

| Section | Subsection | Clause | Amendment of Ordinance, XLIX of 2001 - NEW Omitted and deleted Amended Bill 2014-15 | | | | | | | | | | | | |
|-----------------------|------------|--------|--|-----------------------|------------|---------------|----|---|---|---|----|----|----|----|---|
| | | | In the Income Tax Ordinance, 2001 (XLIX of 2001), the following further amendments shall be made, namely:- | | | | | | | | | | | | |
| 2 | | | Following Clauses renumbered <table border="1"> <thead> <tr> <th>Old clause</th> <th>New clause</th> </tr> </thead> <tbody> <tr> <td>no</td> <td>no</td> </tr> <tr> <td>8</td> <td>9</td> </tr> <tr> <td>9</td> <td>10</td> </tr> <tr> <td>10</td> <td>11</td> </tr> <tr> <td>11</td> <td>8</td> </tr> </tbody> </table> | Old clause | New clause | no | no | 8 | 9 | 9 | 10 | 10 | 11 | 11 | 8 |
| Old clause | New clause | | | | | | | | | | | | | | |
| no | no | | | | | | | | | | | | | | |
| 8 | 9 | | | | | | | | | | | | | | |
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| 11 | 8 | | | | | | | | | | | | | | |
| | | 23A | "filer" means a taxpayer whose name appears in the active taxpayers' list (ATL) issued by the Board from time to time or is holder of a taxpayer's card;"; | | | | | | | | | | | | |
| | | 29 | "income" includes any amount chargeable to tax under this Ordinance, any amount subject to collection [or deduction] of tax under section 148, [150, 152(1), 153, 154, 156, 156A, 233, 233A, 236M] and], sub-section (5) of section 234, [any amount treated as income under any provision of this Ordinance] and any loss of income but does not include, in case of a shareholder of a [company, the amount representing the face value of any bonus share or the amount of any bonus declared, issued or paid by the company to the shareholders with a view to increasing its paid-up share capital;] | | | | | | | | | | | | |
| | | 35C | "non-filer" means a person who is not a filer;"; | | | | | | | | | | | | |
| | | 59B | "Special Judge" means the Special Judge appointed under section 203;"; and | | | | | | | | | | | | |
| | | 61A | "stock fund" means a collective investment scheme or a mutual fund where the investible funds are invested by way of equity shares in companies, to the extent of more than seventy per cent of the investment;"; | | | | | | | | | | | | |
| 4A | | | "(4A) Surcharge.— (1) Subject to this Ordinance, a surcharge shall be payable by every taxpayer at the rate of fifteen per cent of the income tax payable under this Ordinance including the tax payable under Part V of Chapter X of Chapter XII, as the case may be, for the period commencing from the promulgation of this Ordinance, till the 30th June, 2011. (2) Surcharge shall be paid, collected, deducted and deposited at the same time and in the same manner as the tax is paid, collected, deducted and deposited under this Ordinance including Chapter X or XII as the case may be. | | | | | | | | | | | | |
| 8 | | | General provisions relating to taxes imposed under sections 5, 6 and 7.— | | | | | | | | | | | | |
| | | d | Grammatical mistake corrected. Sections = section | | | | | | | | | | | | |
| | | e | Grammatical mistake corrected. Sections = section | | | | | | | | | | | | |
| 13 | | | Value of perquisites. | | | | | | | | | | | | |
| | 8 | | Grammatical mistake corrected. Word "the" acquiring last | | | | | | | | | | | | |
| 18 | | | Income from Business | | | | | | | | | | | | |
| | 3 | | Correction of spelling mistake Lessee = lessor | | | | | | | | | | | | |

