

Part	Rules		THE SEVENTH SCHEDULE (See section 100A) NEW Omitted or deleted
			RULES FOR THE COMPUTATION OF THE PROFITS AND GAINS OF A BANKING COMPANY AND TAX PAYABLE THEREON
	6		<p>Tax on income computed—Income computed under this Schedule shall be chargeable to tax under the head "Income from Business" and tax payable thereon shall be computed at the rate applicable in Division II of Part I of the First Schedule. The income under the head "Dividend" and net income from "Dividend" and net income from "Capital Gains" on sale of shares of listed companies" shall be taxed at the rate of ten per cent; and twelve and a half per cent.</p> <p>Provided that where the shares of listed companies are disposed of within one year of the date of acquisition, the gain shall be taxed at the rate provided in Division II of Part I of the First Schedule</p> <p>Provided further that the "Dividend" received by a banking company from its asset management company shall be taxed at the rate of 20%.</p> <p>Provided also that the dividend received from Money Market Funds and Income Funds shall be taxed at the rate of 25% for tax year 2013 and onwards.</p>
	6A		<p>For the purpose of rule 6, net income from dividend shall be computed according to the following formula, namely:-</p> <p>$(A/C) \times B$ where-</p> <p>A is the total amount of expenditure as per this Schedule; B is the gross amount of dividend received; and C is the gross amount of receipts including dividend.</p>
	6B		<p>For the purpose of rule 6, net income from capital gains shall be computed according to the following formula, namely:-</p> <p>$(A/C) \times B$ where-</p> <p>A is the total amount of expenditure as per this Schedule; B is the gross amount of capital gains; and C is the gross amount of receipts including capital gains."</p>