



INCOME TAX CARD 2015



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DIRECT TAXES RATES

Tax Rates for Salary Income

Section 12

S. No.	Taxable Income	Rate of tax
1	Where the taxable income does not exceed Rs.400,000	0%
2	Where the taxable income exceeds Rs.400,000 but does not exceed Rs.750,000	5% of the amount exceeding Rs.400,000
3	Where the taxable income exceeds Rs.750,000 but does not exceed Rs.1,400,000	Rs.17,500+10% of the amount exceeding Rs.750,000
4	Where the taxable income exceeds Rs.1,400,000 but does not exceed Rs.1,500,000	Rs.82,500+12.5% of the amount exceeding Rs.1,400,000
5	Where the taxable income exceeds Rs.1,500,000 but does not exceed Rs.1,800,000	Rs.95,000+15% of the amount exceeding Rs.1,500,000
6	Where the taxable income exceeds Rs.1,800,000 but does not exceed Rs.2,500,000	Rs.140,000+17.5% of the amount exceeding Rs.1,800,000
7	Where the taxable income exceeds Rs.2,500,000 but does not exceed Rs.3,000,000	Rs.262,500+20% of the amount exceeding Rs.2,500,000
8	Where the taxable income exceeds Rs.3,000,000 but does not exceed Rs.3,500,000	Rs.362,500+22.5% of the amount exceeding Rs.3,000,000
9	Where the taxable income exceeds Rs.3,500,000 but does not exceed Rs.4,000,000	Rs.475,000+25% of the amount exceeding Rs.3,500,000
10	Where the taxable income exceeds Rs.4,000,000 but does not exceed Rs.7,000,000	Rs.600,000+27.5% of the amount exceeding Rs.4,000,000
11	Where the taxable income exceeds Rs.7,000,000	Rs.1,425,000+30% of the amount exceeding Rs.7,000,000

Where the income of an individual chargeable under the head —salary exceeds fifty percent of his taxable income, the rates of tax to be applied shall be 'salary tax rates'

Tax Rate for Business Individual & AOP

Section 18

S. No.	Taxable Income	Rate of tax
1	Where the taxable income does not exceed Rs.400,000	0%
2	Where the taxable income exceeds Rs.400,000 but does not exceed Rs.750,000	10% of the amount exceeding Rs.400,000
3	Where the taxable income exceeds Rs.750,000 but does not exceed Rs.1,500,000	Rs.35,000+15% of the amount exceeding Rs.750,000
4	Where the taxable income exceeds Rs.1,500,000 but does not exceed Rs.2,500,000	Rs.147,500+20% of the amount exceeding Rs.1,500,000
5	Where the taxable income exceeds Rs.2,500,000 but does not exceed Rs.4,000,000	Rs.347,500+25% of the amount exceeding Rs.2,500,000
6	Where the taxable income exceeds Rs.4,000,000 but does not exceed Rs.6,000,000	Rs.722,500+30% of the amount exceeding Rs.4,000,000
7	Where the taxable income exceeds Rs.6,000,000	Rs.1,322,500+35% of the amount exceeding Rs.6,000,000

Rates of Tax for Companies

Section 18

Corporate / Company tax rate	=	33%
Banking Company	=	35%
Small company as defined in section 2, tax rate	=	25%

Rates of Tax on Dividend

Section 5 & 150

Tax rates for Dividend income is proposed to be as;

S. No.	Dividend By	Non-filer	Non-filer
(a)	In the case of dividends declared or distributed by purchaser of a power project privatized by WAPDA or on shares of a company set up for power generation or on shares of a company, supplying coal exclusively to power generation projects	7.5%	7.5%
(b)	in all other cases	10%	15%

Proviso	Dividend received by a person from a stock fund	12.5% for tax year 2015 and onwards, if dividend receipts are less than capital gains
	Dividend received by a company from a collective investment scheme or a mutual fund, other than a stock fund	25% for tax year 2015 and onwards

	Stock Fund	Money market Fund, Income Fund or any other fund
Individual	10%	10%
AOP	10%	10%
Company	10%	25%

Provided further that in case of a stock fund if dividend receipts of the fund are less than capital gains, the rate of tax deduction shall be 12.5%

Capital Gains on Disposal of Securities

Section 37A

The rate of tax to be paid under section 37A shall be as follows –

Sr.	Holding Period	T.Y 2015
1	Where holding period of a security is less than twelve months.	12.5 %
2	Where holding period of a security is twelve months or more but less than twenty-four months.	10%
3	Where holding period of a security is twenty-four months or more	0%

Capital Gains

Section 37 1A

Capital gain income derived on immovable property (land) if it is derived within two years is liable to be taxed under this sub-section [(1A) of section 37] shall be as follows:

S. No.	Period	Rate of tax
1	Where holding period of Immovable property is up to one year	10%
2	Where holding period of Immovable property is more than one year but not more than two years.	5%
3	Where holding period of Immovable property is More than two years	0%

Minimum Tax**Section 113**

S. No.	Person(s)	Minimum Tax as percentage of the person's turnover for the year
(1)	(2)	(3)
1.	(a) Oil marketing companies, Oil refineries, Sui Southern Gas Company Limited and Sui Northern Gas Pipelines Limited (for the cases where annual turnover exceeds rupees one billion.); (b) Pakistan International Airlines Corporation; and (c) Poultry industry including poultry breeding, broiler production, egg production and poultry feed production.	0.5%
2.	(a) Distributors of pharmaceutical products and cigarettes; (b) Petroleum agents and distributors who are registered under the Sales Tax Act, 1990; (c) Rice mills and dealers; and (d) Flour mills.	0.2%
3.	Motorcycle dealers registered under the Sales Tax Act, 1990	0.25%
4.	Individuals, AOPs (having turnover Rs. 50 million & more) and Companies	1%
5.	Imports of edible oil & packing material	5.5% to 6%
6.	Commission earned by Member of stock exchange on Purchase/Sale/Trading of shares	0.01%
7.	In all other cases.	1%

WITHHOLDING TAXES REGIME

Imports (Part II of 1st Schedule)

Section 148

S. No.	Persons	Filer
1	i) Industrial undertaking importing remeltable steel (PCT Heading 72.04) and directly reduced iron for its own use ii) Persons importing potassic fertilizers in pursuance of Economic Coordination Committee of the cabinet's decision No. ECC-155/12/2004 dated the 9 2004; iii) Persons importing urea; and iv) Manufacturers covered under Notification No. S.R.O. 1125(I)/2011 dated the 31December, 2011	1% of import value as increased by customs-duty, sales tax and federal excise duty
2	Persons importing pulses	2% of import as increased by customs-duty, sales tax and federal excise duty
3	Commercial importers covered under Notification No. S.R.O. 1125(I)/2011 dated the 31 December, 2011.	3% of import value as increased by customs-duty, sales tax and federal excise duty
4	Ship breakers on import of ships	4.5%
5	Industrial undertakings not covered under S. Nos. 1 to 4	5.5%
6	Companies not covered under S. Nos. 1 to 5	5.5%
7	Imports-Other than above	6%

Deduction of Tax at Source (Part III & IV of 1st Schedule)

Payment to Non- Resident

Section 152

Particulars	Filer
Royalty or fee for technical services	6%
Insurance premium or reinsurance premium	5%
Advertisement services	10%
Payment to Permanent establishment for sale of goods	3.5%
Payment to Permanent establishment for services rendered/provided- in case of transport	2%
Payment to Permanent establishment for services rendered/provided -in any case other than transport	6%
Payment to Permanent establishment for execution of contract	6%
Other than above (and sub sec 3)	20%

Payment of Goods, Services & Contracts

Section 153

Section	Payment by	Old Rates (%)	New Rates (%)
153(1)(a)	Sale of rice, cotton, cotton seed or edible oil	1.5	1.5
153(1)(a)	Sale of any other goods in case of company	3.5	4
153(1)(a)	Sale of any other goods in case of other than company	4	4.5
153(1)(b)	For transport services	2	2
153(1)(b)	For other services in case of company	6	8
153(1)(b)	For other services in case of other	7	10
153(1)(c)	Execution of Contracts in case of company	6	7
153(1)(c)	Execution of Contracts in case of other taxpayer	6.5	7.5
153(1)(c)	Execution of Contracts in case of sports person	-	10
153(2)	Services by Exporter or Export House	0.5	1

Income from Property

Section 155

FOR INDIVIDUALS & AOP'S

S. No.	Particulars	Rate
1.	Upto Rs. 150,000	NIL
2.	Rs. 150,001 to 1,000,000	10% of gross amount exceeding 150,000
3.	Rs. 1,000,001 and above	Rs. 85,000 plus 15 % of amount above 1,000,000

The rate of tax to be deducted under section 155 in the case of **companies** shall be **15%** of the gross amount of rent.

