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Chartered Accountants

Budget Highlights **2024**



TAX MEMORANDUM

FINANCE BILL 2024

This memorandum summarises the important changes proposed in the Finance Bill 2024 relating to Income Tax, Sales Tax, Federal Excise Duty, Customs Duty and Other Laws. For considering the precise impact of a particular change, reference should be made to the specific wordings in the relevant statute.

The proposals introduced in the Bill have to be approved by the National Assembly before they become effective. They should, therefore, not generally be acted upon without obtaining appropriate advice.

CONTENTS

	Page Number
Significant Amendments	2-3
Income Tax	4-14
Sales Tax	15-24

SGNIFICANT AMENDMENTS

I INCOME TAX

- Salaried Taxpayers
 - Income Tax Exemption to be maintained at Rs. 600,000 per annum.
 - Slabs being revised.
- Exporters to be taxed under normal tax @ 29% (as against fixed tax @ 1%).
- Capital Gain on Real Estate & Securities @ 15% for filer and 45% for non-filer.
- Withholding Income Tax on transfer of Immoveable property (separate tax rates for timely filer of return, delayed filer and non-filer).
- Advance Income Tax to be collected from Non-filer Distributor, Wholesaler, Dealer and Retailer to be increased from 1% to 2.25%.
- Income Tax on registration of Motor Vehicles to be shifted from Engine Capacity to Value.

SIGNIFICANT AMENDMENTS

SALES TAX

- Sales tax on Textile and leather to be increased from reduced rate 15% to standard 18%.
- Standard 18% Sales Tax rate on Mobile phones.
- Sales Tax withholding regime for Bronze, Coal and Plastic scrap.
- Sales Tax exemption on Iron and Steel scrap.
- End of exemption for FATA / PATA newly merged districts.
- Default Surcharge rate to be changed from 12% to KIBOR+3%.
- Sales Tax to be charged at time of supply or the time when any payment is received by the supplier in respect of that supply, whichever is earlier.
- Best Judgment Assessment concept introduced in Sales Tax.

INCOME TAX

BOARD

[Section 2(8)]

- The definition is amended to include a Member of the Board to whom powers of the Federal Board of Revenue have been delegated.

CAPITAL GAINS

[Section 37]

- A person acquiring shares shall collect tax at the time of payment of consideration for shares or at the time of registration of shares by the Securities & Exchange Commission of Pakistan (SECP) or State Bank of Pakistan (SBP) whichever is earlier .

CARRY FORWARD OF BUSINESS LOSSES

[Section 57]

- The loss commencing from tax year 2017 or onwards by Pakistan International Airlines will be carried forward for a period of 10 years .

TAX CREDIT FOR CERTAIN PERSONS

[Section 65F]

- An explanation has been added whereby 100% tax credit available to persons engaged in coal mining projects in Sindh shall be available only to their income derived from coal mining operations.

PRINCIPLES OF TAXATION OF ASSOCIATION OF PERSONS

[Section 92]

- A condition is imposed for filing audited financial statements for an association of persons (AOP) having turnover of 300 Million rupees or more .
- The financial statements may be audited by a Chartered Accountant or Cost & Management Accountant.
- The exemption of the income of the member of an association will be disallowed if the above condition is not fulfilled .

SPECIAL PROVISIONS RELATING TO PERSONS NOT APPEARING IN ACTIVE TAXPAYERS' LIST

[Section 100BA]

- A new category of persons have been identified who had filed the return after the due date .

TRANSACTION BETWEEN ASSOCIATES

[Section 108]

- For tax year 2024 and onwards , any royalty on account of brand, logo , patent ,license is payable to an associate which is claimed as a deduction for the tax year or any of the two preceding years, 25% of the total expenditure for tax year in respect of sales promotion , advertisement and publicity will be disallowed and allocated to the associate .

POWER TO ENFORCE FILING OF RETURNS

[Section 114 B]

- The FBR shall have power to restrict the foreign travel of the persons (being citizens of Pakistan) who are not appearing on Active Taxpayer List but are liable to file returns of income .
- Exclusions are – Minors
 - Students
 - Persons holding National Identity Card for Overseas Pakistanis (NICOP).
 - Such persons as notified by the Board .

