**GOVERNMENT OF PAKISTAN**
**REVENUE DIVISION**
**FEDERAL BOARD OF REVENUE**
****************

Islamabad, the 25th July, 2009.

## NOTIFICATION
## (Income Tax)

S.R.O. 697 (I)/2009.-The following draft of further amendments in the Income Tax Rules, 2002 which the Federal Board of Revenue proposes to make in exercise of the powers conferred by sub-section (1) of section 237 of the Income Tax Ordinance, 2001 (XLIX of 2001) is hereby published for the information of all persons likely to be affected thereby, as required by sub-section (3) of the said section, and notice is hereby given that the draft will be taken into consideration after fifteen days of its publication in the official gazette.

Any objection or suggestion, which may be received from any person, in respect of the said draft before the expiry of the aforesaid period, shall be considered by the Federal Board of Revenue.

## DRAFT AMENDMENT

In the aforesaid Rules, in the Second Schedule, after Part-II, the following new part shall be inserted, namely:-

"PART-IIA

| | | | |
|---|---|---|---|
| FBR PAKISTAN | **RETURN OF TOTAL INCOME (FOR IND & AOP)**<br>**UNDER THE INCOME TAX ORDINANCE, 2001** | | **IT-2 (1/2)** |
| Under Section 114(1) (Return of Income filed voluntarily for complete year) | | | 1201 |
| Registartion No. (CNIC ***ONLY*** *for Individual & NTN* ***ONLY*** *for AOP)* | | | |
| Name | | | |
| Business Address | | | |
| | | | |
| Partners' Name | | | |
| | | | |
| | | | |
| Tax Year | | | 2009 |
| Residency *(In case of Non-Resident, insert "Non-" before Resident)* | | | Resident |

| | | **Items** | **Code** | **Amount** |
|---|---|---|---|---|
| Manufacturing/ Trading, P&L A/C | 1 | Net Sales (excluding Sales Tax/Federal Excise Duty/Commission/Brokerage) | 3103 | |
| | 2 | Cost of Sales [3 + 4 + 5 - 6] | 3116 | |
| | 3 | Opening Stock | 3117 | |
| | 4 | Net Purchases (excluding Sales Tax/Federal Excise Duty/Commission/Brokerage) | 3106 | |
| | 5 | Manufacturing/ Trading Expenses | 3111 | |
| | 6 | Closing Stock | 3118 | |
| | 7 | Gross Profit/ (Loss) [1 - 2] | 3119 | |
| | 8 | Other Revenues/ Fees/ Charges for Professional & Other Services | 3131 | |
| | 9 | Profit & Loss Expenses | 3189 | |
| | 10 | Net Profit/ (Loss) [(7 + 8) - 9] | 3190 | |
| Adjustments | 11 | Inadmissible Deductions (Including Accounting Depreciation) | 3191 | |
| | 12 | Admissible Deductions (excluding tax depreciation/ including proportionate PTR income) | 3192 | |
| | 13 | Unadjusted loss from Business for previous year(s) (Annex-A) | 3902 | |
| | 14 | Unabsorbed Tax Depreciation for previous/ current year(s) (Annex-A) | 3988 | |
| Total / Taxable Income | 15 | Total Income [Sum of 16 to 21] | 9099 | |
| | 16 | Salary Income including Arrears | 1999 | |
| | 17 | Business Income/ (Loss) [(10 + 11) - 12 - 13 - 14] | 3999 | |
| | 18 | Share from AOP | 312021 | |
| | 19 | Capital Gains | 4999 | |
| | 20 | Other Sources Income/ (Loss) | 5999 | |
| | 21 | Foreign Income/ (Loss) | 6399 | |
| | 22 | Deductible Allowances [23 + 24 + 25] | 9139 | |
| | 23 | Zakat | 9121 | |
| | 24 | Workers Welfare Fund | 9122 | |
| | 25 | Charitable donations admissible as straight deduction | 9124 | |
| | 26 | Exempt Income/ (Loss) [Sum of 27 to 30] | 6199 | |
| | 27 | Salary Income | 6101 | |
| | 28 | Business Income/ (Loss) | 6103 | |
| | 29 | Capital Gains | 6104 | |
| | 30 | Other Sources Income/ (Loss) | 6105 | |
| | 31 | Taxable Income/ (Loss) [15 - 22] | 9199 | |
| Tax | 32 | Tax Chargeable on Taxable Income | 9201 | |
| | 33 | Tax Reductions/ Credits/ Averaging | 9249 | |
| | 34 | Minimum Tax Chargeable under section 235(4) | 920206 | |
| | 35 | Total Tax Chargeable [(32 - 33) or 34) + 79] | 9299 | |
| | 36 | Total Tax Payments (Annex-B) | 9499 | |
| | 37 | Tax Payable/ Refundable [35 - 36] | 9999 | |
| | 38 | Refund adjustments (To the extent of current year's tax payable only) | 9998 | |

