Taxationist
CORPORATE CONSULTANTS

BUDGET 2024-25

Income Tax Rate Card

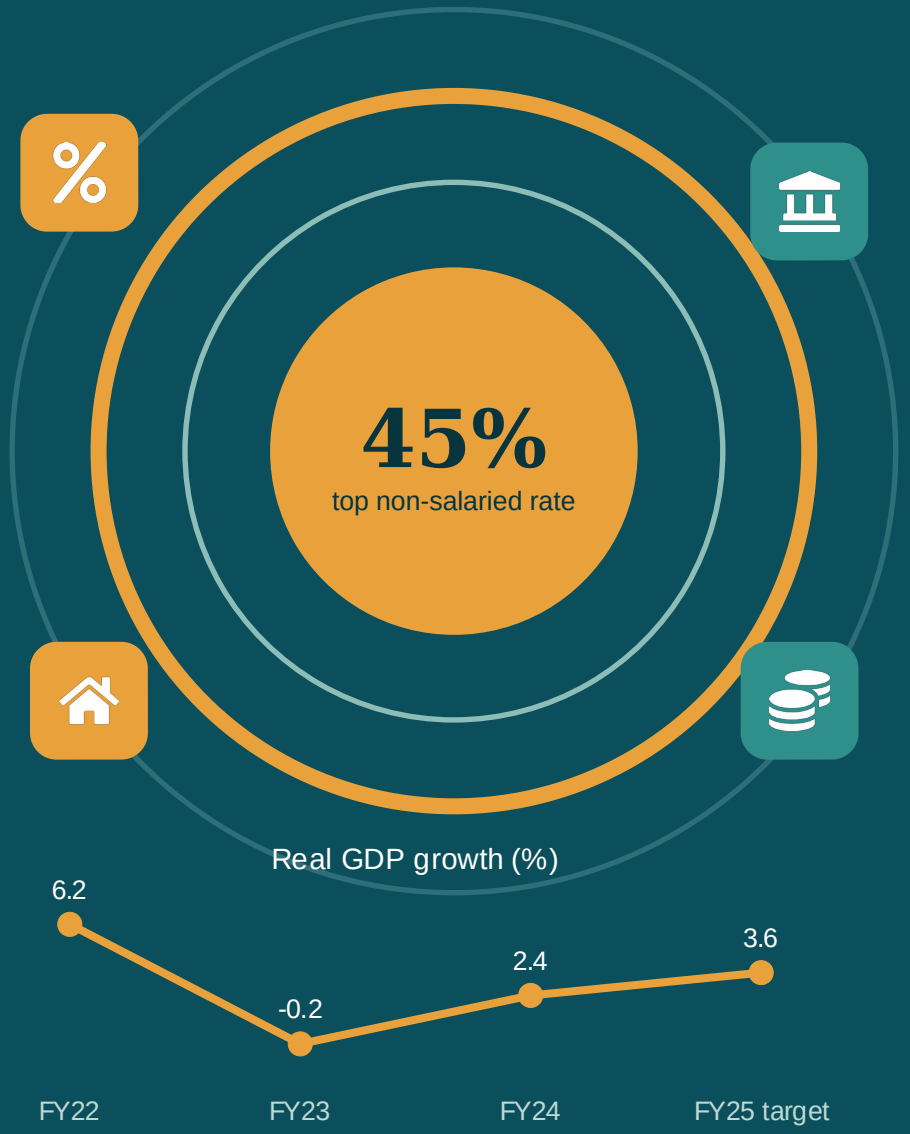
Tax Year 2025 · As per Finance Act, 2024

Withholding · Salary · Business · Corporate · Capital Gains · Advance Taxes

Rs 18.88 tn Budget outlay

Rs 12.97 tn FBR target

12% Inflation target



Composed & Researched by Khuram Shahzad, Corporate Consultant

www.taxationist.com

PREAMBLE

Economy at a glance & foreword

2.38%
Real GDP growth FY24

US$ 1,680
Per-capita income FY24 (from $1,551)

US$ 375 bn
Size of the economy FY24

Rs 12.97 tn
FBR target FY25 (~40% higher)

FY2023-24 brought a modest recovery: a record 6.25% farm-sector expansion lifted growth to 2.38% after a contraction the year before, and a steadier rupee raised per-capita income by $129. The FY2024-25 budget (Rs 18.88 trillion outlay) targets 3.6% growth, 12% inflation and a fiscal deficit of about 5.9% of GDP, with an FBR target near Rs 13 trillion.

The Finance Act, 2024 (assented 29 June, gazetted 30 June 2024) carries these measures into the Income Tax Ordinance, 2001 for Tax Year 2025: higher slab rates, a 10% surcharge, flat 15% capital gains for filers and tougher rates for non-filers and late filers. This booklet gathers every rate in one place, checked against the Act and leading professional memoranda.

With best regards,

Khuram Shahzad
Corporate Consultant
Taxationist Corporate Consultants, Islamabad

Sources: Pakistan Economic Survey 2023-24 (Finance Division, 11 June 2024); Federal Budget 2024-25 (12 June 2024).