Comment [S1]:
236 M = Bonus Share

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| 21 | | | Deduction not allowed |
| | | e | Grammatical mistake corrected. After the word "fund" occurring for the second time a comma shall be inserted. |
| 31 | | | Transfer to participatory reserve |
| | 1 | | Subject to this section, a company shall be allowed a deduction for a tax year for any amount transferred by the company in the year to a participatory reserve created under section 120 of the Companies Ordinance, 1984 (XLVII of 1984) in accordance with an agreement relating to participatory redeemable capital entered into between the company and a banking company as defined in the Banking Tribunals Ordinance, 1984 Financial Institutions (Recovery of Finances) Ordinance, 2001 (XLVI of 2001). |
| 37 | | | Capital Gain |
| | 1A | | Notwithstanding anything contained in sub-sections (1) and (3) gain arising on the disposal of immovable property, held for a period upto two years, by a person in a tax year, shall be chargeable to tax in that year under the head Capital Gains at the rates specified in Division VIII of Part I of the First Schedule. |
| 37A | | | Capital gain on disposal of securities. |
| | 1A | | Provided that this section shall not apply if the securities are held for a period of more than a year; |
| | | | Provided further that this section shall not apply to a banking company and an insurance company. |
| | 3 | | For the purposes of this section "security" , debt securities means share of a public company, voucher of Pakistan Telecommunication Corporation, Madaraba Certificate, an instrument of redeemable capital and derivative products. |
| | 4 | | For the purpose of this section, "debt securities" means- (a) Corporate Debt Securities such as Term Finance Certificates (TFCs), Sukuk Certificates (Sharia Compliant Bonds), Registered Bonds, Commercial Papers, Participation Term Certificates (PTCs) and all kinds of debt instruments issued by any Pakistani or foreign company or corporation registered in Pakistan; and (b) Government Debt Securities such as Treasury Bills (T-bills), Federal Investment Bonds (FIBs), Pakistan Investment Bonds (PIBs), Foreign Currency Bonds, Government Papers, Municipal Bonds, Infrastructure Bonds and all kinds of debt instruments issued by Federal Government, Provincial Governments, Local Authorities and other statutory bodies." |

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| 39 | 1 | <p>Income from other sources</p> |
| | | <p>Income of every kind received by a person in a tax year, [if it is not included in any other head,] other than income exempt from tax under this Ordinance, shall be chargeable to tax in that year under the head "Income from Other Sources", including the following namely: —</p> <p>(a) [Dividend;] (b) [royalty;] (c) profit on debt; (cc) additional payment on delayed refund under any tax law; (d) ground rent; (e) rent from the sub-lease of land or a building; (f) income from the lease of any building together with plant or machinery; (fa) income from provision of amenities, utilities or any other service connected with renting of building; (g) any annuity or pension; (h) any prize bond, or winnings from a raffle, lottery [, prize on winning a quiz, prize offered by companies for promotion of sale] or cross-word puzzle; (i) any other amount received as consideration for the provision, use or exploitation of property, including from the grant of a right to explore for, or exploit, natural resources;</p> <p>(j) the fair market value of any benefit, whether convertible to money or not, received in connection with the provision, use or exploitation of property; and</p> <p>(k) any amount received by a person as consideration for vacating the possession of a building or part thereof, reduced by any amount paid by the person to acquire possession of such building or part thereof.</p> <p>[(l) any amount received by a person from Approved Income Payment Plan or Approved Annuity Plan under Voluntary Pension System Rules, 2005; and</p> <p>(m) income arising to the shareholder of a company, from the issuance of bonus shares.";</p> |

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| 49 | | Federal [Government,] Provincial Government, and [Local Government] income.— |
| | 4 | Exemption under this section shall not be available in the case of corporation, company, a regulatory authority, a development authority, other body or institution established by or under a Federal law or a Provincial law or an existing law or a corporation, company, a regulatory authority, a development authority or other body or institution set up, owned and controlled, either directly or indirectly, by the Federal Government or a Provincial Government, regardless of the ultimate destination of such income as laid down in Article 165A of the Constitution of the Islamic Republic of Pakistan.] Provided that the income from sale of spectrum licenses by Pakistan Telecommunication Authority on behalf of the Federal Government after the first day of March 2014 shall be treated as income of the Federal Government and not of the Pakistan Telecommunication Authority.”; |
| 56A | | Set off of losses of companies operating hotels. |
| | | Correction of spelling mistake Onword = onward |
| 58AA | | Group Taxation |
| | 6 | Group taxation may be regulated through rules as may be made by the Board. |
| 88A | | Share profits of company to be added to taxable income |
| | 1 | Notwithstanding the provisions of sub-section (1) of section 92, the share of profits derived by a company from an association of persons shall be added to the taxable income of the company. |
| | 2 | The company shall be allowed a tax credit in accordance with the following formula, namely:— —{(A/B) × C} Where— A — is the amount of share of profits received by the company from the — association; B — is the taxable income of the association; and C — is the amount of tax assessed on the association. |
| | 3 | The tax credit allowed under this section shall be applied in accordance with sub-section (3) of section 4. |
| 92 | | Principles of taxation of associations of persons |
| | 1 | An association of persons shall be liable to tax separately from the members of the association and [where the association of persons has paid tax the] amount received by a member of the association in the capacity as member out of the income of the association shall be exempt from tax. ; Provided that if at least one member of the association of persons is a company, the share of such company or companies shall be excluded for the purpose of computing the total income of the association of persons and the company or the companies shall be taxed separately, at the rate applicable to the companies, according to their share.”; |