WEALTH STATEMENT

[Section 116]

- Seeks to include foreign assets under the head assets in Wealth Statement .

BEST JUDGEMENT ASSESSMENT

[Section 121]

- Allows best judgment assessment for a discontinued business.

PECUNIARY JURISDICTION IN APPEALS

[Section 126A]

- An explanation has been added for filing an appeal with Commissioner (Appeals) in cases involving value of assessment greater than 20 million.
- Value of assessment means net increase in tax liability as a result of the order .
- Value of refund means net reduction in refund as a result of the order .
- Date of transfer of cases has been extended from June 16, 2024 to September 16, 2024.

APPEAL TO THE COMMISSIONER (APPEALS)

[Section 127]

- Pecuniary limit not exceeding Rs.20 million fixed for filing appeal with Commissioner (Appeals).

APPEAL TO APPELLATE TRIBUNAL

[Section 131]

- Seek to correct a technical anomaly so that appeals against the order of the Commissioner (Appeals) are not filed in the Appellate Tribunal and are directly filed in High Court.

ADVANCE TAX

[Section 147]

- Threshold has been increased to 120% for adoption of turnover in advance tax cases where the turnover is not known.
- The Commissioner is empowered to reject the estimate if required supporting documents are not provided .

IMPORTS

[Section 148]

- The Board shall have powers to determine minimum values in certain cases on which income tax will be collected at import stage .

PAYMENTS TONON RESIDENTS

[Section 152]

- The facility of issuing exemption certificate without deduction of tax has been withdrawn and only a reduced rate certificate will be issued by the Commissioner .

PAYMENTS FOR GOODS , SERVICES & CONTRACTS

[Section 153]

- The Commissioner shall issue reduced rate certificate within 15 days of filing of application in IRIS provided advance tax liability has been discharged .
- After the expiry of 15 days , the reduced rate certificate shall be processed automatically .
- The Commissioner is empowered to modify or cancel the automatically issued reduce rate certificate for reason recorded in writing after providing an opportunity of being heard to the taxpayer.

EXPORTS

[Section 154]

- Seeks to change the one percent tax collected on exports from final tax to minimum tax.

TAX COLLECTED OR DEDUCTED AS A FINAL TAX

[Section 169]

- A technical amendment is made consequent to change of tax on exports from final to minimum tax .

OFFENCES AND PENALTIES

[Section 182]

- Penalty prescribed for a person who fails to file the return in respect of notice issued by the Commissioner under section 117 for discontinued business.
- A shopkeeper or trader who fails to apply for registration under section 99B will lead to sealing of the premises for 7 days in the case of first default and 21 days for each subsequent default .
- Any person i.e. Implementing agencies who fails to comply with income tax general order issued under section 114B within 15 days of the issuance will entail penalties ranging from Rs.100 million in the case of first default and Rs.200 million for each subsequent default .
- Any person who fails to pay tax at the time of making payment as consideration of shares under section 37(6) may entail penalties upto 50% of the tax involved .

DEFAULT SURCHARGE

[Section 205]

- Seeks to increase the rate of default surcharge for late payment to KIBOR + 3%.

DISCLOSURE OF INFORMATION BY PUBLIC SERVANT

[Section 216]

- Seeks to enable sharing of data with National Database Registration Authority to process and analyze data for broadening of taxbase.

ADVANCE TAX ON SALES TO DISTRIBUTORS , DEALERS & WHOLESALERS

[Section 236 G]

- Seeks to include all the sectors of business for collection of advance tax from distributors, dealers and wholesalers at the time of sale to such persons by manufacturers or commercial importers.

ADVANCE TAX ON SALES TO RETAILERS

[Section 236 H]

- Seeks to include all the sectors of business for collection of advance tax from retailers at the time of sale to such persons by distributors, dealers, wholesalers, manufacturers and commercial importers.