**STATEMENT OF FINAL TAXATION (FOR IND & AOP)**
**UNDER THE INCOME TAX ORDINANCE, 2001**

**IT-2 (2/2)**

| | |
|---|---|
| Registartion No. (CNIC ***ONLY*** *for Individual & NTN* ***ONLY*** *for AOP)* | |
| Tax Year | 2009 |

| | | Source | Code | Receipts/Value | Rate (%) | Code | Tax Chargeable |
|---|---|---|---|---|---|---|---|
| Final Taxation | 39 | Imports | 64011 | | 2 | 92011 | |
| | 40 | | 64012 | | 1 | 92012 | |
| | 41 | | 64013 | | 2 | 92013 | |
| | 42 | | 64014 | | 0.5 | 92014 | |
| | 43 | | 64015 | | | 92015 | |
| | 44 | Dividend | 64032 | | 10 | 92032 | |
| | 45 | | 64033 | | 7.5 | 92033 | |
| | 46 | Profit on Debt | 64041 | | 10 | 92041 | |
| | 47 | Royalties/ Fees (Non-Resident) | 640511 | | 15 | 920511 | |
| | 48 | Contracts (Non-Resident) | 640521 | | 6 | 920521 | |
| | 49 | Insurance Premium (Non-Resident) | 640524 | | 5 | 920524 | |
| | 50 | Advertisement Services (Non-Resident) | 640525 | | 10 | 920525 | |
| | 51 | Supply of Goods | 640611 | | 3.5 | 920611 | |
| | 52 | | 640612 | | 1.5 | 920612 | |
| | 53 | | 640613 | | | 920613 | |
| | 54 | Payments to Ginners | 640614 | | 1 | 920614 | |
| | 55 | Services | 640621 | | 6 | 920621 | |
| | 56 | Transport Services | 640622 | | 2 | 920622 | |
| | 57 | | 640623 | | | 920623 | |
| | 58 | Contracts (Resident) | 640631 | | 6 | 920631 | |
| | 59 | Exports/ related Commission/ Services | 640641 | | 0.5 | 920641 | |
| | 60 | | 64071 | | 0.75 | 92071 | |
| | 61 | | 64072 | | 1 | 92072 | |
| | 62 | Foreign Indenting Commission | 64075 | | 5 | 92075 | |
| | 63 | Property Income subject to WHT | 64081 | | 5 | 92081 | |
| | 64 | Prizes | 64091 | | 10 | 92091 | |
| | 65 | Winnings | 64092 | | 20 | 92092 | |
| | 66 | Petroleum Commission | 64101 | | 10 | 92101 | |
| | 67 | Brokerage/ Commission | 64121 | | 10 | 92121 | |
| | 68 | Advertising Commission | 64122 | | 5 | 92122 | |
| | 69 | Stock Exchnage Commission | 64131 | | 0.01 | 92131 | |
| | 70 | Goods Transport Vehicles | | | | 92141 | |
| | 71 | Gas consumption by CNG Station | 64142 | | 4 | 92142 | |
| Fixed Taxation | 72 | Retail Turnover upto 5 million | 310102 | | 0.5 | 920202 | |
| | 73 | Retail Turnover above 5 million | 310103 | | | 920203 | |
| | 74 | Property Income not subject to WHT | 210101 | | | 920235 | |
| | 75 | Purchases of local edible oil | 310431 | | 2 | 920208 | |
| | 76 | Flying Allowance | 112001 | | 2.5 | 920234 | |
| | 77 | Services/ Contracts abroad | 63311 | | 1 | 920236 | |
| | 78 | Employment Termination Benefits | 118301 | | | 920211 | |
| | 79 | Final/ Fixed Tax Chargeable [sum of 39 to 78] | | | | 9202 | |

| | |
|---|---|
| Verification | I, in my capacity, as Self/ Partner or Member of Association of Persons/Representative (as defined in section 172 of the Income Tax Ordinance, 2001) of Taxpayer named above, do solemnly declare that to the best of my knowledge and belief the information given in this Return and the attached Annex(es), Statement(s), Document(s) or Detail(s) is/are correct and complete in accordance with the provisions of the Income Tax Ordinance, 2001 and Income Tax Rules, 2002. |
| Signature | |

