore Digital Services	152(1C)	5%	
EXPORTS of Services	154A	1.00%	
EXPORTS	154	1.00%	
INDENTING COMMISSION	154(2)	5.00%	
PRIZE on Prize Bond / Cross Word Puzzle	156	15.0%	30.0%
WINNINGS from raffle, lottery, quiz etc.	156	20.0%	40.0%
COMMISSION on Petroleum Products	156A	12.0%	24.00%

## CAPITAL GAIN ON DISPOSAL OF SECURITIES

### SECTION 37A

Holding Period	Tax Rates
Where Security was acquired before 1st July 2013	0.00%
Where Security was acquired on or after 1st July 2013 holding period more than 24 months	12.50%
Where Security was acquired before 1st July 2016 holding period less than 12 months	
Where Security acquired before 1st July 2016 holding period more than 12 but less than 24 months	
Where Security was acquired after 1st July 2016	5.00%
Future Commodity Contracts entered into by members of Mercantile Exchange	

## CAPITAL GAIN ON DISPOSAL OF IMMOVABLE PROPERTY

### SECTION 37(1A)

Where gain does not exceed Rs. 5,000,000/-	3.50%
Where gain exceeds Rs. 5,000,000/- but does not exceed Rs. 10,000,000/-	7.50%
Where gain exceeds Rs. 10,000,000/- but does not exceed Rs. 15,000,000/-	10.00%
Where gain exceeds Rs. 15,000,000/-	15.00%

## TAX ON SALE OF IMMOVABLE PROPERTY

Where holding period is less than One (1) year	100% gain will be taxed
Where holding period is more than One (1) year but less than Two (2) years	75% gain will be taxed
Where holding period is more than Two (2) year but less than Three (3) years	50% gain will be taxed
Where holding period is more than Three (3) year but less than Four (4) years	25% gain will be taxed

Where holding period is more than Four (4) years	0%
Capital derived by original allottee of Govt. Servant, tax shall be reduced by 50% (9A Part III, 2nd Schedule)	

## WEALTH STATEMENT AND RECONCILIATION STATEMENT

[SECTION 116(2)]

Filing of Wealth Statement alongwith Reconciliation u/s 116(2) is compulsory for all individual (including salaried & members of AOPs) taxpayers
--

## INCOME FROM PROPERTY (IND & AOPs)

[SECTION 15 & 155]

Upto Rs. 300,000	0%
Rs. 300,001 to Rs. 600,000	5%
Rs 600,001 to Rs. 2,000,000	Rs. 15,000 + 10%
Rs.2,000,000 and above	Rs. 155,000 + 25%
*In case of Company, rate of tax to be deducted u/s 155 shall be 15% of gross amount of rent.	

## RATE OF TAX ON IMPORT OF MOBILE PHONES U/S 148

C & F Value of Mobile Phones (in US \$)	Tax (In Rs.)	
	In CBU Conditions PCT Headings 8517.1219	In CKD/SKD Conditions Under PCT Heading 8517.1211
upto 30 except smart phones	70	-
Exceeding 30 and upto 100 and smart phones upto 100	100	-
Exceeding 100 and upto 200	930	-
Exceeding 200 and upto 350	970	-
Exceeding 350 and upto 500	3,000	5,000
Exceedings 500	5,200	11,500

## ELECTRICITY

Nature of Payment	Section	ATL	Non-ATL
Upto Rs. 500	235	10% of the amount	
exceeds Rs. 500 upto Rs. 2,000	235	Rs. 1,950/- +12% for commercial consumers	
Exceeds Rs. 2,000	235	Rs. 1,950/- + 5% for Industrial Consumer	
Domestic Electricity	235	7.5% of amount of bill exceeding Rs. 25,000/-	

## PHONE AND INTERNET

Telephone Bill exceeding Rs. 1,000/-	236(a)	10.00%
Internet, Mobile, Phone Cards	236(b)	10.00%

## DISTRIBUTORS, DEALERS AND WHOLESALERS

--	--	--	--

All Except Fertilizers	236G	0.10%	0.20%
Fertilizers	236G	0.70%	1.40%
Sale to Retailers / Wholesalers by Distributors / Dealers	236H	0.50%	1.00%
Others			

### SALE AND PURCHASE OF PROPERTY

Sale of Property	236C	1.00%	2.00%
Purchase of Property	236K	1.00%	2.00%

### EDUCATION EXPENSES

Institutions of Pakistan	236I	5% (fee exceeding Rs. 200,000 for Non-filer)	
--------------------------	------	--	--

### PROFIT ON DEBIT

[Section 7B & 151]

Nature of Payment	Tax Regime	Filer
Upto Rs. 5,000,000/-	FTR	15%
Exceeding Rs. 5,000,000/-	NTR	As per slab rates

### OTHERS

<b>Auction</b>	236A	10.00%	20.00%
Auction (in case of Immoveable property)	236A	5.00%	10.00%
Rent of Machinery & Equipment	236Q	10.00%	

### REBATE FOR TEACHERS & RESEARCHES

[Clause 1(2) Part III of the Second Schedule]

Reduction of 25% tax for full time Teacher or Researcher, employed in Non Profit Education or Recognized Research Institutions.

