



ISO 27001 Certified

National Clearing Company of Pakistan Limited

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

NCCPL/CM/July-15/07

July 3, 2015

FINANCE ACT, 2015 - AMENDMENTS MADE IN THE INCOME TAX ORDINANCE, 2001

Dear Clearing Members,

This is with reference to the amendments made in the Income Tax Ordinance, 2001 through Finance Act 2015. In this regard, the amendments pertaining to the Capital Gain Tax Regime implemented through National Clearing Company of Pakistan Limited ("NCCPL") are listed below; they shall be effective from July 01, 2015:

1. Revision of Holding Period and Tax Rates

CGT holding period and tax rates have been revised as follows:

Holding Period	Tax Rate 2015-16	Tax Rate 2014-15
Less than 12 months	15%	12.5%
12 months to less than 24 months	12.5%	10.0%
24 months to less than 48 months	7.5%	0
More than 48 months	0%	0

2. Changes in Taxability of Specie Dividend

Distribution by way of dividend in specie have now been subject to collection of tax at the time of issuance of specie dividend. Due to this change, cost of acquisition of specie dividend shall now be the price, communicated to stock exchange by the issuer.

Please note that there may be further procedural changes in the Capital Gain Tax "CGT" System after promulgation of corresponding amendments in the Income Tax Rules, 2002 in relation to the above mentioned provisions that are pending to date. Any such subsequent material changes shall be duly communicated.

For any further queries or concerns, please feel free to contact the Customer Support Services of your respective locations.

City	Telephone Number	Fax Number
Karachi	021-32460811-19 Ext. 214, 217 & 218 Dir. 021-32438531-32-33	021-32462825
Lahore	042-36280815-7	042-36280818
Islamabad	051-2895460-62	051-2895463

Regards,

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Rehan Saif
Head of PD & CSS

CC:

1. Executive Director - Policy, Regulation and Development Department - SMD
Director - Licensing and Capital Issue Department - SMD
Director - Surveillance, Supervision and Enforcement Department - SMD
Securities & Exchange Commission of Pakistan - Islamabad
2. Member Inland Revenue - Federal Board of Revenue
3. Managing Director - The Karachi Stock Exchange Limited
4. Managing Director - The Lahore Stock Exchange Limited
5. Managing Director - The Islamabad Stock Exchange Limited
6. Chief Executive Officer - Central Depository Company of Pakistan Limited