

TAX RATES FOR THE TAX YEAR 2018

TAX RATES FOR BUSINESS INDIVIDUAL & AOP

1.	Upto Rs.400,000	0%
2.	Rs.400,000 to Rs.500,000	7% of the amount exceeding Rs.400,000
3.	Rs.500,000 to Rs.750,000	Rs.7,000 + 10% of the amount exceeding Rs.500,000
4.	Rs.750,000 to Rs.1,500,000	Rs.32,000 + 15% of the amount exceeding Rs.750,000
5.	Rs.1,500,000 to Rs.2,500,000	Rs.144,500 + 20% of the amount exceeding Rs.1,500,000
6.	Rs.2,500,000 to Rs.4,000,000	Rs.344,500 + 25% of the amount exceeding Rs.2,500,000
7.	Rs.4,000,000 to Rs.6,000,000	Rs.719,500 + 30% of the amount exceeding Rs.4,000,000
8.	Exceeding Rs.6,000,000	Rs.1,319,500 + 35% of the amount exceeding Rs.6,000,000

TAX RATES FOR SALARIED INDIVIDUALS

1.	Upto Rs.400,000	0%
2.	Rs.400,000 to Rs.500,000	2% of the amount exceeding Rs.400,000
3.	Rs.500,000 to Rs.750,000	Rs.2,000 + 5% of the amount exceeding Rs.500,000
4.	Rs.750,000 to Rs.1,400,000	Rs.14,500 + 10% of the amount exceeding Rs.750,000
5.	Rs.1,400,000 to Rs.1,500,000	Rs.79,500 + 12.5% of the amount exceeding Rs.1,400,000
6.	Rs.1,500,000 to Rs.1,800,000	Rs.92,000 + 15% of the amount exceeding Rs.1,500,000
7.	Rs.1,800,000 to Rs.2,500,000	Rs.137,000 + 17.5% of the amount exceeding Rs.1,800,000
8.	Rs.2,500,000 to Rs.3,000,000	Rs.259,500 + 20% of the amount exceeding Rs.2,500,000
9.	Rs.3,000,000 to Rs.3,500,000	Rs.359,500 + 22.5% of the amount exceeding Rs.3,000,000
10.	Rs.3,500,000 to Rs.4,000,000	Rs.472,000 + 25% of the amount exceeding Rs.3,500,000
11.	Rs.4,000,000 to Rs.7,000,000	Rs.597,000 + 27.5% of the amount exceeding Rs.4,000,000
12.	Exceeding Rs.7,000,000	Rs.1,422,000 + 30% of the amount exceeding Rs.7,000,000

TAX RATES OF COMPANIES

Banking Company	35%
Public & Private Company	30%
Small Company	25%

DEDUCTION ON CAPITAL GAIN ON DISPOSAL OF IMMOVABLE PROPERTY

Irrespective of Holding Period allotment covered u/s 236C(4)	0.0%
Holding period is upto one year acquired on or after 01-07-2016	10.0%
Holding period is upto two years acquired on or after 01-07-2016	7.5%
Holding period is upto three years acquired on or after 01-07-2016	5.0%
Holding period is more than three years acquired on or after 01-07-2016	0.0%
Holding period is upto three years acquired before 01-07-2016	5.0%
Holding period is more than three years acquired before 01-07-2016	0.0%

RATE FOR PROFIT ON DEBT - SECTION 7B

Where profit on debt does not exceed Rs.5,000,000	10%
Where profit on debt exceeds Rs.5,000,000 but not exceed Rs.25,000,000	12.5%
Where profit on debt exceeds Rs.25,000,000	15%

TAX ON BUILDERS - SECTION 7C

(A) Karachi, Lahore and Islamabad	(B) Hyderabad, Sukkur, Multan, Faisalabad, Rawalpindi, Gujranwala, Sahiwal, Peshawar, Mardan, Abbottabad, Quetta	(C) Urban Areas not specified in A and B
For commercial buildings		
Rs.210/ Sq Ft	Rs.210/ Sq Ft	Rs.210/ Sq Ft
For residential buildings		
Area in Sq.Ft	Rate/ Sq.Ft	Area in Sq.Ft
up to 750	Rs.20	up to 750
751 to 1500	Rs.40	751 to 1500
1501 & more	Rs.70	1501 & more

TAX ON DEVELOPERS - SECTION 7D

(A) Karachi, Lahore and Islamabad	(B) Hyderabad, Sukkur, Multan, Faisalabad, Rawalpindi, Gujranwala, Sahiwal, Peshawar, Mardan, Abbottabad, Quetta	(C) Urban Areas not specified in A and B
For commercial buildings		
Rs.210/ Sq Yd	Rs.210/ Sq Yd	Rs.210/ Sq Yd
For residential buildings		
Area in Sq.Yd	Rate/ Sq.Yd	Area in Sq.Yd
up to 120	Rs.20	up to 120
121 to 200	Rs.40	121 to 200
201 & more	Rs.70	201 & more