FIRST SCHEDULE

PART - I

DIVISION – I

Rate for Individual and AOP other than salary

Serial No.	Taxable Income	Rate of Tax
1.	Where taxable income does not exceed Rs. 600,000/-	0%
2.	Where taxable income exceeds Rs. 600,000 but does not exceed Rs. 1,200,000	15% of the amount exceeding Rs. 600,000
3.	Where taxable income exceeds Rs. 1,200,000 but does not exceed Rs. 1,600,000	Rs. 90,000 +20% of the amount exceeding Rs. 1,200,000
4.	Where taxable income exceeds Rs. 1,600,000 but does not exceed Rs. 3,200,000	Rs. 170,000 +30% of the Amount exceeding Rs. 1,600,000
5.	Where taxable income exceeds Rs. 3,200,000 but does not exceed Rs. 5,600,000	Rs. 650,000 +40% of the Amount exceeding Rs. 3,200,000
6.	Where taxable income exceeds Rs. 5,600,000	Rs. 1,610,000 +45% of the amount exceeding Rs. 5,600,000

FIRST SCHEDULE**PART - I****DIVISION – I****Rate for Individual income under head salary exceed 75% of his taxable Income**

Serial No.	Taxable Income	Rate of Tax
1.	Where taxable income does not exceed Rs. 600,000/-	0%
2.	Where taxable income exceeds Rs. 600,000 but does not exceed Rs. 1,200,000	5% of the amount exceeding Rs. 600,000
3.	Where taxable income exceeds Rs. 1,200,000 but does not exceed Rs. 2,200,000	Rs. 30,000 +15% of the amount exceeding Rs. 1,200,000
4.	Where taxable income exceeds Rs. 2,200,000 but does not exceed Rs. 3,200,000	Rs. 180,000 +25% of the Amount exceeding Rs. 2,200,000
5.	Where taxable income exceeds Rs. 3,200,000 but does not exceed Rs. 4,100,000	Rs. 430,000 +30% of the Amount exceeding Rs. 3,200,000
6.	Where taxable income exceeds Rs. 4,100,000	Rs. 700,000 +35% of the amount exceeding Rs.4,100,000

FIRST SCHEDULE**PART - I****DIVISION – III****Rate of Dividend Tax**

15% in mutual funds 1[, Real Estate Investment Trusts] provided that the rate of tax on dividend received from mutual funds deriving fifty percent or more income from profit on debt shall be 25%.”;

FIRST SCHEDULE
PART - I
DIVISION – VII
Capital Gains on disposal of Securities

Sr. No.	Holding Period	Rate of Tax on disposal of securities acquired between 1st day of July, 2022 and 30th June, 2024 (both dates inclusive)	Rate of Tax on disposal of securities acquired on or after 1st day of July, 2024
1.	Where the holding Period does not exceed one year	15%	15% for persons appearing on the Active Taxpayers' List on the date of acquisition and the date of disposal of
2.	Where the holding Period exceeds one year but does not exceed two years	12.5%	securities and at the rate specified in Division I for individuals and association of persons and Division II for companies in
3.	Where the holding Period exceeds two years but does not exceed three years	10%	respect of persons not appearing on the Active Taxpayers' List on the date of acquisition and date of disposal of securities:
4.	Where the holding Period exceeds three years but does not exceed four years	7.5%	Provided that the rate of tax for individuals and association of persons not appearing on the Active Taxpayers'
5.	Where the holding period exceeds four years but does not exceed five years	5%	List, the rate of tax shall not be less than 15% in any case.
6.	Where the holding period exceeds five years but does not exceed six years	2.5%	
7.	Where the holding period exceeds six years	0%	
8.	Future Commodity contracts entered into by members of Pakistan Mercantile	5%	5%

	Exchange		
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Provided that the securities except in serial no. 8 rate of 12.5% shall be charged on capital gain if acquired on or after 01-07-2013 and shall be 0% if acquired before 01-07-2013.

