GOVERNMENT OF PAKISTAN
REVENUE DIVISION
FEDERAL BOARD OF REVENUE
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C. No. 1(8)IT-Jud/2007. Islamabad, the 26th September, 2008.

ORDER
(INCOME TAX)

Subject: - **JURISDICTION OF COMMISSIONERS OF INCOME TAX, REGIONAL TAX OFFICE, KARACHI.**

In exercise of the powers conferred by sub-section (1) of section 209 of the Income Tax Ordinance, 2001 (hereinafter referred to as the said Ordinance) and in supersession of all previous orders in respect of jurisdiction, the Federal Board of Revenue is pleased to direct that the Commissioners of Income Tax specified in column (2) of the Table below, shall exercise the powers and perform the functions, under the said Ordinance, as specified in column (3) of Table below, in respect of the persons, classes of persons or areas (excluding cases or classes of cases, persons or classes of persons or the areas assigned to any other RTO/LTU), as specified in column (4) of the Table below.

2. It shall take immediate effect.

TABLE

S. No.	Commissioner of Income Tax	Powers & Functions	Jurisdiction
(1)	(2)	(3)	(4)
1.	Commissioner of Income Tax (Audit Division-I).	a) Selection and audit of cases under Part-VIII of Chapter-X, amendment of assessment under Part-II of Chapter-X including provisional assessment, computation of taxable income under Chapter-III, giving effect to an appeal order under Part-III of Chapter-X arising out of such	a) All cases or classes of cases or persons or classes of persons of following sectors, having place of business, or areas, falling within the limits of former Civil Division Karachi:- i) Commercial banks. ii) Non-banking financial institutions. iii) Investment banks including investment

		orders, rectification of orders related to audit, and exercise of powers and functions under any specific provision of law and rules provided in the said Ordinance and Schedules thereto in respect of audit and assessment; b) Assessment under sections 143 and 144; c) Computation of income chargeable to tax, determining of tax payable thereon, allowing credit for tax paid under Part-V of Chapter-X or adjustment of refund due under Part-VI of Chapter-X, or under any other specific provision of law and rules provided in the said Ordinance and Schedules thereto; d) Best judgment assessment under section 121, in respect of cases selected for audit; e) Exercise powers to determine income under "Anti-avoidance" provisions contained in Chapter-VIII;	companies/ securities companies. iv) Mutual funds/ participation funds. v) Modarabas. vi) Leasing. vii) Karachi Stock Exchange, Central Depository Company. viii) Brokers/ members/ agents of Karachi Stock Exchange and Central Depository Company. ix) Corporate/ Financial Consultancy/ Consultants. x) Money changers/Forex dealers. xi) Insurance. xii) Textile including ginning, spinning, sizing, weaving, bleaching, dying, printing, calendaring, mercerizing and other allied processes, etc. xiii) Manufacturers/ dealers and traders of garments. xiv) Exploration, production, refining, blending, distribution of petroleum including natural gases or extraction of mineral deposits, etc. and specialized service

		f) Revision of assessment under section 122A in respect of cases selected for audit; g) Impose penalty under Part X of Chapter X against defaulters in respect of cases selected for audit; h) Perform any other function in determining and computing income chargeable to tax and correct tax payable under the said Ordinance; and i) To process/finalize complaints in respect of existing taxpayers' cases.	providers to them. xv) Non-residents. xvi) Shipping and maritime transport operation of ships as owners or charters of ships, and leasing of ships and operation of aircraft and air transport and leasing of aircrafts. xvii) Travel agents, general sales agencies of foreign airlines or travel agencies. xviii) Recruitment agencies/human resource and manpower providers. b) All cases of directors of companies, partners of firms or members of AOP as specified in paragraph (a) above provided that where a person is a director, partner or member, in more than one company, firm or AOP, as the case may be, jurisdiction over his case shall lie with the Division having jurisdiction over the company, firm or AOP, as the case may be, whose name comes first in alphabetical order; and c) All cases of statutory agents/ representatives assessable under sections 172 and 173 of the said Ordinance, falling within the former Civil Division