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| 100B | | | Special provision relating to capital gain tax |
| | 1 | | Capital gains on disposal of listed securities and tax thereon, subject to section 37A, shall be computed, determined, collected and deposited in accordance with the rules laid down in the Eighth Schedule. |
| | 2 | | The provisions of sub-section (1) shall not apply to the following persons or class of persons, namely:- (a) a mutual fund; (b) a banking company, a non-banking finance company and an insurance company subject to tax under the Fourth Schedule; (c) a modaraba; (d) a "foreign institutional investor" being a person registered with NCCPL as a foreign institutional investor; and a company, in respect of debt securities only; and"; (e) any other person or class of persons notified by the Board.] |
| 100C | | | Tax credit for certain persons.- |
| | 1 | | Non-profit organizations, trusts or welfare institutions, as mentioned in sub-section (2) shall be allowed a tax credit equal to one hundred per cent of the tax payable, including minimum tax and final taxes payable under any of the provisions of this Ordinance, subject to the following conditions, namely:- (a) return has been filed; (b) tax required to be deducted or collected has been deducted or collected and paid; and (c) withholding tax statements for the immediately preceding tax year have been filed. |
| | 2 | | Persons eligible for tax credit under this section include- |
| | | a | any income of a trust or welfare institution or non-profit organization from donations, voluntary contributions, subscriptions, house property, investments in the securities of the Federal Government and so much of the income chargeable under the head "income from business" as is expended in Pakistan for the purposes of carrying out welfare activities: Provided that in the case of income under the head "income from business", the exemption in respect of income under the said head shall not exceed an amount which bears to the income, under the said head, the same proportion as the said amount bears to the aggregate of the incomes from the aforesaid sources of income. |
| | | b | a trust administered under a scheme approved by the Federal Government in this behalf and established in Pakistan exclusively for the purposes of carrying out such activities as are for the benefit and welfare of— (i) ex-servicemen and serving personnel, including civilian employees of the Armed Forces, and their dependents; or |

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| | | | (ii) ex-employees and serving personnel of the Federal Government or a Provincial Government and their dependents, where the said trust is administered by a committee nominated by the Federal Government or, as the case may be, a Provincial Government; |
| | | c | a trust or welfare institution or non-profit organization approved by Chief Commissioner for the purposes of this sub-clause; |
| | | d | income of a university or other educational institution being run by a non-profit organization existing solely for educational purposes and not for purposes of profit; |
| | | e | <p>any income which is derived from investments in securities of the Federal Government, profit on debt from scheduled banks, grant received from Federal Government or Provincial Government or District Governments, foreign grants and house property held under trust or other legal obligations wholly, or in part only, for religious or charitable purposes and is actually applied or finally set apart for application thereto;</p> <p>Provided that nothing in this clause shall apply to so much of the income as is not expended within Pakistan;</p> <p>Provided further that if any sum out of the amount so set apart is expended outside Pakistan, it shall be included in the total income of the tax year in which it is so expended or of the year in which it was set apart, whichever is the greater, and the provisions of section 122 shall not apply to any assessment made or to be made in pursuance of this proviso.</p> <p>Explanation.— Notwithstanding anything contained in the Mussalman Wakf Validating Act, 1913 (VI of 1913), or any other law for the time being in force or in the instrument relating to the trust or the institution, if any amount is set apart, expended or disbursed for the maintenance and support wholly or partially of the family, children or descendants of the author of the trust or the donor or, the maker of the institution or for his own maintenance and support during his life time or payment to himself or his family, children, relations or descendants or for the payment of his or their debts out of the income from house property dedicated, or if any expenditure is made other than for charitable purposes, in each case such expenditure, provision, setting apart, payment or disbursement shall not be deemed, for the purposes of this clause, to be for religious or charitable purposes; or</p> |
| | | f | <p>any income of a religious or charitable institution derived from voluntary contributions applicable solely to religious or charitable purposes of the institution;</p> <p>Provided that nothing contained in this clause shall apply to the income of a private religious trust which does not ensure for the benefit of the public."</p> |