FIRST SCHEDULE

PART - I

DIVISION – VIII

Tax on Capital Gains on disposal of Immovable Property

<u>S.No.</u>	<u>Holding Period</u>	<u>Rate of Tax on properties acquired on or before 30th day of June, 2024</u>			<u>Rate of Tax on properties acquired on or after 1st day of July, 2024</u>
		Open Plots	Constructed property	Flats	
1.	Where the holding Period does not exceed one year	15%	15%	15%	15% for persons appearing on the Active Taxpayers' List on date of disposal of
2	Where the holding Period exceeds one year but does not Exceed two years	12.5%	10%	7.5%	property and at the rates specified in Division I for individuals and association of persons
3	Where the holding Period exceeds two years but does not exceed three years	10%	7.5%	0	property and at the rates specified in Division I for individuals and association of persons and

					Division II for companies in respect of persons not
4	Where the holding period exceeds three years but does not exceed four years	7.5%	5%	=	appearing on the Active Taxpayers' List on the date of disposal of property:
5	Where the holding period exceeds four years but does not exceed five years	5%	0	-	Provided that the rate of tax for individuals and association of persons not appearing on
6	Where the holding Period exceeds five Years but does not Exceed six years	2.5%	-	holding	the Active Taxpayers' List on the date of disposal, the rate of tax shall not be less than 15% of the gain.”;
7	Where the holding Period exceeds six years	0%	-	-	

FIRST SCHEDULE
PART - IV
DIVISION – X
Advance tax on sale or transfer of Immovable property

S.No.	Amount	Tax Rate
1.	Where the gross amount of the consideration received does not exceed Rs. 50 million	3%
2.	Where the gross amount of the consideration received exceeds Rs. 50 million but does not exceed Rs 100 million	3.5%
3.	Where the gross amount of the consideration received exceeds Rs. 100 million	4%

FIRST SCHEDULE
PART - IV
DIVISION – XVIII
Advance tax on purchase of Immovable property

S.No.	Amount	Tax Rate
1.	Where the fair market value does not exceed Rs. 50 million	3%
2.	Where the fair market value exceeds Rs. 50 million but does not exceed Rs 100 million	3.5%
3.	Where the fair market value exceeds Rs. 100 million	4%

THE TENTH SCHEDULE
RULES FOR PERSONS NOT APPEARING IN THE ACTIVE TAXPAYERS’ LIST
Rate of deduction or collection of tax

The tax required to be collected under section 236K shall be at the rates set out in the following table, in case of **persons not appearing in the active taxpayers’ list**:

S.No.	Description	Tax Rate
1.	Where the fair market value does not exceed Rs. 50 million	12%
2.	Where the fair market value exceeds Rs. 50 million but does not exceed Rs 100 million	16%
3.	Where the fair market value exceeds Rs. 100 million	20%

S.No.	Section	Description	Tax Rate
1.	151	Profit on debt	35%
2.	236C	Gross amount received on sale of immovable property	10%

3.	236G	On the gross amount of sale to distributors or wholesalers other than fertilizers	2%
4.	236H	On the gross amount of sale to retailers	2.5%

- **Rate of deduction or collection of tax from persons who are appearing on active taxpayers' list but have not filed return by the due date:-**

-Tax to be collected under section 236C

S.No.	Description	Tax Rate
1.	Where the gross amount of the consideration received does not exceed Rs. 50 million	6%
2.	Where the gross amount of the consideration received exceeds Rs. 50 million but does not exceed Rs 100 million	7%
3.	Where the gross amount of the consideration received exceeds Rs. 100 million	8%

- **Rate of deduction or collection of tax from persons who are appearing on active taxpayers' list but have not filed return by the due date:-**

-Tax to be collected under section 236K

S.No.	Description	Tax Rate
1.	Where the fair market value does not exceed Rs. 50 million	6%
2.	Where the fair market value exceeds Rs. 50 million but does not exceed Rs 100 million	7%
3.	Where the fair market value exceeds Rs. 100 million	8%

SALES TAX

BOARD

[Section 2(4)]

- It shall have the same meaning as defined in clause (8) of section 2 of the Income tax Ordinance, 2001.
- The definition is amended to include a Member of the Board to whom powers of the Federal Board of Revenue have been delegated.

