

Alone we can do so little; together we can do so much. – Helen Keller

## From the desk of President ICMA & Chairman TSPD Committee

I am delighted to present the Monthly Technical Updates - July 2023, highlighting news from economy, Corporate Sector, Taxation; updates from the stock market/ foreign exchange; and a glimpse of TSPD activities held during the month.

Worthy members are requested to share their valuable suggestions at [tspd@icmap.com.pk](mailto:tspd@icmap.com.pk) for further improvement in the document and identify topics of technical interest. I appreciate and look forward to receive your inputs and comments for the uplift of practicing profession.

**Shehzad Ahmed Malik, FCMA**  
President ICMA



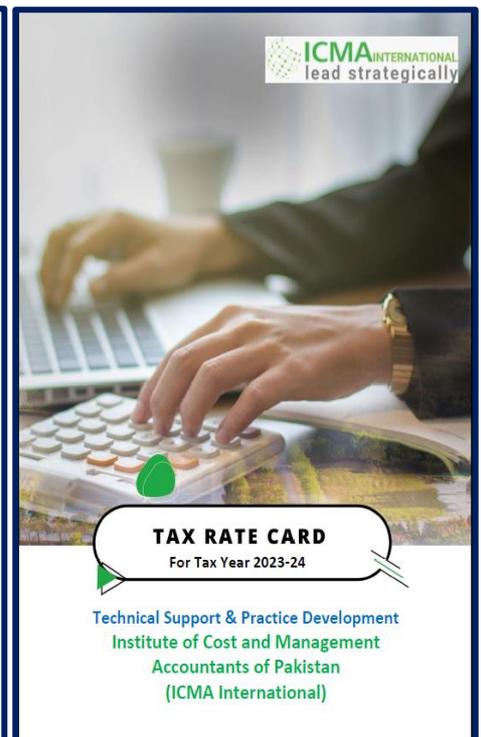
## Feature News

### Tax Rate Card for the Year 2023-24

National Council of ICMA, in continuation of its efforts to cover & analyse this years' National Budget and to disseminate its entire insight among the worthy members, students of the Institute and other stakeholders, organized:

- Live Broadcast of Budget Speech on ICMA World Channel
- Live Analysis on Federal Budget right after the Budget Speech
- National Budget Conference 2023-24 at Serena Hotel, Islamabad the day following the Budget speech
- Published an "Insight on Economic Survey 2022-23 and Finance Bill 2023" on the very next day of the Budget Speech
- Nation-wide Seminars on Federal Budget
- Nation-wide Seminars/ Webinars on Finance Act

Under the directions of Mr. Shehzad Ahmed Malik, President ICMA & Chairman TSPD Committee, the Institute prepared comprehensive Tax Rate Card for the Year 2023-24, which was uploaded on the website and circulated amongst the members at large.



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# MONTHLY TECHNICAL UPDATES ON ACCOUNTING, TAXATION & LAWS

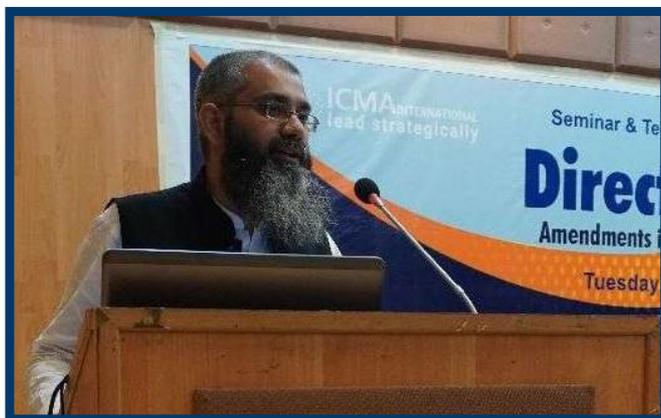
## Committee Activities

### Seminar & Technical Session on Direct Taxes Post Event Report

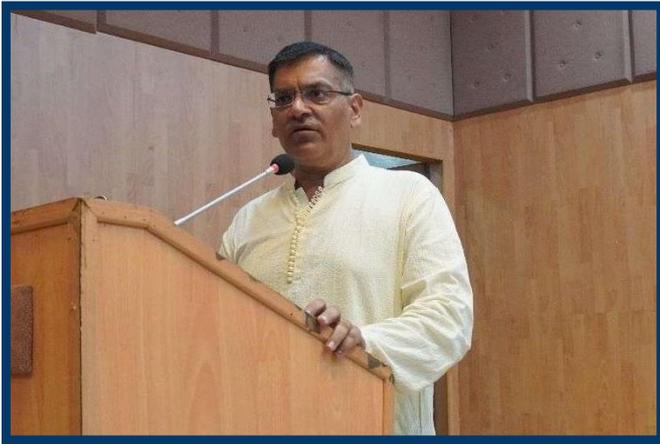
Technical Support & Practice Development (TSPD) Committee, in collaboration with the Islamabad Branch Council (IBC), organized a Seminar & Technical Session on Direct Taxes on Tuesday, July 18, 2023, at the Islamabad Campus. The event was graced by the presence of Mr. Shehzad Ahmed Malik, President ICMA & Chairman TSPD Committee, who served as the esteemed Guest of Honour.