CONTENTS

Table of contents

Preamble – economy at a glance 2

01 Salient Features 4

- Individuals, AOPs & business 5
- Capital gains & withholding 6
- Administration & enforcement 7

02 Income Tax Rates 8

- Salaried individuals 9
- Non-salaried individuals & AOPs 10
- Surcharge (s.4AB) & builders (s.7F) 11
- Companies – corporate, minimum & ACT 12
- Super tax (s.4C) 13
- Dividend & profit on debt 14
- Capital gains on securities 15
- Capital gains on immovable property 16

03 Withholding Tax Rates 17

- Imports (s.148) 18
- Salary, dividend & profit on debt (s.149–151) 19
- Payments to non-residents (s.152) 20
- Goods, services & contracts (s.153) 21
- Exports, rent, prizes & petroleum (s.154–156A) 22

04 Advance Tax & Collection 23

- Cash withdrawal, vehicles & domestic workers (s.231AB–231C) 24
- Vehicle transfer & sale before registration (s.231B(2), (2A)) 25
- Commission & motor vehicle tax (s.233, s.234) 26
- Private motor vehicles (s.234) 27
- Electricity, telephone & auctions (s.235–236A) 28
- Immovable property (s.236C, s.236K) 29
- Functions, distributors & other (s.236CA–236Z) 30
- General notes & disclaimer 31

About Taxationist Corporate Consultants 32

Taxationist CORPORATE CONSULTANTS

01

Salient Features

The key income tax changes made by the Finance Act, 2024 for Tax Year 2025, in brief

Individuals & business

Capital gains & WHT

Administration

Taxationist CORPORATE CONSULTANTS

SALIENT FEATURES

Individuals, AOPs & business

Salaried slabs raised

Six slabs from 5% to 35%. The 35% top rate now starts at Rs 4.1m (Rs 6m earlier); the Rs 600,000 exempt band is unchanged.

Non-salaried & AOPs to 45%

Top rate rises from 35% to 45% above Rs 5.6m. Professional firms barred from incorporating pay a 40% top rate.

10% surcharge (s.4AB)

Individuals and AOPs with taxable income above Rs 10m pay 10% of their income tax as surcharge; employers withhold it under s.149.

Builders & developers (s.7F)

Profit deemed at 10% (buildings), 15% (plots) or 12% (both) of gross receipts, taxed at normal rates.

Exporters leave final tax

1% tax under s.154 is now minimum tax, plus 1% advance tax under new s.147(6C). Exporters now fall within super tax.

Corporate rates

29% general and 20% small companies unchanged. Banking 39% under the Act, raised to 44% for TY2025 by the December 2024 amendment.

SALIENT FEATURES

Capital gains & withholding

Securities – flat 15%

Listed securities acquired from 1 July 2024: 15% for ATL persons regardless of holding period; non-ATL taxed at slab rates, minimum 15%.

Property – flat 15%

Property acquired from 1 July 2024: 15% for ATL persons. Non-ATL: slab or corporate rates with a 15% floor. Older holdings keep the old table.

Value-based property WHT

s.236C and s.236K now 3% / 3.5% / 4% by value. Non-ATL: 10% on sale, 12% / 16% / 20% on purchase. New late-filer band of 6% / 7% / 8%.

Vehicles on value (s.231B)

Advance tax on registration now a percentage of value for every engine size: 0.5% up to 850cc rising to 12% above 3,000cc.

Tougher non-ATL rates

Profit on debt 35% (from 30%); s.236G 2% (from 0.2%); s.236H 2.5% (from 1%). s.236G and s.236H now cover all sectors.

Dividends & funds

25% on dividends from mutual funds earning 50%+ from profit on debt. CGT deducted by funds raised to 15% for individuals and AOPs.

SALIENT FEATURES

Administration & enforcement

Toll manufacturing & cigarettes

WHT on toll manufacturing up to 9% (companies) and 11% (others). Payments to cigarette distributors: 2.5% (from 1%).

Reduced-rate certificates

Exemption certificates under s.152(4A) / s.153(4) replaced by reduced-rate certificates, capped at an 80% reduction; Iris auto-issues in 15 days for companies.

Significant economic presence

s.101(3A): digital and remote dealings above prescribed thresholds now create a business connection for non-residents.

Default surcharge (s.205)

Now the higher of 12% per annum or KIBOR + 3%. Advance tax estimate uplift raised from 110% to 120%.

Non-filer measures

FBR may restrict foreign travel (s.114B); 75% WHT on mobile / internet for persons in a general order; Rs 50m–100m penalty on non-complying utilities.

Appeals & fraud wing

CIRA hears cases up to Rs 20m, ATIR above; references go straight to the High Court. Tax Fraud Investigation Wing created (s.230K).

02

Income Tax Rates

First Schedule, Part I – slabs, surcharge, companies, super tax, dividends, profit on debt and capital gains

- Salaried
- Non-salaried & AOPs
- Surcharge & builders
- Companies & super tax
- Dividend & debt
- Capital gains

