NATIONAL BOARD OF REVENUE

Income Tax at a Glance

Among direct taxes, income tax is the main source of revenue. It is a progressive tax system. Income tax is

imposed on the basis of ability to pay. "The more a taxpayer earns the more he should pay"- is the basic

principle of charging income tax. It aims at ensuring equity and social justice. In Bangladesh income tax is

being administered under the tax legislations named as "THE INCOME TAX ORDINANCE, 1984

(XXXVI OF 1984) and INCOME TAX RULES, 1984."

(2) Income Tax Authorities: (Section 3 of the Ordinance)

The National Board of Revenue;

Chief Commissioner of Taxes;

Directors-General of Inspection (Taxes);

Commissioner of Taxes (Appeals);

Commissioner of Taxes (Large Taxpayer Unit);

Director General (Training);

Director General, Central Intelligence Cell;

Commissioners of Taxes;

Additional Commissioners of Taxes (Appeal/Inspecting);

Joint Commissioners of Taxes (Appeal/Inspecting);

Deputy Commissioners of Taxes;

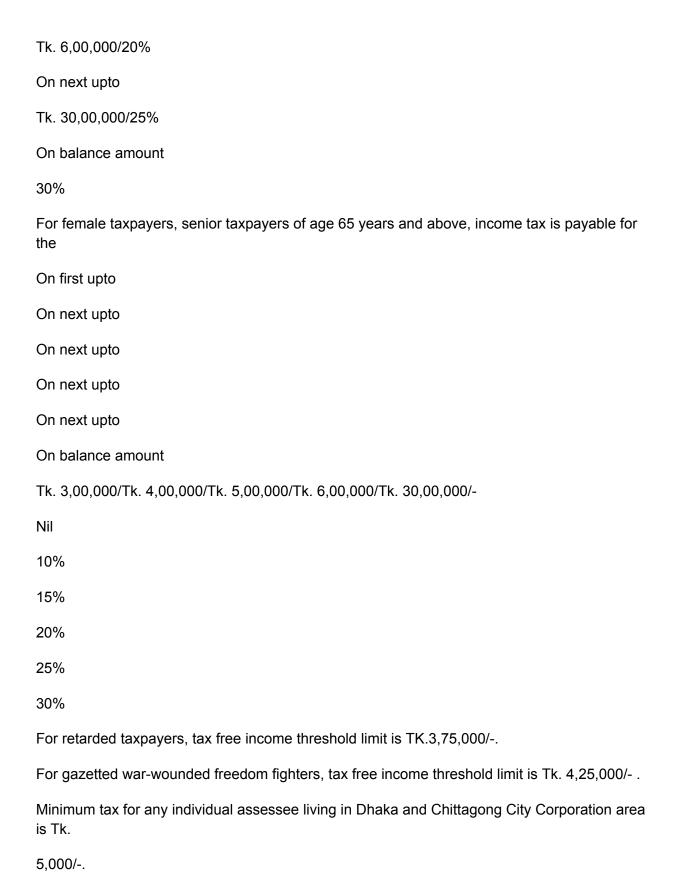
Tax recovery officers;

Assistant Commissioners of Taxes;

Extra Assistant Commissioners of Taxes; and

Inspectors of Taxes. (3) Heads of Income: (Section 20 of the Ordinance) For the purpose of computation of total income and charging tax thereon, sources of income can be classified into 7 categories, which are as follows: Salaries. Interest on securities. Income from house property. Agricultural Income. 1 Income from business or profession. Capital gains. Income from other sources. (4) Tax Rate (Assessment Year 2015-16) (As per Finance Act, 2015): (a) Other than Company: For individuals other than female taxpayers, senior taxpayers of 65 years and above, retarded taxpayers and gazetted war-wounded freedom fighter, income tax is payable for the On first upto Tk. 2,50,000/Nil On next upto Tk. 4,00,000/10% On next upto Tk. 5,00,000/15%

On next upto



Minimum tax for any individual assessee living in other City Corporations area is Tk. 4,000/
Minimum tax for any individual assessee living in any other areas is Tk. 3,000/
Non-resident Individual 30% (other than non-resident Bangladeshi)
(b) For Companies
(i)
(ii)
(iii)
Publicly Traded Company
25%
Non-publicly Traded Company
35%
Bank, Insurance & Financial institutions (Except
Merchant bank):
Publicly listed and 4th generation Banks & FI
Other Banks & FI
(iv)
Merchant bank
40%
42.5%
37.5%
2
(v) Cigarette manufacturing company/Others
(vi) Mobile Phone Operator Company
(vii) Publicly traded mobile company

45%

45%

40%

If any non-publicly traded company transfers minimum of 20% shares of its paid-up capital through

IPO (Initial Public Offering) it would get 10% rebate on total tax in the year of transfer.

- (5) Tax Rebate for investment :[Section 44(2)/only allowable for Resident/NonResident Bangladeshi]
- (a) Rate of Rebate:

Amount of allowable investment is - actual investment or 30% of total (taxable) income or Tk.

1,50,00,000/- whichever is less. Tax rebate amounts to 15% of allowable investment.

(b) Types of investment qualified for the tax rebate are:

Life insurance premium up to 10% of the face value.

Contribution to Provident Fund to which Provident Fund Act, 1925 applies.

Self contribution and employer's contribution to Recognized Provident Fund.

Contribution to Superannuation Fund.

Contribution up to TK 60,000 to deposit pension scheme sponsored by any scheduled bank or a financial institution.

Investment in approved debenture or debenture stock, Stocks or Shares.

Contribution to Benevolent Fund and Group Insurance premium.

Contribution to Zakat Fund.

Donation to charitable hospital approved by National Board of Revenue.

Donation to philanthropic or educational institution approved by the Government.

Donation to socio-economic or cultural development institution established in Bangladesh by Aga

Khan Development Network.

Donation to ICDDRB.

Donation to philanthropic institution-CRP, Savar, Dhaka.

Donation up to tk. 5 lac to (1) Shishu Swasthya Foundation Hospital, Mirpur, Shishu Hospital,

Jessore and Hospital for Sick Children, Sathkhira run by Shishu Swasthya Foundation, Dhaka. (2)

Diganta Memorial Cancer Hospital, Dhaka. (3) The ENT and Head-Neck Cancer Foundation of Bangladesh, Dhaka and (4) Jatiya Protibandhi Unnayan Foundation, Mirpur, Dhaka.

Donation to Dhaka Ahsania Mission Cancer Hospital.

Donation to Sylhet Diabetic Samity, Islamia Eye Hospital and MA Ispahani Institute of Opthalmology, Kidney Foundation and National Heart Foundation of Bangladesh.

Donation to Asiatic Society of Bangladesh.

Donation to Muktijodha Jadughar.

3

Donation to National level institution set up in memory of liberation war.

Donation to National level institution set up in memory of Father of the

Nation.

Any investment by an individual in savings certificate and Bangladesh Government Treasury Bond.

Investment in purchase of one computer or one laptop by an individual assessee.

(6) Who should submit Income Tax Return?

If total income of any individual other than female taxpayers, senior male taxpayers of 65 years and above, retarded taxpayers and war wounded gazetted freedom fighter during the income year

exceeds Tk 2,50,000/-.

If total income of any female taxpayer, senior male taxpayer of 65 years and above during the income year exceeds Tk 3,00,000/-.

If total income of any retarded taxpayer during the income year exceeds TK. 3,75,000.