INVESTIGATIVE AUDIT

[Section 2(14A)]

- Means investigative audit under section 25A of this Act.

LICENSED INTEGRATOR

[Section 2(15A)]

- Means any person licensed by the Board to provide electronic invoicing system for integration of registered persons in prescribed manner.

TAX FRAUD

[Section 2(37)]

- Suppression of sales or receipts that are chargeable to tax .
- False claim of input tax credit
- Making taxable supplies without issuing any tax invoice.
- Evasion of tax by availing undue input tax credit or obtaining inadmissible refunds.
- Falsification or substitution of financial records or production of fake accounts or documents or furnishing of false information through human , mechanical or electronic means with an intention to evade tax due.
- Tampering with or destroying of any material evidence .
- Acquisition , possession , transportation, disposal or in any way removing , depositing , keeping , concealing , supplying any goods which are liable to confiscation under this Act.

TIME OF SUPPLY

[Section 2(44)]

- Old definition re-instated.
- Time of supply is earlier of any payment is received by the supplier or when the goods are delivered whichever is earlier.

SCOPE OF TAX

[Section 3]

- The powers of the Board to integrate invoice issuing machines with Board's Computerised system for real time reporting of sales for certain class of persons is proposed to be withdrawn.

BEST JUDGMENT ASSESSMENT

[Section 11D]

- The Assistant Commissioner shall have powers to make an assessment on the basis of his judgment in the following cases :-
 - Where the persons fails to furnish a sales tax return in response to notice under subsection (2A) of section 26 of the Act .
 - Fails to produce accounts, documents and records under section 25 or 38 of the Act .
 - Such person shall be liable to pay penalty as well as default surcharge .
 - The powers of the Board to integrate invoice issuing machines with Board's Computerised system for real time reporting of sales is proposed to be withdrawn.

LIMITATION FOR ASSESSMENT

[Section 11E]

- The show cause notice under section 11D to 11F shall be issued within 5 years from the end of financial year in which the relevant date falls.
- An order under section 11D, 11E and 11F shall be made within 120 days of the issuance of the show cause notice .
- The Commissioner for reasons to be recorded in writing may extend the time to a period not exceeding 90 days .
- The time taken for adjournment by registered person shall be excluded from the computation of number of days .

DE-REGISTRATION ,BLACKLISTING& SUSPENSION

[Section 21]

- The Chief Commissioner is empowered either of his own motion or an application made by the registered person call for and examine the record .
- After making inquiry , he may modify the orders as he deems fit .
- No order will be passed unless an opportunity of being heard is provided to the registered person.

INVESTIGATIVE AUDIT

[Section 25AB]

- The investigative audit will be conducted on the basis of information from audit under subsection (11) of section 25 or otherwise.
- It will be conducted by an Assistant Commissioner on the balance of probabilities, suspicion of tax fraud.
- Prior approval of Commissioner will be required.
- Investigative audit will need to be completed within 90 days.
- After completion of investigative audit, the Assistant Commissioner will pass an order under section 11E after providing an opportunity of being heard to the registered person.
- The Assistant Commissioner may take the following actions:-
 - Issue a best judgement assessment under section 11D.
 - Blacklist the registered person under section 21.
 - Impose penalty and cause prosecution of the registered person.

RETURNS

[Section 26]

- Time limit for issuance of notice for filing the return is enhanced to 15 years from the end of financial year in which the return was to be filed in the cases of tax fraud.
- Time limit for cases other than tax fraud is 5 years.

DEFAULT SURCHARGE

[Section 34]

- Default Surcharge percentage of 12% is substituted to KIBOR +3%.

MONITORING OR TRACKING BY ELECTRONIC OR OTHER MEANS

[Section 40C]

- The Board through notification in the official Gazette, may require any person or class of persons to integrate their electronic invoicing system with the Board's Computerized System for real time reporting of sales.
- Licensed integrator shall integrate electronic invoicing system of registered persons.