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| 113 | | Minimum tax on the income of certain persons |
| 1 | | <p>This section shall apply to a resident company [, an individual (having turnover of fifty million rupees or above in the tax year 2009 or in any subsequent tax year) and an association of persons (having turnover of fifty million rupees or above in the tax year 2007 or in any subsequent tax year)] where, for any reason whatsoever allowed under this Ordinance, including any other law for the time being in force—</p> <p>(a) loss for the year; (b) the setting off of a loss of an earlier year; (c) exemption from tax; (d) the application of credits or rebates; or (e) the claiming of allowances or deductions (including depreciation and amortization deductions) no tax is payable or paid by the person for a tax year or the tax payable or paid by the person for a tax year is less than [one] per cent of the amount representing the person's turnover the amount of minimum tax computed on the basis of rates as specified in Division IX of Part I of First Schedule from all sources for that year:</p> <p>Provided that this sub-section shall not apply in the case of a company, which has declared gross loss before set off of depreciation and other inadmissible expenses under the Ordinance. If the loss is arrived at by setting off the aforesaid or changing accounting pattern, the Commissioner may ignore such claim and proceed to compute the tax as per historical accounting pattern and provision of this Ordinance and all other provisions of the Ordinance shall apply accordingly.</p> <p>[Explanation.- For the purpose of this sub-section, the expression "tax payable or paid" does not include tax already paid or payable in respect of deemed income which is assessed as final discharge of the tax liability under section 169 or under any other provision of this Ordinance.]</p> |
| 2 | | <p>(2) Where this section applies:</p> <p>(a) the aggregate of the person's turnover as defined in sub-section (3) for the tax year shall be treated as the income of the person for the year chargeable to tax;</p> <p>(b) the person shall pay as income tax for the tax year (instead of the actual tax payable under this Ordinance), an amount equal to [one] per cent of the person's turnover for the year; minimum tax computed on the basis of rates as specified in Division IX of Part I of First Schedule.</p> <p>(c) where tax paid under sub-section (1) exceeds the actual tax payable under Part I, [clause (1) of Division I, or] Division II of the First Schedule, the excess amount of tax paid shall be carried forward for adjustment against tax liability under the aforesaid Part of the subsequent tax year:</p> |

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| | | | Provided that the amount under this clause shall be carried forward and adjusted against tax liability for [five] tax years immediately succeeding the tax year for which the amount was paid. |
| 113C | | | Alternative Corporate Tax |
| | 1 | | Notwithstanding anything contained in this Ordinance, for tax year 2014 and onwards, tax payable by a company shall be higher of the Corporate Tax or Alternative Corporate Tax. |
| | 2 | | For the purposes of this section.- |
| | | a | "Accounting Income" means the accounting profit before tax for the tax year, as disclosed in the financial statements or as adjusted under sub-section (7) or sub-section (11) excluding share from the associate recognized under equity method of accounting; |
| | | b | "Alternative Corporate Tax" means the tax at a rate of seventeen per cent of a sum equal to accounting income less the amounts, as specified in sub-section (8), and determined in accordance with provisions of sub-section (7) hereinafter; |
| | | c | "Corporate Tax" means total tax payable by the company, including tax payable on account of minimum tax and final taxes payable, under any of the provisions of this Ordinance but not including those mentioned in sections 8, 161 and 162 and any amount charged or paid on account of default surcharge or penalty and the tax payable under this section. |
| | 3 | | The sum equal to accounting income, less any amount to be excluded therefrom under sub-section (8), shall be treated as taxable income for the purpose of this section. |
| | 4 | | The excess of Alternative Corporate Tax paid over the Corporate Tax payable for the tax year shall be carried forward and adjusted against the tax payable under Division II of Part I of the First Schedule, for following year. |
| | 5 | | If the excess tax, as mentioned in sub-section (4), is not wholly adjusted, the amount not adjusted shall be carried forward to the following tax year and adjusted as specified in sub-section (4) in that year, and so on, but the said excess cannot be carried forward to more than ten tax years immediately succeeding the tax year for which the excess was first computed. Explanation.- For the purpose of this sub-section the mechanism for adjustment of excess of Alternative Minimum Corporate Tax over Corporate Tax, specified in this section, shall not prejudice or affect the entitlement of the taxpayer regarding carrying forward and adjustment of minimum tax referred to in section 113 of this Ordinance. |
| | 6 | | If Corporate Tax or Alternative Corporate Tax is enhanced or reduced as a result of any amendment, or as a result of any order under the Ordinance, the excess amount to be carried forward shall be reduced or enhanced accordingly. |
| | 7 | | For the purposes of determining the "Accounting Income", expenses shall be apportioned between the amount to be excluded from accounting income under sub-section (8) and the amount to be treated as taxable income under sub-section (2) (3). |