### FILING OF ANNUAL WITHHOLDING / TAX RECONCILIATION STATEMENT

Annual Withholding Statement	Within 30 days of end of the Tax Year
Tax Reconciliation Statement	Along with Annual Income Tax Return

### ABOLISHED WITHHOLDING TAXES

153B	Collection of tax on payment of royalty to residents
231A	Collection of tax on cash withdrawal
231AA	Collection of tax on banking instruments
233A	Collection of tax from members by a stock exchange registered in Pakistan
233AA	Collection of tax on marginal financing by NCCPL
234A	Collection of tax from CNG stations
236B	Collection of tax on domestic air travel
236HA	Collection of tax on certain petroleum products
236L	Collection of tax on international air travel
236P	Collection of tax on banking transactions other than through cash
236S	Dividend in Specie
236V	Collection of tax on extraction of minerals

236Y

Collection of tax from persons remitting amounts abroad through credit or debit prepaid card

## STREAMLINING AND AUTOMATION OF PROCEDURES

### Section 111

Removal of requirement of multiple notices in Concealment Cases It has been prescribed that in case of confronting taxpayer on concealment of income, no separate notice under section 111 will be required if notice for amendment of assessment is issued.

### Section 127

Electronic Filing of Appeal, Legal provisions relating to the mechanism of online filing of appeals.

### Section 159(1)

Prompt Issuance of Exemption Certificate, time limit of 15 days for issuance of exemption certificate has prescribed. The web portal would automatically issue exemption certificate to the taxpayers after the lapse of statutory time limit. However, commissioner has been empowered to cancel or modify the certificate with reasons in writing.

### Section 170A

Automated Issuance of refunds, where there will be no requirement for application and verification. The system based verified refunds would be issued directly into the bank accounts of the taxpayers.

### Section 227E

E-hearing, mechanism of e-hearing of the cases has been devised for the purpose of faceless tax administration, reducing compliance cost and saving precious time of the taxpayers.

## TAX ON INCOME OF BUILDERS AND DEVELOPERS

The income of builders and developers from a project in excess of 10 times of tax paid shall be chargeable to tax at reduced rate of 20% instead of normal rates.

## SPECIAL TAX REGIME FOR MANUFACTURING SMALL & MEDIUM ENTERPRISES

Turnover	Normal Tax Rate	Tax Rate for FTR
Annual turnover does not exceed Rupees 100 Million	7.50%	0.25%
Annual turnover exceeds Rs. 100 Million but does not exceed Rs. 250 Million	15%	0.50%

## TAX CREDIT FOR POS INTEGRATION (Tier-1 Retailers)

Tier 1 retailers required to integrate with FBR's Point of Sale (POS) a real time automated reporting system. Tax credit of Rs.150,000 or the cost of the machine whichever is lower shall be extended to the Tier 1 retailers

## MOTOR VEHICLES

On Registration by Excise & Taxation and on Sale by Manufacturer	231B(1) & (3)		
Upto 850cc		7,500	15,000
851cc to 1000cc		15,000	30,000
1001cc to 1300cc		25,000	50,000
1301cc to 1600cc		50,000	100,000

1601cc to 1800cc		75,000	150,000
1801cc to 2000cc		100,000	200,000
2001cc to 2500cc		150,000	300,000
2501cc to 3000cc		200,000	400,000
Above 3000cc		250,000	500,000
<b>Advance tax on purchase of Private Motor Vehicle</b>	<b>231B(2)</b>		
Upto 850cc		-	-
851cc to 1000cc		5,000	10,000
1001cc to 1300cc		7,500	15,000
1301cc to 1600cc		12,500	25,000
1601cc to 1800cc		18,750	37,500
1801cc to 2000cc		25,000	50,000
2001cc to 2500cc		37,500	75,000
2501cc to 3000cc		50,000	100,000
Above 3000cc		62,500	125,000
<b>Advance tax on purchase of Private Motor Vehicle</b>	<b>231B(2A)</b>		
Upto 1000Cc		50,000	100,000
1001Cc to 2000Cc		100,000	200,000
2001cc and above		200,000	400,000
<b>Advance tax on Private Motor Vehicle</b>	<b>234</b>		
Upto 1000cc		800	1,600
1001cc to 1199cc		1,500	3,000
1200cc to 1299cc		1,750	3,500
1300cc to 1499cc		2,500	5,000
1500cc to 1599cc		3,750	7,500
1600cc to 1999cc		4,500	9,000
2000cc & Above		10,000	20,000

**A word of caution:** Due care and caution has been taken If any error, mistake or omission is found to have crept in, the information would be gladly accepted and efforts would be made to remove the same as soon as possible. For further detail please consult the relevant Law.