

TAX RATES FOR THE TAX YEAR 2024

SALARY - Sec 149, Div I Part I 1st Schedule

Taxable Income		Rate of Tax	
From	To		
Up to 600,000		0%	
600,001	1,200,000	2.5% on amount exceeding Rs. 600,000	
1,200,001	2,400,000	15,000	12.5% on amount > Rs. 1.2M
2,400,001	3,600,000	165,000	22.5% on amount > Rs. 2.4M
3,600,001	6,000,000	435,000	27.5% on amount > Rs. 3.6M
Above 6,000,000		1,095,000	35% on amount > Rs. 6 M

Note: 25% Reduction in tax for full time teacher except practicing doctors.
Note: Salary rate applicable where salary income exceeds 75% of total taxable income.

TAX RATE FOR AOP & BUSINESS INDIVIDUALS

Taxable Income		Rate of Tax	
From	To		
Up to 600,000		0%	
600,001	800,000	7.5% on amount exceeding Rs. 600,000	
800,001	1,200,000	15,000	15% on amount > Rs. 0.8M
1,200,001	2,400,000	75,000	20% on amount > Rs. 1.2M
2,400,001	3,000,000	315,000	25% on amount > Rs. 2.4M
3,000,001	4,000,000	465,000	30% on amount > Rs. 3M
Above 4,000,000		765,000	35% on amount > Rs. 4M

Tax Rates of Companies

Banking Company	39%
Public & Private Company	29%
Small Company	20%
Alternate Corporate Tax (On accounting profit)	17%

Note: Super Tax - Section 4B & 4C - Div IIA & IIB Part 1, 1st Sch

Turnover Tax - Sec113 Div IX, Part I, 1st Schedule

Minimum Tax	Rate
SSGCL, SNGPL, PIA and Poultry Industry	0.75%
Oil refineries & Oil Marketing Companies Motorcycle dealers registered under the S T Act, 1990	0.5%
• Distributors of pharmaceutical products, FMCGs and cigarettes; • Petroleum agents & distributors registered under the ST Act, 1990; • Rice mills and dealers, Flour mills • Tier-1 Retailer of FMCGs with POS integrated with Board • E-commerce business including running on online marketplace defined in Sec 2(38B) • Sale and purchase of used vehicles • Distributors, dealers, sub-dealers, wholesalers and retailers of steel	0.25%
In all other cases	1.25%

Activity/ Nature of Payment	Tax Rate		Nature of Tax
	ATL	Non-ATL	

SUPPLY OF GOODS- Section 153(1)(a). Div III, Part III, 1st Sch. Clause 24A, 24C, 24D, 31, Part II, 2nd Sch. 45A Part IV 2nd Sch.

Sale of rice, cottonseed & edible oil	1.5%	3%	Advance Tax for Listed companies and Companies Engaged in Manufacturing
Sale of cigarettes, pharma products, gold & silver	1%	2%	
Sale of FMCG, fertilizer, electronics excluding mobile phones, sugar, cement steel & edible oil by distributors, dealers, sub-dealers, wholesales & retailers (If ATL in Sales Tax & Income Tax)	0.25%	N/A	
Sale of other goods by companies including toll manufacturers	5%	10%	Minimum Tax for other cases.
Sale of other goods by AOPs & Individual Including toll manufacturers	5.5%	11%	
Sales & supplies by taxpayers in following sectors Textile & articles thereof - Carpets - Leather & articles thereof - Artificial leather - Footwear - Surgical goods - Sports goods	1%	2%	
Local supplies by yarn traders to above mentioned sectors	0.5%	1%	

Note: No tax to be withheld in case where aggregate annual payment is below Rs 75,000/-

PAYMENTS FOR SERVICES - S 153(1)(b),153(2), Div III & Div IV P III 1st Sch.

Advertising services (elec. & print media)	1.5%	3%	Minimum Tax
Transport, Freight forwarding, Air cargo services, Courier, Manpower outsourcing, Hotel, Security guard, Software development, IT and IT enabled service, Warehousing Tracking services, Advertising (other than by print or electronic media), Share registrar services, Car rental, Building maintenance, Services of PSX & PMEL, Inspection, Certification, Testing & Training, Oilfield, Telecommunication, Collateral management, Travel & tour services, Engineering Services.	4%	8%	
Companies providing other services	9%	18%	
AOPs & Ind. providing other services	11%	22%	
Stitching, dying, printing, embroidery, washing, sizing & weaving for Exporters	1%	2%	
Services by taxpayers in following sectors Textile & articles thereof - Carpets - Leather & articles thereof - Artificial leather - Footwear - Surgical goods - Sports goods	1%	2%	

Note: No tax to be withheld for payments in case where payment is less than Rs. 30,000/- in aggregate, during a financial year.