If total income of any gazetted war-wounded freedom fighter taxpayer during the income year exceeds Tk. 4,25.000/-.

If any person was assessed for tax during any of the 3 years immediately preceding the income year.

A person who lives in any city corporation/paurashava/divisional HQ/district HQ and owns motor car/owns membership of a club registered under VAT Law.

If any person runs a business or profession having trade license and operates a bank account.

Any professional registered as a doctor, lawyer, income tax practitioner, Chartered Accountant, Cost

& Management Accountant, Engineer, Architect and Surveyor etc.

Member of a Chamber of Commerce and Industries or a trade Association.

Any person who participates in a tender.

Candidate for Paurashava, City Corporation, Upazilla or Parliament elections.

Any company registered under the Company Act, 1913 or 1994.

Any Non-government organization (NGO) registered with NGO Affairs Bureau.

- (7) Time to submit Income Tax Return: [Section 75(2) of the Ordinance]
- (a) For Company Taxpayers:

By fifteenth day of July next following the income year or, where the fifteenth day of July falls before the

expiry of six months from the end of the income year, before the expiry of such six months.

(b) For Other Taxpayers:

Unless the date is extended, by the Thirtieth day of September next following the income year.

4

(8) Submission of withholding tax return and time to submit: Person who makes

any TDS (Tax deduction at source) on payment, must file a separate return of withholding tax under

section 75A of the Ordinance.

15th day of October, January, April and July.

Or extended date up to 15 days by DCT.

Statement of TDS, Copy of Treasury challan /pay-orders should be submitted with the return.

(9) Consequences of Non-Submission of Return and Return of withholding tax.

(Section 124 of the Ordinance):

imposition of penalty amounting to 10% of tax on last assessed income subject to a minimum of

Tk. 1,000/in case of an individual assessee whose income was not assessed previously Tk. 5,000/-.

in case of an individual assessee whose income was assessed previously, fifty per cent (50%) of the

tax payable on the last assessed income or Tk. 1,000/-, whichever is higher.

In case of a continuing default by any type of assessee, a further penalty of Tk. 50/- for every day of

delay.

(10) Consequences of using fake TIN:

DCT can impose a penalty not exceeding TK.20,000/For continuous use of fake TIN deliberately- 3 years imprisonment, up to TK. 50,000/- fine or both.

(11) Assessment Procedures:

For a return submitted under normal scheme, assessment is made after giving an opportunity of hearing.

For returns submitted under Universal Self Assessment Scheme, the acknowledgement slip is considered to be an assessment order of the Deputy Commissioner of Taxes. Universal Self Assessment may be subject to "process and audit".

Provided that a return of income filed under universal self assessment scheme, shall not be selected for

audit where such return shows at least twenty per cent higher income than the income assessed or shown

in the return of the immediately preceding assessment year and such return(a) is accompanied by corroborative evidence in support of income exempted from tax;

- (b) does not show receipt of gift during the year;
- (c) does not show any income chargeable to tax at a rate reduced under section 44; or
- (d) does not show or result any refund.

5

(12) Appeal against the order of DCT: (Under section 153 & 158 of the

Ordinance)

A taxpayer can file an appeal against DCT's order to the Commissioner (Appeals)/Additional or Joint

Commissioner of Taxes (Appeals) and to the Taxes Appellate Tribunal against an Appeal order.

(13) Tax withholding functions:

In Bangladesh withholding taxes are usually termed as Tax deduction and collection at source. Under this

system both private and public limited companies or any other organization specified by law are legally

authorized and bound to withhold taxes at some point of making payment and deposit the same to the

Government Exchequer. The taxpayer receives a certificate from the withholding authority and gets credits

of tax against assessed tax on the basis of such certificate.

Heads of Income Subject to deduction or collection of income tax at source with

specified rates of deduction:

No

Heads
Withholding authority
Rate
1
Salaries [S-50]
deduction at average
rate
2
Discount on the
real value of
Bangladesh
Bank Bills [S-50
A]
Interest on
Interest on securities [S-51]
securities [S-51]
securities [S-51] Supply of
securities [S-51] Supply of goods and
securities [S-51] Supply of goods and execution of
securities [S-51] Supply of goods and execution of contracts and
securities [S-51] Supply of goods and execution of contracts and sub-contracts
securities [S-51] Supply of goods and execution of contracts and sub-contracts [S-52 & Rule16]
securities [S-51] Supply of goods and execution of contracts and sub-contracts [S-52 & Rule16] Any person responsible

Any person responsible
for making such
payment.
To be paid
in favour of
Respective
Zone.
maximum rate
LTU
3
4
Any person responsible
for issuing any security
Any
person
responsible
for
making
such
payment
6
LTU
5%
up to 2 lac Nil

More than 2 lac upto 5
lac 1%
More than 5 lac upto 15
lac2.5%
More than 15 lac upto 25
lac3.5%
More than 25 lac upto 3
crore4%
More than 3 crore5%
In case of:
-Oil supplied by Oil
marketing co upto 2
lac Nil
lac Nil if payment exceeds 2 lac 0.60%
if payment exceeds 2 lac 0.60%
if payment exceeds 2 lac 0.60% -Oil supplied by agent or
if payment exceeds 2 lac 0.60% -Oil supplied by agent or dealer of marketing
if payment exceeds 2 lac 0.60% -Oil supplied by agent or dealer of marketing company 1%
if payment exceeds 2 lac 0.60% -Oil supplied by agent or dealer of marketing company 1% Dhaka Zone-2,
if payment exceeds 2 lac 0.60% -Oil supplied by agent or dealer of marketing company 1% Dhaka Zone-2, Dhaka.
if payment exceeds 2 lac 0.60% -Oil supplied by agent or dealer of marketing company 1% Dhaka Zone-2, Dhaka. ChittagongZone-2, Ctg.
if payment exceeds 2 lac 0.60% -Oil supplied by agent or dealer of marketing company 1% Dhaka Zone-2, Dhaka. ChittagongZone-2, Ctg. OtherRespective

```
company -----3%
-Gas supplied by a gas
transmission company----- 3%
-Gas supplied by a gas
distribution company--3%
5
Fees for Doctors
[S-52A(1)]
The principal officer of a
company or the chief
executive of any NGO
or trust responsible for
making such payment.
6
Royalty or
technical knowhow fee
[S-52A(2)]
The government or any
other authority,
corporation or body or
any company or any
banking company or any
insurance company or
any co-operative bank or
```

any NGO responsible for making such payment Do 7 Fees for professional or technical services [Sec-52A(3)] 8 Catering service [Sec-52AA] The Government or any other authority, corporation or body, including its units, the activities of which are authorised by any law or any company as defined in clause (20) of section 2 of this Ordinance or any banking company or any

insurance company or any co-operative bank or any financial institution or any NGO, or any school or any college or any university or any hospital 7 10% 10% of the fees 10% (who submits TIN) 15% (who does not submit TIN) DhakaZone-10, ChittagongZone-2, Ctg. OtherRespective Zone. DhakaZone-8, ChittagongZone-2, Ctg. OtherRespectiv e Zone. DhakaZone-8, ChittagongZone-2, Ctg.