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| | 8 | | The following amounts shall be excluded from accounting income for the purposes of computing Alternative Corporate Tax:- |
| | | i | exempt income; |
| | | ii | income subject to tax under section 37A and final tax chargeable under sub-section (7) of section 148, section 150, sub-section (3) of section 153, sub-section (4) of sections 154, 156 and sub-section (3) of section 233; and |
| | | iii | income subject to tax credit under section 65D and 65E ; |
| | | iv | income subject to tax credit under section 100C ; and |
| | | v | income of the company subject to clause (18A) of Part II of the Second Schedule.”; |
| | 9 | | The provisions of this section shall not apply to taxpayers chargeable to tax in accordance with the provisions contained in the Fourth, Fifth and Seventh Schedules. |
| | 10 | | Tax credit under section 65B shall be allowed against Alternative Corporate Tax. |
| | 11 | | The Commissioner may make adjustments and proceed to compute accounting income as per historical accounting pattern after providing an opportunity of being heard.”; |
| 114 | | | Return of income |
| | b | | any person not covered by clause [(a), (ab), (ac) or (ad)] who, – |
| | | ix | is a resident persons registered with any chamber of commerce and industry or any trade or business association or any market committee or any professional body including Pakistan Engineering Council, Pakistan Medical and Dental Council, Pakistan Bar Council or any Provincial Bar Council, Institute of Chartered Accountants of Pakistan or Institute of Cost and Management Accountants of Pakistan. |
| 122B | | | Revision by the Regional Commissioner |
| | 1 | | The Regional Commissioner Chief Commissioner may, either of his own motion or on an application made by the taxpayer for revision, call for the record of any proceedings relating to issuance of an exemption or lower rate certificate with regard to collection or deduction of tax at source under this Ordinance, in which an order has been passed by any authority subordinate to him. |
| | 2 | | Where, after making such inquiry as is necessary, Regional Commissioner Chief Commissioner considers that the order requires revision, the Regional Commissioner Chief Commissioner may, after providing reasonable opportunity of being heard to the taxpayer, make such order as he may deem fit in the circumstances of the case. |

Comment [S2]:
65D = Tax credit for newly established industrial undertakings
65E = Tax credit for industrial undertakings established before the first day of July, 2011.