PECUNIARY JURISDICTION IN APPEALS

[Section 43A]

- The cases pending before the Commissioner (Appeals) having the value of assessment of tax or, as the case may be, refund of tax exceeding ten million rupees shall on and from the 16th day of September, 2024 instead of June, 2024 stand transferred to the Appellate Tribunal Inland Revenue.

APPEALS TO APPELLATE TRIBUNAL

[Section 46(1)]

- Any person, other than an SOE, aggrieved by any order excluding the order of blacklisting under sub-section (2) of section 21 passed by an officer of Inland Revenue, or the Board or Commissioner (Appeals) may, within thirty days of the receipt of such order, prefer an appeal to the Appellate Tribunal or reference to high court.

CERTAIN TRANSACTIONS NOT ADMISSIBLE

[Section 73]

- Payment of the amount for a transaction exceeding value of fifty thousand rupees in aggregate, excluding payment against a utility bill, shall be made by a crossed banking channel.

Third Schedule**In this Schedule New Sr. No. 51 shall be added as follow**

Serial No.	Description	Heading Nos. of the First Schedule to the Customs Act, 1969 (IV of 1969)
51.	DAP	Respective headings

Fifth Schedule

- **Zero-rating is withdrawn** from following:-
 - i. Preparations suitable for infants ,Colors in sets,
 - ii. Writing, drawing and marking inks, Eraser, Exercise books, Pencil, Sharpeners, Pen, Ball pens etc
 - iii. Milk
 - iv. Fat filled milk
 - v. Local supplies of 776[commodities,] raw materials, components, parts and plant and machinery to registered exporters authorized under Export Facilitation Scheme

Sixth Schedule**(Imports or supplies)****In Table –I, in column(1)**

- Serial No. 13,15, 32, 86, 87, 88, 89, 90, 96, 97, 98, 112,120,151,152, 166, 169, 170 and 174 and entries relating thereto in column (2) and (3) shall be omitted..
- the following new serial No. and entries relating thereto in columns (2) and (3) shall be added,namely:-

Serial No.	Description	Heading Nos. of the First Schedule to the Customs Act, 1969 (IV of 1969)
175.	Import of all goods received, in the event of a natural disaster or other catastrophe, as gifts and relief consignments or any goods received as gift or donation from a foreign government or organization	9908(i) and 9911.” .

	by the Federal or Provincial Governments or any public sector organization. Subject to the recommendations of the Minister Incharge and concurrence by the Federal Board of Revenue subject to condition that the concerned Ministry shall verify the genuineness of such cases and furnish an undertaking to the effect that donated goods shall not be sold, utilized or disposed of otherwise than for the purpose for which the same have been imported.	
176.	POL products: (i) MS (Petrol) (ii) High Speed Diesel Oil (iii) Kerosene (iv) Light Diesel Oil	2710.1210, 2710.1931, 2710.1911 and 2710.1921

**In Table –II, in column(1)
(Local Supplies only)**

- Serial Nos. 7 and 21 and entries relating thereto in columns (2) and (3) shall be omitted.
- the following new serial No. and entries relating thereto in columns (2) and (3) shall be added, namely:-

Serial No.	Description	Heading Nos. of the First Schedule to the Customs Act, 1969 (IV of 1969)
56.	Milk excluding that sold under a brand name	04.01.
57.	Iron and steel scarp	7204.4100 7204.3000 7204.4990.” .

Eighth Schedule**Table-I**

- S Nos. 58,66 and 73 and entries relating thereto in columns (2), (3), (4) and (5) shall be omitted.
- The rate of tax on imported personal computers and Laptop computers, notebooks whether or not incorporating multimedia kit shall be 10%.
- In S. No. 81, in column (2) following items
 “ medicaments except the following, even if medicated or medicinal in nature, scrubs, detergents and washing preparations; (c) soft soap or no soap; (d) adhesive plaster; (e) surgical tapes; (f) liquid paraffin; (g) disinfectants, and (h) cosmetics and toilet preparations. shall be omitted.
- Following new Sr. shall be added

