

INCOME TAX ORDINANCE, 2001 (XLIX OF 2001)

Chapter X

Part V

Division II

Advance Tax Paid to a Collection Agent

148. Imports.- (1) The Collector of Customs shall collect advance tax from every importer of goods on the value of the goods at the rate specified in Part II of the First Schedule.

SCHEDULES

FIRST SCHEDULE

PART II RATES OF ADVANCE TAX (See Division II of Part V of Chapter X)

The rate of advance tax to be collected by the Collector of Customs under section 148 shall be 4% of the value of the goods.

(The figure "4" substituted by the Finance Act, 2009)

SECOND SCHEDULE

PART II REDUCTION IN TAX RATES

[(9) Tax under section 148 shall be collected at rate of the 1% on import of all fibres, yarns and fabrics and goods covered by the Zero Rating Regime of the Sales Tax notified by Central Board of Revenue.]

(Substituted by Finance Act, 2005)

“(9A) Tax under section 148 shall be collected at the rate of 3% on the import value of raw material imported by an industrial undertaking for its own use.”

(Inserted by Finance Act, 2009)



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General Secretary
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7[(13E) In respect of potassic fertilizers imported in pursuance of Economic Coordination Committee of the cabinet's decision No. ECC-155/12/2004 dated the 9th December, 2004, the tax under section 148 of the Income Tax Ordinance, 2001 shall be collected at the rate of **one percent** of its import value as increased by customs-duty and sales tax, if any, levied thereon.]
(Added by S.R.O. 37(I)/2005 dated 07.01.2005.)

2[(13G) Tax under section 148 on the following item shall be collected @ 1% of their import value as increased by 3[customs-duty, sales tax and federal excise duty], if any levied thereon:

- iv. Gold;
- v. Mobile telephone sets;
- vi. Silver;

(Substituted by Finance Act 2005, and further amended by Finance Act 2008)

4[(23) In respect of Urea fertilizer imported, the tax under section 148 shall be collected at the rate of 1% of its import value as increased by 5[customs-duty, sales tax and federal excise duty], if any levied thereon.]
(Added by the Finance Act, 2005)

1[(24) In respect of pulses imported, the tax under section 148 shall be collected at the rate of **two per cent** of the value of such pulses as increased by 2[customs-duty, sales tax and federal excise duty], if any, levied thereon.]
(Added by S.R.O. 741(I)/2005, dated 22.07.2005.)

PART III REDUCTION IN TAX LIABILITY

2[(4) In respect of old and used automotive vehicles specified in Notification No. S.R.O. 932(I)/2004, dated the 20th November, 2004, the tax under section 148 of the Income Tax Ordinance, 2001, shall not exceed the amount specified in column (3) of the Table below, namely: -

TABLE	
S.No. Vehicles meant for transport of persons (1)	Income tax in Pak Rupees (2) (3)
1. Upto 800CC	Rs.29,852
2. From 801CC to 1000CC	Rs.34,497
3. From 1001CC to 1300CC	Rs.67,282
4. From 1301CC to 1600CC	Rs.105,061
5. From 1601CC to 1800CC	Rs.120,256]

(Inserted by SRO981(I)/2004 dated 10-12-2004)



**PART IV
EXEMPTION FROM SPECIFIC PROVISIONS**

(16) The provisions of sections 148, 151, 153, 155 and 156 shall not apply to the institutions of the **Agha Khan Development Network (Pakistan)** listed in Schedule 1 of the Accord and Protocol dated November 13, 1994, executed between the Government of the Islamic Republic of Pakistan and Agha Khan Development Network:

Provided that such institutions shall continue to collect and deduct tax under section 149, 151, 152, 153, 155, 156 or 233 from others persons, wherever required thereunder.

(56) The provisions of section 148, regarding withholding tax on imports shall **not apply** in respect of-

- (i) goods classified under Pakistan Customs Tariff falling under Chapters 27, 86 and 99;
- (ii) goods imported by direct and indirect exporters covered under subchapter 7 of Chapter XII of SRO 450(I)/2001 dated June 18, 2001;
- (iii) goods temporarily imported into Pakistan for subsequent exportation and which are exempt from customs duty and sales tax under Notification No. S.R.O. 1065(I)/2005, dated the 20th October, 2005;
- (iv) Manufacturing Bond as prescribed under Chapter XV of Customs Rules, 2001 notified *vide* S.R.O. 450(I)/2001, dated June 18, 2001; and

(Substituted by Finance Act 2008)

- (v) Mineral oil imported by a manufacturer or formulator of pesticides which is exempt from customs-duties under the customs Notification No.S.R.O. 857(I)/2008, dated the 16th August, 2008

(Added by SRO860(I)/2008 dated 19th August, 2008)

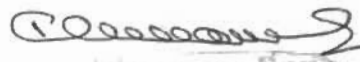
(60) The provisions of sections 148 and 153 shall not apply to fully as well partly designed/assembled cypher devices, for use within the country as are verified by [Cabinet Division (NTISB)] with reference to design, quality and quantity.]

(Inserted by S.R.O 85(I)/2006 dated 03-02-2006

(70) The provisions of section 148, regarding withholding tax on imports, shall not apply in respect of goods or classes of goods for the execution of contract, imported by contractors and sub-contractors engaged in the execution of power project under the agreement between the Islamic Republic of Pakistan and HUB Power Company Limited.”

(Added by S.R.O.129(I)/2009 dated 07-02-2009




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SRO638(I)/2005 DATED 27-06-2005

In exercise of the powers conferred by sub-section (2) of section 53 of the Income Tax Ordinance, 2001 (XLIX of 2001), read with clause (9) of Part II of Second Schedule thereto, the Federal Government is pleased to notify the goods specified in column (2) of the Table below, falling under the PCT Heading Number mentioned in column (3) of the said Table to be the goods on which withholding tax under section 148 of the Ordinance shall be collected at the rate of 1% of the import value, namely:-

SRO947(I)/2008 DATED 05-09-2008

In exercise of the powers conferred by sub-section (2) of section 148 read with clause (b) of sub-section (3) of section 159 of the Income Tax Ordinance, 2001 (XLIX of 2001), hereinafter referred to as "the Ordinance" and in supersession of its Notification No. SRO.593(I)/91, dated the 30th June, 1991, the Federal Board of Revenue is pleased to specify the following to be classes of persons to whom the provisions of sub-section (1) of section 148 shall not apply, namely:-

