



- Custom duty on agriculture machinery abolished to promote growth and investment in the sector.
- Sales tax on solar panels imposed by the last govt has been removed.
- GDP target set at 5%.
- Inflation target set at 11.5%.
- Fiscal deficit to be targeted at 4.9% of GDP in FY23.
- Exports & Imports target at USD 35 billion & at USD 70 billion, respectively.
- Current account deficit targeted at 2.2% of GDP as compared to 4.1% deficit of FY22.
- Remittances expected at USD 33.2 billion in FY23 as compared to USD 31.1 billion in the last year.
- Total tax collection target at PKR 7,004 billion as compared to Tax collection of PKR 6,000 billion in FY22.
- PKR 40.5 billion DLT claims to be released immediately by the FBR along with sales tax pending refunds.
- Industrial feeders have been exempted from load shedding.
- Nine Special Economic Zones to be established on CPEC route.
- Film makers to be given tax holidays for the next five years. Exports rebate will be provided on movies and dramas exports for the next 10 years.
- Distributors & film producers to be exempted from the imposition of 8% withholding tax. Along with this, Custom duty on import of machinery for the entertainment industry will be abolished.
- Sales tax on import of media and entertainment industry slashed to zero to promote media & entertainment industry.
- Minimum salary eligible for income tax has been increased to PKR 1.2 million as compared to PKR 0.6mn to facilitate salaried class.
- Income exempted for AOP, Business Individuals has been increased to PKR 0.6 million from PKR 0.4 million.
- Income tax on Behbood certificates, Pensioners account has been decreased to 5% from 10%.
- Fixed income and sales tax to be charged from small retailers. This tax will be collected through electricity bills. Amount PKR 3-10K.
- Initial 100% depreciation allowed for Industrial units as compared to 50%.
- Properties having value of PKR 25 million will have to pay 1% income tax on rental income which will be equal to 5% of the fair amount of the property. This tax will not be applicable for personal residence.
- 15% capital gain tax to be charged on immovable properties sold under one year holding period.
- Advance tax for filers for property transactions has been increased to 2% from 1%. And same has been increased to 5% for the non-filers.
- Banking sector to be taxed at 42% from current taxation of 39%.
- Payments made through Debit, Credit, and Pre Paid cards to foreign country would be charged with 1% & 2% advance WHT for filers and non-filers.
- Banks will provide cheap financing for the purchase of solar panels for households using less than 200 units of monthly electricity.
- 5% sales tax on tractors abolished to zero.
- Sales tax on import of Sun flower, Canola, wheat, seeds has been abolished.
- 50 beds Not for Profit hospitals would not be charged with local utilities (free electricity, water & other facilities).
- Custom duty on agriculture machinery has been abolished.
- Custom and additional custom duties along 400 tariff lines have been rationalized.
- More than 30 pharmaceuticals API have been exempted from Customs duty.
- Tax evasion in the country is estimated to be PKR 3,000 billion.
- Salaries of Govt employees to be increased by 15%.