



THE KARACHI STOCK EXCHANGE (GUARANTEE) LIMITED
 Stock Exchange Building, Stock Exchange Road, Karachi-74000
 UAN: 021-111-001-122

KSE/N-3111

JUNE 27, 2012

NOTICE FOR ALL MEMBERS**REVISION IN TAXES**

Members are hereby informed that Advance Tax in respect of financing of carry over trades in share business collected u/s 233A (1)(d) has been omitted under the amendments made in the Income Tax Ordinance, 2001 through The Finance Act, 2012 as passed by the Parliament of Islamic Republic of Pakistan on June 14, 2012 which will come into force from July 01, 2012.

Accordingly, the taxes currently collected by the Exchange have been revised as under:

S. No.	Description	Existing	Revised
1.	Capital Value Tax (CVT) on purchase of shares of a public company listed on a registered stock exchange in Pakistan (Section 7 of the Finance Act, 1989)	0.01% of the purchase value *	No change
2.	Advance Tax on trade value of shares [Section 233A(1)(c)]	Omitted **	No change
3.	Advance Tax in respect of financing of carry over trades in share business [Section 233A(1)(d)]	10% of carry over charge	Omitted
4.	Advance Tax on purchase value of shares traded in lieu of tax on commission [Section 233A(1)(a)]	0.01% of purchase value	No change
5.	Advance Tax on sale value of shares traded in lieu of tax on commission [Section 233A(1)(b)]	0.01% of sale value	No change

*Capital Value Tax (CVT) on purchase of shares of a public company listed on a registered stock exchange in Pakistan was inserted in the Finance (Amendment) Ordinance, 2012 promulgated on April 24, 2012 (as already notified through our Notice No.KSE/N-2073 dated April 26,2012) and which is also specified in the Finance Act, 2012.

**The advance tax on trade value of shares collected u/s 233A (1)(c) was omitted in the Finance (Amendment) Ordinance, 2012 promulgated on April 24, 2012 (as already notified through our Notice No.KSE/N-2073 dated April 26,2012) and which is also specified in the Finance Act, 2012, i.e. there is no tax now under this head.

Matters related to Capital Gains Tax (CGT) and Collection of Advance Tax u/s 233AA from the members of Stock Exchange in respect of margin financing in share business at the rate specified in Division IIA of Part IV of First Schedule, as specified in the above mentioned Finance (Amendment) Ordinance, 2012 and the Finance Act, 2012 respectively, are being dealt with separately by the National Clearing Company of Pakistan Limited (NCCPL).

Members are requested to note the same.

Ahmed A. Mitha
 Chief Financial Officer

Cov to:

The Managing Director
 The Director (SROD), Securities and Exchange Commission of Pakistan. Fax: 051-9218595, email: smd.notice@secp.gov.pk
 The Managing Director, Lahore Stock Exchange (Guarantee) Limited
 The Managing Director, Islamabad Stock Exchange (Guarantee) Limited
 The Chief Executive, Central Depository Company of Pakistan Limited
 The Chief Executive, National Clearing Company of Pakistan Limited
 General Manager IT Division – For necessary action to be taken to implement the above mentioned revision in Government Levies.
 Notice Board
 KSE website