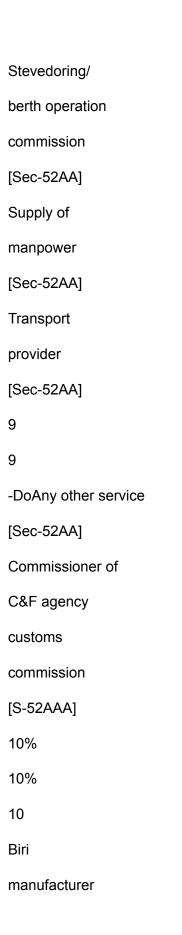
OtherRespective
Zone.
DhakaZone-14,
10%
ChittagongZone-2,
Ctg.
OtherRespective
Zone.
Cleaning service
or any clinic or any
diagnostic centre
-Do-
10%
-Do-
-Do-
10%
-Do-
-Do-
10%
-Do-
-Do-
10%
-Do-
-Do-

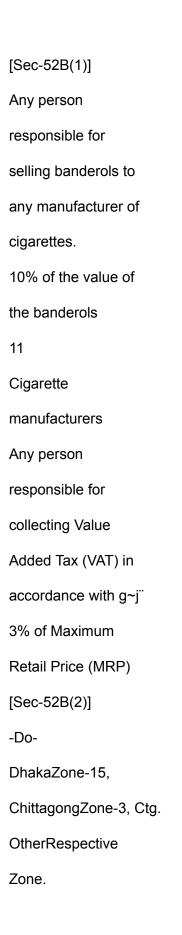
10%
-Do-
-Do-
10%
-Do-
-Do-
10%
-Do-
-Do-
10%
LTU
[Sec-52AA]
Collection and
recovery
agency
[Sec-52AA]
Contract or toll
manufacturing
[Sec-52AA]
Credit rating
agency
[Sec-52AA]
Event
management

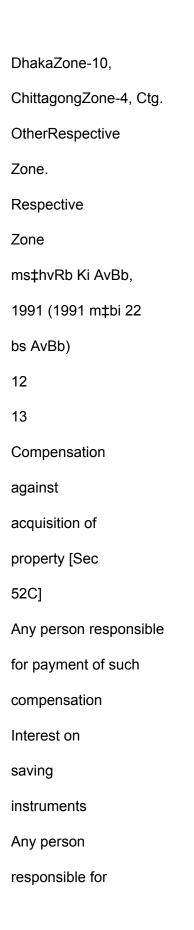


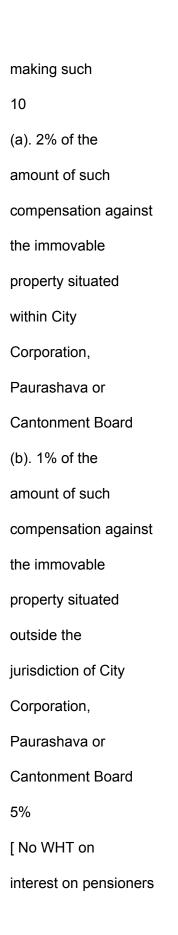
[Sec-52AA]
DhakaZone-14,
ChittagongZone-2,
Ctg.
OtherRespective
Zone.
Printing service
-Do-
10%
-Do-
-Do-
10%
-Do-
-Do-
10%
-Do-
-Do-
10%
-Do-
-Do-
10%
-Do-
-Do-
10%

-Do-
-Do-
10%
-Do-
-Do-
10%
-Do-
[Sec-52AA]
Private container
port or
dockyard
service
[Sec-52AA]
Private security
service
provider
[Sec-52AA]
Product
processing
charge
[Sec-52AA]
Shipping agency
commission
[Sec-52AA]



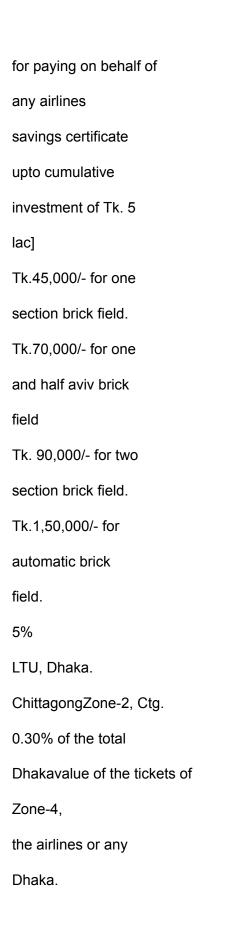






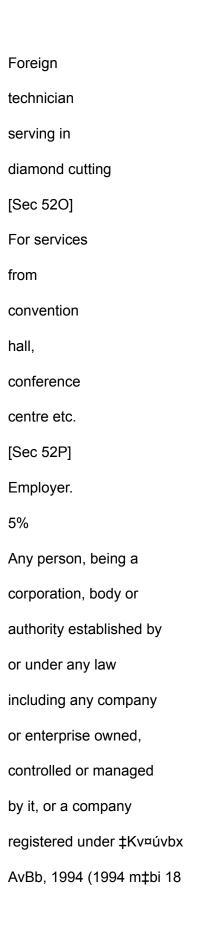


Renewal of
trade license by
City
Corporation or
Paurashava
[Sec 52K]
16
17
18
Freight forward
agency
commission
[Sec 52M]
Zone-4, Ctg.
OtherRespective
Zone.
DhakaZone-7.
ChittagongZone-4, Ctg.
OtherRespective
Zone.
Any person responsible
for opening letter of
credit.
Any person responsible





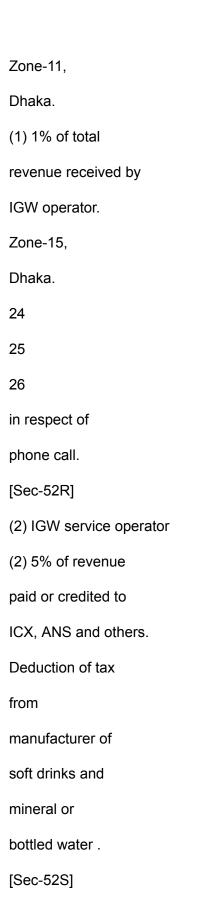
Any person responsible
for making such
payment.
11
ChittagongZone-2, Ctg.
OtherRespective
Zone.
DhakaZone-6,
Dhaka.
ChittagongZone-3, Ctg.
OtherRespective
Zone.
19
Rental Power
Company
[Sec 52N]
Bangladesh Power
Development Board
during payment to any
power generation
company against power
purchase.
6%

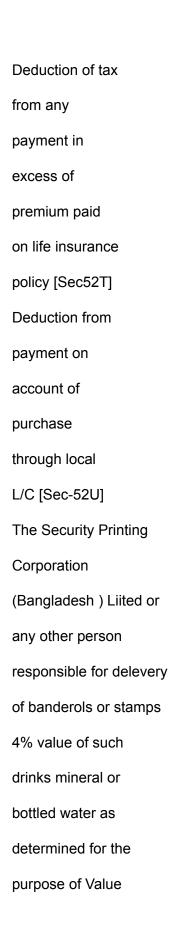


bs AvBb), any Nongovernment
Organization registered
with N.G.O Affairs
Bureau or any
university or medical
college or dental
college or engineering
college
Paying or crediting
authority
(Banks or Financial
institutions)
5%
21
22
23
Service charges,
remunerations,
consulting fees,
commissions
remitted from
abroad for
services works
done by persons

living in
Bangladesh
[Sec 52Q]
Deduction of tax
from
international
gateway service
(1)The respective bank
through which any
revenue is received on
account of IGW service.
12
DhakaZone-13.
ChittagongZone-3, Ctg.
OtherRespective
Zone.
Zone-9,
Dhaka.
Dhaka-Zone4, Dhaka.
ChittagongZone-2,
Ctg.
OtherRespective
Zone.

