

Section	Subsection	Clause	Amendment of Ordinance, XLIX of 2001 - NEW / inserted Omitted and deleted substituted Amended Bill 2016-17
			In the Income Tax Ordinance, 2001 (XLIX of 2001), the following further amendments shall be made, namely:-
4B			Super tax for rehabilitation of temporarily displaced persons.—
	1		A super tax shall be imposed for rehabilitation of temporarily displaced persons, for tax year 2015 and 2016, at the rates specified in Division IIA of Part I of the First Schedule, on income of every person specified in the said Division.
	2		For the purposes of this section, "income" other than depreciation and business losses shall be the sum of the following:— (i) profit on debt, dividend, capital gains, brokerage and commission; (ii) taxable income under section (9) of this Ordinance, if not included in clause (i); (iii) imputable income as defined in clause (28A) of section 2 excluding amounts specified in clause (i); and (iv) income computed under Fourth, Fifth, Seventh and Eighth Schedules.
7C			Tax on builders.—
	1		Subject to this Ordinance, a tax shall be imposed on the profits and gains of a person deriving income from the business of construction and sale of residential, commercial or other buildings at the rates specified in Division VIIIA of Part I of the First Schedule.
	2		The tax imposed under sub-section (1) shall be computed by applying the relevant rate of tax to the area of the residential, commercial or other building being constructed for sale.
	3		The Board may prescribe: (a) the mode and manner for payment and collection of tax under this section; (b) the authorities granting approval for computation and payment plan of tax; and (c) responsibilities of the authorities approving, suspending and cancelling no objection certificate to sell and the matters connected and ancillary thereto.
	4		This section shall apply to business or projects undertaken for construction and sale of residential, commercial or other buildings initiated and approved after the 1st July, 2016.
7D			Tax on developers.—
	1		Subject to this Ordinance, a tax shall be imposed on the profits and gains of a person deriving income from the business of development and sale of residential, commercial or other plots at the rates specified in Division VIIB of Part I of the First Schedule.
	2		The tax imposed under sub-section (1) shall be computed by applying the relevant rate of tax to the area of the residential, commercial or other plots for sale.

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	3		The Board may prescribe: (a) the mode and manner for payment and collection of tax under this section; (b) the authorities granting approval for computation and payment plan of tax; and (c) responsibilities of the authorities approving, suspending and cancelling no objection certificate to sell and the matters connected and ancillary thereto.
	4		This section shall apply to projects undertaken for development and sale of residential, commercial or other plots initiated and approved after the 1st July, 2016."
8			General provisions relating to taxes imposed under sections 5, 6 and 7
	1		Subject to this Ordinance, the tax imposed under Sections 5,5A,6,7,7A and 7B ,7C and 7D shall be a final tax on the amount in respect of which the tax is imposed and—
		d	the tax payable by a person under section 5,5A, 6 7, 7A, 7B ,7C and 7D shall not be reduced by any tax credits allowed under this Ordinance; and
15			Income from property
	6		Income under this section shall be liable to tax at the rate specified in Division VIA of Part I of the First Schedule.
	7		The provisions of sub-section (1), shall not apply in respect of an individual or association of persons who derive income chargeable to tax under this section not exceeding two hundred thousand rupees in a tax year and does not derive taxable income under any other head.
15A			Deductions in computing income chargeable under the head "Income from Property" in sub-section (1), for the word "person", wherever occurring, the word "company" shall be substituted;
	1		In computing the income of a person company chargeable to tax under the head "Income from Property" for a tax year, a deduction shall be allowed for the following expenditures or allowances, namely
21			Deduction not allowed
		c	any salary, rent, brokerage or commission, profit on debt, payment to non-resident, payment for services or fee paid by the person from which the person is required to deduct tax under Division III of Part V of Chapter X or section 233 of chapter XII, [unless] the person has [paid or] deducted and paid the tax as required by Division IV of Part V of Chapter X any expenditure from which the person is required to deduct or collect tax under Part V of Chapter X or Chapter XII, unless the person has paid or deducted and paid the tax as required by Division IV of Part V of Chapter X:

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			In the Income Tax Ordinance, 2001 (XLIX of 2001), the following further amendments shall be made, namely:-
			Provided that disallowance under this clause shall not exceed twenty per cent of purchases of raw materials and finished goods: Provided further that recovery of any amount of tax under sections 161 or 162 shall be considered as tax paid.”;
		o	any expenditure in respect of sales promotion, advertisement and publicity in excess of five per cent of turnover incurred by pharmaceutical manufacturers.
22			Depreciation
	5		The written down value of a depreciable asset of a person at the beginning of the tax year shall be ---
		a	where the asset was acquired in the tax year, the cost of the asset to the person as reduced by any initial allowance in respect of the asset under section 23; or
		b	in any other case, the cost of the asset to the person as reduced by the total depreciation deductions (including any initial allowance under section 23) allowed to the person in respect of the asset in previous tax years.
			Explanation,- For the removal of doubt, it is clarified that where any building, furniture, plant or machinery is used for the purposes of business during any tax year for which the income from such business is exempt, depreciation admissible under sub-section (1) shall be treated to have been allowed in respect of the said tax year and after expiration of the exemption period, written down value of such assets shall be determined after reducing total depreciation deductions (including any initial allowance under section 23) in accordance with clauses (a) and (b) of this sub-section.
37A			Capital gain on disposal of securities.
	3A		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
			Explanation: For removal of doubt it is clarified that derivative products include future commodity contracts entered into by the members of Pakistan Mercantile Exchange whether or not settled by physical delivery.”;

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			In the Income Tax Ordinance, 2001 (XLIX of 2001), the following further amendments shall be made, namely:-
53			Exemptions and tax concessions in the Second Schedule.
	2		The Federal Government may, from time to time "pursuant to the approval of the Economic Coordination Committee of Cabinet, whenever circumstances exist to take immediate action for the purposes of national security, natural disaster, national food security in emergency situations, protection of national economic interests in situations arising out of abnormal fluctuation in international commodity prices, removal of anomalies in taxes, development of backward areas and , implementation of bilateral and multilateral agreements or granting an exemption from any tax imposed under this Ordinance including a reduction in the rate of tax imposed under this Ordinance or a reduction in tax liability under this Ordinance or an exemption from the operation of any provision of this Ordinance to any international financial institution or foreign Government owned financial institution operating under an agreement, memorandum of understanding or any other arrangement with the Government of Pakistan", by notification in the official Gazette, make such amendment in the Second Schedule by — (a) adding any clause or condition therein; (b) omitting any clause or condition therein; or (c) making any change in any clause or condition therein,
59B			Group relief
	1		Subject to sub-section (2), any company, being a subsidiary of a holding company, may surrender its assessed loss as computed in sub-section (1A) (excluding capital loss) for the tax year (other than brought forward losses and capital losses), in favour of its holding company or its subsidiary or between another subsidiary of the holding company: Provided that where one of the company in the group is a public company listed on a registered stock exchange in Pakistan, the holding company shall directly hold fifty-five per cent or more of the share capital of the subsidiary company. Where none of the companies in the group is a listed company, the holding company shall hold directly seventy-five per cent or more of the share capital of the subsidiary company.
	1A		The loss to be surrendered under sub-section (1) shall be allowed as per following formula, namely:- (A/100) x B where— A is the percentage share capital held by the holding company of its subsidiary company; and B is the assessed loss of the subsidiary company.";

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			In the Income Tax Ordinance, 2001 (XLIX of 2001), the following further amendments shall be made, namely:-
62A			Tax credit for investment in health insurance.
	1		A resident person other than a company shall be entitled to a tax credit for a tax year in respect of any health insurance premium or contribution paid to any insurance company registered by the Securities and Exchange Commission of Pakistan under the Insurance Ordinance, 2000 (XXXIX of 2000), provided the resident person is deriving income chargeable to tax under the head "salary" or "income from business
	2		The amount of a person's tax credit allowed under subsection (1) for a tax year shall be computed according to the following formula, namely: — (A/B) x C where— A is the amount of tax assessed to the person for the tax year before allowance of tax credit under this section; B is the person's taxable income for the tax year; and C is the lesser of — (a) the total contribution or premium paid by the person referred to in sub-section (1) in the year; (b) five per cent of the person's taxable income for the year; and (c) one hundred thousand rupees.
63			Contribution to an Approved Pension Fund
	2	ii	Provided also that the additional contribution of two percent per annum for each year of age exceeding forty years shall be allowed upto the 30th June, 2019 subject to the condition that the total contribution allowed to such person shall not exceed thirty percent of the total taxable income of the preceding year.
64A			Deductible allowance for profit on debt.
	2		The amount of an individual's deductible allowance allowed under sub-section (1) for a tax year shall not exceed fifty percent of taxable income or one two million rupees, whichever is lower.