PS: Due care and caution has been taken in extracting this information. Any suggestion, error or mistakes found in this Document may please be sent to us. For further detail please consult the relevant Law

Activity/ Nature of Payment	Tax Rate		Nature of Tax
	ATL	Non-ATL	

PROPERTY INCOME/ RENTALS - Sec155, Div V Pt III 1st Sch

Where recipient is a company	15%	30%	Adv. Tax
Other recipients	Advance Tax		
Annual Rent (Rs.)	Tax		
From	To	Rate of Tax will be doubled for Non ATL	
Up to 300,000		NIL	
300,001	600,000	5% of the amount exceeding 300,000	
600,001	2,000,000	15,000 + 10% of the amount above 600,000	
Above 2,000,000		155,000 + 25% of the amount above 2,000,000	

SALE/ TRANSFER OF IMMOVABLE PROPERTY - S 236C. Div X P IV 1st Sch

To be collected from Seller/ Transferor, where Holding Period is:	Up to 1 Year	3%	6%	Minimum Tax
	Above 1 Year			Advance Tax

PURCHASE OF IMMOVABLE PROPERTY - S 236K. Div XVIII. P IV 1st Sch

On purchaser or transferee for registering or attesting transfer of any immovable property	3% of FMV	10.5% of FMV	Advance Tax
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Note: CI 111AC, Part IV, 2nd Sch: Enhanced Tax U/S 236C & 236K will not be applicable on Non filer Non Residents bearing NICOP or POC Cards

CAPITAL GAINS ON DISPOSAL OF IMMOVABLE PROPERTY & SECURITIES

Sec. 37. Division VIII, Sec. 37A Division VII - Part I, 1st Sch

Holding Period		Rate of Tax			
From	To	Open Plots	Constructed Property	Flats	Securities
Upto 1 Year		15%	15%	15%	15%
1 Year	2 Years	12.5%	10%	7.5%	12.5%
2 Years	3 Years	10%	7.5%		10%
3 Years	4 Years	7.5%	5%		7.5%
4 Years	5 Years	5%		0%	5%
5 Years	6 Years	2.5%	0%		2.5%
Exceeding 6 Years		0%			0%

EXPORTS - Sec154, Div IV, Sec 154A, Div IVA - Part III 1st Schedule, Clause 47C Part IV 2nd Schedule

Proceeds against Export of Goods	1%	Final Tax
Proceeds against Export of Services		
Proceeds against Export of IT & IT Enabled Services by Person Registered with PSEB	0.25%	

Note: Exemption to Cooking oil or Ghee exported to Afghanistan if Tax U/S 148 is paid.
Note: Exporters may opt for Minimum Tax Regime at the time of filing of return.

IMPORTS - Section 148 Part II, First Schedule

Goods classified as per Twelfth Schedule

Persons importing items (Materials & machinery) goods classified in Part I of the Twelfth Schedule	1%	Adjustable Tax Industrial undertaking importing goods other than i) edible oil, ii) packaging material, iii) paper & paper board or iv) plastics
Persons importing items (Parts & components) classified in Part II of the Twelfth Schedule	2%	
Persons importing items (Parts & components) classified in Part II of the Twelfth Schedule For Commercial Importer	3.5%	
Persons importing goods (all others) classified in Part III of the Twelfth Schedule	5.5%	
Persons importing goods (all others) classified in Part III of the Twelfth Schedule For Commercial Importer	6%	Minimum Tax All other cases
Manufacturers covered rescinded under SRO. 1125(I)/2011 importing items covered under SRO. 1125(I)/2011	1%	
Persons importing finished pharma products, not manufactured locally as certified by the DRAP	4%	
Import of CKD Kits of electrical vehicles for small cars or SUVs upto 50 kwh battery and LCVs upto 150 kwh battery	1%	

Note: On the import value as increased by customs-duty, sales tax and FED.
Note: No tax to be collected on the import of items covered in Clauses (12F) to (12M) of Part IV of Second Schedule

TAX ON SALES TO DISTRIBUTORS, DEALERS & WHOLESALERS BY MANUFACTURERS & COMMERCIAL IMPORTERS - Sec236G, Div XIV Pt IV 1st Sch

Fertilizers (if on ATL under IT & ST)	0.25%	N/A	Advance Tax
On sale of fertilizers	0.7%	1.4%	
Electronics, Sugar, Cement, Iron & steel products, Motorcycles, Pesticides, Cigarettes, Glass, Textile, Beverages, Paint or foam, Pharmaceuticals, Poultry & animal feed, Edible oil & ghee, Battery, Tyres, Varnishes, Chemicals, Cosmetics, IT equipment	0.1%	0.2%	