Taxationist CORPORATE CONSULTANTS

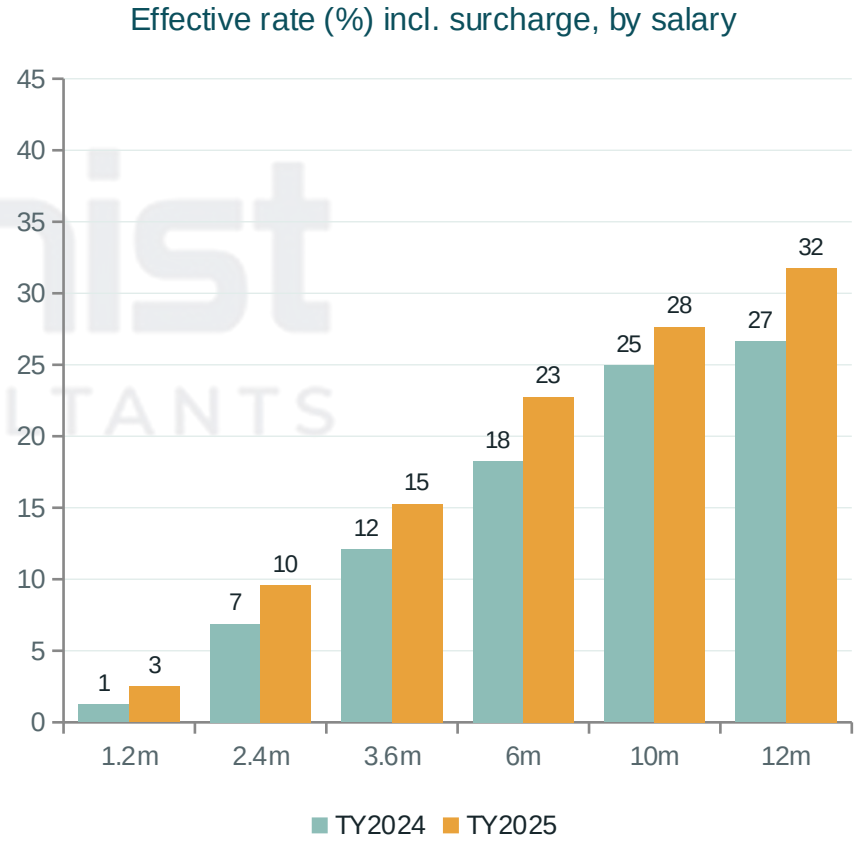
PART I · DIVISION I · PARAGRAPH (2)

Salaried individuals

#	Taxable income (Rs)	Rate of tax
1	Up to 600,000	0%
2	600,001 – 1,200,000	5% of amount exceeding 600,000
3	1,200,001 – 2,200,000	30,000 + 15% of amount exceeding 1,200,000
4	2,200,001 – 3,200,000	180,000 + 25% of amount exceeding 2,200,000
5	3,200,001 – 4,100,000	430,000 + 30% of amount exceeding 3,200,000
6	Above 4,100,000	700,000 + 35% of amount exceeding 4,100,000

Who it covers

Individuals whose salary exceeds 75% of taxable income. Employers deduct monthly under s.149, including the 10% surcharge where taxable income exceeds Rs 10 million.



Effective rates per A.F. Ferguson & Co. memorandum on Finance Act, 2024; the 12m figure for TY2025 includes the s.4AB surcharge.

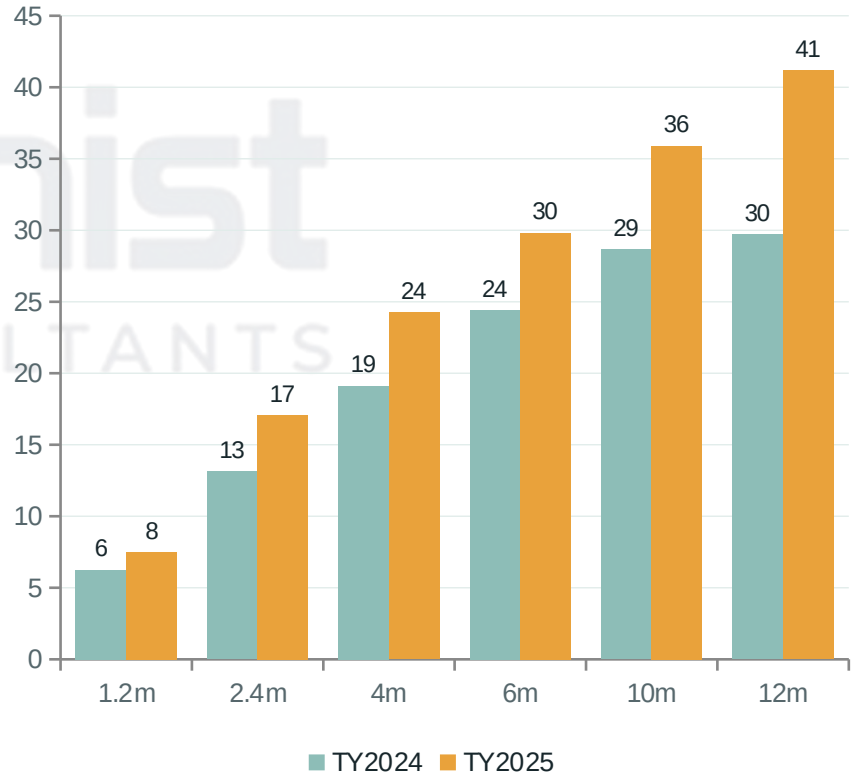
PART I · DIVISION I · PARAGRAPH (1)

Non-salaried individuals & AOPs

#	Taxable income (Rs)	Rate of tax
1	Up to 600,000	0%
2	600,001 – 1,200,000	15% of amount exceeding 600,000
3	1,200,001 – 1,600,000	90,000 + 20% of amount exceeding 1,200,000
4	1,600,001 – 3,200,000	170,000 + 30% of amount exceeding 1,600,000
5	3,200,001 – 5,600,000	650,000 + 40% of amount exceeding 3,200,000
6	Above 5,600,000	1,610,000 + 45% of amount exceeding 5,600,000

Professional firms
An AOP that is a professional firm prohibited from incorporating by law or its regulator pays 40% instead of 45% on the top slab.

