

Rules	Sub-rule	Clause	THE SEVENTH SCHEDULE (See section 100A) NEW / inserted Omitted or deleted Substituted Gazette Finance Act, 2021
			RULES FOR THE COMPUTATION OF THE PROFITS AND GAINS OF A BANKING COMPANY AND TAX PAYABLE THEREON

6C			Enhanced rate of tax on taxable income from Federal Government securities. -
	(1)		The taxable income arising from additional income earned from additional investment in Federal Government securities for the tax years 2020 and 2021 onwards , shall be taxed at the rate of 37.5% instead of the rate provided in Division II of Part I of the First Schedule.
	(6A)		For tax year 2022 onwards, the taxable income attributable to investment in the Federal Government securities shall be taxed at the rate of— (i) 40% instead of rate provided in Division II of Part I of the First schedule if the assets to deposit ratio as on last day of the tax year is upto 40%; (ii) 37.5% instead of rate provided in Division II of Part I of the First schedule if the assets to deposit ratio as on last day of the tax year exceeds 40% but does not exceed 50%; and (iii) at the rates provided in Division II of Part I of the First schedule if assets to deposit ratio as on last day of the tax year exceeds 50%.";