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			In the Income Tax Ordinance, 2001 (XLIX of 2001), the following further amendments shall be made, namely: -
64AB			Deductible allowance for education expenses. —
	1		Every individual shall be entitled to a deductible allowance in respect of tuition fee paid by the individual in a tax year provided that the taxable income of the individual is less than one million rupees.
	2		The amount of an individual's deductible allowance allowed under sub-section (1) for a tax year shall not exceed the lesser of — (a) five per cent of the total tuition fee paid by the individual referred to in sub-section (1) in the year; (b) twenty-five per cent of the person's taxable income for the year; and (c) an amount computed by multiplying sixty thousand with number of children of the individual.
	3		Any allowance or part of an allowance under this section for a tax year that is not able to be deducted for the year shall not be carried forward to a subsequent tax year.
	4		Allowance under this section shall be allowed against the tax liability of either of the parents making payment of the fee on furnishing national tax number (NTN) or name of the educational institution.
	5		Allowance under this section shall not be taken into account for computation of tax deduction under section 149.
64B			Tax credit for employment generation by manufacturers
	1		Where a taxpayer being a company formed for establishing and operating a new manufacturing unit sets up a new manufacturing unit between the 1st day of July, 2015 and the 30th day of June, 2018 2019, (both days inclusive) it shall be given a tax credit for a period of ten years.
	2		The tax credit under sub-section (1) for a tax year shall be equal to one two percent of the tax payable for every fifty employees registered with The Employees Old Age Benefits Institution or the Employees Social Security Institutions of Provincial Governments during the tax year, subject to a maximum of ten percent of the tax payable.
65A			Tax credit to a person registered under the Sales Tax Act, 1990.
	1		Every manufacturer, registered under the Sales Tax Act, 1990, shall be entitled to a tax credit of two and a half three per cent of tax payable for a tax year, if ninety per cent of his sales are to the person who is registered under the aforesaid Act during the said tax year.
65B			Tax credit for investment
	1		The provisions of sub-section (1) shall apply if the plant and machinery is purchased and installed at any time between the first day of July, 2010, and the 30th day of June, 2016 2019.

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			In the Income Tax Ordinance, 2001 (XLIX of 2001), the following further amendments shall be made, namely:-
65C			Tax credit for enlistment.
	1		Where a taxpayer being a company opts for enlistment in any registered stock exchange in Pakistan, a tax credit equal to twenty percent of the tax payable shall be allowed for the tax year in which the said company is enlisted and for the following tax year.
65D			Tax credit for newly established industrial undertakings.
	1		Where a taxpayer being a company formed for establishing and operating a new industrial undertaking including corporate dairy farming sets up a new industrial undertaking including a corporate dairy farm, it shall be given a tax credit equal to hundred per cent an amount as computed in sub-section (1A) of the tax payable , including on account of minimum tax and final taxes payable under any of the provisions of this Ordinance, on the taxable income arising from such industrial undertaking for a period of five years beginning from the date of setting up or commencement of commercial production, whichever is later.
	1A		The amount of a person's tax credit allowed under sub-section (1) for a tax year shall be computed according to the following formula, namely: — (A/100) x B where— A is the amount of tax assessed to the person for the tax year before allowance of any tax credit for the tax year; and B is the equity raised through issuance of new shares for cash consideration.
	2	a	the company is incorporated and industrial undertaking is setup between the first day of July, 2011 and 30th day of June, 2016 2019;
		d	the industrial undertaking is set up with hundred per cent at least seventy per cent equity raised through issuance of new shares for cash consideration: Provided that short term loans and finances obtained from banking companies or non-banking financial institutions for the purposes of meeting working capital requirements shall not disqualify the taxpayer from claiming tax credit under this section.
	4		Where any credit is allowed under this section and subsequently it is discovered, on the basis of documents or otherwise, by the Commissioner Inland Revenue that the business has been discontinued in the subsequent five years after the credit has been allowed or any of the [conditions] specified in this section [were] not fulfilled, the credit originally allowed shall be deemed to have been wrongly allowed and the Commissioner Inland Revenue may, notwithstanding anything contained in this Ordinance, re-compute the tax payable by the taxpayer for the relevant year and the provisions of this Ordinance shall, so far as may be, apply accordingly.

