

THE WEST PAKISTAN URBAN IMMOVABLE PROPERTY TAX ACT. 1958
(West Pakistan Act No. V of 1958)

CONTENTS.

Preamble.

Sections

1. Short title and extent .
2. Definitions.
3. Levy of Tax.
- ¹[3-A Shares of cantonment Boards in the Tax.]
- ²[4. Exemptions.]
5. Ascertainment of annual value.
6. Assessing authority.
7. Making and operation of valuation lists.
8. Draft valuation list.
9. Amendment of current valuation list.
10. Appeal and revision.
11. Tax to be levied notwithstanding appeal.
12. Tax when payable.
13. Collection o f tax.
14. Recovery of tax from tenants.
15. Penalty for default in payment.
16. Recovery of unpaid dues.
- ³[17. Remuneration for Excise Department.]
18. Powers of assessing authority to require returns for valuation list.
19. Powers of assessing authority to require returns at any time.
20. Valuation list not to be rendered in valid by certain failures or omissions.
21. Assessing authorities, officers and servants to be deemed public servants.
22. Exclusion of jurisdiction of civil Courts.
23. Power to make rules.
24. Repeal and saving.
- ⁴[Schedule-I]
- ⁵[Schedule-II]

¹Section 3-A ins: vide the Khyber Pakhtunkhwa Act No. VI of 1972.

²Substituted. vide the Khyber Pakhtunkhwa Act No. XXIX of 2022

³Substituted vide the Khyber Pakhtunkhwa Act No. XXII of 2020.

⁴Substituted vide the Khyber Pakhtunkhwa Act No. I of 2024.

⁵Substituted vide the Khyber Pakhtunkhwa Act No. I of 2024.

THE WEST PAKISTAN URBAN IMMOVABLE PROPERTY TAX ACT. 1958
(West Pakistan Act No. V of 1958¹)

[10th April, 1958].

*An Act to consolidate the law relating to the levy of a tax on Urban
Immovable Property in the Province of West Pakistan.*

Whereas it is expedient to consolidate the law relating to the levy of a tax on Urban Immovable Property in the Province of West Pakistan; Preamble.

It is hereby enacted as follows:—

1. (1) This Act may be called the West Pakistan Urban Immovable Property Tax Act, 1958. Short title and extent.

(2) ²[It extends to the whole of ³[the Province of the Khyber Pakhtunkhwa] except the Tribal Areas].

2. In this Act unless the context otherwise requires, the following expressions shall have the meanings hereby respectively assigned to them, that is to say— Definitions.

(a) "assessing authority" means the assessing authority constituted under this Act;

(b) "Collector" means an officer appointed by Government by name, or by virtue of his office, to discharge the functions and to perform the duties of a Collector under this Act in any specified area;

(c) "Commissioner" means an officer appointed by Government by name, or by virtue of his office, to discharge the functions and to perform the duties of a Commissioner under this Act in any specified area;

(d) "Government" means Government of ⁴[Khyber Pakhtunkhwa]

⁵[(dd) "member of the family of the owner." means his—

(i) wife or husband, as the case may be; ⁶[and]

⁷[(ii) dependent sons and daughters;]

⁸[(iii)]

¹ For Statement of Objects and Reasons, see Gazette of West Pakistan 1958, Extraordinary pp. 319 and 320.

² Subs, by W.P. Ord. 1 of 1963.

³ Substituted vide Khyber Pakhtunkhwa Act. No. IV of 2011.

⁴ Substituted vide Khyber Pakhtunkhwa Act. No. IV of 2011.

⁵ Ins. by W.P. Ord. XXVIII of 1963.

⁶ In clause (dd), sub-clause (i), the word "and" inserted by Khyber Pakhtunkhwa Ord. XIV of 1980.

⁷ In sub-section (ii), at the beginning the words dependant and the end the word, and ins. and omitted respectively by Ord. XIV of 1980.

⁸ Subs clause (iii) deleted ibid.

¹[(e) "owner" includes a mortgagee with possession, a lessee in perpetuity, a trustee having possession of a trust property and a person to whom an evacuee property has been transferred provisionally or permanently under the Displaced Persons (Compensation and Rehabilitation) Act 1958 (Act, No. XXVIII of 1958);

(f) "prescribed" means prescribed by rules made under this Act;

(g) "rating area" means urban area where tax is levied under the provisions of this Act .

²[(ga) "Schedule" means the Schedule to this Act;]

(h) "tax" means the tax leviable, under the provisions of section 3; and

(i) "urban area" means an area within the boundaries of a Municipal Corporation, Municipal Committee, Cantonment Board, Small Town Committee, or other authority (not being a District Board) legally entitled to, or entrusted by Government with the control or management of a municipal or a local fund.

