



National Clearing Company of Pakistan Limited

8th Floor, Pakistan Stock Exchange Building, Stock Exchange Road, Karachi

NCCPL/CM/AUGUST-19/03

August 9, 2019

Subject: Issuance of Annual Certificates of Capital Gains for the Period from July 01, 2018 to June 30, 2019

**All Clearing Members (CMs)
Pakistan Mercantile Exchange Limited (PMEX)
All Asset Management Companies (AMCs)**

This is with reference to the collection of amount of Capital Gain Tax (“CGT”) by the National Clearing Company of Pakistan Limited (“NCCPL”) for the period from July 01, 2018 to June 30, 2019 in accordance with the provisions stipulated in the Income Tax Ordinance, 2001 (“Ordinance”) and the Income Tax Rules, 2002 (“Rules”) relating to CGT.

In this respect, sub-rule (4) of rule 1 of the Eight Schedule to the Ordinance, inter alia, states as follows:

“NCCPL shall issue an annual certificate to the taxpayer on the prescribed form in respect of capital gains subject to tax under the Eight Schedule for a financial year”.

Accordingly, annual certificates of capital gains for the period from **July 01, 2018 to June 30, 2019, showing computation of capital gains/loss and tax thereon have been made available by NCCPL as per details mentioned below:**

1. For clients trading at PSX and dealing with only one Broker Clearing Member (“BCM”), NCCPL has issued certificates to the respective BCM. Such clients are required to collect certificates from their respective BCM.
2. For clients trading only at PMEX, NCCPL has issued certificates to PMEX. Such clients are required to collect their certificates from PMEX.
3. For clients dealing in units of open ended mutual funds with only one AMC, NCCPL has issued certificates to the respective AMC. Such clients are required to collect their certificates from their respective AMC.
4. Clients who are involved in trading at PSX and dealing with multiple BCMs and capital gain/loss for said period is arising only through one BCM, those clients are required to collect certificates from their particular BCM. Similarly, clients who are involved in dealing in units of open ended mutual funds with multiple AMCs and capital gain/loss for said period is arising only through one AMC, those clients are required to collect certificates from their particular AMC.



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5. Clients who are involved in trading at PSX, PMEX and AMCs and capital gain/loss for said period is computed only through one BCM or PMEX or AMC, in such case, clients are required to collect their certificates from their respective BCM, PMEX or AMC.
6. Under the following scenarios, clients are required to obtain their certificates from NCCPL's offices located in Karachi, Lahore and Islamabad in person or through an authority letter duly signed by authorized signatory along with copy of CNIC, as applicable:
 - a. For disposal of Securities with multiple BCMs of PSX
 - b. Redemption of units of open ended mutual funds with multiple AMCs
 - c. Clients dealing in PSX, PMEX or AMC and having capital gain/loss simultaneously for the said period

For any further queries or concerns, please feel free to contact the Customer Support Department at UAN No. 021-111-111-622.

Regards,

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Rehan Saif

Head of PD, CSS & Marketing

CC:

1. Director/HOD - Policy, Regulation and Development Department - SMD
Securities & Exchange Commission of Pakistan - Islamabad
2. Member Inland Revenue - Federal Board of Revenue
3. Chief Executive Officer - Pakistan Stock Exchange Limited
4. Chief Executive Officer - Central Depository Company of Pakistan Limited
5. Chief Executive Officer - Mutual Funds Association of Pakistan