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			In the Income Tax Ordinance, 2001 (XLIX of 2001), the following further amendments shall be made, namely:-
65E			Tax credit for industrial undertakings established before the first day of July, 2011
	1		Where a taxpayer being a company, setup in Pakistan before the first day of July, 2011, invests any amount, with hundred per cent at least seventy per cent new equity raised through issuance of new shares, in the purchase and installation of plant and machinery for an industrial undertaking, including corporate dairy farming, for the purposes of- (i) expansion of the plant and machinery already installed therein; or (ii) undertaking a new project, a tax credit shall be allowed against the tax payable in the manner provided in sub-section (2) and sub-section (3), as the case may be, for a period of five years beginning from the date of setting up or commencement of commercial production from the new plant or expansion project, whichever is later
	2		Where a taxpayer maintains separate accounts of an expansion project or a new project, as the case may be, the taxpayer shall be allowed a tax credit equal to one hundred per cent an amount as computed in sub-section (3A) of the tax payable, including minimum tax and final taxes payable under any of the provisions of this Ordinance, attributable to such expansion project or new project.
	3A		The amount of a person's tax credit allowed under subsection (1) for a tax year shall be computed according to the following formula, namely: — (A/100) x B where— A is the amount of tax assessed to the person for the tax year before allowance of any tax credit for the tax year; and B is the equity raised through issuance of new shares for cash consideration.”;
	4		The provisions of sub-section (1) shall apply if the plant and machinery is installed at any time between the first day of July, 2011 and the 30th day of June, 2016 2019
	6		Where any credit is allowed under this section and subsequently it is discovered, on the basis of documents or otherwise, by the Commissioner Inland Revenue that the business has been discontinued in the subsequent five years after the credit has been allowed or any of the condition specified in this section was not fulfilled, the credit originally allowed shall be deemed to have been wrongly allowed and the Commissioner Inland Revenue may, notwithstanding anything contained in this Ordinance, re-compute the tax payable by the taxpayer for the relevant year and the provisions of this Ordinance shall apply accordingly.

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			In the Income Tax Ordinance, 2001 (XLIX of 2001), the following further amendments shall be made, namely:-
67			Apportionment of deductions.
	1		Subject to this Ordinance, where an expenditure expenditures, deductions and allowances relates to -
		a	the derivation of more than one head of income; or
		ab	derivation of income comprising of taxable income and any class of income to which sub-sections (4) and (5) of section 4 apply, or;
		b	the derivation of income chargeable to tax under a head of income and to some other purpose,
			the expenditure expenditures, deductions and allowances shall be apportioned on any reasonable basis taking account of the relative nature and size of the activities to which the amount relates.
	2		The Board may make rules under section 237 for the purposes of apportioning deductions expenditures and allowances.
68			Fair market value.
	3		Where the price other than the price of immovable property referred to in sub-section (1) is not ordinarily ascertainable, such price may be determined by the Commissioner.
	4		Notwithstanding anything contained in sub-sections (1) and (3), the fair market value of immovable property shall be determined on the basis of valuation made by a panel of approved valuer's of the State Bank of Pakistan;
80			Person.
	2	vb	a trust, an entity or a body of persons established or constituted by or under any law for the time being in force: Explanation : For removal of doubt it is clarified that a trust under this clause includes a foreign trust;
107			Agreements for the avoidance of double taxation and prevention of fiscal evasion.
	1		The Federal Government may enter into an agreement, bilateral or multilateral with the government or governments of foreign countries or tax jurisdictions for the avoidance of double taxation and the prevention of fiscal evasion and exchange of information including automatic exchange of information with respect to taxes on income imposed under this Ordinance or any other law for the time being in force and under the corresponding laws in force in that country, and may, by notification in the official Gazette, make such provisions as may be necessary for implementing the agreement."; and The Federal Government may enter into a tax treaty, a tax information exchange agreement, a multilateral convention, an inter-governmental agreement or similar agreement or mechanism for the avoidance of double taxation or for the exchange of information for the prevention of fiscal