			Karachi, in respect of non-resident persons or classes of persons, whether their income arises in one province or more. d) All directors of companies assessed in Large Taxpayers' Unit, Karachi.
2.	Commissioner of Income Tax (Audit Division-II).	a) Selection and audit of cases under Part-VIII of Chapter-X, amendment of assessment under Part-II of Chapter-X including provisional assessment, computation of taxable income under Chapter-III, giving effect to an appeal order under Part-III of Chapter-X arising out of such orders, rectification of orders related to audit, and exercise of powers and functions under any specific provision of law and rules provided in the said Ordinance and Schedules thereto in respect of audit and assessment; b) Computation of income chargeable to tax, determining of tax payable thereon, allowing credit for tax paid under Part-V of Chapter-X or adjustment of refund	a) All cases or classes of cases or persons or classes of persons of following sectors, having place of business, or areas, falling within the limits of former Civil Division Karachi:- i) Pharmaceuticals manufacturers, distributors, wholesalers, retailers, exporters and importers. ii) Chemicals manufacturers, distributors, wholesalers, retailers, exporters and importers. iii) Fertilizers manufacturers, distributors, wholesalers, retailers, exporters and importers. iv) Paper and paper board manufactures, distributors, wholesalers, retailers, exporters and importers. v) Vegetable ghee/oil manufacturers, distributors, wholesalers, retailers, exporters and importers.

		due under Part-VI of Chapter-X, or under any other specific provision of law and rules provided in the said Ordinance and Schedules thereto; c) Best judgment assessment under section 121, in respect of cases selected for audit; d) Exercise powers to determine income under "Anti-avoidance" provisions contained in Chapter-VIII; e) Revision of assessment under section 122A in respect of cases selected for audit; f) Impose penalty under Part X of Chapter X against defaulters in respect of cases selected for audit; and g) Perform any other function in determining and computing income chargeable to tax and correct tax payable under the said Ordinance. h) To process/finalize complaints in respect of existing	vi) Food and beverages manufacturers, distributors, wholesalers, retailers, exporters and importers. vii) Tobacco manufacturers, distributors, wholesalers, retailers, exporters and importers. viii) Timber and furniture manufacturers, traders, dealers and retailers. ix) Glass and ply sheets manufacturers, distributors, wholesalers, retailers, exporters and importers. x) Soap manufacturers, distributors, wholesalers, retailers, exporters and importers xi) Footwear/shoes manufacturers, distributors, wholesalers, retailers, exporters and importers. xii) Warehouses/storages. xiii) Hospitals/clinics/ nursing homes, maternity homes, radiological and pathological labs, clinics, doctors, hakeem, tabeeb, homeopaths. xiv) Medical/surgical equipments/drug stores/chemists manufacturers, distributors, wholesalers,

		taxpayers' cases.	retailers, exporters and importers. xv) Educational institutions/tuition centres. xvi) Hotels, restaurants and ice cream parlors. xvii) Bakeries/ confectionaries/ sweetmeats. xviii) Flour mills. b) All cases of directors of companies, partners of firms or members of AOP as specified in paragraph (a) above provided that where a person is a director, partner or member, in more than one company, firm or AOP, as the case may be, jurisdiction over his case shall lie with the Division having jurisdiction over the company, firm or AOP, as the case may be, whose name comes first in alphabetical order.
3.	Commissioner of Income Tax (Audit Division-III).	a) Selection and audit of cases under Part-VIII of Chapter-X, amendment of assessment under Part-II of Chapter-X including provisional assessment, computation of taxable income under Chapter-III, giving effect to an appeal order under Part-III of Chapter-X	a) All cases or classes of cases or persons or classes of persons of following sectors, having place of business, or areas, falling within the limits of former Civil Division Karachi:- i) Transport/transport services. ii) Courier services. iii) Stevedoring, clearing and

		arising out of such orders, rectification of orders related to audit, and exercise of powers and functions under any specific provision of law and rules provided in the said Ordinance and Schedules thereto in respect of audit and assessment; b) Computation of income chargeable to tax, determining of tax payable thereon, allowing credit for tax paid under Part-V of Chapter-X or adjustment of refund due under Part-VI of Chapter-X, or under any other specific provision of law and rules provided in the said Ordinance and Schedules thereto; c) Best judgment assessment under section 121, in respect of cases selected for audit; d) Exercise powers to determine income under "Anti-avoidance" provisions contained in Chapter-VIII; e) Revision of assessment under	forwarding agents. iv) Auto/car dealers, auto/car rentals, auto assemblers, auto vendors. v) Machinery and engineering equipment distributors, wholesalers, retailers, importers and exporters. vi) Cable and electrical goods distributors, wholesalers, retailers, importers and exporters. vii) Electronic goods distributors, wholesalers, retailers, importers and exporters. viii) Leather and tanneries distributors, wholesalers, retailers, importers and exporters. ix) Advertising agencies/companies, advertising agents, advertisers, boarders, hoarders. x) Beauty parlors, slimming centres and beauty saloons. xi) Print media, newspapers, publishers, distributors and sole agents. xii) Printers. xiii) Stationery manufactures distributors, wholesalers, traders, retailers,