10%





Added Tax (VAT)

Any person responsible

for paying to a resident,

any sum in excess of

premium paid for any

life insurance policy

maintained with any life

insurance company

Respective Bank or

Financial Institute

13

5%

3%

[If purchase of goods

through local L/C

exceeds taka 5 lakh]

No tax shall be

deducted under this

section from the

payment related to

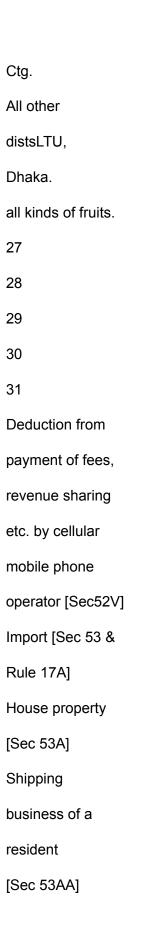
local letter of credit

(L/C) and any other

financing agreement

in respect of purchase

```
or procurement of
rice, wheat, potato,
onion, garlic, peas,
chickpeas,
lentils,
ginger,
turmeric,
dried chilies, pulses,
maize, coarse flour,
flour, salt, edible oil,
sugar, black pepper,
cinnamon,
cardamom,
clove,
date, cassia leaf,
computer
or
computer accessories,
jute, cotton, yarn and
Gazipur
Zone.
LTU
Chittagong& Coxbazar
distZone-2,
```



Export of

manpower [Sec

53B, rule-17C]

The principal officer of

a cellular mobile phone

operator company

responsible for making

such payment

10%

LTU

The Commissioner of

Customs.

- (a) 5% (general rate)
- (b) 2% on certain

imported goods

(c) Tk. 800 per ton

in case of import of

certain items

DhakaZone-14.

ChittagongZone-1, Ctg.

The Government or any

authority, corporation or

body or any company or

any banking company or

any co-operative bank or any NGO run or supported by any foreign donation or any university or medical college or dental college or engineering college or any college or school or hospital or clinic or diagnostic center as

tenant.

Commissioner of

Customs or any other

authority duly

authorized.

The Director General,

Bureau of Manpower,

Employment and

14

5% of the gross rent

OtherRespective

Zone.

DhakaZone-7,

ChittagongZone-2,

СТС
OtherRespective
Zone
5% of total freight
received or
receivable in or out
of Bangladesh.
3% of total freight
received or receivable
from services
rendered between two
or more foreign
countries.
10%
DhakaZone-10,
ChittagongZone-4,
Ctg.
Other
Respective
Zone.
Zone-4,
Dhaka.
32

35

36

(a) Export of

knit-wear and

woven garments,

(b) terry towel,

jute goods,

frozen food,

vegetables,

leather goods,

packed food [Sec

53BB]

Member of Stock

Exchanges

[Sec 53BBB]

Export or any

goods except

knit- wear and

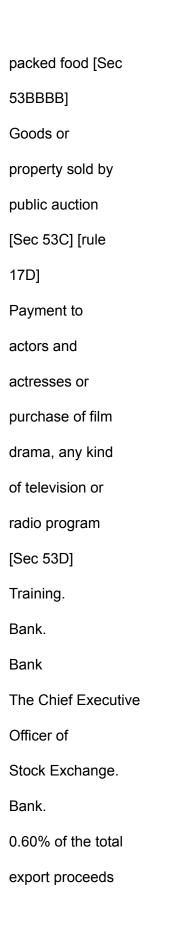
woven garments,

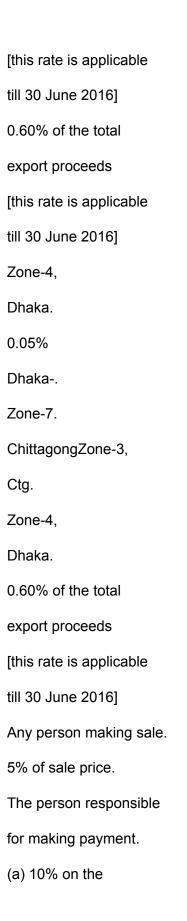
terry towel, jute

goods, frozen

food, vegetables,

leather goods,

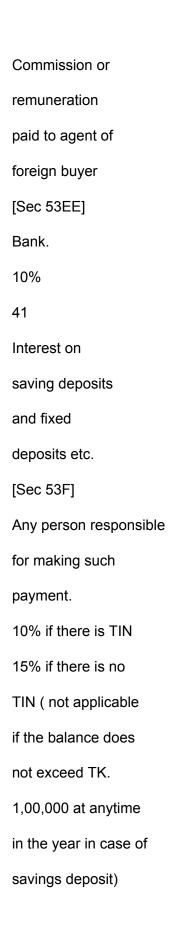


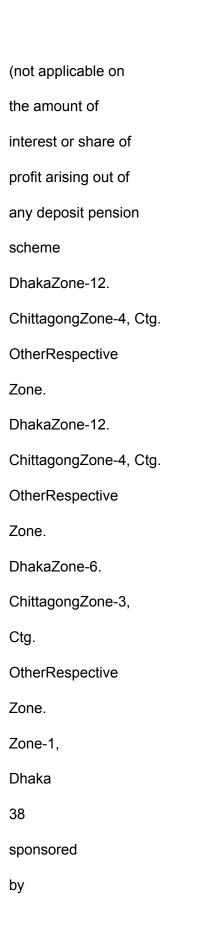


payment in case of purchase of film, drama, any kind of television or radio program (b) 10% on the payment to actor/actress (If the total payment exceed TK.10,000) 15 DhakaZone-9, ChittagongZone-4, Ctg. OtherRespective Zone. Zone-12, Dhaka. 37 Deduction of tax at source from export cash subsidy [Sec 53DDD]

Commission, discount or fees [Sec 53E(1)] Any person responsible for payment 3% Zone-4, Dhaka. Any person being a corporation, body including a company making such payment. 10% 39 Deemed Commission, discount or fees [Sec 53E(2)] Any person being a corporation, body including a company making such payment. 3%

40





the government or by a schedule bank with prior approval of the Government.) 16 42 Real estate or land development business [Sec 53FF] Any person responsible for registering any document for transfer or any land or building or apartment. (a)(i) 5% for Dhaka, Gazipur, Narayanganj, Munshiganj, Narsingdi and Chittagong districts (ii) 3% for any other districts.