**Annex-A**

**CHART OF TAX DEPRECIATION & ADJUSTMENTS**

Registartion No. *(CNIC ONLY for Individual & NTN ONLY for AOP)*

Tax Year 2009

| | | **Description** | **Code** | **WDV (BF)** | **Additions** | **Deletions** | **Rate (%)** | **Initial Allowance** | **Rate (%)** | **Extent** | **Depreciation** | **WDV (CF)** |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Depreciable Assets** | 1 | Building (all types) | 3202 | | | | 50 | | 10 | 100 | | |
| | 2 | Machinery and plant (not otherwise specified) | 320301 | | | | 0 | | 15 | 100 | | |
| | 3 | Computer hardware (including allied items) | 320302 | | | | 50 | | 15 | 100 | | |
| | 4 | Furniture (including fittings) | 320303 | | | | 50 | | 15 | 100 | | |
| | 5 | Technical and professional books | 320304 | | | | 0 | | 15 | 100 | | |
| | 6 | Below ground installations of mineral oil concerns | 320306 | | | | 50 | | 15 | 100 | | |
| | 7 | Off shore installations of mineral oil concerns | 320307 | | | | 50 | | 15 | 100 | | |
| | 8 | Machinery and equipment used in manufacture of IT pro | 320308 | | | | 50 | | 30 | 100 | | |
| | 9 | Motor vehicles (not plying for hire) | 32041 | | | | 50 | | 30 | 100 | | |
| | 10 | Motor vehicles (plying for hire) | 32042 | | | | 50 | | 30 | 100 | | |
| | 11 | Ships | 32043 | | | | 0 | | 100 | 100 | | |
| | 12 | Air crafts and aero engines | 32044 | | | | 50 | | 20 | 100 | | |
| | 13 | Total | | | | | | | | | | |
| | | **Description** | **Code** | **Acquisition Date** | **Useful Years** | **Original Cost** | | | **Rate (%)** | **Extent** | **Amortization** | |
| **Intangibles** | 14 | Intangibles | 3205 | | | | | | | | | |
| | 15 | Pre commencement expenditure | 3206 | | | | | | | | | |
| | 16 | Expenditure providing long term advantage/ benefit | 3207 | | | | | | | | | |
| | 17 | Total | | | | | | | | | | |
| | | **Description** | **Code** | **Amount** | **Adj. Tax Year** | **Description** | | | | **Code** | **Amount** | **Adj. Tax Year** |
| **Brought Forward Adjustme** | 18 | Unadjusted loss from Business for previous year(s) | 3902 | | **2003** | Unabsorbed tax depreciation/ initial allowance | | | | 3988 | | |
| | 19 | Unadjusted loss from Business for previous year(s) | 3902 | | **2004** | Unabsorbed tax depreciation/ initial allowance | | | | 3988 | | |
| | 20 | Unadjusted loss from Business for previous year(s) | 3902 | | **2005** | Unabsorbed tax depreciation/ initial allowance | | | | 3988 | | |
| | 21 | Unadjusted loss from Business for previous year(s) | 3902 | | **2006** | Unabsorbed tax depreciation/ initial allowance | | | | 3988 | | |
| | 22 | Unadjusted loss from Business for previous year(s) | 3902 | | **2007** | Unabsorbed tax depreciation/ initial allowance | | | | 3988 | | |
| | 23 | Unadjusted loss from Business for previous year(s) | 3902 | | **2008** | Unabsorbed tax depreciation/ initial allowance | | | | 3988 | | **2009** |
| | 24 | Total | | | | Total | | | | | | |

## CHART OF TAX PAYMENTS

**Annex-B**

| | | | |
|---|---|---|---|
| Registartion No. (CNIC ***ONLY*** *for Individual & NTN* ***ONLY*** *for AOP)* | | | |
| Tax Year | | | 2009 |

| | | **Particulars** | **Code** | **Amount** |
|---|---|---|---|---|
| **Tax Collected/ Deducted at Source (Adjustable Tax only)** | 1 | On import of goods (other than tax deduction treated as final tax) | 94019 | |
| | 2 | On withdrawal from pension fund | 94028 | |
| | 3 | From salary | 94029 | |
| | 4 | On dividend (other than tax deduction treated as final tax) | 94039 | |
| | 5 | On Government securities | 94043 | |
| | 6 | On profit on debt (other than tax deduction treated as final tax) | 94049 | |
| | 7 | On payments received by non-resident | 940539 | |
| | 8 | On payments for goods (other than tax deduction treated as final tax) | 940619 | |
| | 9 | On payments for services (other than tax deduction treated as final tax) | 940629 | |
| | 10 | On payments for contracts (other than tax deduction treated as final tax) | 940639 | |
| | 11 | On cash withdrawal from bank | 94119 | |
| | 12 | On trading of shares at a Stock Exchange | 94138 | |
| | 13 | On financing of carry over trade | 94139 | |
| | 14 | With motor vehicle token tax (other than goods transport vehicles) | 94149 | |
| | 15 | With electricity bills | 94159 | |
| | 16 | With telephone/ mobile bills/ pre-paid cards | 94169 | |
| | 17 | With motor vehicle registration fee | 94179 | |
| | 18 | Total tax deductions at source (Adjustable Tax) [Sum of 1 to 17] | 94599 | |
| | 19 | Total tax deductions at source (Final Tax) | 94591 | |
| | 20 | Advance tax | 9461 | |
| | 21 | Admitted Tax | 9471 | |
| | 22 | Total Tax Payments [18 + 19 + 20 + 21] (transfer to 36 of Return) | 9499 | |
| | 23 | CPR No. | | |

This Notification shall be applicable for the tax year 2009.

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[C. No. 7(45) Tax Base/06]

**(Khalid Aziz Banth)**
**Member Policy (Direct Taxes)/**
**Additional Secretary**