TAX ON SALES TO RETAILERS & WHOLESALERS BY MANUFACTURERS, DISTRIBUTORS, DEALERS, WHOLESALERS & COMMERCIAL IMPORTERS - Sec236H, Div XV Pt IV 1st Sch

Electronics, Sugar, Cement, Iron & steel products, Motorcycles, Pesticides, Cigarettes, Glass, Textile, Beverages, Paint or foam, Pharmaceuticals, Poultry & animal feed, Edible oil & ghee, Battery, Tyres, Varnishes, Chemicals, Cosmetics, IT equipment	0.5%	1%	Advance Tax
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CASH WITHDRAWAL - Section 231AB

Cash Withdrawal exceeding Rs. 50,000 Per Day	0%	0.6%	Advance Tax
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Activity/ Nature of Payment	Tax Rate		Nature of Tax
	ATL	Non-ATL	

EXECUTION OF CONTRACTS - Sec153(1)(c), Div III Pt III 1st Sch.

Received by Listed Companies	7.5%	15%	Adv. Tax
Received by Other Companies	7.5%	15%	Minimum Tax
Received by sportspersons	10%	20%	
Received by others	8%	16%	

BROKERAGE & COMMISSION - Sec233, Div II Pt IV 1st Sch

Advertising commission	10%	20%	Minimum Tax
Life Ins Comm. up to Rs. 0.5M p.a.	8%	16%	
Others	12%	24%	

PRIZES AND WINNINGS - Sec156, Div VI Pt III 1st Sch

On prize bonds & crossword puzzle	15%	30%	Final Tax
Raffle, lottery, winning quiz & prizes on sales promotion schemes	20%	40%	

PROFIT ON DEBT-Section 151, Div. IA Part III 1st Sch - WH Provision

Profit on Debt / Yield	15%	30%	Minimum
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PROFIT ON DEBT-Section 7B, Div. IIA Part I 1st Sch - Charging Provision

Where yield is up to Rs. 5,000,000	15%	30%
Where yield is above Rs.5,000,000	Normal Tax Regime	

PETROLEUM PRODUCTS - Sec156A, Div VIA Pt III 1st Sch

Commission/ discount to petrol pump operators on petroleum products	12%	24%	Final Tax
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SPECIAL TAX REGIME FOR SMALL & MEDIUM ENTERPRISES Section 2(59A) & 100E, Fourteenth Schedule

- Manufacturer SMEs registered with FBR or SMEDA.
- Provisions of section 113 will not be applicable.
- Tax deducted under section 153 will not be minimum tax

Category	Opting NTR	Opting FTR
Annual turnover does not exceed Rs.100 M	7.5% of taxable income	0.25% of gross turnover
Annual turnover exceeds Rs. 100M but does not exceed Rs. 250M	15% of taxable income	0.5% of gross turnover
NTR or FTR once opted will be irrevocable for next 3 years		

TAX ON DEEMED INCOME Section 7E, Division VIIIC Part 1, 1st Schedule

Applicability: Effective Rate of Tax 1% of FMV of Capital Assets

- Resident Person
- Capital Assets situated in Pakistan aggregating value exceeding Rs. 25M held on last day of Tax year
- Applicable for Tax year 2022 & Onwards

Exceptions For Filer Only:

- One Capital Asset
- Property whose income is chargeable U/S 15
- First year of property on which tax U/S 236K is paid
- And others as specified in section 7E

General Exceptions:

- Self owned business premises in business use
- Self owned agri land & Specified farm houses

Note: Property will not be transferred unless Tax U/s 7E has been Paid. Section 236C (2A)

SIMPLIFIED TAX REGIME FOR RETAILERS & SPECIFIED SERVICE PROVIDERS Section 99A & 235(1A) Div IV Part IV 1st Sch.

Applicability: Nature: Final Tax

- Specified Service providers & Other than Tier – 1 Retailers
- Tax will be in addition to WHT U/S 235
- Not applicable - where tax U/S 3(9) of ST Act. 1990 has been paid

Gross Monthly Bill		Tax
From	To	
Up to 30,000		Rs. 3,000/-
30,001	50,000	Rs. 5,000/-
50,001	100,000	Rs. 10,000/-
Specified retailers and service providers through ITGO		Rs. 200,000/-

The Punjab Agricultural Income Tax Act, 1997

From	To	Rate of Tax		
Up to 400,000		0%		
400,001	800,000	Rs. 1000/-		
800,001	1,200,000	Rs. 2000/-		
1,200,001	2,400,000	5% of Amount Exceeding Rs. 1.2M		
2,400,001	4,800,000	60,000	PLUS	10% on amount > Rs. 2.4M
Above 4,800,000		300,000		15% on amount > Rs. 4.8M



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