(b) -Tk. 1,600 per

square meter for

building or apartment

for residential purposes

and Tk. 6,500 per sq

meter

building for commercial

purpose situated at

Gulshan Model Town,

Banani, Baridhara,

Motijeel commercial

area and Dilkusa

commercial area of

Dhaka;

-Tk. 1,500 per SQ meter

for residential building

and Tk5,000 per SQ

meter building used for

commercial purpose

situated at Defense

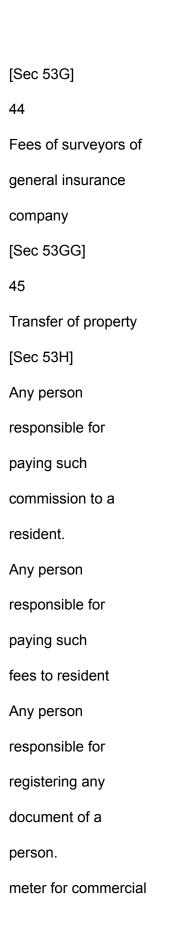
Officers Housing

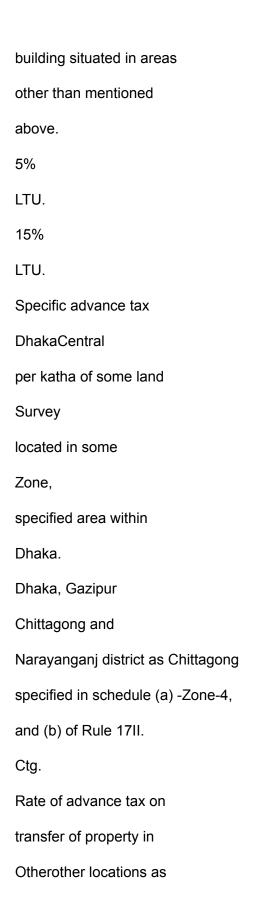
Society (DOHS),

Dhanmondi Residential

Area, Lalmatia Housing

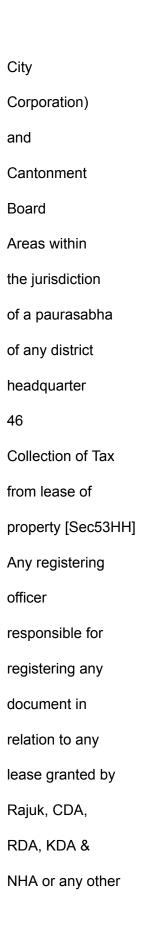
Society, Uttara Model
Town, Bashundhara
Residential Area, Dhaka
Cantonment Area,
Karwan Bazar
Commercial Area of
Dhaka and Khulshi
Resindential Area,
Panchlaish Residential
Area, Agrabad and
Nasirabad of Chittagong;
-Tk. 600 per square
meter for residential
building or apartment
and TK.1,600 per sq.
and TK.1,600 per sq. 17
17
17 DhakaZone-5.
17 DhakaZone-5. ChittagongZone-4,
17 DhakaZone-5. ChittagongZone-4, Ctg.
17 DhakaZone-5. ChittagongZone-4, Ctg. OtherRespective
17 DhakaZone-5. ChittagongZone-4, Ctg. OtherRespective Zone.
DhakaZone-5. ChittagongZone-4, Ctg. OtherRespective Zone.

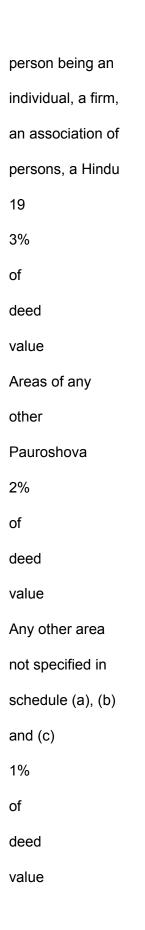




Respective
specified in schedule (c)
Zone.
of Rule-17II are as
follows:
Name of Area Rate
of
Tax
Within
the 4%
of
jurisdiction of deed
RAJUK
and value
CDA
except
areas specified
in schedule (a)
and (b)
Within
the 3%
of
jurisdiction of deed
Gazipur,

value
Narayanganj,
Munshiganj,
Manikganj,
Narsingdi,
18
Dhaka
and
Chittagong
districts
[excluding
RAJUK
and
CDA],
and
within any City
Corporation
(excluding
Dhaka
South
City
Corporation and
Dhaka
North





or any web site or any person on account of advertisement or purchasing airtime of private television channel or radio station or such website. [Sec 53K] 50 Collection of tax from transfer of shares by the sponsor shareholders undivided family, a company or any artificial juridical person Any person responsible for making such payment. The Government

or any authority,

corporation or

body including its

units, the activities

or any NGO, any

university or

medical college,

dental college,

engineering college

responsible for

making such

payment.

The Government or

any other authority,

corporation or body

or any company or

any banking

company or any

insurance company

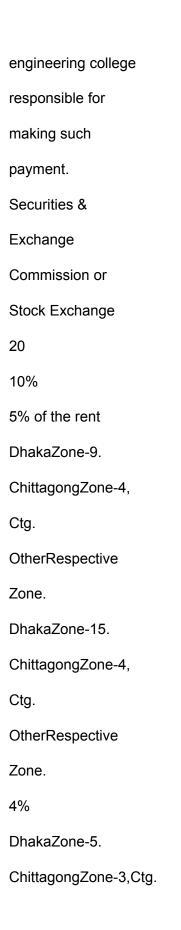
or any cooperative

bank or any NGO

or any university or

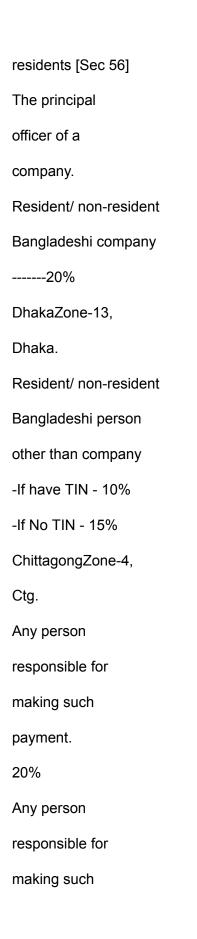
medical college or

dental college or





15% (on gain)
Zone-3,
Dhaka.
Zone-3,
Chittagong.
any person engaged
in real estate or
land development
business
15%
Zone-5,
Dhaka.
Zone-2,
Chittagong.
OtherRespective
Zone.
53
Dividends
[Sec 54]
54
Income from lottery
[Sec 55]
55
Income of non



Accounting or tax
payment.
consultancy
Advertisement making
-Do-
20%
15%
21
OthertRespective
Zone.
DhakaZone-9,
Dhaka.
ChittagongZone-3,
Ctg.
OtherRespective
Zone.
Zone-11,
Dhaka
-Do-
Advertisement
broadcasting
Advisory
or

consultancy service



Contractor,
subcontractor or supplier
Courier service
Dividend(a) company(b) any other person,
not being a companyInsurance premium
Interest, royalty or
commission
Legal service
Machinery rent
Management or event
management
Pre-shipment
inspection service
Professional service
Salary or
remuneration
Exploration or drilling
-Do-
20%
-Do-
-Do-
30%
-Do-
-Do-