Effective rate (%) incl. surcharge, by income



Effective rates per A.F. Ferguson & Co. memorandum on Finance Act, 2024; the 12m figure for TY2025 includes the s.4AB surcharge.

SECTIONS 4AB & 7F (NEW)

Surcharge & builders and developers

Surcharge – s.4AB

Income tax
on Division I slabs

× 10%
surcharge rate

= Surcharge
if income > Rs 10m

Example: salaried taxable income Rs 12m → income tax Rs 3,465,000 + surcharge Rs 346,500.

Applies to individuals (salaried and others) and AOPs. Not charged on final-tax or special-rate income (e.g. capital gains on securities and property), nor on super tax.

Builders & developers – s.7F

10%	Construction and sale of buildings – deemed taxable profit as % of gross receipts
15%	Development and sale of plots – deemed taxable profit as % of gross receipts
12%	Both activities together – deemed taxable profit as % of gross receipts

Deemed profit is taxed at Division I (individuals / AOPs) or Division II (companies) rates. Credit for explaining investments is limited to the deemed profit. Statutory housing authorities are excluded.

PART I · DIVISION II, IX & SECTION 113C

Companies – corporate, minimum & alternate tax

29%
Companies (other than banking & small)
Div II

44%
Banking companies – TY2025 (39% in FA 2024)
Div II, as amended Dec 2024

20%
Small companies
Div II, s.2(59A)

17%
Alternate Corporate Tax on accounting profit
s.113C

1.25%
Minimum tax on turnover (general rate)
s.113, Div IX

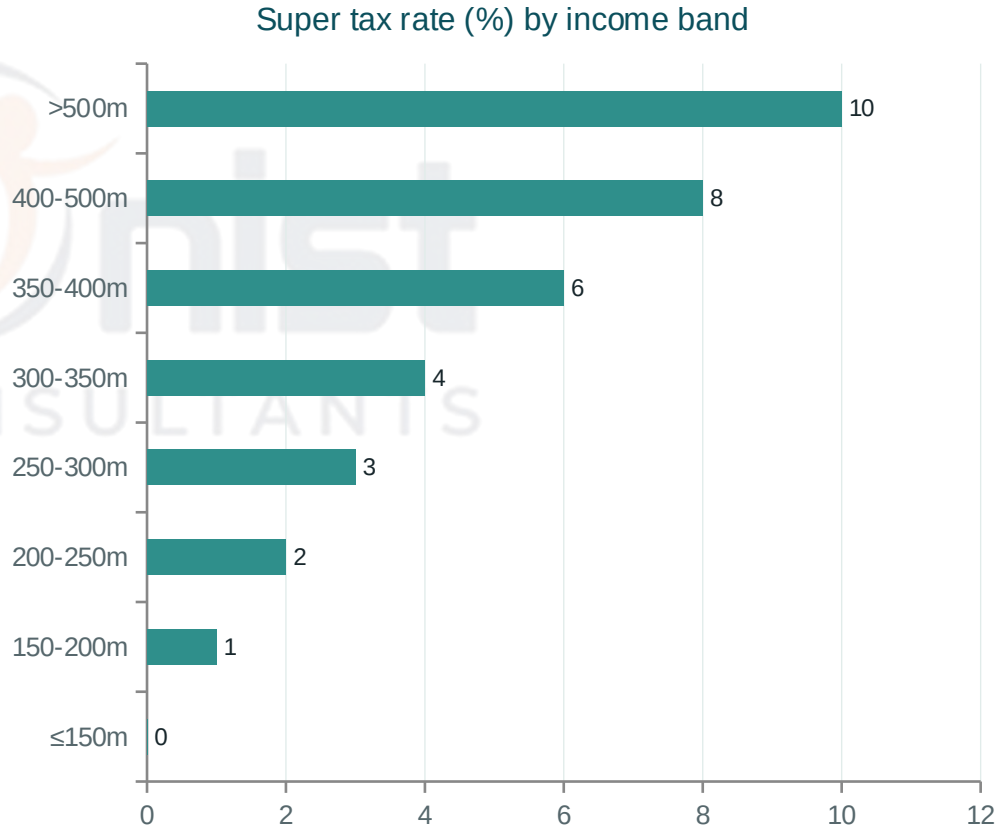
Item	Rate / treatment	Reference
Tax payable by a company	Higher of: normal tax, minimum tax on turnover, and ACT at 17% of accounting profit	s.113, s.113C
Exporters of goods	1% under s.154 now minimum tax (not final) + 1% advance tax under s.147(6C)	s.154, s.147(6C)
Deemed income on property (s.7E)	20% of deemed income equal to 5% of FMV – effectively 1% of FMV	Div VIIIA
Advance tax on unlisted shares	10% of FMV, at payment or SECP / SBP registration, whichever is earlier	s.37(6)
Default surcharge	Higher of 12% per annum or KIBOR + 3%	s.205

PART I · DIVISION IIB · SECTION 4C

Super tax on high-earning persons

#	Income under s.4C (Rs)	Rate (TY2023 onwards)
1	Up to 150 million	0%
2	150m – 200m	1%
3	200m – 250m	2%
4	250m – 300m	3%
5	300m – 350m	4%
6	350m – 400m	6%
7	400m – 500m	8%
8	Above 500 million	10%

Rate applies to the whole income. FA 2024 clarifies that the levy applies for tax year 2023 and all later years (Seventh Schedule, rule 7CA) and exporters, now under minimum tax, are no longer outside its scope. The surcharge is not charged on super tax.



