

**THE <sup>1</sup>[KHYBER PAKHTUNKHWA]  
FINANCE ACT, 1998.**

**(<sup>2</sup>[KHYBER PAKHTUNKHWA] ACT NO. II OF 1998)**

**CONTENTS**

**PREAMBLE**

**SECTIONS**

1. Short title, extent and commencement.
2. Definitions.
3. Amendment of Act II of 1899.
4. Amendment of W. P. Act XXXII of 1958.
5. Amendment of <sup>3</sup>[Khyber Pakhtunkhwa] Act IV of 1990.
6. Amendment of <sup>4</sup>[Khyber Pakhtunkhwa] Act I of 1995.
7. Amendment of <sup>5</sup>[Khyber Pakhtunkhwa] Act I of 1996.
8. Registration of Printing Presses.
9. Recover of professional tax imposed by Local Councils.
10. Application of existing laws.
11. Bar of suit in civil court.
12. Power to make rules.

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<sup>1</sup>Substituted vide Khyber Pakhtunkhwa Act No. IV of 2011

<sup>2</sup>Substituted vide Khyber Pakhtunkhwa Act No. IV of 2011

<sup>3</sup>Substituted vide Khyber Pakhtunkhwa Act No. IV of 2011

<sup>4</sup>Substituted vide Khyber Pakhtunkhwa Act No. IV of 2011

<sup>5</sup>Substituted vide Khyber Pakhtunkhwa Act No. IV of 2011

**THE <sup>6</sup>[KHYBER PAKHTUNKHWA]  
FINANCE ACT, 1998.**

**(<sup>7</sup>[KHYBER PAKHTUNKHWA] ACT NO. II OF 1998)**

*[First published after having received the assent of the Governor of the <sup>8</sup>[Khyber Pakhtunkhwa] in the Gazette of the <sup>9</sup>[Khyber Pakhtunkhwa] (Extraordinary), dated the 9.7.1998]*

**AN  
ACT**

*to continue, levy and revise rates of certain taxes, duties and fees in the <sup>10</sup>[Khyber Pakhtunkhwa].*

**Preamble.**---WHEREAS it is expedient to continue, levy and revise rates of certain taxes, duties and fees in the <sup>11</sup>[Khyber Pakhtunkhwa];

It is hereby enacted as follows:

**1. Short title, extent and commencement.**---(1) This Act may be called the <sup>12</sup>[Khyber Pakhtunkhwa] Finance Act, 1998.

(2) It shall extend to whole of the <sup>13</sup>[Province of the Khyber Pakhtunkhwa].

(3) It shall come into force with effect from the 1st day of July, 1998, except clause (i) of section 5, which shall be deemed to have taken effect on the 1<sup>st</sup> day of July, 1997.

**2. Definitions.**---In this Act, unless the context otherwise requires,-

(a) "Government" means the Government of the <sup>14</sup>[Khyber Pakhtunkhwa];

(b) "prescribed" means prescribed by rules made under this Act.

**3. Amendment of Act II of 1899.**---In the Stamp Act, 1899 (II of 1899) in Schedule 1,-

(a) in Article 4, for the word "Fifteen" the word "Twenty" shall be substituted;

(b) in Article 5,-

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<sup>6</sup>Substituted vide Khyber Pakhtunkhwa Act No. IV of 2011

<sup>7</sup>Substituted vide Khyber Pakhtunkhwa Act No. IV of 2011

<sup>8</sup>Substituted vide Khyber Pakhtunkhwa Act No. IV of 2011

<sup>9</sup>Substituted vide Khyber Pakhtunkhwa Act No. IV of 2011

<sup>10</sup>Substituted vide Khyber Pakhtunkhwa Act No. IV of 2011

<sup>11</sup>Substituted vide Khyber Pakhtunkhwa Act No. IV of 2011

<sup>12</sup>Substituted vide Khyber Pakhtunkhwa Act No. IV of 2011

<sup>13</sup>Substituted vide Khyber Pakhtunkhwa Act No. IV of 2011

<sup>14</sup>Substituted vide Khyber Pakhtunkhwa Act No. IV of 2011

- (i) in clause (ii), for the figure "500.00" the figure "1000.00" shall be substituted;
- (ii) in clause (iii), for the figure "1000.00" the figure "1500.00" shall be substituted;
- (iii) in clause (iv), for the figure "2000.00" the figure "5000.00" shall be substituted; and
- (iv) in clause (v), for the figure "4000.00" the figure "15000.00" shall be substituted;