3. (1) Government may by notification specify urban areas where tax shall be levied under this Act: Levy of tax.

Provided that one urban area may be divided into two or more rating areas or several urban areas may be grouped as one rating area.

³[(2) Subject to the provisions of section 4, there shall be levied, charged and paid a tax, on the basis of annual rental value of buildings and lands in the rating areas (heretofore notified or as may hereafter be notified under this Act).-

(a) at the rate specified in Schedule I in respect of residential buildings; and

(b) at the rate specified in Schedule II in respect of commercial buildings⁴[:]

⁵[Explanation-I.-Residential buildings are the buildings which are used for the purpose of dwelling whereas commercial buildings are the buildings alongwith any appurtenances and installations that may be attached therewith, which are used as office establishment or for carrying on any commerce or trade.

Explanation-II.-In case when compartmentalization and partition is carried out in the buildings in such a way to collectively use the building

¹ Subs by W.P. Ord No. XXVIII of 1963 .

² Inserted vide the Khyber Pakhtunkhwa Act III of 1997.

³ Subs. vide the Khyber Pakhtunkhwa Ord. No. XV of 2001.

⁴ Subs. vide the Khyber Pakhtunkhwa Act. No. I of 2008, appearing thereafter, deleted.

⁵ Added vide the Khyber Pakhtunkhwa Act No. XIII of 2011.

for residential as well as commercial purposes or to house more than one dwellings, the tax in respect of such compartments and partitions shall be levied in a manner as if they are separate buildings.]

¹[(2a) A rebate at the rate of ²[20]% of the tax assessed under sub-section (2) shall be admissible to those assesses who pay the tax in advance for the whole year by the ³[31st day of July] of the year to which it relates] ⁴ [:]

⁵[* * * *]

⁶[(3) The tax shall be due from the owner of buildings and lands].

⁷[(3A) Out of the tax, collected under this Act, within the limits of the Tehsil Municipal Administration, Cantonment Board or local area development authority, Government shall, after retaining fifteen percent (15%) thereof as Government share, pay eighty-five percent (85%) of the balance to such Tehsil Municipal Administration, Cantonment Board or local area development authority, from where the tax collection has been made.]

Shares of
cantonment Boards
in the Tax.

⁸[4. Exemptions.---The tax shall not be leviable in respect of the following properties, namely:

- (a) buildings and lands vesting in the Federal Government or Government of Khyber Pakhtunkhwa except buildings and lands vesting in-
 - (i) Federal Government and are used for the purpose of profit or leased in perpetuity;
 - (ii) Government of Khyber Pakhtunkhwa and are used for the purpose of profit or leased in perpetuity; or
 - (iii) Semi-Governmental Organizations, Authorities, Boards, Autonomous Bodies, Public Sector Commercial Organizations, Public Limited Companies, Public Sector Commercial Organizations of the Federal Government and Government of Khyber Pakhtunkhwa;

⁹[(b) residential buildings, the area whereof does not exceed 4.99 Marlas;]

(c) residential buildings owned and occupied by widow or minor orphan:

Provided that if a widow or a minor orphan owns more than one residential building in any rating area of the Province, she/he shall be

¹ Inserted Vide the Khyber Pakhtunkhwa Act No. V of 1999.

² Substituted. vide the Khyber Pakhtunkhwa Act No. XXII of 2020.

³ Substituted. vide the Khyber Pakhtunkhwa Act No. I of 2024.

⁴ Replaced. vide the Khyber Pakhtunkhwa Act No. XXII of 2020.

⁵ Deleted. vide the Khyber Pakhtunkhwa Act No. XIII of 2021.

⁶ Inserted by W.P. Ord. X of 1959.

⁷ Substituted. vide the Khyber Pakhtunkhwa Act No. XXII of 2020.

⁸ Substituted. vide the Khyber Pakhtunkhwa Act No. XXIX of 2022.

⁹ Substituted. vide the Khyber Pakhtunkhwa Act No. I of 2024.

exempted from payment of tax in respect of only one building which is self-occupied by her/him;

- (d) public parks, playgrounds and libraries;
- (e) buildings and lands or portions thereof used exclusively for public worship or public charity including mosques, churches, dharamsalas, gurdwaras, orphanages, alms houses, drinking water fountains, infirmaries for the treatment and care of animals and public burial or burning grounds or other places for the disposal of the dead:

Provided that the following buildings and lands or portions thereof shall not be deemed to be used exclusively for public worship or for public charity within the meaning of this section, namely:

- (i) buildings in or lands on which any trade or business is carried on unless the rent derived from such buildings or lands is applied exclusively to religious purposes or such charitable institutions as may be prescribed; and
- (ii) buildings or lands in respect of which rent is derived and such rent is not applied exclusively to religious purposes or to public charitable institutions; and