PART I · DIVISIONS III, IIIA, IA & IB

Dividend & profit on debt

Nature of income	ATL	Non-ATL	Reference
Dividend (s.5 / s.150)			
Dividend from IPPs where dividend is a pass-through item	7.5%	15%	Div III
Mutual funds, REITs and other cases	15%	30%	Div III
Mutual funds deriving 50% or more income from profit on debt (new)	25%	50%	Div III
Dividend received by a REIT scheme from an SPV / by others from an SPV	0% / 35%	0% / 70%	Div III
Company paying no tax (exemption, carried-forward losses or tax credits)	25%	50%	Div III
Profit on debt (s.7B / s.151)			
Profit on debt [s.151(1)(a)–(d)]; final for individuals under s.7B where ≤ Rs 5m	15%	35%	Div IA, IIIA; 10th Sch.
Return on Sukuk – company	25%	50%	Div IB
Return on Sukuk – individual / AOP, above Rs 1 million / up to Rs 1 million	12.5% / 10%	25% / 20%	Div IB

Non-ATL rate on profit on debt is a fixed 35% under the Tenth Schedule (from 30%); other non-ATL rates reflect the general 100% increase.

PART I · DIVISION VII · SECTION 37A

Capital gains on securities

Before 1 Jul 2013	1 Jul 2013 – 30 Jun 2022	1 Jul 2022 – 30 Jun 2024	On or after 1 Jul 2024
0%	12.5%	15% → 0% by holding period	15% flat (ATL)

Acquired 1 Jul 2022 – 30 Jun 2024: holding period	Rate
Up to 1 year	15%
1 – 2 years	12.5%
2 – 3 years	10%
3 – 4 years	7.5%
4 – 5 years	5%
5 – 6 years	2.5%
Over 6 years	0%

Acquired on/after 1 Jul 2024 & other cases	Rate
ATL on acquisition and disposal dates	15%
Non-ATL individuals & AOPs – Division I slabs	Min 15%
Non-ATL companies – Division II rate	Corporate
PMEX future commodity contracts	5%
Debt securities held by companies	Corporate

CGT deducted by mutual funds / REITs	Stock funds	Other funds
Individuals & AOPs	15%	15%
Companies	15%	25%

No CGT on units acquired up to 30 June 2024 and held over six years.

PART I · DIVISION VIII · SECTION 37(1A)

Capital gains on immovable property

Acquired up to 30 June 2024: holding period	Open plots	Constructed	Flats
Up to 1 year	15%	15%	15%
1 – 2 years	12.5%	10%	7.5%
2 – 3 years	10%	7.5%	0%
3 – 4 years	7.5%	5%	0%
4 – 5 years	5%	0%	0%
5 – 6 years	2.5%	0%	0%
Over 6 years	0%	0%	0%

15%

Acquired on or after 1 July 2024 – ATL on date of disposal, any holding period

Slab rates, min 15%

Non-ATL: Division I rates for individuals & AOPs, Division II for companies, with a floor of 15% of the gain

Tax on property gains is a separate block (final). Deemed income under s.7E – effectively 1% of FMV – continues for non-exempt properties.

03 Withholding Tax Rates

Deduction at source on imports, salary, dividends, profit on debt, non-residents, supplies, services, contracts, exports, rent and prizes

- Imports
- Salary & dividends
- Non-residents
- Goods & services
- Exports & rent
- Prizes & petroleum

Taxationist CORPORATE CONSULTANTS

SECTION 148 · PART II, FIRST SCHEDULE

Imports

Section	Nature of payment / transaction	ATL	Non-ATL	Reference
148	Goods in Part I, Twelfth Schedule	1%	2%	Part II, R.1 10th Sch.
148	Goods in Part II, Twelfth Schedule	2%	4%	Part II
148	Goods in Part II, Twelfth Schedule – commercial importer	3.5%	7%	Part II
148	Goods in Part III, Twelfth Schedule	5.5%	11%	Part II
148	Goods in Part III, Twelfth Schedule – commercial importer	6%	12%	Part II
148	Manufacturers covered under SRO 1125(I)/2011	1%	2%	Part II
148	Pharmaceutical products	4%	8%	Part II
148	CKD kits for electric vehicles	1%	2%	Part II
148	Mobile phones PCT 8517.1219 – fixed amount per set by value band	Rs 70 – 11,500	Rs 140 – 23,000	Part II, proviso 2
148(6A)	FBR may notify a minimum value of goods on which advance tax is collected (new)	Notified value	Notified value	s.148(6A), (9)(c)

Rates under Part II are unchanged by Finance Act, 2024; collection is on import value as increased by customs duty, sales tax and FED, or the notified minimum value.

SECTIONS 149, 150 & 151

Salary, dividend & profit on debt

Section	Nature of payment / transaction	ATL	Non-ATL	Reference
Salary – s.149				
149	Employer deducts monthly at Division I, paragraph (2) slab rates plus 10% surcharge where income > Rs 10m	Slab + 4AB	Slab + 4AB	Div I, Part I
Dividend – s.150				
150	IPPs where dividend is a pass-through item	7.5%	15%	Div I, Part III
150	Mutual funds, REITs and other cases	15%	30%	Div I, Part III
150	Mutual funds earning 50% or more from profit on debt	25%	50%	Div I, Part III
150	REIT scheme from SPV / others from SPV	0% / 35%	0% / 70%	Div I, Part III
150	Company paying no tax due to exemption, losses or credits	25%	50%	Div I, Part III
Profit on debt – s.151				
151	Profit on debt under clauses (a)–(d) of s.151(1)	15%	35%	Div IA; 10th Sch.
151(1A)	Sukuk – company	25%	50%	Div IB, Part III
151(1A)	Sukuk – individual / AOP, return above Rs 1m / up to Rs 1m	12.5% / 10%	25% / 20%	Div IB, Part III