Comment [S3]:
100C = Tax credit to certain person

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| 127 | | | Appeal to the Commissioner (Appeals).— |
| | 1 | | Any person dissatisfied with any order passed by a Commissioner or an [Officer of Inland Revenue] taxation officer under section 121, 122, 143, 144, [162,] 170, 182, [] [or 205], or an order under sub-section (1) of section 161 holding a person to be personally liable to pay an amount of tax, or an order under clause (f) of sub-section (3) of section 172 [declaring] a person to be the representative of a non-resident person [or an order giving effect to any finding or directions in any order made under this Part by the Commissioner (Appeals), Appellate Tribunal, High Court or Supreme Court], or an order under section 221 refusing to rectify the mistake, either in full or in part, as claimed by the taxpayer or an order having the effect of enhancing the assessment or reducing a refund or otherwise increasing the liability of the person [, except [an] assessment order under section 122C,] may prefer an appeal to the Commissioner (Appeals) against the order. |
| | 2 | | No appeal under sub-section (1), shall be made by a taxpayer again against an order of assessment unless the taxpayer has paid the amount of tax due under sub-section (1) of section 137. |
| 130 | | | Appointment of the Appellate Tribunal |
| | 4 | | A person may be appointed as an accountant member of an appellate tribunal if,— |
| | | a | he is an officer of Inland Revenue [Service] equivalent to the rank of Regional Commissioner; |
| | | b | a Commissioner Inland Revenue or Commissioner Inland Revenue (Appeals) having at least [three] years experience as Commissioner or Collector [; or]; |
| | | c | a person who has, for a period of not less than ten years, practiced professionally as a chartered accountant within the meaning of the Chartered Accountants Ordinance, 1961 (X of 1961).]; or |
| | | d | a person who has, for a period of not less than ten years, practiced professionally as a cost and management accountant within the meaning of Cost and Management Accountants Act, 1966 (XIV of 1966)." ; |
| 148 | | | Import |
| | 7 | | The tax [required to be] collected under this section shall be a final tax [except as provided under sub-section (8)] on the income of the importer arising from the imports subject to sub-section (1) and this sub-section shall not apply in the case of import of— |
| | | a | raw material, plant, machinery, equipment and parts by an industrial undertaking for its own use; |
| | | b | fertilizer by manufacturer of fertilizer; and |
| | | c | [motor vehicles] in CBU condition by manufacturer of [motor vehicles].] |
| | | d | large import houses, who,— (i) have paid-up capital of exceeding Rs. [250] million; (ii) have imports exceeding Rs.500 million during the tax year; (iii) own total assets exceeding Rs. [350] million at the close of the tax |

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| | | | year; (iv) is single object company; (v) maintain computerized records of imports and sale of goods; (vi) maintain a system for issuance of 100% cash receipts on sales; (vii) present accounts for tax audit every year; (viii) is registered with Sales Tax Department "under the Sales Tax Act, 1990"; and (ix) make sales of industrial raw material of manufacturer registered for sales tax purposes "under the Sales Tax Act, 1990" [; and] |
| | | e | a foreign produced film imported for the purposes of screening and viewing.] |
| | 8A | | The tax collected under this section at the time of import of ships by ship-breakers shall be final tax.; |
| 149 | | | Salary |
| | 3 | | Notwithstanding anything contained in sub-sections (1) and (2), every person responsible for making payment for directorship fee or fee for attending board meeting or such fee by whatever name called, shall at the time of payment, deduct tax at the rate of twenty percent of the gross amount payable . |
| | 4 | | Tax deductible under sub-section (3) shall be adjustable.; |
| 150 | | | Dividends |
| | | | Every [person] paying a dividend shall deduct tax from the gross amount of the dividend paid [] at the rate specified in Division III of Part I Division I of Part III of the First Schedule. |
| 151 | | | Profit on debts |
| | 1 | | Where the payer of the profit shall deduct tax at the rate specified in Division I A Division I A of Part III of the First Schedule from the gross amount of the yield or profit paid as reduced by the amount of Zakat, if any, paid by the recipient under the Zakat and Ushr Ordinance, 1980 (XVII of 1980), at the time the profit is paid to the recipient. |
| | 3 | | Provided that in the case of a non-filer other than a company the final tax shall be equal to the tax deductible in the case of filer and the tax deducted in excess of that shall be advance income tax adjustable against tax liability.; |
| 153 | | | Payments for goods, services and contracts |
| | 1 | | on the execution of a contract, including contract signed by a sport person other than including contract signed by a sport person but not including a contract for the sale of goods or the rendering of or providing services, shall, at the time of making the payment, deduct tax from the gross amount payable (including sales tax, if any) at the rate specified in Division III of Part III of the First Schedule. |
| 156 | | | Prize and winnings |
| | 3 | | The tax [deductible] under sub-sections (1) or collected under sub-section (2) sub-section (2) shall be final tax on the income from prizes or winnings referred to in the said sub-sections. |