Mr. Sharif Uddin Khilji, Partner at Khilji Rahat Waheed (KRW) Chartered Accountants, delivered the Keynote Address. Amongst the distinguished panelists were Mr. Zahid Farooq, Chief Executive of Zahid Farooq & Co., Mr. Hafiz Muhammad Idris, Advocate Supreme Court at Shiekh Law Associates, and Mr. Naim uddin, CEO of Naeem & Co. The Welcome Address was given by Mr. Shan Muhammad, Chairman of the Islamabad Branch Council. Mr. Mubashar Ali Shah, Director Tariff at NEPRA, effectively moderated the Panel Discussion. The Seminar attracted a large number of participants, consisting of Members who actively engaged in the interactive and discussions on various issues related to direct taxes in the Finance Act of 2023-2024.

During the event, Mr. Shehzad Ahmed Malik, President ICMA provided an insightful overview of the suggestions presented by ICMA and the Anomaly Committee, which had been thoughtfully taken into consideration during the budget formulation. Overall, the Seminar & Technical Session proved to be a highly informative and productive gathering, fostering valuable insights and exchange of ideas on matters pertinent to direct taxes and the financial landscape.



# MONTHLY TECHNICAL UPDATES ON ACCOUNTING, TAXATION & LAWS



# MONTHLY TECHNICAL UPDATES ON ACCOUNTING, TAXATION & LAWS



# MONTHLY TECHNICAL UPDATES

## ON ACCOUNTING, TAXATION & LAWS

### Webinar & Technical Session on E-Filing of Income Tax Returns

Technical Support and Practice Development (TSPD) Committee, in collaboration with the Islamabad Branch Council (IBC) organized a Webinar & Technical Session on E-Filing of Income Tax Returns on Friday, July 21, 2023 for the awareness of members, students, professionals and other stakeholders through ZOOM.

Mr. Shehzad Ahmed Malik, FCMA, President ICMA Pakistan & Chairman TSPD Committee graced the event with his presence as Guest of Honour.

Mr. Shan Muhammad, FCMA, Chairman IBC thanked the President ICMA for sparing time out of his busy schedule. He also thanked the speaker and the participants in his vote of thanks. A large number of participants attended the event and benefitted from the in-depth presentation of eminent speaker Mr. Nafees Ahmed, ACMA.



### Webinar on Finance Act 2023

The National CPD Committee of ICMA in collaboration with the Technical Support and Practice Development (TSPD) Committee, organized a Webinar on Finance Act, 2023 on July 07, through ZOOM. Mr. Shehzad Ahmed Malik, President ICMA graced the event with his presence and threw light upon the main features of Finance Act 2023 in his valedictory note. Amongst the speakers were Mr. Azeem Hussain Siddiqui, Chairman Karachi Branch Council; Mr. Abdul Razzaq, FCMA, CEO A. R. & Co; Mr. Ghulam Mustafa Qazi, FCMA, CEO Tariq Qazi Management Consultants; Mr. Shahid Irshad Qazi, FCMA, GM Finance Aziz Fatima Trust; Mr. Muhammad Sajjad, FCMA Department of Accounting & Finance, Islamia University and Mr. Muhammad Muneeb, FCMA, CEO Aaims Consultants. Mr. Awais Yasin, Company Secretary, Lahore Electric Supply Co. (LESCO) moderated the session.