SECTION 152 · DIVISIONS II & IV

Payments to non-residents

Section	Nature of payment / transaction	ATL	Non-ATL	Reference
152(1)	Royalty and fee for technical services	15%	15%	Div IV, Part I
152(1A)	Contracts / construction, assembly or installation projects	7%	7%	Div II, Part III
152(1AA)	Insurance or re-insurance premium	5%	5%	Div II, Part III
152(1AAA)	Advertisement services to non-resident media persons	10%	10%	Div II, Part III
152(1C)	Fee for offshore digital services	10%	10%	Div IV, Part I
152(1D)/(1DA)	Capital gains on debt instruments & government securities through SCRA / FCVA / NRVA	10%	10%	Div II, Part III
152(1DB)	Return on Sukuk – company / individual & AOP above Rs 1m / up to Rs 1m	25% / 12.5% / 10%	Same	Div IB, Part III
152(2)	Any other payment to a non-resident	20%	20%	Div II, Part III
152(2A)(a)	PE of non-resident – sale of goods: company / others	5% / 5.5%	10% / 11%	Div II, Part III
152(2A)(b)	PE – services: specified services / company / others	4% / 9% / 11%	8% / 18% / 22%	Div II, Part III
152(2A)(c)	PE – contracts: sportspersons / others	10% / 8%	20% / 16%	Div II, Part III

FA 2024: exemption certificates under s.152(4A) replaced by reduced-rate certificates (maximum 80% reduction). SPVs buying Diversified Payment Rights are outside s.152.

SECTION 153 · DIVISION III, PART III

Payments for goods, services & contracts

Section	Nature of payment / transaction	ATL	Non-ATL	Reference
Sale of goods – s.153(1)(a)				
153(1)(a)	Rice, cotton seed or edible oils	1.5%	3%	Div III, Part III
153(1)(a)	Goods – company / any other case	5% / 5.5%	10% / 11%	Div III, Part III
153(1)(a)	Toll manufacturing – company / any other case (FA 2024)	9% / 11%	18% / 22%	Div III, Part III
153(1)(a)	Payments to distributors of cigarettes (FA 2024)	2.5%	5%	Cl. (24A), Part II, 2nd Sch.
Rendering of services – s.153(1)(b)				
153(1)(b)	Specified services (transport, freight, IT & ITeS, etc.)	4%	8%	Div III, Part III
153(1)(b)	Electronic and print media for advertising services	1.5%	3%	Div III, Part III
153(1)(b)	Other services – company / any other case	9% / 11%	18% / 22%	Div III, Part III
Contracts – s.153(1)(c) and services to exporters – s.153(2)				
153(1)(c)	Contracts – sportspersons / company / any other case	10% / 7.5% / 8%	20% / 15% / 16%	Div III, Part III
153(2)	Stitching, dyeing, printing, embroidery, washing etc. services to exporters	1%	2%	Div III, Part III

s.153(4): exemption certificates replaced by reduced-rate certificates capped at 80% of the normal rate; deemed issued by Iris within 15 days for companies that have paid advance tax.

SECTIONS 147(6C), 154, 154A, 155, 156 & 156A

Exports, rent, prizes & petroleum

Section	Nature of payment / transaction	ATL	Non-ATL	Reference
154 + 147(6C)	Export proceeds; indirect exports; EPZ / EFS / DTRE cases – 1% minimum tax + 1% advance tax	1% + 1%	1% + 1%	Div IV, Part III
154A	Export of IT / ITeS by PSEB-registered persons (TY2024–2026)	0.25%	0.25%	Div IVA, Part III
154A	Export of services – any other case	1%	1%	Div IVA, Part III
155	Rent of immovable property – company	15%	30%	Div V, Part III
156	Prize bond or cross-word puzzle	15%	30%	Div VI, Part III
156	Raffle, lottery, quiz or prize on sale promotion	20%	40%	Div VI, Part III
156A	Commission to petrol pump operators on petroleum products	12%	24%	Div VIA, Part III

Rent – individuals & AOPs (s.155)	Rate of tax (ATL)
Gross rent up to Rs 300,000	Nil
Rs 300,001 – 600,000	5% of amount exceeding Rs 300,000
Rs 600,001 – 2,000,000	Rs 15,000 + 10% of amount exceeding Rs 600,000
Above Rs 2,000,000	Rs 155,000 + 25% of amount exceeding Rs 2,000,000

Non-ATL individuals & AOPs: rates increased by 100%.