Various Deductions of Tax (Part III & IV of 1st Schedule)

Section	Type of Payment	Filer Rate	Non-Filer Rate
151	Profit on Debt-Profit upto 500,000	10%	10%
151	Profit on Debt-Profit exceed Rs. 500,000	10%	15%
154	Exported Goods manufactured in Pakistan (Part III, Seventh Schedule) (Reference Section 154)	1%	1%
154(2)	Commission on realization of foreign exchange	5%	5%
156	Prize Bonds or cross-word puzzle	15%	15%
156	Raffle, lottery or crossed-word puzzle	20%	20%
156A	Commission or Discount on Petroleum Products	12%	12%
231A	Transfer of Funds / Cash Withdrawal	0.3%	0.5%
233	Brokerage and Commission (Advertising Agents)	7.5%	7.5%
	Brokerage and Commission (Other than Advertising Agents)	12%	12%
231A	Cash Withdrawn (Amount exceeds Rs.50,000)	0.3%	0.5%
231AA	Advance tax on transaction in bank	0.3%	0.3%
234A	CNG Stations on Gas bills	4%	4%

236(a)	Mobile / Telephone (Where bill exceeds Rs.1,000, tax on exceeding amount)	10%	10%
236A	Auction	10%	10%
236B	Air Tickets	5%	5%
236C	Sale/Transfer of Immovable property	0.5%	1%
236D	Advance tax on function & gathering	5%	5%
236G	Advance tax on sale to distributors, dealers or wholesalers <ul style="list-style-type: none"> • Fertilizers • Other than fertilizers 	0.2% 0.1%	0.4% 0.2%
236H	Advance tax on sale of retailers	0.5%	0.5%
236I	Collection of Advance Tax by Educational Institution	5%	5%
236K	Purchase/Transfer of Immovable property(Value of immovable property has value more than 3 Million)	1%	2%

Advance tax on private motor vehicles

Section 231B

S. No.	Engine Capacity	Tax for filer	Tax for Non-filer
(1)	(2)	(3)	(4)
1	Upto 850cc	Rs. 10,000	Rs. 10,000
2	851 to 1000cc	Rs. 20,000	Rs. 25,000
3	1001 to 1300cc	Rs. 30,000	Rs. 40,000
4	1301cc to 1600cc	Rs. 50,000	Rs. 100,000
5	1600cc to 1800cc	Rs. 75,000	Rs. 150,000
6	1801cc to 2000cc	Rs. 100,000	Rs. 200,000
7	2001cc to 2500cc	Rs. 150,000	Rs. 300,000
8	2501cc to 3000cc	Rs. 200,000	Rs. 400,000
9	Above 3000cc	Rs. 250,000	Rs. 450,000

Tax on Motor Vehicle

Section 234

Further, the bill seeks to enhance the existing rates of advance tax at the time of motor vehicle tax by E & T Department. Further, distinction has been made in filer and non-filer cases;

S. No.	Engine Capacity	Tax for filer	Tax for Non-filer
(1)	(2)	(3)	(4)
1.	Upto 1000cc	Rs. 1,000	Rs. 1,000
2.	1001cc to 1199cc	Rs. 1,800	Rs. 3,600
3.	1200cc to 1299cc	Rs. 2,000	Rs. 4,000
4.	1300cc to 1499cc	Rs. 3,000	Rs. 6,000
5.	1500cc to 1599cc	Rs. 4,500	Rs. 9,000
6.	1600cc to 1999cc	Rs. 6,000	Rs.12,000
7.	Above 2000cc	Rs.12,000	Rs.24,000

Where motor vehicle tax is collected in lump sum;

S. No.	Engine Capacity	Tax for filer	Tax for Non-filer
(1)	(2)	(3)	(4)
1.	Upto 1000cc	Rs. 10,000	Rs. 10,000
2.	1001cc to 1199cc	Rs. 18,000	Rs. 36,000
3.	1200cc to 1299cc	Rs. 20,000	Rs. 40,000
4.	1300cc to 1499cc	Rs. 30,000	Rs. 60,000
5.	1500cc to 1599cc	Rs. 45,000	Rs. 90,000
6.	1600cc to 1999cc	Rs. 60,000	Rs.120,000
7.	Above 2000cc	Rs.120,000	Rs.240,000

Electricity Consumption

Section 235

Monthly bill	Tax amount (Rs.)
▪ Upto Rs. 400	Nil
▪ Rs. 401 to 600	80
▪ Rs. 601 to 800	100
▪ Rs. 801 to 1,000	160
▪ Rs. 1,001 to 1,500	300
▪ Rs. 1,501 to 3,000	350
▪ Rs. 3,001 to 4,500	450
▪ Rs. 4,501 to 6,000	500
▪ Rs. 6,000 to 10,000	650
▪ Rs. 10,001 to 15,000	1,000
▪ Rs. 15,001 to 20,000	1,500
Commercial (where the amount of monthly bill exceeds Rs. 20,000)	10 %
Industrial (where the amount of monthly bill exceeds Rs. 20,000)	5 %