¹[(f) * * * *]

- (b) for the existing “Schedule-I”, the “Schedule-I” as specified in Appendix-I, appended to this Act, shall be substituted; and
- (c) in Schedule-II, for clause 2, the following shall be substituted, namely:

“2. Lands and buildings, acquired for the use by Government, Semi-Government Organizations, Non-Governmental Organizations, Development Financial Institutions, Corporate Bodies, Autonomous Bodies, Authorities, Boards, Private Limited Companies, Public Limited Companies, Public Sector Commercial Organizations, Companies’ Distribution Businesses or Godowns, Private Commercial Organizations, local, national or international brands or outlets, Guest Houses or Banks, shall be assessed and taxed at the rate of sixteen percent of the actual annual rent. In case of lands and buildings other than those exempted under section 4 of the Act, which is owned and occupied by such organizations, the tax shall be levied on the assessed annual rental value of such lands and buildings on the rates specified hereinbefore.

Explanation-I: The tax under this clause, with regard to Public Limited Companies, shall come into force from the 1st day of July, 2012.

Explanation-II: Where the actual rent agreement is lower than the prevailing market rent due to advance amount paid (**PAGGRI**) to the owner or middleman then the tax shall be assessed on the assessed annual rental value.]

- 5. The annual value of any land or building shall be ascertained by estimating the gross annual rent at which such land or building together Ascertainment of annual value.

¹ Deleted vide the Khyber Pakhtunkhwa Act No. I of 2024

with its appurtenances and any furniture that may be let for use or enjoyment with such building might reasonably be expected to be let from year to year, less-

- (a) any allowance not exceeding twenty per centum of the gross annual rent as the assessing authority in each particular case may consider reasonable rent for the furniture let with any such building;
- (b) an allowance of ten per centum for the cost of repairs and for all other expenses necessary to maintain such building in a state to command such gross annual rent. Such deduction shall be calculated on the balance of the gross annual rent after the deduction, if any, under clause (a); and
- (c) any land revenue actually paid in respect of such building or land:

Provided that in calculating the annual value of any building or land under this section the value of any machinery in such building or on such land shall be excluded.

6. (1) There shall be an assessing authority for every rating area. Assessing authority.

(2) The assessing authority shall exercise such powers and perform such duties as are conferred on it by this Act or the rules made thereunder.

7. (1) A valuation list shall be made by the prescribed authority in accordance with the rules framed under this Act for every rating area so as to come into force either on the first day of ¹[July], or the first day of ²[January], and thereafter a new valuation list shall be made from time to time so that the interval between the dates on which one valuation list and the next succeeding valuation list respectively come into force shall be a period of ³[three] years: Making and operation of valuation lists.

Provided that Government may by order—

- (a) reduce by a period not exceeding one year or extend by a period not exceeding three years the interval which would otherwise elapse between the coming into force of any two successive valuation lists for any rating area, or, where a valuation list has been lost or destroyed by operation of circumstances beyond control, cancel the list, direct the preparation of a new list and order recovery of pending tax to be made on the basis either of the last preceding valuation list or of the new list prepared under this proviso; and
- (b) divide any rating area into parts for the purposes of a new valuation list and determine the years in which the next following valuation list for each of such parts respectively shall be made and come into force.

(2) Subject to the provisions of any such order as aforesaid, every

¹ Subs. by W. P. Ord. VII of 1961 for April .

² Subs. by *ibid*, for October.

³ Subs vide the Khyber Pakhtunkhwa Act No. III of 1997.

valuation list shall come into force on the first day of ¹[July] or the first day of ²[January] as the case may be, next following the date on which it is finally approved by the assessing authority and shall, subject to the provisions of this Act, and the rules made thereunder (including the provisions with respect to the alteration of and the making of additions to the valuation list) remain in force until it is superseded by a new valuation list.

³[(3) After every three years the tax shall be increased at the rate of fifteen percent of the tax last assessed and a new valuation list shall accordingly be prepared.]

8. (1) Where the assessing authority for any area has issued notices requiring returns in connection with the making of a new valuation list, the said authority shall, as soon as may be after the expiration of the period allowed for the delivery of the returns, cause a draft valuation list to be prepared for the area and published in such manner as may be prescribed: Draft valuation list.

(2) Any person aggrieved by any entry in the draft valuation list, or by the insertion therein or omission therefrom of any matter, or otherwise with respect to the list, may, in accordance with the rules made under this Act, lodge an objection with the assessing authority at any time before the expiration of thirty days from the date on which the draft valuation list is published. ⁴[..]

⁵[Provided that in special circumstances the Commissioner may, by notification, extend the period to a maximum of sixty days].