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# MONTHLY TECHNICAL UPDATES ON ACCOUNTING, TAXATION & LAWS

## Mentorship Session for the first batch of ICMA Incubation Center



# MONTHLY TECHNICAL UPDATES

## ON ACCOUNTING, TAXATION & LAWS

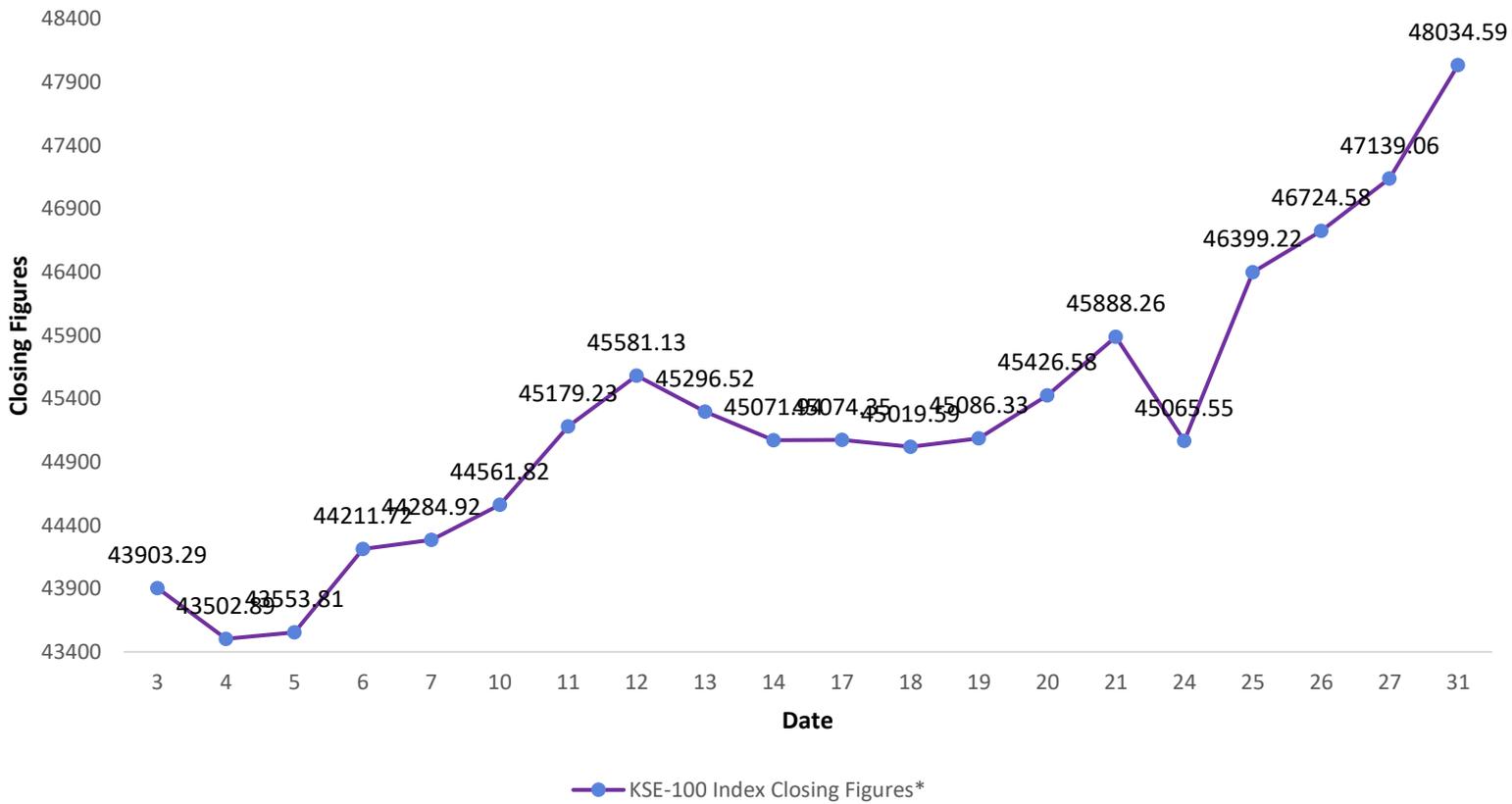
### Pakistan Stock Market

#### Pakistan Stock Market - KSE-100 Index Fluctuations during July 2023

Date	KSE-100 Index Closing Figures*	Date	KSE-100 Index Closing Figures*	Date	KSE-100 Index Closing Figures*
3	43903.29	11	45179.23	20	45426.58
4	43502.89	12	45581.13	21	45888.26
5	43553.81	13	45296.52	24	45065.55
6	44211.72	14	45071.94	25	46399.22
7	44284.92	17	45074.35	26	46724.58
10	44561.82	18	45019.59	27	47139.06
		19	45086.33	31	48034.59

\*As published in Daily Dawn

#### KSE-100 INDEX CLOSING FIGURES



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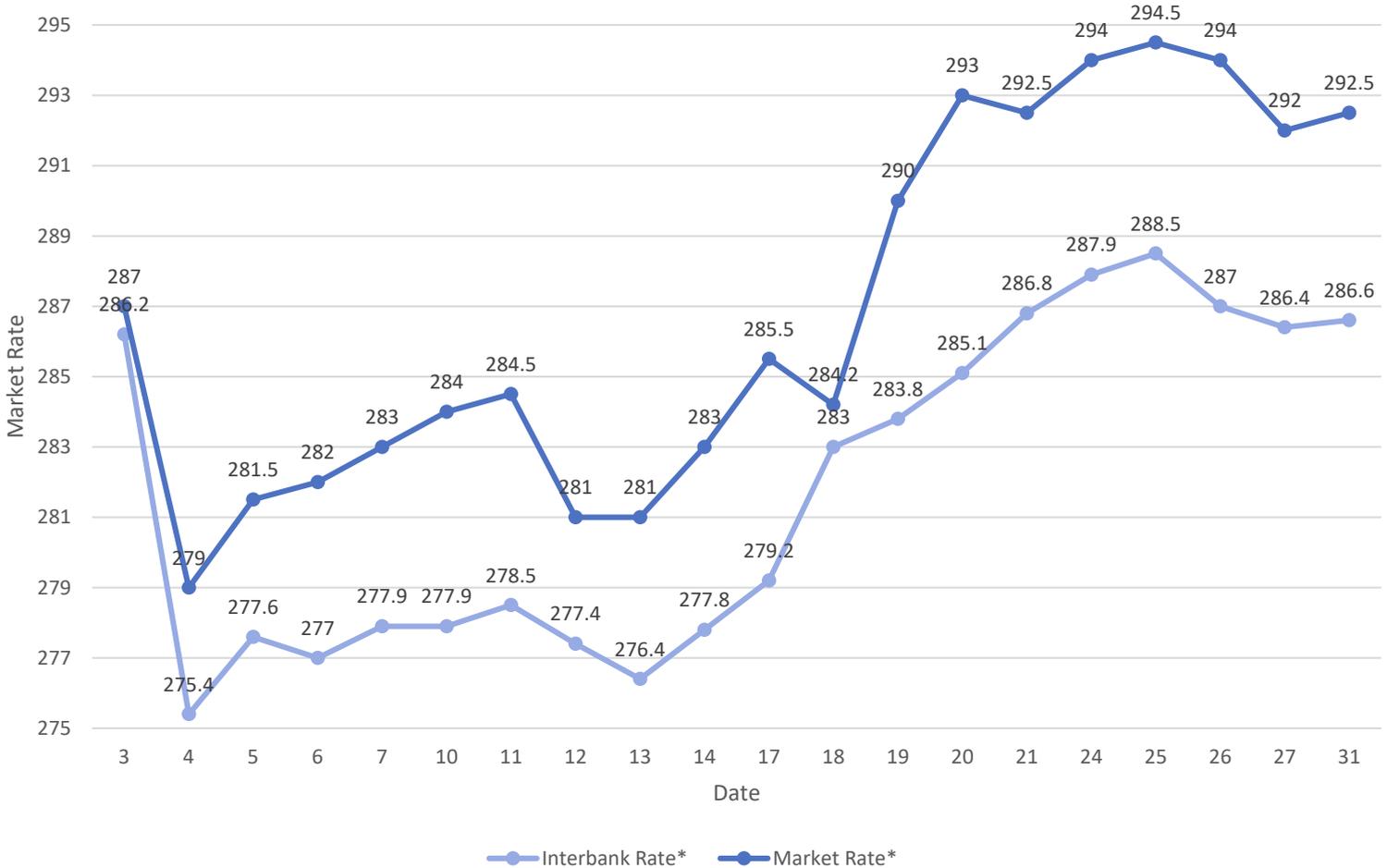
## ON ACCOUNTING, TAXATION & LAWS