		section 122A in respect of cases selected for audit; f) Impose penalty under Part X of Chapter X against defaulters in respect of cases selected for audit; and g) Perform any other function in determining and computing income chargeable to tax and correct tax payable under the said Ordinance. h) To process/finalize complaints in respect of existing taxpayers' cases.	exporters and importers. xiv) Printing inks manufacturers, distributors, wholesalers, retailers, exporters and importers. xv) Carpets manufacturers, distributors, wholesalers, retailers, exporters and importers. xvi) Contractors, Builders & Developers of Real Estate. xvii) Real estate agents and property dealers. xviii) Fish catching and fisheries. xix) Packaging manufacturers, distributors, wholesalers, retailers, exporters and exporters. xx) Iron and steel manufacturers, distributors, wholesalers, retailers, exporters and exporters. b) All cases of directors of companies, partners of firms or members of AOP as specified in paragraph (a) above provided that where a person is a director, partner or member, in more than one company, firm or AOP, as the case may be, jurisdiction over his case shall lie with the Division having jurisdiction

			over the company, firm or AOP, as the case may be, whose name comes first in alphabetical order.
4.	Commissioner of Income Tax (Audit Division-IV).	a) Selection and audit of cases under Part-VIII of Chapter-X, amendment of assessment under Part-II of Chapter-X including provisional assessment, computation of taxable income under Chapter-III, giving effect to an appeal order under Part-III of Chapter-X arising out of such orders, rectification of orders related to audit, and exercise of powers and functions under any specific provision of law and rules provided in the said Ordinance and Schedules thereto in respect of audit and assessment; b) Computation of income chargeable to tax, determining of tax payable thereon, allowing credit for tax paid under Part-V of Chapter-X or adjustment of refund due under Part-VI of Chapter-X, or under any other specific provision of law and rules provided in the	a) All cases or classes of cases or persons or classes of persons other than specified in column (4) of serial No. 1, 2 & 3, having place of business, or areas, falling within the limits of former Civil Division Karachi. i) Telecommunication, channels, mobile phones companies, mobile franchises and radio channels. ii) Computer hardware software and accessories. iii) Audio/video cassettes and CDs/DVDs manufacturers, distributors, wholesalers, retailers, exporters and importers. iv) Internet service providers. v) Cable operators. vi) Cinema houses. vii) Plastic and polythene bags. viii) All architects and engineers. ix) Marble, ceramics, crockery, cement blocks, tiles. x) Gem & jewellery makers,

		said Ordinance and Schedules thereto; c) Best judgment assessment under section 121, in respect of cases selected for audit; d) Exercise powers to determine income under "Anti-avoidance" provisions contained in Chapter-VIII; e) Revision of assessment under section 122A in respect of cases selected for audit; f) Impose penalty under Part X of Chapter X against defaulters in respect of cases selected for audit; and g) Perform any other function in determining and computing income chargeable to tax and correct tax payable under the said Ordinance. h) To process/finalize complaints in respect of existing taxpayers' cases.	designers, distributors, wholesalers, retailers, exporters and importers. xi) Petrol pumps and CNG stations. xii) Departmental stores/ super markets/general merchants/stores. xiii) Mineral water/filtered water, manufacturers, distributors, wholesalers, retailers, exporters and importers. xiv) Wine shops, manufacturers, distributors, wholesalers, retailers, exporters and importers. xv) Tea manufacturers, distributors, wholesalers, retailers, exporters and importers. xvi) Sugar production distributors, wholesalers, retailers, exporters and importers. xvii) Rice processors, distributors, wholesalers, retailers, exporters and importers. xviii) Marriage halls/shadi halls. Lawns. xix) Recreation clubs, guest houses, farm houses. xx) Vegetables/fruits

