TAX RATES

FOR THE TAX YEAR - 2008

TAX RATES FOR IND, OTHER THAN SALARIED PERSON AOP

Income group			Tax Rate
Up to Rs. 100,000			0%
Rs. 100,001	to	Rs. 110,000	0.5%
Rs. 110,001	to	Rs. 125,000	1.0%
Rs. 125,001	to	Rs. 150,000	2.0%
Rs. 150,001	to	Rs. 175,000	3.0%
Rs. 175,001	to	Rs. 200,000	4.0%
Rs. 200,001	to	Rs. 300,000	5.0%
Rs. 300,001	to	Rs. 400,000	7.5%
Rs. 400,001	to	Rs. 500,000	10.0%
Rs. 500,001	to	Rs. 600,000	12.5%
Rs. 600,001	to	Rs. 800,000	15.0%
Rs. 800,001	to	Rs. 1,000,000	17.5%
Rs. 1,000,001	to	Rs. 1,300,000	21.0%
Rs. 1,300,001	to		25.0%

TAX RATES FOR SALARIED CLASS

Income group			Tax Rate
		Upto Rs. 150,000	
Rs. 150,001	to	Rs. 200,000	0.25%
Rs. 200,001	to	Rs. 250,000	0.50%
Rs. 250,001	to	Rs. 300,000	0.75%
Rs. 300,001	to	Rs. 350,000	1.50%
Rs. 350,001	to	Rs. 400,000	2.50%
Rs. 400,001	to	Rs. 500,000	3.50%
Rs. 500,001	to	Rs. 600,000	4.50%

Rs. 600,001	to	Rs. 700,000	6.00%
Rs. 700,001	to	Rs. 850,000	7.50%
Rs. 850,001	to	Rs. 950,000	9.00%
Rs. 950,001	to	Rs. 1,050,000	10.00%
Rs. 1,050,001	to	Rs. 1,200,000	11.00%
Rs. 1,200,001	to	Rs. 1,500,000	12.50%
Rs. 1,500,001	to	Rs. 1,700,000	14.00%
Rs. 1,700,001	to	Rs. 2,000,000	15.00%
Rs. 2,000,001	to	Rs. 3,150,000	16.00%
Rs. 3,150,001	to	Rs. 3,700,000	17.50%
Rs. 3,700,001	to	Rs. 4,450,000	18.50%
Rs. 4,450,001	to	Rs. 8,400,000	19.00%
Rs. 8,400,001		to above	20.00%

Special tax rebate of 75% of the tax payable shall be allowed for the assessee of 60 years of age or above and earning income upto Rs. 400,000/- per annum

The rate of tax as prescribed by section 113A for qualifying under PTR is .75% of the Turnover, provided the turnover does not exceed 5 Million. per annum

The rate of tax as prescribed by section 113B for qualifying under PTR are given as under:

From Rs. 1 to Rs. 5 M	Rs. 25,000/-
From Rs. 5M to Rs. 10M	25000 + 0.5% of the turnover exceeding Rs. 10M
From Rs. 10 M and above	Rs. 50,000/- + 0.75% of the turover exceeding Rs. 10M

The income of the working women other than salaried class to the extent of Rs. 125,000/- will be exempt from tax

The income of the working women in case of salaried class to the extent of Rs. 200,000/- will be exempt from tax.

TAX RATES FOR SMALL COMPANIES

The tax rate for Small Companies is 20% of the taxable income

COMPANIES

TAX YEAR

	2007	2008
Rate of tax for all kind of Companies	35%	35%

OR

Minimum tax under section 113 @0.5% of the turnover whichever is higher

RATE OF TAX ON SHIPING OR AIR TRANSPORT

The rate of tax imposed under section 7 shall be:

- In the case of shipping 8% of the gross amount received or receivable;

- In the case of air transport 3% of the gross amount received or receivable;

RATES FOR DEDUCTION OF TAX AT SOURCE

Particulars	Rate
- Other dividend income	10%
- Raffle lottery or crossword puzzle, Sales promotion schemes	20%
- Yield on a National Saving Deposit Certificate, including a Defence Saving Certificate, under the National Saving Scheme.	10%
- Interest on an account or deposits with banks / financial institution	10%
- Profit on any security issued by the Federal Government, a Provincial Government or a local authority to any person other than a financial institution.	20%
- Profit on any bond, certificate, debenture, security or instrument of any kind (not a loan agreement between a borrower and a banking company or a development finance institution) by a banking company, financial institution, finance society or a company as defined in the 2001 Ordinance, other than to a financial institution.	10%
- Tax rate for the small companies	20%
- Rent	5%
- Brokerage Commission	10%
- On Export of Raw Cotton and Cotton Yarn	1.0%
- Brokerage Commission-for Travel and Insurance Agents	10%
- On Contracts of all types	6%
Telephone Bills/Prepaid payphone Cards	10%
Cash withdrawl from Bank	0.2%

- Supply of Rice, Cotton and Cotton seed	1.5%
- Edible oils	1%
- Other supplies	3.5%
- Imports other than following	5%
• Tractors	2%
• DAP Phaspate	2%
• Plant and Machinery	0%
- Services rendered	
• Transport Services	2%
• Other Services	6%
- Import of edible oils	2%
- Payments to non-residents for execution of:	
- Turnkey Contract	6%
- Contract, Sub-Contract for the design, Construction or supply of plant equipment:	
- Under a hydel power project or a transmission line project	6%
• Under any other power project	6%
• Any other contract:	6%
- Advertisement by the Private TV Channels	6%
- Petroleum Products	10%
- Royalties / Fee for technical services	15%
- On payment other than salary, dividend, supplies, services, execution of contracts, property, prize money, winning from reffles, lottery or cross word	30%
-On Sale and purchase of shares	0.01%

RATES OF APPEAL FEE

Stage	Appeal Fee
Commissioner (Appeals) /Addl. Commissioner	- Rs. 1,000 or 10% of tax levied whichever is less
	- Where no tax is payable

	- Rs. 1,000/- for companies - Rs. 200/- for other cases
Income Tax Appellate Tribunal.	- Rs. 2,500/- or 10% of the tax levied whichever is less. - Where no tax is levied Rs. 2,000/- for Companies and Rs. 500/- for others