			evasion or avoidance of taxes including automatic exchange of information
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			In the Income Tax Ordinance, 2001 (XLIX of 2001), the following further amendments shall be made, namely:-
			with respect to taxes on income imposed under this Ordinance or any other law for the time being in force and under the corresponding laws in force in that country and may, by notification in the official Gazette, make such provisions as may be necessary for implementing the said instruments.
	1B		Notwithstanding the provisions of the Freedom of Information Ordinance, 2002 (XCVI of 2002), any information received or supplied, and any concomitant communication or correspondence made, under a tax treaty, a tax information exchange agreement, a multilateral convention, a similar arrangement or mechanism, shall be confidential subject to sub-section (3) of section 216.
	2		Where any agreement is made in accordance with sub-section (1), the agreement and the provisions made by notification for implementing the agreement shall, notwithstanding anything contained in any law for the time being in force, have effect in so far as they provide for at least one of the following -
	3		Notwithstanding anything contained in sub-sections (1) or (2), any agreement referred to in sub-section (1) may include provisions for the relief from tax for any period before the commencement of this Ordinance or before the making of the agreement
108			Transactions between associates.
	3		Every taxpayer who has entered into a transaction with its associate shall:
		a	maintain a master file and a local file containing documents and information as may be prescribed;
		b	keep and maintain prescribed country-by-country report, where applicable;
		c	keep and maintain any other information and document in respect of transaction with its associate as may be prescribed; and
		d	keep the files, documents, information and reports specified in clauses (a) to (c) for the period as may be prescribed.
	4		A taxpayer who has entered into a transaction with its associate shall furnish, within thirty days the documents and information to be kept and maintained under sub-section (3) if required by the Commissioner in the course of any proceedings under this Ordinance.;
	5		The Commissioner may, by an order in writing, grant the taxpayer an extension of time for furnishing the documents and information under subsection (4), if the taxpayer applies in writing to the Commissioner for an extension of time to furnish the said documents or information; Provided that the Commissioner shall not grant an extension of more than forty-five days, when such information or documents were required to be furnished under sub-section (4), unless there are exceptional circumstances justifying a longer extension of time."

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			In the Income Tax Ordinance, 2001 (XLIX of 2001), the following further amendments shall be made, namely:-
113			Minimum tax on the income of certain persons.
	1		This section shall apply to a resident company ,an individual (having turnover of fifty ten million rupees or above in the tax year 2009 2017 or in any subsequent tax year) and an association of persons (having turnover of fifty ten million rupees or above in the tax year 2007 2017 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—
			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.
			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. Explanation.- For the purpose of this sub-section, the expression "tax payable or paid" does not include- (a) 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; and (b) tax payable or paid under section 4B.”;
113A			Minimum tax on builders.
113B			Minimum tax on land developers.

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			In the Income Tax Ordinance, 2001 (XLIX of 2001), the following further amendments shall be made, namely:-
114			Return of income.
	5		A notice under sub-section (4) may be issued in respect of one or more of the last five completed tax years or assessment years. Provided that in case of a person who has not filed return for any of the five completed tax years, notice under sub-section (4) may be issued of one or more of the last ten completed tax years.
	6		Subject to sub-section (6A), any person who, having furnished a return, discovers any omission or wrong statement therein, may file revised return subject to the following conditions, namely: —
		ba	it is accompanied by approval of the Commissioner in writing for revision of return; and
			Provided further that the mode and manner for seeking the revision shall be as prescribed by the Board. Provided also that condition specified in clause (ba) shall not apply and the approval required there under shall be deemed to have been granted by the Commissioner, if- (a) the Commissioner has not made an order of approval in writing, for revision of return, before the expiration of sixty days from the date when the revision of return was sought; or (b) taxable income declared is more than or the loss declared is less than the income or loss, as the case may be, determined under section 120.