9. Subject to such rules, if any, as the Government may think fit to make in this behalf, the assessing authority may at any time make such amendments in a valuation list as appear to it to be necessary in order to bring the list into accord with existing circumstances and in particular may— Amendment of current valuation list.

- (a) correct any clerical or arithmetical error in the list;
- (b) correct any erroneous insertion or omission or any misdescription;
- (c) make such additions to or corrections in the list as appear to the authority to be necessary by reason of—
 - (i) a new building being erected after the completion of the valuation list;
 - (ii) a building included in the valuation list being destroyed or substantially damaged or altered since its value was last previously determined;

¹ Subs, by W.P. Ord No.VII of 1961.

² Subs. *ibid*.

³ Added by the Khyber Pakhtunkhwa Act No III of 1997.

⁴ Subs, by W. P. Ord. No.XXVIII of 1963.

⁵ Added by W.P. Ord. XXVIII of 1963 s.5.

(iii) any change in the ownership or use of any building or land:

Provided that not less than fourteen days before making any such amendment in the valuation list for the time being in force, other than the correction of a clerical or arithmetical error, or the correction of an erroneous insertion, omission or misdescription, the assessing authority shall send notice of the proposed amendment to the owner of the building or land and shall also consider any objection thereto which may be made by him.

10. (1) Any person aggrieved by an order of the appropriate authority upon an objection made before that authority under sections 8, 9, ¹[14] or 15 may appeal against such order, at any time before the expiration of thirty days from the date of such order, to the Collector of the district in which the building or land to which the objection related is situate, or to such other officer as the Government may, by notification, appoint in this behalf. Appeal and revision.

²[(IA) Any person aggrieved by any entry in the valuation list prepared under section 7, or by the insertion therein or omission therefrom of any matter, or otherwise with respect to the list, may, within sixty days of the date on which the list is to come into force, prefer an appeal in respect of such entry or matter, to the Collector or to such other officer as the Government may, by notification, appoint in this behalf.]

(2) The Commissioner or such other officer as may be appointed by the Government by notification in this behalf, may of his own motion at any time, or on application made within a period of one year from the date of the taking of any proceedings or passing of any order by an authority subordinate to the Commissioner call for and examine the record of the proceedings or the order for the purpose of satisfying himself as to the legality or propriety of the same and may pass such order in reference thereto as he may consider fit.

11. The tax shall be levied in accordance with the valuation list in force for the time being, and shall be collected and be recoverable notwithstanding any appeal which may be pending with respect to that list. Tax to be levied notwithstanding appeal.

12. The tax shall be payable half-yearly by such dates as may be prescribed ³[:] Tax when payable.

⁴[Provided that Government may, by notification, direct that in any rating area the tax shall be paid yearly, half-yearly or monthly installments, subject to the approval of the Assessing Authority].

13. The tax shall be paid to such person or authority and in such manner as the Government may prescribe. Collection of tax.

¹ Ins. by W.P. Ord. XXVIII of 1963.

² Added by W.P. Ord. XXV of 1962.

³ Subs-by W.P. Ord. XXVIII of 1963.

⁴ Substituted. vide the Khyber Pakhtunkhwa Act No. XXII of 2020

14. Where the tax due from any person on account of any building or land is in arrears, it shall be lawful for the prescribed authority to serve upon any person paying rent in respect of that building or land, or any part thereof, to the person from whom the arrears are due, a notice stating the amount of such arrears of tax and requiring all future payments of rent (whether the same have already accrued due or not) by the person paying the rent to be made direct to the prescribed authority until such arrears shall have been duly paid, and such notice shall operate to transfer to the prescribed authority the right to recover, receive and give a discharge for such rent. If the person paying rent wilfully fails or neglects to comply with the notice aforementioned, the prescribed authority may, after giving him an opportunity of being heard, proceed against him as it would have proceeded under the provisions of this Act against the owner of the building or land in respect of which the tax is in arrears.

Recovery of tax from tenants.

15. (1) If any person on being served with such notice as may be prescribed fails to pay within the period specified in the notice any amount due from him on account of the tax, the prescribed authority may recover from him as penalty a sum not exceeding the amount of the tax so unpaid, in addition to the amount of the tax payable by him.

Penalty for default in payment.

¹[(1A) In case of willful default, on the part of the owner in the provision of a copy of rent agreement, as specified in Schedule-II, a penalty, not exceeding rupees ten thousand, shall be imposed in addition to other penalties under section 15 of this Act.]

(2) No such penalty shall be imposed unless the prescribed authority is satisfied that the person liable to pay the tax has wilfully failed to pay the same.

16. (1) If any sum due on account of the tax levied under section 3 or as a penalty imposed under this Act, is not paid within the time allowed for its payment and the person from whom it is due does not show cause to the satisfaction of the Collector or any other person authorised by him why he should not pay the same, such sum (inclusive of all costs of recovery) may be recovered under a warrant in the prescribed form or in a form to the like effect to be signed by the Collector—

Recovery of unpaid dues.

