

Finance Supplementary (Amendment) Bill 2018

Amendment of Income Tax Ordinance, 2001 (XLIX of 2001)

Rates of Tax for Salaried Individual

In the cases where the income of an individual chargeable under the head "salary" exceeds fifty per cent of the taxable income, the rates of the tax to be applied shall be set out in the following table:

Taxable Income	Rate of tax
Where the taxable income does not exceed Rs. 400,000	0%
Where the taxable income exceeds Rs. 400,000 but does not exceed Rs. 800,000	Rs. 1,000
Where the taxable income exceeds Rs. 800,000 but does not exceed Rs.1,200,000	Rs. 2,000
Where the taxable income exceeds Rs. 1,200,000 but does not exceed Rs. 2,500,000	5% of the amount exceeding Rs. 1,200,000
Where the taxable income exceeds Rs. 2,500,000 but does not exceed Rs. 4,000,000	Rs. 65,000 + 15% of the amount exceeding Rs.2,500,000
Where the taxable income exceeds Rs. 4,000,000 but does not exceed Rs. 8,000,000	Rs. 290,000 + 20% of the amount exceeding Rs.4,000,000
Where the taxable income exceeds Rs. 8,000,000	Rs. 1,090,000 + 25% of the amount exceeding Rs.8,000,000

Rates of Tax for Non-Salaried Individual

The rates of tax imposed on the taxable income of every non-salaried individual shall be as follows:

Taxable Income	Rate of tax
Where the taxable income does not exceed Rs. 400,000	0%
Where the taxable income exceeds Rs. 400,000 but does not exceed Rs. 800,000	Rs. 1,000
Where the taxable income exceeds Rs. 800,000 but does not exceed Rs. 1,200,000	Rs. 2,000
Where the taxable income exceeds Rs. 1,200,000 but does not exceed Rs. 2,400,000	5% of the amount exceeding Rs. 1,200,000
Where the taxable income exceeds Rs. 2,400,000 but does not exceed Rs. 3,000,000	Rs. 60,000 + 15% of the amount exceeding Rs. 2,400,000
Where the taxable income exceeds Rs. 3,000,000 but does not exceed Rs. 4,000,000	Rs. 150,000 + 20% of the amount exceeding Rs. 3,000,000
Where the taxable income exceeds Rs. 4,000,000 but does not exceed Rs. 5,000,000	Rs. 350,000 + 25% of the amount exceeding Rs. 4,000,000
Where the taxable income exceeds Rs. 5,000,000	Rs. 600,000 + 29% of the amount exceeding Rs. 5,000,000