			commission agents. xxi) Drycleaners. xxii) Rice, processors, distributors, wholesalers, retailers, exporters and importers. xxiii) Paints manufacturers, distributors, wholesalers, retailers, exporters and importers. xxiv) Lawyers/advocates/ chartered accountants. b) All cases of directors of companies, partners of firms or members of AOP as specified in paragraph (a) above provided that where a person is a director, partner or member, in more than one company, firm or AOP, as the case may be, jurisdiction over his case shall lie with the Division having jurisdiction over the company, firm or AOP, as the case may be, whose name comes first in alphabetical order. c) All cases of Civilian employees of Federal/Provincial Government, paid by the AGPR, Sub-offices, and AG Sindh/Government of Sindh,

			employees of Banks, Corporations, Authorities Non-profit Organizations/Non-Government Organizations and other persons, whose place of employment is in the former Civil Division Karachi. d) All Naval employees under the audit control of the Controller of Naval Accounts, Karachi. e) All persons posted anywhere in Pakistan, who are employed by: i) Pakistan International Airlines Corporation; ii) PIA Shaver Poultry Breeding Farms Limited; iii) Airport Development Authority; and iv) Pakistan Tobacco Company Limited. v) Residual cases. f) Cases of corporation, company, regulatory authority, development authority, other body or institution established by or under a Federal law or a Provincial law. g) Cases or classes of cases or persons or classes of persons or areas assigned by FBR from time to time.

5.	Commissioner of Income Tax, Enforcement & Collection Division-I (Broadening of Tax Base).	a) Broadening of tax base and exercise jurisdiction for the purpose of booking of new taxpayers; b) Conduct internal and external survey; c) Ensure compliance of filing statutory returns, statements, maintenance of prescribed accounts, documents and records, impose penalty and take other actions under the law against non-compliers; and d) Best judgment assessment under section 121, except in cases selected for audit:	All cases or classes of cases or persons or classes of persons or areas falling within the limits of former Civil Division Karachi.
6.	Commissioner of Income Tax, Enforcement & Collection Division-II (Withholding).	a) Ensure compliance of filing of statutory statements under section 165 of the said Act; b) Monitor deduction, collection and payment of tax at source by withholding/collecting agents; c) Charge tax on defaulting withholding/collecting agents; d) Impose penalty and charge additional tax	All cases or classes of cases or persons or classes of persons or areas falling within the limits of former Civil Division Karachi.

		for non-filing of statutory statements and default of withholding/collection respectively; and e) To take any other related action under the withholding provisions of Income Tax Ordinance, 2001.	
7.	Commissioner of Income Tax, Enforcement & Collection Division-III.	a) Ensure compliance of filing statutory returns, statements, maintenance of prescribed accounts, documents and records, impose penalty and take other actions under the law against non-compliers and issue exemption certificates; b) Communicate assessment orders/penalty orders and demand notices to Tax Facilitation Division; effect collection and recovery of tax under Part-IV, issue refunds under Part-VI and charge additional tax under Part-XII of Chapter-X, giving effect to an appeal order under Part-III of Chapter-X excluding orders arising out of audit and assessment, rectification of cases	All cases or classes of cases or persons or classes of persons or areas falling within the limits of former Civil Division Karachi assigned to Audit Divisions I and II.

		not related to audit; c) Impose penalty under Part-X of Chapter-X in respect of cases except selected for audit; d) Launch prosecution under Part-XI of Chapter-X; e) Disposal of external and internal audit observations/objections/ paras; f) Best judgment assessment under section 121, except in cases selected for audit: g) Revision of assessment under section 122A except in cases selected for audit; h) Any other power and function not specifically assigned to any other Commissioner; and i) To process/ finalize complaints in respect of new taxpayer cases.	
8.	Commissioner of Income Tax, Enforcement & Collection Division-IV.	a) Ensure compliance of filing statutory returns, statements, maintenance of prescribed accounts, documents and records, impose	All cases or classes of cases or persons or classes of persons or areas falling within the limits of former Civil Division Karachi assigned to Audit Divisions III and IV.