Sr. No.	Description	Heading Nos. of the First Schedule to the Customs Act, 1969 (IV of 1969)	Rate of Sales Tax	Condition
84.	Colors in sets	3213.1000	10%	
	(i) Writing, drawing and marking inks	3215.9010 and 3215.9090		
	(ii) Erasers			
	(iii) Exercise Books	4820.2000		
	(iv) Pencil Sharpeners	8214.1000		
	(v) other drawing, marking out or mathematical calculating instruments (geometry box)	9017.2000		
	(vi) Pens, ball pens, markers and porous tipped pens			
	(vii) Pencils	96.08		

	including color pencils	96.09		
85.	(a) Supplies; and (b) imports of plant, machinery, equipment for installation in tribal areas and of industrial inputs by the industries located in the tribal areas, as defined in the Constitution of Islamic Republic of Pakistan,—	Respective headings	(i) 6% till 30.06.2025 (ii) 12% from 1.7.2025 till 30.06.2026	Provided that, in case of imports, the same shall be allowed clearance by the Customs authorities on presentation of pay order for the amount of tax payable under this Act and the same shall be returned to the importer after presentation within six months of a consumption or installation certificate, as the case may be, in respect of goods imported as issued by the Commissioner Inland Revenue having jurisdiction: Provided further that if plant, machinery and equipment, on which exemption is availed under this serial number, is transferred or supplied outside the tribal areas, the tax exempted shall be paid at applicable rate on residual value
86.	Supplies of electricity, as made to all residential and	2716.0000	(i) 6% till 30.06.2025 (ii) 12% from	

	commercial consumers in tribal areas, and to such industries in the tribal areas which were set and started their industrial production before 31st May, 2018, but excluding steel and ghee or cooking oil industries		1.7.2025 till 30.06.2026	
87.	Oil cake and other solid residue	2306.1000	10%	
88.	Tractors	8701.9220 and 8701.9320	10%	
89.	Local supply of vermicillies, sheer mal, bun and rusk excluding those sold in bakeries, and sweet shops falling in the category of Tier-1 retailers.	Respective headings	10%	
90.	Local supply of poultry feed, cattle feed, sunflower seed meal, rape seed meal and canola seed meal	2306.3000, 2306.4900 And respective headings	10%	Subject to the condition that refund of excess input tax, if any, shall not be admissible.
91.	Newsprint and books but excluding brochures, leaflets and directories	Respective headings	10%	Subject to the condition that refund of excess input tax, if any, shall not be admissible.”.

Ninth Schedule

Table-II

- **Cellular mobile phones or satellite phones to be charged on the basis of import value per set, or equivalent value in rupees in case of supply by the manufacturer in the following manners:-**
 - (i) Sales tax on CBUs at the time of import or registration (IMEI number by CMOs) **not exceeding UD\$500** shall be 18% ad valorem.
 - (ii) Sales tax on import in CKD/SKD condition **not exceeding UD\$500** shall be 18% ad valorem.
 - (iii) Sales tax on supply of locally manufactured mobile phones in CBU condition in addition to tax in point (ii) **not exceeding UD\$500** shall be 18% ad valorem.
 - (iv) Sales tax on CBUs at the time of import or registration (IMEI number by CMOs) **exceeding UD\$500** shall be 25% ad valorem.
 - (v) Sales tax on import in CKD/SKD condition **exceeding UD\$500** shall be 18% ad valorem.
 - (vi) Sales tax on supply of locally manufactured mobile phones in CBU condition in addition to tax in point (ii) **exceeding UD\$500** shall be 18% ad valorem.
- **LIABILITY, PROCEDURE AND CONDITIONS**
In this heading clauses (iii), (iv) and (v) shall be omitted.

Eleventh Schedule

- Rate of withholding of sale tax by registered persons manufacturing lead batteries on supplying any kind of leads by persons increased from 75% to 80%.
- The following new addition made in Table**
- Rate of withholding of sale tax by registered persons manufacturing cement on supplying of any kind of gypsum by persons shall be 80% of the sales tax applicable.
 - Rate of withholding of sale tax by registered persons on supplying of any kind of coal, any kind of waste of paper and paper board, any kind of plastic waste, crush stone and silica by persons shall be 80% of the sales tax applicable

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