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| 159 | | | Exemption or lower rate certificate |
| | 1 | | Where the Commissioner is satisfied that an amount to which Division II or III of this Part or Chapter XII applies is - (a) exempt from tax under this Ordinance; or (b) subject to tax at a rate lower than that specified in the First Schedule, (c) subject to hundred per cent tax credit under section 100C"; the Commissioner shall, upon application in writing by the person, issue the person with an exemption or lower rate certificate. |
| | 4 | | All such amendments shall have effect in respect of any tax year beginning on any date before or after the commencement of the financial year in which the notification is issued and shall not be applicable in respect of income on which tax withheld is treated as discharge of final tax liability. |
| 169 | | | Tax collected or deducted as a final tax |
| | 1 | b | the [tax required to be deducted] is a final tax under [sub-section (3) of section 151], sub-section (1B) [or sub-section (1BB)] of section 152, [[] sub-section (3) of section 153], [[sub-section (1AAA) of section 152],] sub-section (4) of section 154, [[] sub-section (3) of section 156, [[] sub-section (2) of section 156A or sub-section [(1) and] (3) of or section 233 [[]] on the income from which it [was deductible]. |
| 181AA | | | Compulsory registration in certain cases |
| | 1 | | Notwithstanding anything contained in any law, for the time being in force , any application for commercial or industrial connection of electricity or natural gas, shall not be processed and such connection shall not be provided unless the person applying for electricity or gas connection is registered under section 181."; |
| 203 | | | Trial by Special Judge |
| | 1 | | Provided that the Federal Government may, by, notification in official Gazette, declare that a special judge appointed under section 185 of the Customs Act 1969 (IV of 1969) shall have jurisdiction to try offences under this Ordinance."; |
| 231B | | | Advance tax on private motor vehicles |
| | 1 | | Every motor vehicle registering authority of Excise and Taxation Department shall collect advance tax at the time of registration of a new locally manufactured motor vehicle, at the rates specified in Division VII of Part IV of the First Schedule. |
| | 2 | | Every motor vehicle registering authority of Excise and Taxation Department shall collect advance tax at the time of transfer of registration or ownership of a private motor vehicle, at the rates specified in Division VII of Part IV of the First Schedule. Provided that no collection of advance tax under this subsection shall be made on transfer of vehicles after five years from the date of first registration in Pakistan. |

Comment [S4]:
181 = Taxpayers' registration

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| | 3 | Every manufacturer of a motor car or jeep shall collect, at the time of sale of a motor car or jeep, advance tax at the rate specified in Division VII of Part IV of the First Schedule from the person to whom such sale is made. |
| | 4 | Sub-section (1) shall not apply if a person produces evidence that tax under sub-section (2) (3) in case of a locally manufactured vehicle or tax under section 148 in the case of imported vehicle was collected from the same person in respect of the same vehicle. |
| | 5 | The advance tax collected under this section shall be adjustable: Provided that the provisions of this section shall not be applicable in the case of - (a) the Federal Government; (b) a Provincial Government; (c) a Local Government; (d) a foreign diplomat; or (e) a diplomatic mission in Pakistan.; |
| 235A | | Domestic electricity consumption |
| | 1 | There shall be collected advance tax at the rates specified in Division XIX of Part IV of the First Schedule on the amount of electricity bill of a domestic consumer. |
| | 2 | The person preparing electricity consumption bill shall charge advance tax under sub-section (1) in the manner electricity consumption charges are charged. |
| | 3 | Tax collected under this section shall be adjustable against tax liability. |
| 235B | | Tax on steel melters, re-rollers etc.- |
| | 1 | There shall be collected tax from every steel melter, steel re-roller, composite steel units, registered for the purpose of Chapter XI of Sales Tax Special Procedure Rules, 2007 at the rate of one rupee per unit of electricity consumed for the production of steel billets, ingots and mild steel (MS products) excluding stainless steel. |
| | 2 | The person preparing electricity consumption bill shall charge and collect the tax under sub-section (1) in the manner electricity consumption charges are charged and collected. |
| | 3 | The tax collected under sub-section (1) shall be deemed to be the tax required to be deducted under sub-section (1) of section 153, on the payment for local purchase of scrap. |
| | 4 | Tax collected under sub-section (1) shall be non-adjustable and credit of the same shall not be allowed to any person.; |
| 236B | | Advance tax on purchase of air ticket. |
| | 2 | The person preparing airline issuing air ticket shall charge advance tax under sub-section (1) in the manner air ticket charges are charged. |
| | 2A | The mode, manner and time of collection shall be as may be prescribed.; |

