

TAX RATES FOR THE TAX YEAR 2022

GAIN ON IMMOVABLE PROPERTY U/S 37 (Part-I, Div-III, 1st Sch)

Where the holding period does not exceed 1 year	100%
Where the holding period exceeds 1 year but does not exceed 2 years	75%
Where the holding period exceeds 2 year but does not exceed 3 years	50%
Where the holding period exceeds 3 year but does not exceed 4 years	25%
Where the holding period exceeds 4 years	0

CALCULATION OF TAX ON GAIN OF IMMOVABLE PROPERTY

Where the gain does not exceed Rs.5 million	3.5%
Where the gain exceeds Rs.5 million but does not exceed Rs. 10 million	7.5%
Where the gain exceeds Rs.10 million but does not exceed Rs. 15 million	10%
Where the gain exceed Rs. 15 million	15%

TAX ON BUILDERS - SECTION 7C

(A) Karachi, Lahore and Islamabad	(B) Hyderabad, Sukkur, Multan, Faisalabad, Rawalpindi, Gujranwala, Sahiwal, Peshawar, Mardan, Abbottabad, Quetta	(C) Urban Areas not specified in A and B			
For commercial buildings					
Rs.210/ Sq Ft	Rs.210/ Sq Ft	Rs.210/ Sq Ft			
For residential buildings					
Area in Sq.Ft	Rate/ Sq.Ft	Area in Sq.Ft	Rate/ Sq.Ft	Area in Sq.Ft	Rate/ Sq.Ft
up to 750	Rs.20	up to 750	Rs.15	up to 750	Rs.10
751 to 1500	Rs.40	751 to 1500	Rs.35	751 to 1500	Rs.25
1501 & more	Rs.70	1501 & more	Rs.55	1501 & more	Rs.35

TAX ON DEVELOPERS - SECTION 7D

(A) Karachi, Lahore and Islamabad	(B) Hyderabad, Sukkur, Multan, Faisalabad, Rawalpindi, Gujranwala, Sahiwal, Peshawar, Mardan, Abbottabad, Quetta	(C) Urban Areas not specified in A and B			
For commercial buildings					
Rs.210/ Sq Yd	Rs.210/ Sq Yd	Rs.210/ Sq Yd			
For residential buildings					
Area in Sq.Yd	Rate/ Sq.Yd	Area in Sq.Yd	Rate/ Sq.Yd	Area in Sq.Yd	Rate/ Sq.Yd
up to 120	Rs.20	up to 120	Rs.15	up to 120	Rs.10
121 to 200	Rs.40	121 to 200	Rs.35	121 to 200	Rs.25
201 & more	Rs.70	201 & more	Rs.55	201 & more	Rs.35

TAX ON ELECTRICITY CONSUMPTION U/S 235 New

1. upto Rs.500	Rs.0
2. exceeds Rs.500 but does not exceed Rs.20,000	10% of the amount
3. exceeds Rs.20,000	
Commercial consumers	Rs.1,950 + 12% of above
Industrial consumers	Rs.1,950 + 5% of above
Domestic Electricity Consumption	
1. Less than Rs.25,000	0%
2. Rs. 25,000 or above	7.5%

Section 182(29) - Failure of declaration of Bank Accounts in registration application:
Such person shall pay a penalty of Rs.10,000 for each day of default since the date of submission of application of registration or date of opening of undeclared business bank account which ever is later. This clause is applicable from 1st day of Oct, 2021.

SALES TAX WITHHOLDING - ELEVENTH SCHEDULE

Withholding Agent	Supplier Category	Rate
1. (a) Federal and provincial government departments; autonomous bodies; and public sector organizations. (b) Companies as defined in the Income Tax Ordinance, 2001	Active Taxpayers	1/5th of Sales Tax shown on invoice
2. (a) Federal and provincial government departments; autonomous bodies; and public sector organizations. (b) Companies as defined in the Income Tax Ordinance, 2001	Active taxpayers registered as a wholesaler, dealer or distributor	1/10th of Sales Tax as shown on invoice
3. Federal and provincial government departments; autonomous bodies; and public sector organizations.	Person other than Active Taxpayer	Whole of the tax involved or as applicable to supplies on the basis of gross value of supplies
4. Companies as defined in ITO, 2001	Person other than Active Taxpayer	5% of gross value of supplies
5. Registered persons as recipient of advertisement services	Person providing advertisement services	Whole of Sales Tax applicable
6. Registered persons purchasing cane molasses	Person other than Active Taxpayer	Whole of Sales Tax applicable
7. Registered persons manufacturing lead batteries	Persons supplying any kind of lead under chapter 78 or scrap batteries under chapter 85.	75% of the sales tax applicable
8. Online Market Place	Persons other than active taxpayers	2% of gross value of supplies. Provided that the provisions of this entry shall be effective from the date as notified by the Board.