7.5%

-Do-

-Do-

20%

-Do-

-Do-Do-

30%

-Do-Do-

15%

10%

-Do-Do-

30%

20%

-Do-Do-

-Do-

5%

-Do-

-Do-Do-

15%

-Do-Do-

20%

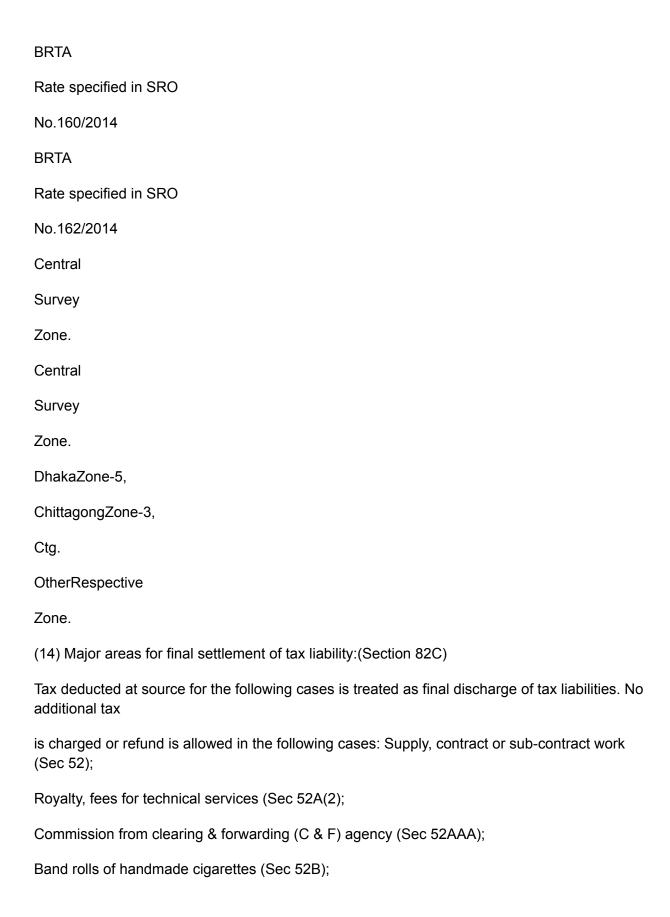
30%

-Do-Do-

10%

20%
-Do-Do-
-Do-Do-Do-
20%
15%
20%
-Do-Do-
-Do-
30%
-Do-
-Do-Do-
20%
30%
-Do-Do-
-Do-
5.25%
-Do-
22
56
57
58
in
petroleum
operations

Survey for oil or gas
exploration
Any
service
for
making connectivity
between oil or gas
field and its export
point
Any other payments
Motor vehicle
presumptive tax,
SRO:160/2014
Cargo/ Launch
presumptive tax,
SRO:162/2014
-Do-
5.25%
-Do-
-Do-
5.25%
-Do-
-Do-
30%



Compensation against acquisition of properties (Sec 52C);

The amount received as interest from any savings certificate for which tax has been deducted under section 52D;

Rental power companies (Sec 52N);

Salaries of foreign technician of Diamond cutting industry (Sec 520);

International gateway service (IGW) and Interconnection Exchange (ICX) in respect of international Phone calls (Sec 52R);

Import of goods, not being goods imported by an industrial undertaking as raw materials for its own consumption (Sec 53);

Shipping business of a resident (Sec 53AA);

Export of manpower (Sec 53B);

23

Export of all kind of goods including readymade garments (Sec 53BB & 53BBBB);

Transaction by a member of a Stock Exchange (Sec 53BBB);

Auction purchase (Sec 53C);

Cash subsidy (Sec 52DDD);

Real estate or land development business (Sec 53FF);

Insurance agent commission (Sec 53G);

Payment on account of survey by surveyor of a general insurance company (Sec 53GG);

Transfer of property (Sec 53 H);

Income from transfer of securities or mutual fund units by a sponsor share holder (Sec 53M);

Income derived from transfer of share of Stock Exchange on which tax is deducted under

section 53N;

Savings instruments;

Travel agents commission etc;
Agent of foreign buyer;
Winning of lotteries [Sec 19(13)] or (Sec 55).
(15) Tax Recovery System :
In case of non-payment of income tax demand, the following measures can be taken against a taxpayer
for realization of tax: Imposition of penalty.
Attachment of bank accounts, salary or any other payment.
Filing of Certificate case to the Special Magistrate/Collector of District.
(16) Advance Payment of Tax :
Every taxpayer is required to pay advance tax in four equal installments falling on 15th September; 15th
December; 15th March and 15th June of each year if the latest assessed income exceeds Taka four
lakh. Penalty is imposable for default in payment of any installment of advance tax.
(17) Tax incentives :
Following are fiscal incentives available to a taxpayer:I) Tax holiday: Tax holiday is allowed for industrial undertaking and physical infrastructure facility
established between 1st July 2011 to 30th June 2019 in fulfillment of certain conditions.
(a) Industrial Undertaking eligible for Tax holiday : (section 46B)
(a)
(aa)
(b)
active pharmaceuticals ingredient industry and radio pharmaceuticals industry;
automobile manufacturing industry;
barrier contraceptive and rubber latex;

24
(c)
(d)
basic chemicals or dyes and chemicals;
basic ingredients of electronic industry (e.g resistance, capacitor, transistor,
integrator circuit);
(dd) bi-cycle manufacturing industry;
(e)
bio-fertilizer; (will get tax holiday even it is set up in distict of Dhaka,
Narayanganj, Gazipur, Chittagong, introduced in FA 2012)
(f)
biotechnology;
(g)
boilers;
(gg) brick made of automatic hybrid Hoffmann kiln or Tunnel Kiln technology;
(h)
compressors;
(i)
computer hardware;
(j)
energy efficient appliances;
(k)
insecticide or pesticide;
(1)

petro-chemicals;
(m) pharmaceuticals;
(n)
processing of locally produced fruits and vegetables;
(o)
radio-active (diffusion) application industry (e.g. developing quality or decaying
polymer or preservation of food or disinfecting medicinal equipment);
(p)
textile machinery;
(p)
tissue grafting;
(qq) tyre manufacturing industry; or
(r)
any other category of industrial undertaking as the Government may, by notification
in the official Gazette, specify.
(b)
Physical Infrastructure eligible for Tax holiday: (section 46C)
(a)
deep sea port;
elevated expressway;
export processing zone;
flyover;
gas pipe line,
Hi-tech park;

Information and Communication Technology (ICT) village or software technology
zone;
Information Technology (IT) park;
large water treatment plant and supply through pipe line;
Liquefied Natural Gas (LNG) terminal and transmission line;
mono-rail;
rapid transit;
renewable energy (e.g energy saving bulb, solar energy plant, windmill);
sea or river port;
toll road or bridge;
(b)
(c)
(d)
(e)
(f)
(g)
(h)
(i)
(j)
(k)
(1)
(m)
(n)
(0)

25
(p)
(q)
(r)
II)
underground rail;
waste treatment plant; or
any other category of physical infrastructure facility as the Government may, by
notification in the official Gazette, specify.
Other Exemptions:
(a) Any service charge derived from operation of micro credit by a non-government organization registered
with NGO Affairs Bureau.
(b) Any voluntary contributions received by a religious or charitable institution and applicable solely to
religious and charitable purposes;
(c) Any income accruing to, or derived by, a provident fund to which the Provident Fund Act, 1925 (XIX
of 1925), applies;
(d) Any income received by the trustees on behalf of a recognized provident fund, an approved
superannuation fund or pension fund and an approved gratuity fund;
(e) Any amount of income received as pension;
(f) Gratuity received up to Tk. 2.5 crore;
(g) Income from dividend amounting to Tk. 25,000 received from a publicly traded company;
(h) Income from dividend of a mutual fund or a unit fund up to taka 25000;
(i) An amount equal to 50% of the income derived from export business is exempted from tax;

(j) Any income, not exceeding two lakh taka chargeable under the head "agricultural income" of an

assessee, being an individual, whose only source of income is agriculture;

(k) Income from Information Technology Enabled Services (ITES) or Nationwide Telecommunication

Transmission Network (NTTN) business is exempted up to 30th June, 2024;

- (I) Income derived from export of handicrafts is exempted from tax up to 30th June, 2019;
- (m) Income of any private Agricultural College or private Agricultural University derived from agricultural educational activities;
- (n) Income derived from any Small and Medium Enterprise (SME) engaged in production of any goods

and having an annual turnover of not more than taka thirty lakh is exempt from tax;

