



Q.8. Mr. Abdul Rahim, resident of Pakistan, supplies the following information for the tax year ended on 30th June 2015:

Basic salary .....	Rs. 900,000
Cost of living allowance .....	100,000
Medical allowance .....	40,000
Medical facility (under terms of employment) .....	50,000
Conveyance allowance p.m. (owned and maintained by him) .....	5,000
Entertainment provided during staff meeting .....	10,000
Accident insurance premium .....	100,000
Leave fare assistance (travelled outside Pakistan) .....	90,000
Rent from a house let out Rs. 10,000 p.m.	
Repair charges .....	30,000.
Collection charges 8% of RCT.	
Unadjustable advance rent from new tenant .....	80,000
Donations to government hospital through cheque .....	150,000
Gain on sale of immovable property (holding period more than two years) .....	130,000
Tax deducted at source by employer .....	75,000
Capital gain on sale of shares of private limited company (Disposed off after 12 months)	30,000
Income from network design .....	10,000
Zakat deducted .....	250,000

**Required:** Calculate taxable income and tax payable if rent-free furnished accommodation is provided in Lahore, the land area of the house is 450 sq. yards.

Taxable Income		Rate of Tax
1.	Where the taxable income exceeds Rs. 7,50,000 but does not exceed Rs. 14,00,000	Rs. 17,500 + 10% of the amount exceeding Rs. 7,50,000
2.	Where the taxable income exceeds Rs. 14,00,000 but does not exceed Rs. 15,00,000	Rs. 82,500 + 12.5% of the amount exceeding Rs. 14,00,000
3.	Where the taxable income exceeds Rs. 15,00,000 but does not exceed Rs. 18,00,000	Rs. 95,000 + 15% of the amount exceeding Rs. 15,00,000