(c) after Article 11, the following new Article shall be inserted, namely:

"11A. AIR TICKET issued by an Airline or a Travelling Agency—

- (i) for domestic flights Twenty five rupees per ticket.
- (ii) for international flights Two hundred and fifty rupees per ticket.";

(d) after Article 12, the following new Article shall be inserted, namely:

" 12A. BANK GUARANTEE that is Twenty five paisa for every to say the Guarantee to be issued by one hundred rupees or part any Scheduled Bank. thereof of the value of the Guarantee.";

- (e) in Article 17, for the word "Thirty" the word "Fifty" shall be substituted;
- (f) in Article 22, for the word "One" the word "Two" shall be substituted;
- (g) in Article 23, for the words "Rupees three", wherever occurring, the words "Two rupees and fifty paisa" shall be substituted;
- (h) in Article 42, for the word "Ten" the word "Twenty" shall be substituted;
- (i) in Article 46, in the entry under the heading

"A.- INSTRUMENT OF",-

- (i) in clause (a), for the words "One hundred" the words "One hundred ten" shall be substituted; and

(ii) in clause (b), for the words "Two hundred and fifty" the words "Three hundred" shall be substituted; and

(j) in Article 48,-

(i) in clause (b), for the words "One hundred and fifty" the words "Two hundred" shall be substituted;

(ii) in clause (c), for the words "Three hundred" the words "Six hundred" shall be substituted; and

(iii) in clause (d), for the words "Three hundred and fifty" the words "Seven hundred" shall be substituted.

**4. Amendment of W. P. Act XXXII of 1958.**---In the West Pakistan Motor Vehicles Taxation Act, 1958 (W.P. Act XXXII of 1958),-

(a) in section 3, in sub-section (1), the full-stop appearing at the end of second proviso shall be replaced by a colon and thereafter the following new proviso shall be added, namely:

"Provided also that the tax on a motor cycle, including a motor cycle drawing a side trailer or cabin therewith, and a scooter shall be levied lumpsum once for all in the manner and at the rate specified at serial No. 1 of the Schedule."; and

(c) in the Schedule, for the existing entries at serial No. 1 the following shall be substituted, namely:

1	2	3
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" 1. Motor Cycles and Scooters-

(a) in case of those already registered-

(i) where registration period does not exceed 3 years; 500.00 once for all

(ii) where it exceeds 3 years but does not exceed 6 years; 350.00 once for all

- (iii) where it exceeds 6 years but does not exceed 10 years; 200.00 once for all
- (iv) where it exceeds 10 years; and 100.00 once for all
- (b) in case of new registration-
  - (i) Scooter and motor cycles drawing trailer or cabin, 1200.00 once for all
  - (ii) Scooter and motor cycles without trailer or cabin. 800.00 once for all

**Explanation:-** The tax, in the case of motor cycles and scooters already registered, shall be payable at the time of renewal of the existing token tax and in other cases at the time of registration."

**5. Amendment of <sup>15</sup>[Khyber Pakhtunkhwa] Act IV of 1990.**---In the <sup>16</sup>[Khyber Pakhtunkhwa] Finance Act, 1990 (<sup>17</sup>[Khyber Pakhtunkhwa] Act IV of 1990), in the Table appended thereto,-

(i) for the existing entry at S. No. 10, the following shall be substituted, namely:-

"10. Doctors-

- (a) Specialists Rs. 1000.00
- (b) Non-Specialist, including Medical Practitioners with at least LSMF, Hakeems and Homeopaths. Rs.300.00;and

(ii) after the existing entries at serial No. 10 the following new entries shall be inserted, namely:

"10A. Advocates-

- (a) practising in the Supreme Court and the High Court; and Rs.1000.00
- (b) practising in Sessions Courts and lower Courts. Rs.300.00."

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<sup>15</sup>Substituted vide Khyber Pakhtunkhwa Act No. IV of 2011

<sup>16</sup>Substituted vide Khyber Pakhtunkhwa Act No. IV of 2011

<sup>17</sup>Substituted vide Khyber Pakhtunkhwa Act No. IV of 2011

6. **Amendment of <sup>18</sup>[Khyber Pakhtunkhwa] Act I of 1995.**---In the <sup>19</sup>[Khyber Pakhtunkhwa] Finance Act, 1995 (<sup>20</sup>[Khyber Pakhtunkhwa] Act I of 1995), in section 6, in sub-section (8), for the words "one thousand" and the words "five hundred", the words "two thousand" and the words "one thousand" shall respectively be substituted.