### Rupee-Dollar Parity

Date	Interbank Rate*	Market Rate*	Date	Interbank Rate*	Market Rate*	Date	Interbank Rate*	Market Rate*
3	286.2	287.0	11	278.5	284.5	20	285.1	293.0
4	275.4	279.0	12	277.4	281.0	21	286.8	292.5
5	277.6	281.5	13	276.4	281.0	24	287.9	294.0
6	277.0	282.0	14	277.8	283.0	25	288.5	294.5
7	277.9	283.0	17	279.2	285.5	26	287.0	294.0
10	277.9	284.0	18	283.0	284.2	27	286.4	292.0
			19	283.8	290.0	31	286.6	292.5

\*forex.pk

#### Rupee-Dollar Parity During July 2023



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# MONTHLY TECHNICAL UPDATES

## ON ACCOUNTING, TAXATION & LAWS

### Corporate Updates

#### 1. AMENDMENTS IN THE LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019

Securities and Exchange Commission of Pakistan (SECP) vide their S.R.O. 906(I)/2023 notified amendments to the Listed Companies (Code of Corporate Governance) Regulations, 2019.

The amendments were aimed to facilitate listed companies in meeting their regulatory requirements relating to the election of independent and female directors on their boards. The new regulations will also strengthen corporate governance framework by introducing the concept of voting in categories on proportionate basis.

The amendments are made in Regulation 7A of the above-mentioned Regulations under which a three-tier voting structure for listed companies is introduced whereby votes shall be cast separately for the three categories of directors i.e. female, independent and others. The division of maximum votes available to each member for a category shall be in proportion to the number of seats of directors under such category.

For the purpose of the election in the female category, the maximum number of seats in female category shall be one and for the independent director category the maximum number of seats shall be 2 or 1/3rd of the total board size, whichever is higher, provided that there will be no restriction on the total number of female or independent directors that can be elected on the board of the company in all categories combined.

The member on his/her discretion may cast the vote to any candidate in each category of female, independent and other directors contesting the election of directors. If the number of persons who offer themselves to be elected in a category is not more than the number of directors to be elected in such category, such persons will be elected unopposed without the voting process.

Where no nomination is received under the female category; and the independent directors or other directors are elected unopposed without voting process as mentioned in sub-regulation (5) which also include a female director, then voting for female category shall not be mandatory.

The number of votes for each category of female, independent and other directors shall be counted separately after the completion of voting process.

For the category of the Independent Director, all the notices received by the Company under sub-regulation (8), shall be subject to due diligence by the Company as prescribed under section 166 of the Act and the Companies (Manner and Selection of Independent Directors) Regulations, 2018:

Provided that where any person has filed his/her notice of intention to contest election as independent director and after diligence by the Company under section 166 of the Act, such person is not selected, the Company shall communicate in writing the reasons for not selecting such person, clearly mentioning the legal requirement which was not met by such person, at least seven days before the meeting in which elections are to be held.

For further details, please visit the following link:

<https://www.secp.gov.pk/document/s-r-o-906-i-2023-amendments-in-the-listed-companies-code-of-corporate-governance-regulations-2019/?wpdmdl=48385&refresh=64d1ff12635081691483922>

#### 2. AMENDMENTS IN THE FUTURES EXCHANGES (LICENSING AND OPERATIONS) REGULATIONS 2017

SECP vide their S.R.O. 1913(I)/2023 notified amendments to the Futures Exchanges (Licensing and Operations) Regulations, 2017.

Amendments are made in regulations 5 & 19 of the above-mentioned Regulations. A new regulation 22 is inserted in the Regulations related to "Obligations pertaining to handling of money and assets of futures brokers and their customers".