(o) Any profits and gains under the head "Capital Gains" arising from the transfer of stocks or Shares of a

public company as defined in †Kv¤úvbx AvBb, 1994 (1994 m‡bi 18 bs AvBb) listed in any stock exchange in

Bangladesh of an assessee being a non-resident subject to the condition that such assessee is entitled to

similar exemption in the country in which he is a resident;

- (p) An amount equal to fifty percent of the income of an assessee derived from the production of corn/maize or sugar beet;
- (q) Any income earned in abroad by an individual assessee being a Bangladeshi citizen and brought any

such income into Bangladesh as per existing laws applicable in respect of foreign remittance;

(r) Income of an assessee donated in an income year by a crossed cheque to any girls' school or

girls' college approved by the Ministry of Education of the government;

(s) Income of an assessee donated in an income year by a crossed cheque to any Technical and Vocational

Training Institute approved by the Ministry of Education of the government;

(t) Income of an assessee donated in an income year by a crossed cheque to any national level institution

engaged in the Research & Development (R&D) of agriculture, science, technology and industrial

development;

26

(III) Exemptions available for Power Sector

Following income from Power Sector is fully/substantially exempted from tax:

- (i)
- (ii)
- (iii)

Coal based private power generation companies will enjoy full tax exemption for fifteen years, if the company sign a contract with the Government in accordance with private sector power generation policy of Bangladesh within 30 June, 2020 and started commercial production within 30 June 2023;

Private power generation company will enjoy full tax exemption for fifteen years beginning with the month of commencement of commercial production if the company starts its commercial production within 30 June, 2016;

Private power generation company that starts its commercial production after 30 June, 2016 will enjoy the following tax exemption:

Period of Tax exemption

Rate of Tax

exemption

Five

years
beginning
from
commencement of commercial production
Next three years
Next two years
100%
50%
25%
(IV) Tax Rebate for Manufacturing Companies:
To ensure sustainable industrialization without disturbing the civic amenities; the following tax rebate
facilities for the manufacturing industries set up in places other than city corporation areas is given through
S.R.O No. 185-Law/Income Tax/2014, Date: 01 July, 2014 as follows:
Industries
Proposed
Tax
Rebate
Period of Proposed Tax
Rebate
Tax rebate for the manufacturing industries
commencing
commercial
operation

between 1 July, 2014 and 30 June, 2019

located outside any city corporation area

20%

Up to 10 years next from the

date of commencing commercial

operation

Tax rebate for the manufacturing industries

shifted/relocated to areas located outside

any city corporation area and commencing

commercial operation between 1 July,

2014 and 30 June, 2019

20%

Up to 10 years next from the

date of commencing commercial

operation after shifting

Tax rebate for the manufacturing industries

already started commercial production

located outside any city corporation area

10%

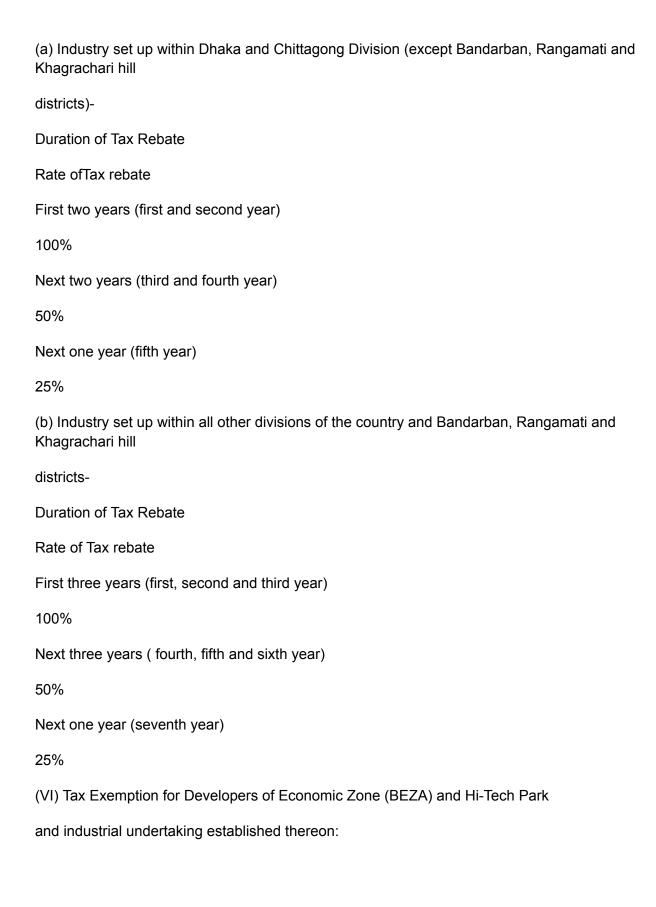
Up to 30 June, 2019

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(V) Tax Holiday for industrial undertaking established in EPZ:

According to S.R.O No. 219-law/Income Tax/2012, Date: 27 June, 2012, any industrial undertakings

set up in EPZ on or after 1 January, 2012, the following Tax benefit will be provided:



(a) According to S.R.O No. 227-law/Income Tax/2015, date: 08 July, 2015 and S.R.O No. 229law/Income Tax/2015, Date: 08 July, 2015 developers of Bangladesh Economic Zone (BEZA) and
Hi-Tech Park shall enjoy following tax exemption:
Duration of Tax Exemption
First ten (10) years
Eleventh (11) year
Twelfth (12) year
Rate of Tax
Exemption
100%
70%
30%
(b) According to S.R.O No. 226-law/Income Tax/2015, date: 08 July, 2015 and S.R.O No. 228law/Income Tax/2015, Date: 08 July, 2015 industrial undertakings established within BEZA and HiTech park areas shall enjoy following tax exemption:
228law/Income Tax/2015, Date: 08 July, 2015 industrial undertakings established within BEZA
228law/Income Tax/2015, Date: 08 July, 2015 industrial undertakings established within BEZA and HiTech park areas shall enjoy following tax exemption :
228law/Income Tax/2015, Date: 08 July, 2015 industrial undertakings established within BEZA and HiTech park areas shall enjoy following tax exemption: 28
228law/Income Tax/2015, Date: 08 July, 2015 industrial undertakings established within BEZA and HiTech park areas shall enjoy following tax exemption: 28 Duration of Tax Exemption
228law/Income Tax/2015, Date: 08 July, 2015 industrial undertakings established within BEZA and HiTech park areas shall enjoy following tax exemption: 28 Duration of Tax Exemption Rate of Tax
228law/Income Tax/2015, Date: 08 July, 2015 industrial undertakings established within BEZA and HiTech park areas shall enjoy following tax exemption: 28 Duration of Tax Exemption Rate of Tax Exemption
228law/Income Tax/2015, Date: 08 July, 2015 industrial undertakings established within BEZA and HiTech park areas shall enjoy following tax exemption: 28 Duration of Tax Exemption Rate of Tax Exemption First three years (first, second and third year)
228law/Income Tax/2015, Date: 08 July, 2015 industrial undertakings established within BEZA and HiTech park areas shall enjoy following tax exemption: 28 Duration of Tax Exemption Rate of Tax Exemption First three years (first, second and third year) Fourth year
228law/Income Tax/2015, Date: 08 July, 2015 industrial undertakings established within BEZA and HiTech park areas shall enjoy following tax exemption: 28 Duration of Tax Exemption Rate of Tax Exemption First three years (first, second and third year) Fourth year Fifth year

Ninth year
Tenth year
100%
80%
70%
60%
50%
40%
30%
20%
(18) Avoidance of Double Taxation Agreement: (Section 144)
There are agreements on avoidance of double taxation between Bangladesh and 32 countries which are:SRO
SI.
No.
Name of the
Country
Date of
Signing
No.
Date
1.
2.
3.
4.