- (i) by distress or sale of the movable property belonging to such person; or
- (ii) by attachment and sale of the immovable property belonging to him.

The warrant may be addressed to an officer of the Excise and Taxation Department for execution, and in executing it he may obtain such assistance from other servants of the Department as he may consider necessary.

(2) Notwithstanding anything contained in sub-section (1), any sum on account of the tax levied or penalty imposed under this Act remaining unrecovered shall be recoverable as arrears of land revenue.

¹ Inserted vide the Khyber Pakhtunkhwa Act No. XXII of 2020.

(3) Notwithstanding anything contained in any law and notwithstanding any rights arising out of any contract or otherwise whatsoever, any sum due on account of the tax levied under section 3 or as a penalty imposed under this Act in respect of any building or land, shall, subject to the prior payment of the land revenue, if any, due to the Government thereon, be a first charge upon such building or land and upon the movable property, if any, found within or upon such building or land and belonging to the person liable for such tax or penalty.

¹[(4) The Board of Revenue, local area development authorities, Tehsil Municipal Administration, Sub-Registrar, or any other Department, autonomous or semi-autonomous under the control of Government, shall not transfer or process any transaction against an immovable property unless liability under this Act has been cleared and paid to Government.]

²[17. **Remuneration for Excise Department.**---The tax, under this Act, shall be collected by the Excise, Taxation and Narcotics Control Department of Government and Government may fix such remuneration on account of the cost of collection as may be prescribed.]

18. (1) In every case where a new valuation list is intended to be made for any rating area, the assessing authority shall give public notice of such intention in such manner as may be prescribed, and may serve a notice on the owner, occupier or lessee of any building or land in the said area, or on any one of them, requiring him, or them to make a return containing such particulars as may be prescribed.

Powers of assessing authority to require returns for valuation list.

(2) Every person on whom a notice to make a return is served in pursuance of the provisions of this section shall, within thirty days of the date of the service of the notice, make a return in such form as is required by the notice, and deliver it in the manner so required to the assessing authority.

(3) If any person on whom such notice has been served fails within the required period to submit such return, the assessing authority may proceed to value such property in such manner as it deems fit.

19. If the assessing authority at any time desires any person, who is the owner, lessee or occupier of any building or land wholly or partly within the rating area, to make a return with respect to any of the matters regarding which a return may be prescribed, it may serve a notice on that person requiring the return, and that person shall, within thirty days from the service of the notice send the required return to the assessing authority:

Powers of assessing authority to require returns at any time.

Provided that the assessing authority may, in its discretion, extend the period for the delivery of any such return.

20. Any failure on the part of the assessing authority to complete any proceedings with respect to the preparation of a valuation list within the time required by this Act, or the rules made thereunder, or the omission from a valuation list of any matters required by the rules to be included therein shall not, of itself, render the list invalid.

Valuation list not to be rendered invalid by certain failure or omissions.

¹ Added vide the Khyber Pakhtunkhwa Act No. XXII of 2020.

² Substituted vide the Khyber Pakhtunkhwa Act No. XXII of 2020.

21. Every assessing authority, and every officer working under the orders of such authority for the purposes of this Act, shall be deemed to be a public servant within the meaning of section 21 of the Pakistan Penal Code. Assessing authorities officers and servants to be deemed public servants.
22. No civil Court shall have jurisdiction in any matter which the Government or an assessing authority or any officer or servant is empowered by this Act or the rules made thereunder to dispose of, or take cognizance of the matter in which the Government, or any assessing authority, officer or servant exercise any powers vested in it or him by or under this Act or the rules made thereunder. Exclusion of jurisdiction of civil courts.
23. (1) The Government may make rules ¹for carrying out the purposes of this Act. Power to make rules.
- (2) Without prejudice to the generality of the foregoing provisions such rules may provide for any or all of the following matters, namely—
- (a) the appointment, powers and duties of assessing authorities and other provisions with respect to such authorities;
 - (b) the placing of identification marks on, and entry into or upon, any building or land;
 - (c) the preparation and publication of valuation lists, including publication and inspection of draft valuation lists, notices of objections and hearing of objections, and other matters incidental thereto;
 - (d) the practice and procedure to be followed on and in connection with appeals, including—
 - (i) notices of appeals;
 - (ii) prescription of scales of costs;
 - (iii) prescription of fees to be charged in connection with appeals;
 - (e) the prescription of the form of any notice, valuation list, statement, return, or other document whatsoever which is required or authorised to be used under or for the purposes of this Act;
 - (f) the mode of service of any notice, order or document required or authorised to be served;
 - (g) the inspection and taking copies of and extracts from any draft valuation list, valuation list, notice of objections, proposal for amendment to the valuation list, notice of

