



# Tax Rate Card for Tax Year 2020

Technical Support & Practice Development Committee

### Tax Rates for Salaried persons

| S No. | Taxable Income                 | Rate of Tax   |
|-------|--------------------------------|---|
| 1     | Up to Rs 600,000               | 0%  |
| 2     | Rs. 600,001 to Rs.1,200,000    | 5% of the amount exceeding Rs. 600,000                      |
| 3     | Rs 1,200,001 to Rs 1,800,000   | Rs 30,000 + 10% of the amount exceeding Rs 1,200,000        |
| 4     | Rs 1,800,001 to Rs 2,500,000   | Rs 90,000 + 15% of the amount exceeding Rs 1,800,000        |
| 5     | Rs 2,500,001 to Rs 3,500,000   | Rs 195,000 + 17.5% of the amount exceeding Rs 2,500,000     |
| 6     | Rs 3,500,001 to Rs 5,000,000   | Rs 370,000 + 20% of the amount exceeding Rs 3,500,000       |
| 7     | Rs 5,000,001 to Rs 8,000,000   | Rs 670,000 + 22.5% of the amount exceeding Rs 5,000,000     |
| 8     | Rs 8,000,001 to Rs 12,000,000  | Rs 1,345,000 + 25% of the amount exceeding Rs 8,000,000     |
| 9     | Rs 12,000,001 to Rs 30,000,000 | Rs 2,345,000 + 27.5% of the amount exceeding Rs 12,000,000  |
| 10    | Rs 30,000,001 to Rs 50,000,000 | Rs 7,295,000 + 30% of the amount exceeding Rs 30,000,000    |
| 11    | Rs 50,000,001 to Rs 75,000,000 | Rs 13,295,000 + 32.5% of the amount exceeding Rs 50,000,000 |
| 12    | Above Rs 75,000,000.           | Rs 21,420,000 + 35% of the amount exceeding Rs 75,000,000   |

### Tax Rates for AOPs and Non-salaried persons

| S No. | Taxable Income               | Rate of Tax   |
|-------|------------------------------|---|
| 1     | Up to Rs 400,000             | 0%  |
| 2     | Rs 400,001 to Rs 600,000     | 5% of the amount exceeding Rs 400,000                   |
| 3     | Rs 600,001 to Rs 1,200,000   | Rs 10,000 + 10% of the amount exceeding Rs 600,000      |
| 4     | Rs 1,200,001 to Rs 2,400,000 | Rs 70,000 + 15% of the amount exceeding Rs 1,200,000    |
| 5     | Rs 2,400,001 to Rs 3,000,000 | Rs 250,000 + 20% of the amount exceeding Rs 2,400,000   |
| 6     | Rs 3,000,001 to Rs 4,000,000 | Rs 370,000 + 25% of the amount exceeding Rs 3,000,000   |
| 7     | Rs 4,000,001 to Rs 6,000,000 | Rs 620,000 + 30% of the amount exceeding Rs 4,000,000   |
| 8     | More than Rs 6,000,000       | Rs 1,220,000 + 35% of the amount exceeding Rs 6,000,000 |

### Tax Rates for rent of immovable property – Individual and AOP's

| S No. | Taxable Income               | Rate of Tax   |
|-------|------------------------------|---|
| 1     | Up to Rs 200,000             | 0%  |
| 2     | Rs 200,001 to Rs 600,000     | 5% of the amount exceeding Rs 200,000                   |
| 3     | Rs 600,001 to Rs 1,000,000   | Rs 20,000 + 10% of the amount exceeding Rs 600,000      |
| 4     | Rs 1,000,001 to Rs 2,000,000 | Rs 60,000 + 15% of the amount exceeding Rs 1,000,000    |
| 5     | Rs 2,000,001 to Rs 4,000,000 | Rs 210,000 + 20% of the amount exceeding Rs 2,000,000   |
| 6     | Rs 4,000,001 to Rs 6,000,000 | Rs 610,000 + 25% of the amount exceeding Rs 4,000,000   |
| 7     | Rs 6,000,001 to Rs 8,000,000 | Rs 1,110,000 + 30% of the amount exceeding Rs 6,000,000 |
| 8     | More than Rs 8,000,000       | Rs 1,710,000 + 35% of the amount exceeding Rs 8,000,000 |

In case of companies Tax Rate for rent of immovable property is 15% of gross rent

### Other Tax Rates for Companies- General

|                               |     |
|-------------------------------|-----|
| Small Company                 | 25% |
| Banking Company               | 35% |
| All other Companies           | 29% |
| Alternate Corporate Tax (ACT) | 17% |

### Minimum Turnover Tax

|   |       |
|---|-------|
| General   | 1.5%  |
| Dealers and sub-dealers of sugar, cement and edible oil | 0.25% |
| Online Marketplace                                      | 0.5%  |