Exclusion:

(a) Electrical energy (b) Natural Gas (c) Petroleum products as supplied by petroleum production and exploration companies, oil refineries, Oil Marketing Companies and dealers of motor spirit and high speed diesel (d) Vegetable ghee and cooking oil (e) Telecommunication services (f) Goods specified in the Third Schedule of the Sales Tax Act, 1990 (g) Supplies made by importers who paid value addition tax on such goods at the time of import (h) Supplies made by an Active Taxpayer as defined in the Sales Tax Act, 1990 to another registered persons with exception of advertisement services (i) Supply of sand, stone, gravel/crush and clay to low cost housing schemes or approved by Naya Pakistan Housing and Development Authority (j) electric vehicles (4 wheelers) CKD kits for small cars/SUVs, with 50 kwh battery (k) Electric vehicles (4 wheelers) small cars/SUVs (l) Electric vehicles (2-3 wheelers) (m) Motor cars of cylinder capacity upto 850cc.

* A word of caution: Due care and caution has been taken to print this paper and if any error, mistake or mission is found to have crept in, the information would be gladly accepted and efforts would be made to remove the same in next time. for further detail please consult the relevant Law.

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TAX ON MOTOR VEHICLE U/S 234

Goods Transport Vehicle		Rate (ATL)	
Laden weight is less than 8120 Kg		Rs.2.5 per kg	
Laden weight is equal or greater than 8120 Kg (after 10 years)		Rs.1,200 p.a	
Passenger transport vehicles plying for hire			
Seating capacity of 4 or more persons but less than 10 persons		Rs.50 per seat p.a	
Seating capacity of 10 or more persons but less than 20 persons		Rs.100 per seat p.a	
Seating capacity of 20 or more persons		Rs.300 per seat p.a	
Other Private motor vehicle		Collected in lump sum (Clause 4)	
1. upto 1000cc	Rs.800	1. upto 1000cc	Rs.10,000
2. 1001cc to 1199cc	Rs.1,500	2. 1001cc to 1199cc	Rs.18,000
3. 1200cc to 1299cc	Rs.1,750	3. 1200cc to 1299cc	Rs.20,000
4. 1300cc to 1499cc	Rs.2,500	4. 1300cc to 1499cc	Rs.30,000
5. 1500cc to 1599cc	Rs.3,750	5. 1500cc to 1599cc	Rs.45,000
6. 1600cc to 1999cc	Rs.4,500	6. 1600cc to 1999cc	Rs.60,000
7. Above 2000cc	Rs.10,000	7. Above 2000cc	Rs.120,000

TAX ON PURCHASE, REGISTRATION & TRANSFER OF VEHICLE

Engine Capacity	231B(1)(3)	231B(2)	231B(2A)
1. Upto 850cc	7,500	-	50,000
2. 851cc to 1000cc	15,000	5,000	
3. 1001cc to 1300cc	25,000	7,500	100,000
4. 1301cc to 1600cc	50,000	12,500	
5. 1601 cc to 1800cc	75,000	18,750	
6. 1801cc to 2000cc	100,000	25,000	
7. 2001cc to 2500cc	150,000	37,500	200,000
8. 2501cc to 3000cc	200,000	50,000	
9. Above 3000cc	250,000	62,500	

Note: Tax collected u/s 231B(2A) shall be reduced by 10% each year from the date of registration.

PUNJAB AGRICULTURAL INCOME TAX ACT, 1997 New

1st Schedule: Slab of total cultivated land, computed rate of tax as per acre as irrigated land, by treating one acre of irrigated land as equal to two acre of un-irrigated land, excluding mature orchards.

	Exempt
1. Not exceeding 12½ acres	
2. Exceeding 12½ acres but not exceeding 25 acres	Rs.300/- per acre
3. Exceeding 25 acres but not exceeding 50 acres	Rs.400/- per acre
4. Exceeding 50 acres	Rs.500/- per acre
Mature orchards	
1. Irrigated	Rs.600/- per acre
2. Unirrigated	Rs.300/- per acre

2nd Schedule: (The rate of tax on total agriculture income)

1. Upto Rs.400,000	0%
2. Rs.400,001 to Rs.800,000	Rs.1,000
3. Rs.800,001 to Rs.1,200,000	Rs.2,000
4. Rs.1,200,001 to Rs.2,400,000	5% of the amount exceeding Rs.1,200,000
5. Rs.2,400,001 to Rs.4,800,000	Rs.60,000 + 10% of the amount exceeding Rs.2,400,000
6. Exceeding Rs.4,800,000	Rs.300,000 + 15% of the amount exceeding Rs.4,800,000

MINIMUM TAX - TAX YEAR 2021

Nature of Payment	Section	Rate (ATL)
Trader having turnover upto 100 Million Rupees in TY 2020, if tax liability of TY 2019 & 2020 shall not be less than tax paid for TY 2018. (28D).	113	0.50% of Turnover

RATE FOR PROFIT ON DEBT - SECTION 7B - TAX YEAR 2021

Where profit on debt does not exceed Rs.5,000,000	15%
Where profit on debt exceeds Rs.5,000,000 but not exceed Rs.25,000,000	17.5%
Where profit on debt exceeds Rs.25,000,000 but does not exceed Rs.36,000,000	20%

With compliments from

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