¹ For the rules see Gazette of West Pakistan 1959, Extraordinary pp. 13 to 32.

appeal, valuation made by valuer, and fees for such inspection or copies;

- (h) the appointment of valuers to advise or assist in connection with the valuation of buildings or lands and their powers and duties;
- (i) the time at and the manner in which the amount of tax shall be paid to the Government;
- (j) the portion of the tax to be refunded or remitted and the manner in which and the conditions subject to which such refund or remission may be granted:
- (k) the prescription of fees to be charged in connection with any application made under this Act, or the rules made thereunder;
- (l) any matter which is required by this Act, to be prescribed.

(3) In making any rules under sub-sections (1) and (2) Government may direct that the prescribed authority may impose a penalty not exceeding two hundred rupees on a person who is guilty of a breach of the provisions thereof.

(4) Rules made under this section shall be laid before the Provincial Assembly ¹[.] as soon as may be after they are made.

24. (1) The Punjab Urban Immovable Property Tax Act, 1940, the Sindh Urban Immovable Property Tax Act, 1948, ²[the Sindh Urban Immovable Property Tax Act, 1948 as applicable to Karachi] and the ³[Khyber Pakhtunkhwa] Urban Immovable Property Tax Act, 1948, are hereby repealed. Repeal and saving.

(2) Notwithstanding the repeal of the Acts mentioned in sub section (1), everything done, action taken, obligation, liability, penalty or punishment incurred, inquiry or proceeding commenced, officer appointed or person authorised, jurisdiction or power conferred, rule made and order or notification issued under any of the provisions of the said Acts, shall, if not inconsistent with the provisions of this Act, be continued, and so far as may be, be deemed to have been respectively done, taken, incurred, commenced, appointed, authorised, conferred, made or issued under this Act.

¹ Omitted by Khyber Pakhtunkhwa A.L. Order 1975.

² Ins. by W.P. Ord. 1 of 1963, S.3.

³ Substituted vide Khyber Pakhtunkhwa Act. No. IV of 2011.

**¹[SCHEDULE-I
see sections 3(2) and 4(b)]**

Part-A:

Sr. No.	Category.	Rate of tax for areas of Provincial Headquarters as notified by Government (per annum) (Rs).			Rate of tax at Divisional Headquarters (per annum) (Rs).		Rate of tax in suburban areas of Divisional Headquarters (per annum) (Rs).		Rate of tax at District Headquarters (per annum) (Rs).		Rate of tax at District other than District Headquarters (per annum) (Rs).	
		A	B	C	Townships.	Other than Townships.	Townships.	Other than Townships.	Townships.	Other than Townships.	Townships.	Other than Townships.
1.	Upto 4.9 Marlas.	Exempted	Exempted	Exempted	Exempted	Exempted	Exempted	Exempted	Exempted	Exempted	Exempted	Exempted
2.	Exceeding 4.9 Marlas but not exceeding 10 Marlas.				Rs.3000/-	Rs.2500/-	Rs.2500/-	Rs.2000/-	Rs.2000/-	Rs.1700/-	Rs.2000/-	Rs.1500/-
3.	Exceeding 10 Marlas but not exceeding 15 Marlas.				Rs.3,500/-	Rs.3000/-	Rs.3000/-	Rs.2700/-	Rs.3000/-	Rs.2500/-	Rs.2500/-	Rs.2000/-
4.	Exceeding 15 Marlas but not exceeding 18 Marlas.				Rs.4,700/-	Rs.4,000/-	Rs.4000/-	Rs.3500/-	Rs.3500/-	Rs.3000/-	Rs.3000/-	Rs.2500/-
5.	Exceeding 18 Marlas but not exceeding 20 Marlas.				Rs.15,000/-	Rs.13,500/-	Rs.13,500/-	Rs.10000/-	Rs.7,000/-	Rs.6000/-	Rs.6000/-	Rs.5000/-
6.	Exceeding 20 Marlas but not exceeding 30 Marlas.				Rs.25,000/-	Rs.18,000/-	Rs.15,000/-	Rs.12,000/-	Rs.10,000/-	Rs.8000/-	Rs.7000/-	Rs.6,000/-
7.	Exceeding 30 Marlas but not exceeding 40 Marlas.				Rs.30,000/-	Rs.28,000/-	Rs.25,000/-	Rs.22,000/-	Rs.20,000/-	Rs.18,000/-	Rs.15,000/-	Rs.10,000/-
8.	Exceeding 40 Marlas.				Rs.40,000/-	Rs.37,000/-	Rs.35,000/-	Rs.30,000/-	Rs.25,000/-	Rs.20,000/-	Rs.18,000/-	Rs.15000/-

Provided that-

- (a) all units, falling under entry at Serial No. 1, are exempted from Urban Immovable Property Tax for the Financial Year 2024-25.
- (b) rate of tax for the rest of entries from Serial Nos. 2 to 8 of areas of Provincial Headquarters shall be,-

¹ Substituted vide the Khyber Pakhtunkhwa Act No. I of 2024.