As per the newly introduced Regulations, the futures exchange shall:

- (i) open one or more designated bank accounts with a scheduled bank in Pakistan for deposit of money belonging to futures brokers and their customers in such form and manner as may be specified by the futures exchange from time to time;
- (ii) not use assets belonging to futures brokers and their customers for any purpose other than as allowed under

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the Act or any rules or regulations made thereunder;

(iii) ensure that the assets belonging to futures broker or their customers shall not form part of the assets of the futures exchange for any purpose;

(iv) keep records of all amounts deposited into and paid from the designated bank account(s) on behalf of each futures broker and customer;

(v) maintain record of balances of each futures broker and customer, stating name and the amount held or received for that futures broker or customer;

(vi) if unutilized funds of futures broker or their customers are held in a profit bearing bank account, pass on profit earned on these funds to the futures broker and their customers in proportion to their unutilized balance unless specified otherwise in writing by the futures broker or customer, after making contribution to the settlement guarantee fund at the rate approved by the Commission and deducting a service fee at the maximum rate approved by the Commission:

For further details, please visit the following link:

<https://www.secp.gov.pk/document/s-r-o-1913-i-2022-amendments-in-the-futures-exchanges-licensing-and-operations-regulations-2017-dated-october-14-2022/?wpdmdl=47002&refresh=64d1ff1261a5b1691483922>

## Taxation Updates

### 3. ESTABLISHMENT OF A COMMITTEE REGARDING ISSUES RELATED TO THE FINANCIAL INSTRUMENTS (FI) FUNCTIONALITIES

Federal Board of Revenue (FBR) constituted a three-member fact-finding committee regarding issues related to the Financial Instruments (FI) Functionalities. The Committee comprises the Director General (Reforms and Automation) Islamabad, Shakeel Shah, the Chief Collector Appraisalment (South) Karachi, Ashhad Jwad, and the Collector of Customs Appraisalment (East) Karachi, Sanaullah Abro. The director of Reforms and Automation Karachi and CEO of Pakistan Single Window (PSW) to ensure the provision of all relevant data/documents to the committee in a timely fashion.

For further details, please visit the following link:

<https://www.fbr.gov.pk/>

## International Updates

### 4. IPSASB BEGINS DEVELOPMENT OF CLIMATE-RELATED DISCLOSURES STANDARD FOR THE PUBLIC SECTOR

International Public Sector Accounting Standards Board (IPSASB) has initiated development of Climate-Related Disclosures Standards for the Public Sector. The IPSASB has decided to move forward with the development of a public sector specific Climate-Related Disclosures standard and has published a project brief for this major new piece of work. According to IPSASB, the reporting on climate change is one of the most important issues in sustainability reporting, which also encompasses environmental, social and governance issues.

According to the notification, the IPSASB will establish a Climate-related Topic Working Group to provide climate-related expertise and advice to support delivery of the project. The IPSASB will also set up a Sustainability Reference Group to provide advice on its overall sustainability reporting standards development program. IPSASB states that the Global community engagement is essential to developing sustainability reporting standards for the public sector. The IPSASB continues to seek support for its sustainability reporting standards development program and requires additional resources to be able to scale up its efforts and move with pace. In this regard, IPSASB has notified an email (rosssmith@ipsasb.org) to contact.

For further details, please visit the following link:

<https://www.ipsasb.org/news-events/2023-06/ipsasb-begins-development-climate-related-disclosures-standard-public-sector>

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# MONTHLY TECHNICAL UPDATES

## ON ACCOUNTING, TAXATION & LAWS

### Withholding Tax Rates FY 2023-24

Rate of Advance Tax at Import Stage (Section-148, First Schedule, Part-II)	
Person(s)	Rate
Persons importing goods classified in Part I of Twelfth Schedule	1%
Persons importing goods classified in Part II of Twelfth Schedule	2%
Persons importing goods classified in Part II of Twelfth Schedule in case of commercial importer	3.5%
Persons importing goods classified in Part III of Twelfth Schedule	5.5%
Persons importing goods classified in Part III of Twelfth Schedule, in case of a commercial importer	6%
Manufacturers covered under S.R.O. 1125(I)/2011	1%
Pharmaceutical Imported Finished Goods	4%
Importers of CKD kits of electric vehicles for small cars/SUVs with 50kwh/ below & LCVs with 15/ below	1%
<b>100% increase in amount of tax in case person is not appearing on the Active Taxpayer's List (ATL)</b>	

Rate of Advance Tax on Value of Import of Mobile Phones (Section-148, First Schedule, Part-II)		
C & F Value of mobile phone (in US Dollar)	In CBU	CKD/SKD
Up to 30 except smart phones	70	0
Exceeding 30 and up to 100 and smart phones up to 100	100	0
Exceeding 100 and up to 200	930	0
Exceeding 200 and up to 300	970	0
Exceeding 350 and up to 500	5,000	3,000
Exceeding 500	11,500	5,200
<b>100% increase in amount of tax in case person is not appearing on the Active Taxpayer's List (ATL)</b>		

Rate of Advance Tax on Salary (Section 149, First Schedule, Part-I, Division-I)		
S#	Taxable Income	Rate of Tax
1	Up to Rs 600,000	0%
2	Rs. 600,001 to Rs. 1,200,000	2.5% of the amount exceeding Rs. 600,000
3	Rs 1,200,001 to Rs 2,400,000	Rs 15,000 + 12.5% of the amount exceeding Rs 1,200,000
4	Rs 2,400,001 to Rs 3,600,000	Rs 165,000 + 22.5% of the amount exceeding Rs 2,400,000
5	Rs 3,600,001 to Rs 6,000,000	Rs 435,000 + 27.5% of the amount exceeding Rs 3,600,000
6	Above Rs 6,000,000	Rs 1,095,000 + 35% of the amount exceeding Rs 6,000,000
<b>No change in Tax Rates in case person is not appearing on the Active Taxpayer's List (ATL)</b>		

