

Government of Pakistan
Revenue Division
Federal Board of Revenue

Islamabad, the 29th July, 2024

Circular No. 01 of 2024-25
(Income Tax)

Subject: Finance Act, 2024 – Explanation regarding Important Amendments made in the Income Tax Ordinance, 2001

Important amendments made in Income Tax Ordinance, 2001 ("the Ordinance") through Finance Act, 2024 are explained in the subsequent paragraphs.

2 Tax rates on taxable income for individuals and association of persons

cases.

35. Insertion of Exemption in Second Schedule [Clause (99B)]

The income of a Special Purpose Vehicle (SPV) from purchasing Diversified Payment Rights through Authorized Dealers in Pakistan has been exempted from tax under clause (99B) of Part I of the Second Schedule. This exemption applies under the definitions provided in the State Bank of Pakistan's Circular(s) or Regulations in respect of Diversified Payment Rights.

36. Extension of Exemption available to the erstwhile Tribal Areas

A. The exemption, available under clause (145A) of Part I of the Second Schedule to the Ordinance to any income of any individual domiciled or company and association of persons resident in the erstwhile Tribal Areas forming part of the provinces of the Khyber Pakhtunkhwa and Balochistan under paragraph (d) of Article 246 of the Constitution, has been extended up to the 30th June, 2025.