- (i) for category “A”, Rs. 5000/- fixed for 5 marla and Rs.1000/- to be charged for every additional marla or part thereof.
- (ii) for category “B”, Rs. 4000/- fixed for 5 marla and Rs.800/- to be charged for every additional marla or part thereof.
- (iii) for category “C”, Rs. 3000/- fixed for 5 marla and Rs.500/- to be charged for every additional marla or part thereof.

Part-B:

Provided that residential apartments and penthouses shall also be charged with the rates mentioned in SCHEDULE-I above.

Part-C:

Tax on properties let out on rent, lease or other similar arrangement and not in use of their registered owners, shall be double of the rates mentioned in SCHEDULE-I above; provided that the buildings or lands rented out or leased out under **Part-D** shall be excluded from the tax rates mentioned under this Part.

Part-D:

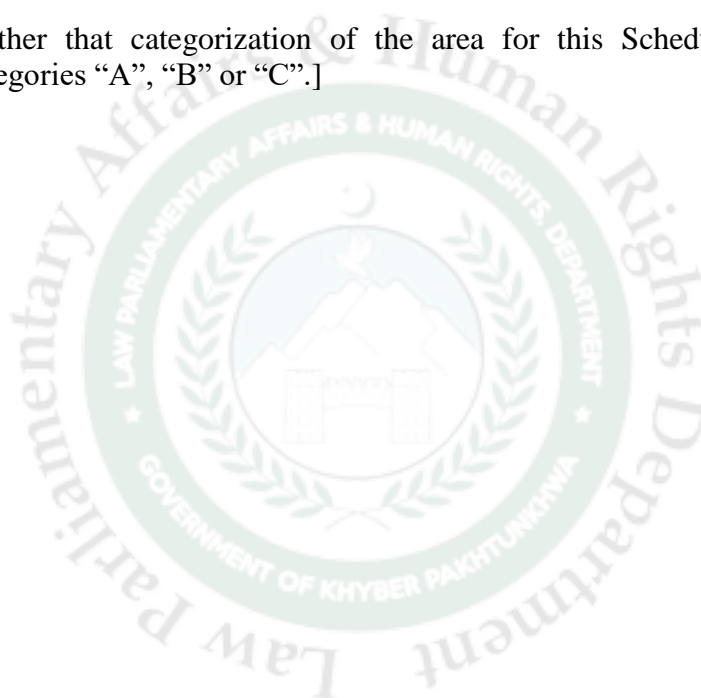
Residential lands and buildings acquired for the use on rent:

Sr.No.	Residential premises rented to.	Annual rate of tax (% of actual rent).
1.	Government Organization.	10 %
2.	Semi Government Organization.	10%
3.	Non-Governmental Organizations.	10%
4.	Development Financial Institutions.	10%
5.	Corporate Bodies.	10%
6.	Autonomous Bodies.	10%
7.	Public Limited Companies.	10%
8.	Public Sector Commercial Organizations.	10%
9.	Private Limited Companies.	10%
10.	Private Commercial Organizations.	10%
11.	Companies.	10%
12.	Distribution Businesses.	10%
13.	Godowns.	10%
14.	Guest Houses.	10%
15.	All types of banks and financial institutions.	15%

16.	Lands and buildings other than those exempted under section 4 of the Act, which is owned and occupied by such organizations.	The tax shall be levied on the assessed annual rental value of such lands and buildings on the rates prescribed herein- before. The assessment shall be made by a committee duly notified by the Secretary.
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Provided that where the actual rent agreement is lower than the prevailing market rent, due to the advance amount paid (**PAGGRI**) to the owner or middleman then the tax shall be levied on the assessed annual rental value:

Provided further that categorization of the area for this Schedule shall be made by Government into categories “A”, “B” or “C”.]