Rate of Advance Tax on Dividends (Section-150, First Schedule, Part-III, Division-I)	
Person(s)	Rate
(a) Paid by Independent Power Purchasers (IPPs) where such dividend is a pass through item	7.5%
(b) Mutual funds, Real Estate Investment Trusts (REIT) and cases other than (a), (c) & (d)	15%
(c) Dividend received by a REIT scheme from Special Purpose Vehicle	0%
(c) Dividend received by others from Special Purpose Vehicle as defined under the REIT Regulations, 2015	35%
(d) From a company where no tax is payable by such company, due to exemption of income or carry forward of business losses under Part VIII Chapter III or claim of tax credits under Part X of Chapter III	25%
<b>100% increase in amount of tax in case person is not appearing on the Active Taxpayer's List (ATL)</b>	

Profit on Debt (Section-151, First Schedule, Part-III, Division-IA & IB)	
Person(s)	Rate
Under Section 151	15%
Rate of Tax on return on investment in sukuk:	
In case of a company	25%
In case the sukuk-holder is an individual or an AOP, if the return on investment is more than 1 million	12.5%
In case the sukuk-holder is an individual and an AOP, if the return on investment is less than 1 million	10%
<b>100% increase in amount of tax in case person is not appearing on the Active Taxpayer's List (ATL)</b>	

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# MONTHLY TECHNICAL UPDATES

## ON ACCOUNTING, TAXATION & LAWS

<b>Payments to non-residents (Section 152, First Schedule, Part III, Division II)</b>	
<b>Description</b>	<b>Rate</b>
Royalty or fees for technical services to a non-resident person (sub-section 1)	15%
Execution of a contract or sub-contract, Assembly or installation project including supply of supervisory activities, any other contract for construction or services, contract for advertisement (sub-section 1A)	7%
Insurance Premium/ Re-insurance Premium (sub-section 1AA)	5%
Advertisement Services (relaying from outside Pakistan) (sub-section 1AAA)	10%
Foreign produced commercial (sub-section 1BA)	20%
Fee for off-shore digital services (sub-section 1C)	10%
Capital gain arising on disposal of instruments & Government Securities on:	
Banking Company maintaining Special Convertible Rupee Account (SCRA) of a non-resident company having no permanent establishment in Pakistan (sub-section 1D)	10%
Banking Company maintaining Foreign Currency Value Account (FCVA)/non-resident Pakistani Rupee Value Account (NRVA) of a non-resident individual holding POC/NICOP/CNIC (sub-section 1DA)	
In case sukuk-holder is a company (sub-section 1DB)	25%
In case the sukuk-holder is an individual or an AOP, if the return on investment is more than 1M	12.5%
In case the sukuk-holder is an individual and an AOP, if the return on investment is less than 1M	10%
Others mentioned in sub-section (2)	20%

<b>Sale of Goods (Other case not covered above)</b>	
a) In case of a company	5%
b) Other cases	5.5%
In case of rendering services: (sub-section 2A(b)) Transport, Freight Forwarding, Air Cargo, Courier, Manpower Outsourcing, Hotel, Security Guard Services, Software Development, IT and IT Enabled services, Tracking, Other Advertisement Services, Share Registrar, Engineering, Warehouse, Car Rental, Asset Management Services, Data Services under license issued by PTA, Training, Telecom Infrastructure (Tower), Building maintenance, Inspection, Certification, Testing & training, Oilfield	4%
In cases other than above mentioned services: (sub-section 2A(b))	
a) In case of company	9%
b) Other Cases	11%
In cases other than sales of goods or rendering of services: (sub-section 2A(c))	
a) In case of sportspersons	10%
b) In any other case	8%
<b>100% increase in amount of tax in case person is not appearing on the Active Taxpayer's List (ATL)</b>	

<b>Payments for Goods, Services &amp; Contracts (Section 153, First Schedule, Part III, Division III)</b>	
<b>Description</b>	<b>Rate</b>
Rice, Cotton seed oil, edible oils (sub-section (1)(a))	1.5%
By Company (sub-section (1)(a))	5%
By Individual and AOP (sub-section (1)(a))	5.5%
In case of rendering services: (sub-section 1(b)) transport, freight forwarding, air cargo, courier, manpower outsourcing, Hotel, security guard, software development, IT and IT enabled as defined in section 2, tracking, advertising (other than by print or electronic media), share registrar, engineering including architectural, warehousing, rendered by asset management companies, data services provided under license issued by the PTA, telecommunication infrastructure (tower), car rental, building maintenance, services rendered by PSE and PMEL, inspection, certification, testing and training, oilfield, telecommunication, collateral management, travel and tour services, REIT management, rendered by National Clearing Company of Pakistan Limited	4%
<b>In cases other than above mentioned services: (sub-section 1(b))</b>	
a) In case of company	9%
b) Other Cases	11%
<b>In cases of execution of a contract: (sub-section 1(c))</b>	
a) In case of sportspersons	10%
b) In case of a company	7.5%
c) In any other case	8%
Services of dying, stitching etc. by exporters or export house (sub-section 2)	1%
<b>100% increase in amount of tax in case person is not appearing on the Active Taxpayer's List (ATL)</b>	

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## ON ACCOUNTING, TAXATION & LAWS