04 Advance Tax & Collection

Part IV, First Schedule – cash withdrawals, motor vehicles, commission, utilities, auctions, property and other collections

- Cash & vehicles
- Commission & transport
- Utilities & auctions
- Property
- Distributors & retailers
- Remittances & bonus

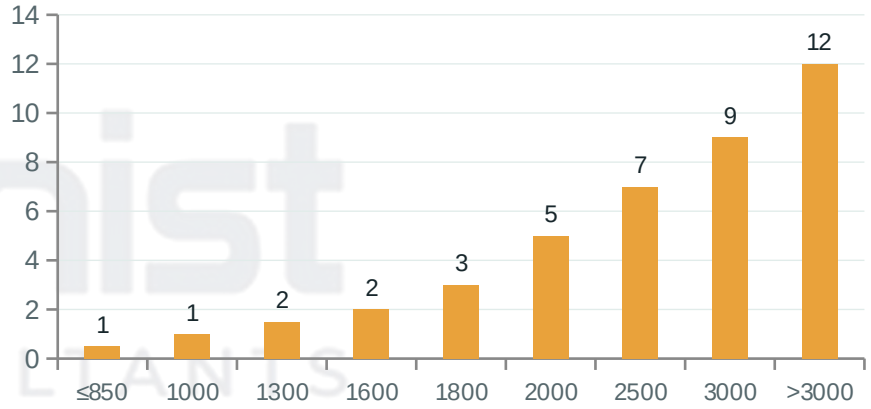
Taxationist CORPORATE CONSULTANTS

SECTIONS 231AB, 231B(1) & (3), 231C · DIVISION VII, PART IV

Cash withdrawal, vehicles & domestic workers

Engine capacity – s.231B(1) & (3)	ATL	Non-ATL
Up to 850cc	0.5%	1.5%
851cc – 1,000cc	1%	3%
1,001cc – 1,300cc	1.5%	4.5%
1,301cc – 1,600cc	2%	6%
1,601cc – 1,800cc	3%	9%
1,801cc – 2,000cc	5%	15%
2,001cc – 2,500cc	7%	21%
2,501cc – 3,000cc	9%	27%
Above 3,000cc	12%	36%
Engine capacity n/a, value Rs 5m or more	3%	9%

s.231B(1) rate (% of value) by cc



s.231AB – 0.6% on cash withdrawals by non-ATL persons above Rs 50,000 a day.

s.231C – Rs 200,000 on issue or renewal of a domestic-aide visa for a foreign worker.

All rates now on value (import value with duties & taxes, invoice value, or auction value). Non-ATL: increased by 200% (Tenth Schedule).

SECTION 231B(2) & (2A) · DIVISION VII, PART IV

Transfer of vehicles & sale before registration

Engine capacity – s.231B(2) transfer	ATL	Non-ATL
Up to 850cc	Nil	Nil
851cc – 1,000cc	Rs 5,000	Rs 15,000
1,001cc – 1,300cc	Rs 7,500	Rs 22,500
1,301cc – 1,600cc	Rs 12,500	Rs 37,500
1,601cc – 1,800cc	Rs 18,750	Rs 56,250
1,801cc – 2,000cc	Rs 25,000	Rs 75,000
2,001cc – 2,500cc	Rs 37,500	Rs 112,500
2,501cc – 3,000cc	Rs 50,000	Rs 150,000
Above 3,000cc	Rs 62,500	Rs 187,500

s.231B(2A) – sale before first registration	ATL	Non-ATL
Up to 1,000cc	Rs 100,000	Rs 300,000
1,001cc – 2,000cc	Rs 200,000	Rs 600,000
2,001cc and above	Rs 400,000	Rs 1,200,000

Transfer notes

Where engine capacity is not applicable and value is Rs 5 million or more, tax under s.231B(2) is Rs 20,000. Tax reduces by 10% a year from first registration in Pakistan. These tables are unchanged by FA 2024.

SECTIONS 233 & 234 · DIVISIONS II & III, PART IV

Commission & tax on motor vehicles

Section	Nature of payment / transaction	ATL	Non-ATL	Reference
233	Advertising agents	10%	20%	Div II, Part IV
233	Life insurance agents – commission below Rs 0.5m per annum	8%	16%	Div II, Part IV
233	Persons not covered above (brokerage & commission)	12%	24%	Div II, Part IV
234	Goods transport vehicles – per kg of laden weight	Rs 2.50	Rs 2.50	Div III, Part IV
234	Goods transport above 8,120 kg laden weight, after 10 years of registration	Rs 1,200 p.a.	Rs 1,200 p.a.	Div III, Part IV

CORPORATE CONSULTANTS

Passenger transport – per seat per annum (s.234)	Non-AC	AC
4 or more persons but less than 10	Rs 200	Rs 375
10 or more persons but less than 20	Rs 500	Rs 750
20 persons or more	Rs 1,000	Rs 1,500

No non-ATL increase for goods and passenger transport vehicles (rule 10(ha), Tenth Schedule).

SECTION 234 · DIVISION III, PART IV

Private motor vehicles – annual & lump sum

Engine capacity	Annual – ATL	Annual – Non-ATL	Lump sum – ATL	Lump sum – Non-ATL
Up to 1,000cc	Rs 800	Rs 1,600	Rs 10,000	Rs 20,000
1,001cc – 1,199cc	Rs 1,500	Rs 3,000	Rs 18,000	Rs 36,000
1,200cc – 1,299cc	Rs 1,750	Rs 3,500	Rs 20,000	Rs 40,000
1,300cc – 1,499cc	Rs 2,500	Rs 5,000	Rs 30,000	Rs 60,000
1,500cc – 1,599cc	Rs 3,750	Rs 7,500	Rs 45,000	Rs 90,000
1,600cc – 1,999cc	Rs 4,500	Rs 9,000	Rs 60,000	Rs 120,000
2,000cc and above	Rs 10,000	Rs 20,000	Rs 120,000	Rs 240,000

Collected with the token tax (annual) or in lump sum by the motor vehicle registering authority. Adjustable advance tax. Unchanged by FA 2024.