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			In the Income Tax Ordinance, 2001 (XLIX of 2001), the following further amendments shall be made, namely:-
122C			Provisional assessment. —
	2		Notwithstanding anything contained in this Ordinance, the provisional assessment order completed under sub-section (1) shall be treated as the final assessment order after the expiry of [forty-five] days from the date of service of order of provisional assessment and the provisions of this Ordinance shall apply accordingly: Provided that the provisions of sub-section (2) shall not apply if return of income along with wealth statement, wealth reconciliation statement and other documents required under sub-section (2A) of section 116 are filed by the person [being an individual or an association of persons] for the relevant tax year during the said period of forty-five days Provided further that the provisions of sub-section (2) shall not apply to a company if return of income tax along with audited accounts or final accounts, as the case may be, for the relevant tax year are filed by the company electronically during the said period of [forty-five] days
			Provided that the provisions of this sub-section shall not apply, if— (a) return of income along with wealth statement, wealth reconciliation statement and other documents required under sub-section (2A) of section 116 are filed by the person being an individual or an association of persons for the relevant tax year during the said period of forty-five days; and (b) the individual or an association of persons present accounts and documents for conducting audit of income tax affairs for that tax year: Provided further that the provisions of sub-section (2) shall not apply— (a) to a company, if return of income tax along with audited accounts or final accounts, as the case may be, for the relevant tax year are filed by the company electronically during the said period of forty-five days; and (b) if the company presents accounts and documents for conducting audit of its income tax affairs for that tax year.

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			In the Income Tax Ordinance, 2001 (XLIX of 2001), the following further amendments shall be made, namely:-
134			Alternative dispute resolution-
	2		The Board after examination of the application of an aggrieved person, shall within sixty days of receipt of such application in the Board appoint a committee consisting of an officer of Inland Revenue not below the rank of Commissioner and two persons from a panel comprising of Chartered or Cost Accountants, Advocates, Income Tax Practitioners or reputable taxpayers for the resolution of the hardship or dispute.
	3		The Board may, on the recommendation of the committee, pass such order, as it may deem appropriate within forty five ninety days of the receipt of recommendations of the Committee. Provided that if such order is not passed within the aforesaid period, recommendations of the committee shall be treated to be an order passed by the Board under this sub-section.;
140			Recovery of tax from persons holding money on behalf of a taxpayer.
	1		Provided that the Commissioner shall not issue notice under this sub-section for recovery of any tax due from a taxpayer if the said taxpayer has filed an appeal under section 127 in respect of the order under which the tax sought to be recovered has become payable and the appeal has not decided by the Commissioner (Appeals), subject to the condition that twenty-five percent of the said amount of tax due has been paid by the taxpayer.;
147			Advance tax paid by the taxpayer
	4		Where the taxpayer is [an association of persons or] a company, the amount of advance tax due for a quarter shall be computed according to the following formula, namely:- (A x B/C) -D Where - A is the taxpayer's turnover for the quarter; B is the tax assessed to the taxpayer for the latest tax year; "Explanation.- For removal of doubt it is clarified that tax assessed includes tax under sections 113 and 113C."; C is the taxpayer's turnover for the latest tax year; and D is the tax paid in the quarter for which a tax credit is allowed under section 168
	4AA		Tax liability under section 113 and 113C shall also be taken into account while working out payment of advance tax liability under this section.
	6A	A	taking into account tax payable under section 113 and 113C as provided in sub-section (4AA); and