### Exports of Services (Section 154 & 154A, First Schedule, Part III, Division IV & IVA)

Types of Receipts	Rate
Exports of Goods (Section 154(1))	1%
Export proceeds for tax years 2024 up to tax year 2026 of Computer software or IT services or IT Enabled services by persons registered with Pakistan Software Export Board (Section 154A)	0.25%
Any other case (Section 154A)	1%

### Income from Property (Section 155, First Schedule, Part-III, Division-V)

S#	Taxable Income	Rate of Tax
1	Up to Rs 300,000	0%
2	Rs 300,001 to Rs 600,000	5% of the amount exceeding Rs300,000
3	Rs 600,001 to Rs 2,000,000	Rs 15,000 + 10% of the amount exceeding Rs 600,000
4	More than Rs 2,000,000	Rs 155,000 + 25% of the amount exceeding Rs 2,000,000
In case of companies, Tax Rate for rent of immovable property is <b>15% of gross rent</b>		
<b>100% increase in amount of tax in case person is not appearing on the Active Taxpayer's List (ATL)</b>		

### Prizes and Winnings (Section 156, First Schedule, Part III, Division VI)

Description	Rate
On Prize Bonds	15%
On Winning from raffle, lottery, prize on winning quiz or prize offered by a company for promotion of sale	20%
<b>100% increase in amount of tax in case person is not appearing on the Active Taxpayer's List (ATL)</b>	

### Sale of Petroleum Products (Section 156A, First Schedule, Part III, Division VIA)

Description	Rate
Sale of Petroleum Products to petrol pump operator	12%
<b>100% increase in amount of tax in case person is not appearing on the Active Taxpayer's List (ATL)</b>	

### Cash Withdrawals from Bank (Section 231AB, First Schedule, Part IV)

Description	Rate for persons not appearing on ATL
Cash withdrawals exceeding Rs 50,000 per day on aggregate basis from a person whose name is not appearing in the active taxpayers' list	0.6%

### Advance Tax on Purchase, Registration and Transfer of Motor Vehicles (Section 231B, First Schedule, Part IV, Division VII)

Under sub-section (1) & (3)		Under sub-section (2)	
Engine Capacity	Rate	Engine Capacity	Rate
Up to 850cc	Rs 10,000	Up to 850cc	-
851cc to 1000cc	Rs 20,000	851cc to 1000cc	Rs 5,000
1001cc to 1300cc	Rs 25,000	1001cc to 1300cc	Rs 7,500
1301cc to 1600cc	Rs 50,000	1301cc to 1600cc	Rs 12,500
1601cc to 1800cc	Rs 150,000	1601cc to 1800cc	Rs 18,750
1801cc to 2000cc	Rs 200,000	1801cc to 2000cc	Rs 25,000
2001cc to 2500cc	6% of the value	2001cc to 2500cc	Rs 37,500
2501cc to 3000cc	8% of the value	2501cc to 3000cc	Rs 50,000
Above 3000cc	10% of the value	Above 3000cc	Rs 62,500
Provided that the value for the purpose of S. Nos. 7 to 9 of the above Table shall be in case of motor vehicle – (i) imported in Pakistan, the import value assessed by the Customs authorities as increased by customs duty, federal excise duty and sales tax payable at import stage; (ii) manufactured or assembled locally in Pakistan, the invoice value inclusive of all duties and taxes; or (iii) auctioned, the auction value inclusive of all duties and taxes:		Provided that in cases where engine capacity is not applicable and the value of vehicle is Rupees five million or more, the rate of tax collectible shall be Rupees twenty thousand: Provided further that the rate of tax to be collected under this clause shall be reduced by ten percent each year from the date of first registration in Pakistan.	

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Provided that in cases where engine capacity is not applicable and the value of vehicle is Rupees five million or more, the rate of tax collectible shall be 3% of the import value as increased by customs duty, sales tax and federal excise duty in case of imported vehicles or invoice value in case of locally manufactured or assembled vehicles.	
<b>Under sub-section (2A)</b>	
Up to 1000CC	Rs 100,000
1001CC to 2000CC	Rs 200,000
2001CC and above	Rs 400,000
<b>200% increase in amount of Tax in case person is not appearing on the Active Taxpayer's List (ATL)</b>	

Foreign Domestic Workers (Section 231C)	
Description	Rate
From the agency, sponsor or the person employing the services of such foreign national	Rs 200,000
<b>100% increase in amount of tax in case person is not appearing on the Active Taxpayer's List (ATL)</b>	

Brokerage and Commission (Section 233, First Schedule, Part IV, Division II)	
Persons	Rate
Advertisement Agents	10%
Life Insurance Agents less than Rs 0.5M	8%
Others	12%
<b>100% increase in amount of tax in case person is not appearing on the Active Taxpayer's List (ATL)</b>	

Tax on Motor Vehicle (Section 234, First Schedule, Part IV, Division IIA)		
Description	Rate	
Goods transport vehicles	Rs. 2.5/kg of laden weight	
Vehicles above 8,120 kg of laden weight	Rs 1,200 per annum	
Passenger Transport Vehicle plying for hire per seat		
Capacity	Rs. per seatper annum Non-Air Conditioned	Rs. per seat per annum Air Conditioned
4 or more persons but less than 10 persons	500	1000
10 or more persons but less than 20 persons	1500	2000
20 persons or more	2500	4000
Motor Vehicles (other than Passenger Transport Vehicle plying for hire) per engine capacity		
Engine Capacity	Rate	
Up to 1,000cc	Rs 800	
1,001cc to 1,199cc	Rs 1,500	
1,200cc to 1,299cc	Rs 1,750	
1,300cc to 1,499cc	Rs 2,500	
1,500cc to 1,599cc	Rs 3,750	
1,600cc to 1,999cc	Rs 4,500	
2,000cc and above	Rs 10,000	
<b>100% increase in amount of tax in case person is not appearing on the Active Taxpayer's List (ATL)</b>		