		penalty and take other actions under the law against non-compliers and issue exemption certificates; b) Communicate assessment orders/penalty orders and demand notices to Tax Facilitation Division; effect collection and recovery of tax under Part-IV, issue refunds under Part-VI and charge additional tax under Part-XII of Chapter-X, giving effect to an appeal order under Part-III of Chapter-X excluding orders arising out of audit and assessment, rectification of cases not related to audit; c) Impose penalty under Part-X of Chapter-X in respect of cases except selected for audit; d) Launch prosecution under Part-XI of Chapter-X; e) Disposal of external and internal audit observations/objections/ paras; f) Best judgment assessment under	

		section 121, except in cases selected for audit: g) Revision of assessment under section 122A except in cases selected for audit; h) Any other power and function not specifically assigned to any other Commissioner; and i) To process/ finalize complaints in respect of new taxpayer cases.	
9.	Commissioner of Income Tax (Legal Division).	a) Defend appeals before Commissioner (Appeals), institute and defend departmental appeals and reference under Part-III of Chapter-X and prosecution cases under section 203, and represent the department in the process of liquidation; b) Defend complaints before FTO; c) File/defend presentations before the President of Pakistan; d) Appoint legal advisors and assign	All cases or classes of cases or persons or classes of persons or areas falling within the limits of former Civil Division Karachi.

		cases, wherever required, for representation before appellate fora; e) Recognition of Provident Funds, approve Superannuation Funds, and Gratuity Funds under the Sixth Schedule; and exercise all the powers under said Schedule; f) Grant of approval to pension schemes for the purposes of Clause 12 of Part-I of Second Schedule; g) Grant of approval to gratuity schemes for the purposes of Clause 13 of Part-I of Second Schedule; h) Grant of approval to benevolent fund or group insurance schemes for the purposes of Clause 57 of Part-I of Second Schedule; and i) Grant of approval to Non-Profit Organizations under section 2(36).	
10.	Commissioner of Income Tax, (Information Processing	a) Maintenance of physical and electronic records;	All cases or classes of cases or persons or classes of persons or areas falling within the limits of former Civil Division Karachi.

	Division).	b) Receipt of communication from Tax Facilitation Division, Enforcement Divisions, Legal Division, Audit Divisions and other income tax authorities; c) Data entry of receipts and information contained in the communication from Tax Facilitation Division, Enforcement Divisions, Audit Divisions and other income tax authorities; d) Cross matching of information collected from taxpayers and other sources and issuance of discrepancy report to Audit Divisions. e) Dispatch of hard copies to different Divisions on demand; and f) Storage of information, documents, statements, returns and all other communications received from other Divisions, authorities, sources.	

11.	Commissioner of Income Tax (Taxpayers' Facilitation and Human Resource Management Division).	a) Receive returns, statements, statutory notices, documents, applications from taxpayers, mail from other income tax authorities, tax payment receipts (Challans) from Banks, and all outside communications; and b) Sort and disseminate information, documents, returns, statements and mail mentioned at (a) above, to concerned divisions or to income tax authorities, as the case may be. c) Communicate assessment orders/penalty orders and demand notices to taxpayers. d) To support line management in identifying HR needs of the Unit, to ensure staff recruitment in line with FBR's policies, training and development of staff maintenance of easily retrievable employees' data detailed as under: -	All cases or classes of cases or persons or classes of persons or areas falling within the limits of former Civil Division Karachi. Regional Tax Office and Large Taxpayers' Unit Karachi.

		i. Posting of staff (BS 1-15) to the Large Taxpayers' Unit, Karachi, DOT, CIT (A), I&IA and I&I. ii. Posting of officers (BS 16-18) to the Large Taxpayers' Unit, Karachi, DOT, CIT (A), I&IA and I&I with approval of DG. iii. Career planning. iv. Help line management in identifying HR needs. v. Maintenance of employees' profiles and personal files. vi. Development of job descriptions. vii. Positive attitude building. viii. Regulation of performance related pecuniary incentives. ix. Training and development according to training needs analysis.	

		x. Coordination with FBR on various HRM areas. xi. Initiation of disciplinary proceedings, processing and finalization thereof. xii. Monitoring and implementation performance appraisal system.	

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<u>Distribution</u>:

1. SA to Chairman, FBR.
2. Members (DT/P&TR/Admn), FBR.
3. Director General, Large Taxpayers' Unit, Karachi/Lahore/Islamabad.
4. All Directors General, Regional Taxpayers' Offices.
5. Director General, Withholding Taxes, Islamabad.
6. Director General, Internal Audit (DT), Islamabad.
7. Director General, Training & Research (DT), Karachi.
8. Chief (Management), FBR.
9. All Commissioners of Income Tax.
10. All Directors, Internal Audit (DT).
11. All officers of the Board.
12. Editor Tax Observer, Karachi.
13. Editor Taxation, Karachi.
14. All Tax Bar Associations.
15. Web Master, FBR, Islamabad.