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| 236K | | Advance tax on purchase or transfer of immovable property.— |
| | 1 | Any person responsible for registering or attesting transfer of any immovable property shall at the time of registering or attesting the transfer shall collect from the purchaser or transferee advance tax at the rate specified in Division XVIII of Part IV of the First Schedule. |
| | 2 | The advance tax collected under sub-section (1) shall be adjustable. |
| | 3 | The advance tax under this section shall not be collected in the case of the Federal Government, a Provincial Government, a Local Government or a foreign diplomatic mission in Pakistan. |
| | 4 | Nothing contained in this section shall apply to a scheme introduced by the Federal Government, or Provincial Government or an Authority established under a Federal or Provincial law for expatriate Pakistanis. |
| 236L | | Advance tax on purchase of international air ticket.— |
| | 1 | Every airline, operating in Pakistan, shall collect advance tax at the rates specified in Division XX of Part IV of the First Schedule, on the gross amount of international air tickets issued to passengers booking one-way or return, from Pakistan. |
| | 2 | The airline issuing air ticket shall collect or charge advance tax under sub-section (1) in the manner air ticket charges are collected or charged, either manually or electronically. |
| | 3 | The mode, manner and time of collection under sub-section (1) and time of collection shall be as may be prescribed. |
| | 4 | The advance tax collected under sub-section (1) shall be adjustable. |
| 236M | | Bonus Shares issued by Companies quoted on stock exchange. |
| | 1 | Every person issuing bonus shares to a shareholder of the company, shall collect tax at the rate of five per cent on the value of the bonus shares determined on the basis of day end price on the first day of closure of books. Every company, quoted on stock exchange, issuing bonus shares to the shareholders of the company, shall withhold bonus shares, at the rate of five per cent of the bonus shares issued on the first day of closure of books, and shall deposit the said bonus shares in the Central Depository Company of Pakistan Limited. |
| | 2 | The company issuing bonus shares shall make adequate arrangements for collection of such tax and in case of default, said tax shall be collected from the company, without prejudice to any other liability which it may incur under this Ordinance. Bonus shares deposited shall be disposed of by the Central Depository Company of Pakistan Limited and the proceeds thereof shall be paid by way of credit to the Federal Government. |
| | 3 | Tax required to be collected under this section shall be a final tax on the income of the shareholder of the company arising from issuance of bonus shares." The mode, manner and time of disposal of bonus shares under sub-section (2) shall be as may be prescribed. |

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| | 4 | Issuance of bonus shares shall be deemed to be the income of the shareholder, and the proceeds of the bonus shares disposed of and paid under sub-section (2), shall be treated to have been paid on behalf of the shareholder. |
| | 5 | Tax paid under this section shall be a final tax on the income of the shareholder of the company arising from issuance of bonus shares. |
| 236N | | Bonus shares issued by companies not quoted on stock exchange. - |
| | 1 | Every company, not quoted on stock exchange, issuing bonus shares to the shareholders of the company, shall deposit tax, within fifteen days of the closure of books, at the rate of five per cent on the value of the bonus shares determined on the basis of day-end price on the first day of closure of books, whether or not tax has been collected by the company under sub-section (3). |
| | 2 | Issuance of bonus shares shall be deemed to be the income of the shareholder, and tax deposited under sub-section (i) shall be treated to have been deposited on behalf of the shareholder. |
| | 3 | A company liable to deposit tax under sub-section (1), shall be entitled to collect and recover the tax deposited under the said sub-section, from the shareholder, on whose behalf the tax has been deposited, before the issuance of bonus shares. |
| | 4 | If a shareholder neither makes payment of tax to the company nor collects its bonus shares, within three months of the date of issuance of bonus shares, the company may proceed to dispose of its bonus shares to the extent it has paid tax on its behalf under sub-section (1). |
| | 5 | Tax paid under this section shall be a final tax on the income of the shareholder of the company arising from issuance of bonus shares. |
| 239 | | Savings |
| | 13 | The authority which issued any notification, notice, direction or instruction, or made any rule, agreement or appointment, or granted any approval or recognition, referred to in sub-sections (10) and (12), shall have the power to amended, modified amend, modify, cancel or repeal any such notification, notice, direction, instruction, rule, agreement, appointment, approval or recognition. |