Electricity Consumption (Section 235, First Schedule, Part IV, Division IV)	
Gross Amount of Bill	Rate
For Commercial & Industrial Consumers	
Up to Rs 500	Rs 0
Exceeds Rs 500 but does not exceed Rs 20,000	10% of the amount
Exceeds Rs 20,000	Rs 1950 plus 12% of the amount exceeding Rs 20,000 for commercial consumers & Rs 1950 plus 5% of the amount exceeding Rs 20,000 for Industrial consumers

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# MONTHLY TECHNICAL UPDATES

## ON ACCOUNTING, TAXATION & LAWS

For Domestic Consumers	
Less than Rs 25,000	0%
Exceeds Rs 25,000	7.5% of the amount
For Retailers other than Tier-1 retailers	
Where the amount does not exceed Rs. 30,000	Rs 3,000
Where the amount exceeds Rs. 30,000 but does not exceed Rs. 50,000	Rs 5,000
Where the amount exceeds Rs. 50,000 but does not exceed Rs. 100,000	Rs 10,000
Retailers and service providers as notified by the Board in the income tax general order	Up to Rs 200,000
<b>No change in Tax Rates in case person is not appearing on the Active Taxpayer's List (ATL)</b>	

Telephone and Internet (Section 236, First Schedule, Part IV, Division V)	
Description	Rate
In the case of a telephone subscriber (other than mobile phone subscriber) where the amount of monthly bill exceeds Rs. 1,000	10% of the exceeding amount of bill
In the case of subscriber of internet, mobile telephone and pre-paid internet or telephone card	15% of the amount of bill or sales price of internet pre-paid card or prepaid telephone card or sale of units through any electronic medium or whatever form
<b>No change in Tax Rates in case person is not appearing on the Active Taxpayer's List (ATL)</b>	

Sale by Auction (Section 236A, First Schedule, Part IV, Division VIII)	
Description	Rate
Any property or good other than immovable property	10% of Gross Sale Price
In case of Immovable property sold by auction and sale by auction of train management services by Pakistan Railways	5% of Gross Sale Price
<b>100% increase in amount of tax in case person is not appearing on the Active Taxpayer's List (ATL)</b>	

Sale or Transfer of Immovable Property (Section 236C, First Schedule, Part-IV, Division X)	
On Sale or Transfer of Immovable Property	3%
<b>100% increase in amount of tax in case person is not appearing on the Active Taxpayer's List (ATL)</b>	

TV Plays and advertisements (Section 236CA, First Schedule, Part-IV, Division XA)	
Description	Rate
Foreign-produced TV drama serial or play	Rs 1,000,000 per episode
Foreign-produced TV play (Single Episode)	Rs 3,000,000
Advertisement starring foreign Actor	Rs 500,000 per second
<b>100% increase in amount of tax in case person is not appearing on the Active Taxpayer's List (ATL)</b>	

Sales to Distributor, Dealer & Wholesalers (Section 236G, First Schedule, Part-IV, Division XIV)	
Description	Rate
If the recipient is listed on ATL of both Sales Tax and Income Tax	0.25%
Other than the recipient of Fertilizer supplies	0.1%
<b>0.7% will be charged from recipients of fertilizer in case recipient is not appearing on the both ATL 0.2% will be charged from other recipients in case recipient is not appearing on the both ATL</b>	

Sales to Retailers (Section 236H, First Schedule, Part-IV, Division XIV)	
Description	Rate
Advance tax on sales to Retailers	0.5%
<b>100% increase in amount of tax in case person is not appearing on the Active Taxpayer's List (ATL)</b>	

# MONTHLY TECHNICAL UPDATES

## ON ACCOUNTING, TAXATION & LAWS

Purchase of Immovable Property (Section 236K, First Schedule, Part-IV, Division XVIII)	
Description	Rate
On purchase of Immovable Property	3%
<b>10.5% rate will be charged in case person is not appearing on the Active Taxpayer's List (ATL)</b>	

Amount remitted abroad through credit, debit or prepaid cards (Section 236Y, First Schedule, Part-IV, Division XXVII)	
Description	Rate
Advance tax on amount remitted abroad through credit, debit or prepaid cards	5%
<b>100% increase in amount of tax in case person is not appearing on the Active Taxpayer's List (ATL)</b>	

Bonus Shares issued by Companies (Section 236Z)	
Description	Rate
On every company, issuing bonus shares to the shareholders of the company	10%
<b>100% increase in amount of tax in case person is not appearing on the Active Taxpayer's List (ATL)</b>	

#### Disclaimer:

The Technical Support and Practice Development (TSPD) Directorate of ICMA International is pleased to present the Tax Rate Card for Tax Year 2023-24 for the benefit of members and other stakeholders and we hope these will be beneficial for the readers.

Although every care has been taken in its preparation in the light of Finance Act, 2023, however, the Institute shall not be responsible for any loss or damage cause to any person on account of errors or omission which might have crept in. Readers are requested to refer to the relevant laws to find the exact interpretation of law.

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