7. **Amendment of <sup>21</sup>[Khyber Pakhtunkhwa] Act I of 1996.**---In the <sup>22</sup>[Khyber Pakhtunkhwa] Finance Act, 1996 (<sup>23</sup>[Khyber Pakhtunkhwa] Act I of 1996), for section 11 the following shall be substituted, namely:

"11. **Tobacco Development Cess.**---(1) There shall be levied and collected a development cess on tobacco and its by products at the following rates:

(a)	Tobacco leaf	..	Rs. 2.00 per kilogram
(b)	Choorā	..	Rs. 0.50 per kilogram
(c)	Naswar	..	Rs. 0.50 per kilogram
(d)	Dandy	..	Rs. 0.25 per kilogram
(e)	Kara	..	Rs. 0.25 per kilogram
(f)	Khaka	..	Rs. 0.25 per kilogram
(g)	Rorh	..	Rs. 0.25 per kilogram

(2) The Tobacco Development Cess leviable under sub-section (1) shall be collected at District Council exit points of the Districts of Nowshera, Kohat, Lakki Marwat and D.I. Khan, and at the buying points in so far as the Districts of Mansehra, Abbottabad and Haripur are concerned, or in such other manner as may be laid down by Government from time to time.

(3) It shall be the responsibility of the District Councils concerned to collect the Cess leviable under sub-section (2) and deposit it in the Government Account within a week of its realization.

8. **Registration of Printing Presses.**---(1) Notwithstanding anything to the contrary contained in any law for the time being in force, no person shall run a printing press, unless it is registered in the prescribed manner and a valid registration certificate issued by the registering authority appointed in this behalf; provided that a printing press, already in operation on the date of coming into force of this Act, may, without registration, continue to function, if the owner or proprietor thereof has applied for registration within two months of the commencement of this Act and his application for registration has not been rejected.

(2) For the purpose of sub-section (1), the Deputy Commissioner of the District concerned shall be the registering authority.

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<sup>18</sup>Substituted vide Khyber Pakhtunkhwa Act No. IV of 2011

<sup>19</sup>Substituted vide Khyber Pakhtunkhwa Act No. IV of 2011

<sup>20</sup>Substituted vide Khyber Pakhtunkhwa Act No. IV of 2011

<sup>21</sup>Substituted vide Khyber Pakhtunkhwa Act No. IV of 2011

<sup>22</sup>Substituted vide Khyber Pakhtunkhwa Act No. IV of 2011

<sup>23</sup>Substituted vide Khyber Pakhtunkhwa Act No. IV of 2011

(3) The registration and renewal fees in respect of a small printing press shall respectively be two thousand rupees and five hundred rupees per annum and for a big printing press ten thousand rupees and two thousand rupees per annum.

**Explanation.-** For the purposes of this section "small printing press" shall mean a printing press installed with a capital value of one hundred and fifty thousand rupees and those installed with a capital value exceeding the said amount shall fall within the category of "big printing press".

**9. Recover of professional tax imposed by Local Councils.**---Notwithstanding the procedure provided for in the North-West Frontier Province Local Government Ordinance, 1979 (NWFP Ord. IV of 1979), or the rules made thereunder, the professional tax, where levied by a Local Council, shall be recovered by government on behalf of the Local Council concerned in such manner as it may, by notification in the official Gazette, specify.

**10. Application of existing laws.**---Where any tax, fee or cess imposed by this Act is by way of an addition to any existing tax, fee or cess imposed by or under any enactment in force, the procedure provided in such enactment and the rules framed thereunder for the assessment, collection and recovery of such tax, fees or cess shall, so far as applicable, apply to the assessment, collection and recovery of the additional tax, fee or cess.

**11. Bar of suit in civil court.**---No suit shall lie in any civil court to set aside or modify any assessment, levy or collection of a tax, fee, duty or cess made under this Act and the rules made thereunder.

**12. Power to make rules.**---Government may make rules for carrying into effect the provisions of this Act, and such rules may, among other matters, prescribe the procedure for the assessment, collection and payment of any tax, fee or cess levied, or imposition of any penalty under this Act, in so far as such procedure is not provided for in this Act.