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			In the Income Tax Ordinance, 2001 (XLIX of 2001), the following further amendments shall be made, namely:-
147A			Advance tax from provincial sales tax registered person.
	1		Every provincial sales tax registered person shall be liable to pay adjustable advance tax at the rate of three percent of the turnover declared before the provincial revenue authority.
	2		The advance tax under sub-section (1) shall be paid monthly at the time when sales tax return is to be filed with the provincial revenue authority.
	3		Advance tax paid under this section may be taken into account while working out advance tax payable under section 147.
	4		The provisions of this Ordinance shall apply to any advance tax due under this section as if the amount due were tax due under an assessment order.
	5		A taxpayer who has paid advance tax under this section for a tax year shall be allowed a tax credit for that tax in computing the tax due by the taxpayer on the taxable income of the taxpayer for that year.
	6		A tax credit allowed for advance tax paid under this section shall be applied in accordance with sub-section (3) of section (4).
	7		A tax credit or part of a tax credit allowed under this section for a tax year that is not able to be credited under sub-section (3) of section (4) for the year shall be refunded to the taxpayer in accordance with section 170.
	8		This section shall not apply to a person who was filer on the thirtieth day of June of the previous tax year.
152			Payments to non-residents
	2A		Every prescribed person making a payment in full or part including a payment by way of advance to a permanent establishment in Pakistan of a non-resident person— <ul style="list-style-type: none"> (i) for the sale of goods except where the sale is made by the importer of the goods and tax under section 148 in respect of such goods has been paid and the goods are sold in the same condition as they were when imported; (ii) for the rendering of or providing services; and (iii) on the execution of a contract, other than 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 II of Part III of the First Schedule

Section	Subsection	Clause	Amendment of Ordinance, XLIX of 2001 - NEW / inserted Omitted and deleted substituted Amended Bill 2016-17
			In the Income Tax Ordinance, 2001 (XLIX of 2001), the following further amendments shall be made, namely:-
152A			Payment for foreign produced commercials.
	1		Every person responsible for making payment directly or through an agent or intermediary to a non resident person for foreign produced commercial for advertisement on any television channel or any other media shall deduct tax at the rate of twenty percent from the gross amount paid.
	2		The tax deductible under sub-section (1), shall be final tax on the income of non-resident person arising out of such payment.
153			Payments for goods, services and contracts.
	3		The tax deductible under clauses (a) and (c) of sub-section (1) and under sub-section (2) of this section, on the income of a resident person or, shall be final tax. Provided that,—
		E	tax deducted under clause (b) of sub-section (1) by person making payments to electronic and print media for advertising services shall be final tax with effect from the 1st July, 2016.”; and
	5		Sub-section (1) shall not apply to —
		e	a cotton ginner who deposits in the Government Treasury, an amount equal to the amount of tax deductible on the payment being made to him, and evidence to this effect is provided to the “prescribed person”;
169			Tax collected or deducted as a final tax.—
	4		Where the tax collected or deducted is final tax under any provision of the Ordinance and separate rates for filer and non-filer have been prescribed for the said tax, the final tax shall be the tax rate for filer and the excess tax deducted or collected on account of higher rate of non-filer shall be adjustable in the return filed for the relevant tax year.”;
165B			Furnishing of information by financial institutions including banks.
	2		Subject to section 216, all All information received under this section shall be used only for tax and related purposes and kept confidential.
170			Refunds.
	2		An application for a refund under sub-section (1) shall be - (a) made in the prescribed form; (b) verified in the prescribed manner; and (c) made within two three years of the later of - (i) the date on which the Commissioner has issued the assessment order to the taxpayer for the tax year to which the refund application relates; or (ii) the date on which the tax was paid.

Section	Subsection	Clause	Amendment of Ordinance, XLIX of 2001 - NEW / inserted Omitted and deleted substituted Amended Bill 2016-17			
			In the Income Tax Ordinance, 2001 (XLIX of 2001), the following further amendments shall be made, namely:-			
182			Offences and penalties			
			S. No.	Offences	Penalties	Section of the Ordinance to which offence has reference
			(1)	(2)	(3)	(4)
			1A	Where any person fails to furnish a statement as required under section 115, 165 or 165A 165A or 165B within the due date.	Such person shall pay a penalty of Rs. 2500 for each day of default subject to a minimum penalty of ten thousand rupees.	115, 165 and 165A, 165A and 165B
198			Prosecution for unauthorised disclosure of information by a public servant.—			
			A person who discloses any particulars in contravention of sub-section 1B of section 107 or section 216 shall commit an offence punishable on conviction with a fine of not less than five hundred thousand rupees or imprisonment for a term not exceeding one year, or both.			
231A			Cash withdrawal from a bank.			
	1		Every banking company shall deduct tax at the rate specified in Division VI of Part IV of the First Schedule, if the payment for cash withdrawal, or the sum total of the payments for cash withdrawal in a day, exceeds [fifty] thousand rupees. Explanation.- For removal of doubt, it is clarified that the said fifty thousand rupees shall be aggregate withdrawals from all the bank accounts in a single day.			
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 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 sub-section shall be made after five years from the date of first registration as specified in clauses (a), (b) and (c) of sub-section (6).; and			