¹[SCHEDULE-II
see section 3(2) (b)]

Part A:

Commercial Lands and Buildings acquired for the use on rent:

Sr.No.	Commercial premises rented to.	Annual rate of tax (% of actual rent).
1.	Government organization	10 %
2.	Semi Government Organization	10%
3.	Non-Governmental Organizations	10%
4.	Development Financial Institutions	10%
5.	Corporate Bodies	10%
6.	Autonomous Bodies	10%
7.	Public Limited Companies,	10%
8.	Public Sector Commercial Organizations	10%
9.	Private Limited Companies,	10%
10.	Private Commercial Organizations	10%
11.	Companies	10%
12.	Distribution Businesses	10%
13.	Godowns	10%
14.	Guest Houses	10%
15.	Private hospitals	5%
16.	Medical stores and other businesses working in health sector	5%
17.	Properties being rented out to air ticketing agencies and Jewelers	10%
18.	All types of banks, and financial institutions	15%
19.	Tenant or leaseholder of Evacuee trust properties using the property for commercial and business purposes	5%
20.	Lands and buildings other than those exempted under section 4 of the Act, which are owned and occupied by such organizations,	The tax shall be levied on the assessed annual rental value of such lands and buildings on the rates prescribed hereinbefore. The assessment shall be made by a committee duly notified by the Secretary

Provided that where the actual rent agreement is lower than the prevailing market rent due to the advance amount paid (**PAGGRI**) to the owner or middleman then the tax shall be assessed on the assessed annual rental value.”

¹ Substituted vide the Khyber Pakhtunkhwa Act No. I of 2024.

Provided further that both parties shall enter into a written agreement in quadruplicate indicating annual rent to be derived and share a copy thereof with the assessing authority on an annual basis. For this part, the actual rent means annual rent agreed between the parties:

- i. **Punishment for concealment of facts.**---(1) Any owner or lessee or tenant of the immovable property who commits the offense of concealment of actual rent derived shall be punishable with imprisonment for a term which may extend up to one year (1) years and with a fine not exceeding the amount of tax payable.
- ii. **Imposition of fine.**---Where an owner found guilty of an offense of concealment of actual rent is sentenced to pay a fine, the amount of the fine shall in no case be less than the tax evaded by the assessee or any dependent or associate by the commission of the offense. Provided that the total fine shall not exceed the total tax payable.
- iii. **Recovery of the amount of fines, etc. as arrears of land revenue.**---Any fine or other sum due under this Act, or as determined due by the assessing authority, shall be recoverable as arrears of land revenue.

Part-B:

Tax for properties as per clause 4 shall be calculated with the following formula:

- (a) the formula for tax calculation shall be: (plot area in the square yard (a) + covered area in square feet (b) multiplied by locality factor (c):

Provided that passageways, washrooms, and other public utilities shall not be counted while calculating/counting the covered area:

Provided further that open sheds and verandas shall be counted as half of its total measurement while calculating the covered area; and

- (b) locality factors for computing tax liability as per clause (a) above, are given in the table below:

Locality/ Category.	Ground Floor.	Basement.	1st Floor.	2nd Floor.	3rd Floor.	4th Floor.	5th Floor.	All other Floors beyond 5th Floor.
A1	22	18	18	16	14	12	10	8
A	18	13	13	11	9	7	5	5
B	12	8	8	7	6	5	5	5
C	7	5	5	5	5	5	5	5
D	5	5	5	5	5	5	5	5

- (c) Plot area in sq. yards shall be counted once on the ground floor. For upper stories, i.e. from the floor and onwards, only the covered area shall be taken into account, and the formula shall be covered area in square feet (b) multiplied by locality factor (c) (b x c).

Part-C:**For Educational Institutions:**

Sr. No.	Category of educational institute.	Annual tax based on locality (Rs).			
		A-I and A.	B.	C.	D.
1.	Primary (up to class 5)	40000/-	30000/-	20000/-	10000/-
2.	Middle (up to class 8)	50000/-	40000/-	30000/-	20000/-
3.	High (up to class 10)	100000/-	80000/-	40000/-	30000/-
4.	Higher secondary (up to class 12)	150000/-	120000/-	50000/-	40000/-
5.	Graduate level (up to 16 years education)	200000/-	150000/-	100000/-	100000/-
6.	Post Graduate (18 years education and Ph.D. level)	250000/-	200000/-	120000/-	120000/-

Part-D:**Other special categories:**

Sr. No.	Type of property.	Annual rate of tax.
1.	Industrial building situated in rating area.	Rs. 10,000/- upto one kanal (5445 square feet). Above one kanal every additional kanal will be charged @ Rs. 10,000 per kanal.
2.	Grid stations.	As per clause(a) of Part-B
3.	Service stations of vehicles, irrespective of operating in addition to other services.	Rs. 20,000/-
4.	Petrol pumps and CNG stations.	Rs. 50,000/-
5.	Buildings and lands used for the erection of Mobile Phone Towers.	1. Provincial Headquarters___Rs.40,000/- 2. Divisional Headquarter and respective sub-urban areas___Rs.30,000/- 3. District Headquarter and respective sub-urban areas___Rs.20,000/-

Note: Categorization of the area for this schedule shall be made by the Government into Categories “A1”, “A”, “B” “C” or “D”.]