### Advance Tax on Sale

| Sector  | Filer |
|---|-------|
| To distributors, dealers and wholesalers- Other than Fertilizer | 0.1%  |
| To distributors, dealers and wholesalers - Fertilizer           | 0.7%  |
| To Retailers – Electronics                                      | 1%    |
| To retailers - Others   | 0.5%  |

### Advance Tax on Sale of Goods

|  | Filer |
|--|-------|
| By Company                               | 4%    |
| By Individual and AOP                    | 4.5%  |
| <b>Fast Moving Consumer Goods (FMCG)</b> |       |
| By Company                               | 2%    |
| By Individual and AOP                    | 2.5%  |

### Advance Tax on Services

|   | Filer |
|---|-------|
| By Company                              | 8%    |
| By Individual and AOP                   | 10%   |
| By export houses                        | 1%    |
| Advertisement (Electronic/ Print Media) | 1.5%  |
| Other Advertisement Services            |       |
| Transport                               |       |
| Freight Forwarding                      |       |
| Air Cargo                               |       |
| Courier                                 |       |
| Manpower Outsourcing                    |       |
| Hotel                                   |       |
| Security Guard Services                 |       |
| Software Development                    |       |
| IT and IT Enabled services              | 3%    |
| Tracking Services                       |       |
| Share Registered                        |       |
| Engineering                             |       |
| Car Rental                              |       |
| Building maintenance                    |       |
| Inspection                              |       |
| Certification                           |       |
| Testing                                 |       |
| Training                                |       |

### Advance Tax at Import Stage

|  | Filer |
|--|-------|
| On Coal Import by manufacturer & Commercial Importer | 4%    |
| Companies/ Industrial Undertaking                    | 5.5%  |
| Other Tax payers                                     | 6%    |
| Ship breakers  | 4.5%  |

### Advance Tax on Contracts

|                       | Filer |
|-----------------------|-------|
| By Company            | 7%    |
| By individual and AOP | 7.5%  |

### Advance Tax on Brokerage and Commission

|                                 | Filer |
|---------------------------------|-------|
| Advertisement Agents            | 10%   |
| Life Insurance Agents < Rs 0.5M | 8%    |
| Others                          | 12%   |

### Advance Tax on Profit on Debt

| Amount                | Filer             |
|-----------------------|-------------------|
| Up to Rs 500,000      | 10%               |
| From 500,001 to Rs 5M | 15%               |
| From Rs 5M to Rs 25M  | 17.5%             |
| From Rs 25M to Rs 36M | 20%               |
| Above Rs 36M          | Normal Tax Regime |

### Advance Tax on Dividends

|  | Filer |
|--|-------|
| In case of dividend paid by IPPs   | 7.5%  |
| Received by Company  | 15%   |
| Mutual Funds   | 15%   |
| In case of a person receiving dividend from a company where no tax is payable by such company due to exemption of income or carry forward of business losses | 25%   |

### Tax on Capital Gains on disposal of Immovable Property

| Amount of Gain   | Rate of Tax |
|--|-------------|
| Where the gain does not exceed Rs. 5 million                             | 5%          |
| Where the gain exceeds Rs. 5 million but does not exceed Rs. 10 million  | 10%         |
| Where the gain exceeds Rs. 10 million but does not exceed Rs. 15 million | 15%         |
| Where the gain exceeds Rs. 15 million                                    | 20%         |

### Advance Tax on Purchase of Air Ticket

|                            |                      |
|----------------------------|----------------------|
| Domestic                   | 5%                   |
| International              |                      |
| Economy Class              | 0%                   |
| Executive / First Class    | Rs 16,000 per person |
| Others - Excluding economy | Rs 12,000 per person |

### Advance Tax on Immovable Property

|           | Filer |
|-----------|-------|
| On Buyer  | 1%    |
| On seller | 1%    |

### Advance Tax - Others

|   | Filer                  |
|---|------------------------|
| CNG Business  | 4%                     |
| General Insurance Premium                             | 4%                     |
| Life Insurance Premium above Rs 300,000               | 1%                     |
| Offshore digital services from non-resident           | 5%                     |
| On sale by Auctions                                   | 10%                    |
| On functions and gatherings – Major Cities            | Higher of 5% or 20,000 |
| On functions and gatherings – Other than major Cities | Higher of 5% or 10,000 |
| Charge by local & foreign educational institutions    | 5%                     |
| Royalty and Technical Services (Resident)             | 15%                    |
| Royalty and Technical Services (Non-Resident)         | 15%                    |
| On Prize Bonds  | 15%                    |

According to Finance Act, 2019, the people who have not filed tax returns will have to pay double tax than the people who are on the Active Taxpayer List (ATL).

### Disclaimer:

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