Section	Subsection	Clause	Amendment of Ordinance, XLIX of 2001 - NEW / inserted Omitted and deleted substituted Amended Bill 2016-17
			In the Income Tax Ordinance, 2001 (XLIX of 2001), the following further amendments shall be made, namely:-
	1A		Every leasing company or a scheduled bank or an investment bank or a development finance institution or a modaraba shall, at the time of leasing of a motor vehicle to a nonfiler, collect advance tax at the rate of three per cent of the value of the motor vehicle.”;
236A			Advance tax at the time of sale by auction.
	3		Notwithstanding the provisions of sub-section (2), tax collected on a lease of the right to collect tolls shall be final tax.”;
236C			Advance Tax on sale or transfer of immovable Property.
	3		Advance tax under sub-section (1) shall not be collected if the immovable property is held for a period exceeding five years.”
236E			Advance tax on foreign-produced TV plays and serials.
	1		Any licensing authority certifying any foreign TV drama serial or a play dubbed in Urdu or any other regional language in any language other than English, for screening and viewing on any landing rights channel, shall collect advance tax at the rates specified in Division XII of Part IV of the First Schedule.
236O			Advance tax under this chapter
			The advance tax under this chapter shall not be collected in the case of withdrawals made by or deducted from —
236P			Advance tax on banking transactions otherwise than through cash.
	3		The advance tax under this section shall be collected at the rate specified in Division XXI of Part IV of the First Schedule, where the sum total of payments for all transactions mentioned in sub-section (1) or subsection (2), as the case may be, exceed fifty thousand rupees in a day. Explanation.- For removal of doubt, it is clarified that the said fifty thousand rupees shall be aggregate withdrawals from all the bank accounts in a single day.
236T			Collection of tax by Pakistan Mercantile Exchange Limited (PMEX).
236U			Advance tax on insurance premium. -
	1		Every insurance company shall collect advance tax at the time of collection of insurance premium from non-filers in respect of general insurance premium and life insurance premium, at the rates specified in Division XXV of Part IV of the First Schedule.
	2		Insurance premium collected through agents of the insurance company shall be treated to have been collected by the insurance company.
	3		Advance tax collected under this section shall be adjustable.

Section	Subsection	Clause	Amendment of Ordinance, XLIX of 2001 - NEW / inserted Omitted and deleted substituted Amended Bill 2016-17
			In the Income Tax Ordinance, 2001 (XLIX of 2001), the following further amendments shall be made, namely:-
236V			Advance tax on extraction of minerals. -
	1		There shall be collected advance tax at the rate specified in Division XXVI of Part-IV of the First Schedule on the value of minerals extracted, produced, despatched and carried away from the licensed or leased areas of the mines.
	2		Advance tax under sub-section (1) shall be collected by the provincial authority collecting royalty per metric ton from the lease-holder of mines or any person extracting minerals.
	3		Advance tax collected under this section shall be adjustable.
	4		The value of the minerals for the purpose of this section shall be as specified by the Board.
236W			Advance tax from provincial sales tax registered person. -
	1		Every provincial revenue authority shall collect advance adjustable tax at the rate of three per cent of the turnover from a non-filer who is a provincial sales tax registered person.
	2		The advance tax under sub-section (1) shall be collected along with the sales tax return filed with the provincial revenue authority.
	3		The provincial revenue authority shall not accept return for sales tax unless the tax required to be collected under this section has been collected or deposited.”;