MINIMUM TAX

Nature of Payment	Section	Filer	Non-Filer
Individuals & AOPs [having annual turnover Rs.10 Million or more] and Companies	113	1.25%	Turnover
Oil Marketing Companies, Refineries, SSGCL, SNGPL, PIA, Dealer or Distributors of Fertilizers & Poultry Industry	113	0.50%	Turnover
Distributors of Pharma, Fast Moving Consumer goods, Cigarettes, Petroleum Agent, Rice Mills & Flour Mills	113	0.20%	Turnover
Motorcycles Dealers	113	0.25%	Turnover
Imports of edible oil & packing material (Companies)	148(B)	5.5%	8.0%
Imports of edible oil & packing material (Others)	148(B)	6%	9.0%
Imports of Plastic Raw Material by Industrial undertaking	148(B)	1.75%	8.0%
Services (Companies)	153(1)(b)	8.0%	14.5%
Services (Other than Companies)	153(1)(b)	10.0%	17.5%
Transport Services	153(1)(b)	2.0%	2.0%
Services provided to Textile, Carpets, Leather, Surgical & Sports goods	153(1)(b)	1.0%	1.0%

FINAL DISCHARGE OF TAX

Nature of Payment	Section	Filer	Non-Filer
Imports of Remeltable Steel, Potassic Fertilizer, Urea, LNG, Cotton, Gold & Manufacturers under SRO.1125(I)/2011	148	1.0%	1.5%
Imports Commercial covered under SRO.1125(I)/2011	148	3.0%	4.5%
Imports Commercial of Plastic Raw Material	148	4.5%	9.0%
Imports (Companies & Industrial Undertaking)	148	5.5%	8%
Imports (Other than above)	148	6.0%	9.0%
Dividend	150	7.5%	25.0%
Profit on debt upto Rs.500,000 (Other than Companies)	151	10.0%	10.0%
Profit on debt exceeding Rs.500,000 (Other than Companies)	151	10.0%	17.5%
Contracts by non-residents	152(1A)	7.0%	13.0%
Sale of Goods (Companies)	153(1)(a)	4.0%	7.0%
Sale of Goods (Other than Companies)	153(1)(a)	4.5%	7.75%
Sale of Rice, Cotton Seed Oil & Edible Oils	153(1)(a)	1.5%	1.5%
Sale by Distributor of Fast Moving Consumer Goods (Companies)	153(1)(a)	2.0%	2.0%
Sale by Distributor of Fast Moving Consumer Goods (Others)	153(1)(a)	2.5%	2.5%
Local Sales & Supplies provided to Textile, Carpets, Leather, Surgical & Sports goods, Cigarettes and Pharma	153(1)(a)	1.0%	1.0%
Contracts (Companies)	153(1)(c)	7.0%	12.0%
Contracts (Other than Companies)	153(1)(c)	7.5%	12.5%
Contracts (Sportspersons)	153(1)(c)	10.0%	10.0%
Services of Stitching, Dyeing, Printing, Embroidery, Washing, Sizing & Weaving to Exporters	153(2)	1.0%	1.0%
Exports	154	1.0%	1.0%
Prize & Winnings	156	15.0% & 20.0%	20.0% & 25.0%
Commission on Petroleum Products	156A	12.0%	17.5%
Advertising Commission	233(1)	10.0%	15.0%
Life Insurance Agent Commission upto Rs.500,000	233(1)	8.0%	16.0%
Brokerage & Commission (Other than above)	233(1)	12.0%	15.0%
CNG Stations on Gas bills	234A	4.0%	6.0%

TRANSITIONAL ADVANCE TAX - Division II Part IV of First Schedule

Nature of Payment	Section	Filer	Non-Filer
Cash withdrawal from bank	231A	0.3%	0.6%
Sale by auction	236A	10%	15%
Sale or transfer of Immovable property	236C	1%	2%
Functions and gatherings	236D	5%	5%
Sale to distributors, dealers or wholesalers - Fertilizer	236G	0.7%	1.4%
Sale to distributors, dealers or wholesalers - Other	236G	0.1%	0.2%
Sale to retailers - Electronics	236H	1%	1%
Sale to retailers - Others	236H	0.5%	1%
On dealers, commission agents and arhatis, etc	236J		
Group or Class A	Rs.10,000	Group or Class B	Rs.7,500
Group or Class C	Rs.5,000	Any other category	Rs.5,000
Purchase of immovable property upto Rs. 4(M)	236K	0%	1%*
Purchase of immovable property exceeding Rs. 4(M)	236K	2%	4%
Banking transaction otherwise than through cash	236P	-	0.6%*
Payment to resident for right to use machinery and equip	236Q	10%	10%

DEDUCTION ON INCOME FROM PROPERTY U/S 155 FOR IND. & AOP

Upto Rs.200,000	NIL
Rs.200,000 to Rs.600,000	5.0% of the gross amount Exceeding Rs.200,000
Rs.600,000 to Rs.1,000,000	Rs.20,000 + 10.0% of the gross amount Exceeding Rs.600,000
Rs.1,000,000 to Rs.2,000,000	Rs.60,000 + 15.0% of the gross amount Exceeding Rs.1,000,000
Exceeding Rs.2,000,000	Rs.210,000 + 20.0% of the gross amount Exceeding Rs.2,000,000

DEDUCTION ON INCOME FROM PROPERTY U/S 155 FOR COMPANIES

The rate of tax to be deducted under section 155, in case of company shall be 15% of gross amount of rent.

* A word of caution: Due care and caution has been taken to print this paper and if any error, mistake or mission is found to have crept in, the information would be gladly accepted and efforts would be made to remove the same in next time. for further detail please consult the relevant Law.

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