SECTIONS 235, 236 & 236A · DIVISIONS IV, V & VIII, PART IV

Electricity, telephone & auctions

Electricity – commercial & industrial (s.235)	Tax
Monthly bill up to Rs 500	Rs 0
Rs 501 – 20,000	10% of the bill
Above Rs 20,000 – commercial	Rs 1,950 + 12% of excess over Rs 20,000
Above Rs 20,000 – industrial	Rs 1,950 + 5% of excess over Rs 20,000
Domestic, non-ATL: bill below Rs 25,000	0%
Domestic, non-ATL: bill Rs 25,000 or more	7.5% of the bill

Section	Nature	Rate
236	Telephone (other than mobile) – bill above Rs 1,000	10% of excess
236	Internet, mobile, prepaid cards & electronic units	15%
236	Persons named in an FBR general order under s.114B (new)	75%
236A	Public auction of property / goods – ATL / non-ATL	10% / 20%
236A	Auction of immovable property; Pakistan Railways – ATL / non-ATL	5% / 10%

The 75% telephone / internet rate continues until the person's name is removed from the general order, even after filing a return.

SECTIONS 236C & 236K · DIVISIONS X & XVIII, PART IV

Sale & purchase of immovable property

s.236C – seller (gross consideration)

	Up to Rs 50m	Rs 50m – 100m	Above Rs 100m
ATL	3%	3.5%	4%
Late filer*	6%	7%	8%
Non-ATL	10%	10%	10%

s.236K – buyer (fair market value)

	Up to Rs 50m	Rs 50m – 100m	Above Rs 100m
ATL	3%	3.5%	4%
Late filer*	6%	7%	8%
Non-ATL	12%	16%	20%

*Late filer: on the ATL but has not filed returns by the due date (or extended date) – the rule does not apply to a person who filed on time for each of the last three tax years. Exemptions under s.236C now also cover war-wounded persons, ex-servicemen and serving or retired government employees on first transfer of allotted property. Transfer is also conditional on clearing s.7E tax.

SECTIONS 236CA – 236Z · PART IV

Functions, distributors, remittances & bonus shares

Section	Nature of payment / transaction	ATL	Non-ATL	Reference
236CA	Foreign TV drama serial / play – per episode	Rs 1,000,000	Same	Div XA, Part IV
236CA	Foreign TV play – single episode	Rs 3,000,000	Same	Div XA, Part IV
236CA	Advertisement starring a foreign actor – per second	Rs 100,000	Same	Div XA, Part IV
236CB	Functions and gatherings – total bill	10%	20%	Div XI, Part IV
236G	Sales to distributors, dealers, wholesalers – fertilizer	0.25%	0.7%	Div XIV, Part IV
236G	Sales to distributors, dealers, wholesalers – all other sectors (scope widened)	0.1%	2%	Div XIV; 10th Sch.
236H	Sales to retailers – all sectors (scope widened)	0.5%	2.5%	Div XV; 10th Sch.
236Y	Remittances abroad through credit, debit or prepaid cards	5%	10%	Div XXVII, Part IV
236Z	Bonus shares – value at day-end price on book closure (final tax)	10%	10%	s.236Z

FA 2024 removed the sector list from s.236G and s.236H, so advance tax now applies to sales by manufacturers, distributors and importers in every sector.

GENERAL NOTES

ATL status, nature of tax & disclaimer

Active Taxpayers' List

ATL rates apply to persons on the ATL on the date of payment. Otherwise the Tenth Schedule generally doubles the rate, with 200% for s.231B, fixed rates for s.151, 236C, 236G, 236H and 236K, and a new late-filer band for property.

Final, minimum or adjustable

Exports moved from final to minimum tax. Dividends, profit on debt under s.7B, prizes and s.236Z remain final; withholding on goods, services and contracts is largely minimum; most Part IV collections are adjustable.

CORPORATE CONSULTANTS

Statutory references

Divisions refer to the First Schedule to the Income Tax Ordinance, 2001 as amended by the Finance Act, 2024, read with the Tenth Schedule. Banking rate reflects the December 2024 amendment for TY2025.

Disclaimer

Prepared from the Finance Act, 2024 and professional memoranda as a ready reference. The Ordinance prevails in case of conflict. Please seek professional advice before acting.

ABOUT US

Taxationist Corporate Consultants

Taxationist Corporate Consultants is an Islamabad-based professional services firm that puts clients first. We give ethical, practical advice across taxation, corporate law, finance and litigation, with a focus on compliance and sustainable growth.

Our team handles tax registrations, returns and wealth statements, withholding compliance, audits and appeals before FBR and SRB; company incorporation and regulatory filings with SECP, PEC, PESB, EOBI, PESSI, chambers and AEDB; and onsite or offsite bookkeeping, payroll and financial statements.

Tax & litigation

Corporate & legal advisory

Business & financial advisory

Accounting & reporting

Get in touch

107, 1st Floor, Paris Business Centre, Soan Garden, Islamabad

+92 51 8773477

+92 310 5197057

info@taxationist.com

www.taxationist.com

Monday – Friday, 9:00 am – 5:00 pm

Taxationist
CORPORATE CONSULTANTS

Tax · Corporate · Advisory · Accounting

107, 1st Floor, Paris Business Centre, Soan Garden, Islamabad

+92 51 8773477 · WhatsApp +92 310 5197057 · info@taxationist.com

www.taxationist.com

Facebook · LinkedIn · YouTube · Instagram · X · TikTok: @taxationist

© Taxationist Corporate Consultants. Prepared for general guidance on Tax Year 2025 rates under the Finance Act, 2024; not a substitute for the Income Tax Ordinance, 2001 or professional advice.