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- 21.
- 22.
- 23.
- 24.
- 25.
- 26.
- UK

Singapore

Sweden
South Korea
Canada
Pakistan
Romania
Sri Lanka
France
Malaysia
Japan
India
Germany
The Netherlands
Italy
Denmark
Denmark China
China
China Belgium
China Belgium Thailand
China Belgium Thailand Poland
China Belgium Thailand Poland Philippines
China Belgium Thailand Poland Philippines Vietnam
China Belgium Thailand Poland Philippines Vietnam Turkey
China Belgium Thailand Poland Philippines Vietnam Turkey Norway

08/08/1979

01/01/1980

03/05/1982

10/05/1983

15/02/1982

15/10/1981

13/03/1987

24/07/1986

09/03/1987

19/04/1983

28/02/1991

27/08/1991

29/05/1990

13/07/1993

20/03/1990

16/07/1996

12/09/1996

18/10/1990

20/04/1997

08/06/1997

08/09/1997

22/03/2004

31/10/1999

15/08/2004

26/09/2004 19/06/2003 227-L/80 124-L/82 382-L/83 433-L/84 247-L/85 221-L/88 348-L/88 365-L/88 2-L/89 67-L/90 235-L/91 45-L/93 1-L/94 267-L/94 63-L/97 72-L/97 114-L/97 11-L/98 222-L/98

39/L/99

56-AvBb/2004

301-AvBb/2004

308-AvBb/2005 20-AvBb/2006 71-AvBb/2007 60-AvBb/2007 08/07/1980 21/04/1982 19/10/1983 02/10/1984 06/06/1985 11/07/1988 23/11/1988 10/12/1988 04/01/1989 15/02/1990 06/08/1991 27/02/1993 01/01/1994 14/09/1994 12/03/1997 17/03/1997 13/05/1997 14/01/1998

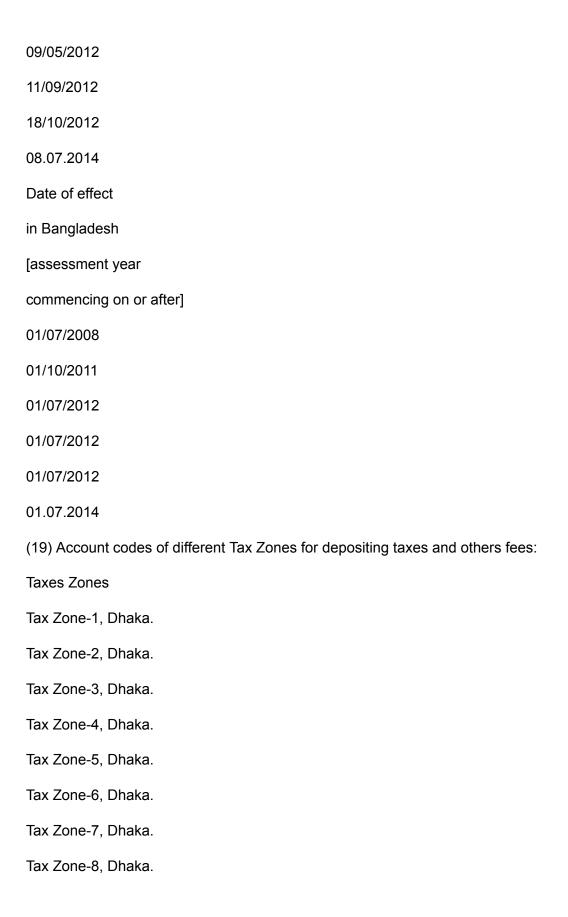
07/09/1998

03/03/1999

04/03/2004
18/10/2004
31/10/2005
12/02/2006
10/05/2007
26/04/2007
29
Date of effect
in Bangladesh
[assessment year
commencing on or after]
01/07/1978
01/01/1980
01/07/1984
01/07/1984
01/07/1982
01/01/1980
01/07/1989
01/07/1989
01/07/1989
01/01/1982
01/07/1992
01/07/1993
01/01/1990

01/07/1995
01/07/1980
01/07/1997
01/07/1998
01/07/1998
01/07/1999
01/07/2000
01/07/2004
01/07/2005
07/07/2004
01/07/2006
07/08/2006
01/07/2007
SI.
No.
27.
28.
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32.
Name of the
Country
Switzerland

Saudi Arabia
Mauritius
UAE
Myanmar
Belarus
SRO
Date of
Signing
No.
Date
10/12/2007
04/01/2011
21/12/2009
17/01/2011
07/10/2008
09.07.2013
52- আইন/2010
103- আইন/2012
122- আইন/2012
313- আইন/2012
358-AvBb/2012
189-Law-2014
23/02/2010
15/04/2012



Tax Zone-9, Dhaka.

Tax Zone-10, Dhaka.

Tax Zone-11, Dhaka.

Tax Zone-12, Dhaka.

Tax Zone-13, Dhaka.

Tax Zone-14, Dhaka.

Tax Zone-15, Dhaka.

Tax Zone-1, Chittagong

Tax Zone-2, Chittagong

Tax Zone-3, Chittagong

Tax Zone-4, Chittagong

Tax Zone- Khulna

Tax Zone- Rajshahi

Tax Zone- Rangpur

Tax Zone- Sylhet

Tax Zone- Barisal

Tax Zone- Gajipur

Tax Zone- Narayanganj

Tax Zone- Bogra

Tax Zone- Comilla

Tax Zone- Mymensing

LTU, Dhaka.

Central Survey Zone, Dhaka

Income Tax companies

- 1-1141-0001-0101
- 1-1141-0005-0101
- 1-1141-0010-0101
- 1-1141-0015-0101
- 1-1141-0020-0101
- 1-1141-0025-0101
- 1-1141-0030-0101
- 1-1141-0035-0101
- 1-1141-0080-0101
- 1-1141-0085-0101
- 1-1141-0090-0101
- 1-1141-0095-0101
- 1-1141-0100-0101
- 1-1141-0105-0101
- 1-1141-0110-0101
- 1-1141-0040-0101
- 1-1141-0045-0101
- 1-1141-0050-0101
- 1-1141-0135-0101
- 1-1141-0055-0101
- 1-1141-0060-0101
- 1-1141-0065-0101
- 1-1141-0070-0101
- 1-1141-0075-0101

- 1-1141-0120-0101
- 1-1141-0115-0101
- 1-1141-0140-0101
- 1-1141-0130-0101
- 1-1141-0125-0101
- 1-1145-0010-0101
- 1-1145-0005-0101

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Income Tax – other

than companies

- 1-1141-0001-0111
- 1-1141-0005-0111
- 1-1141-0010-0111
- 1-1141-0015-0111
- 1-1141-0020-0111
- 1-1141-0025-0111
- 1-1141-0030-0111
- 1-1141-0035-0111
- 1-1141-0080-0111
- 1-1141-0085-0111
- 1-1141-0090-0111
- 1-1141-0095-0111
- 1-1141-0100-0111
- 1-1141-0105-0111

- 1-1141-0110-0111
- 1-1141-0040-0111
- 1-1141-0045-0111
- 1-1141-0050-0111
- 1-1141-0135-0111
- 1-1141-0055-0111
- 1-1141-0060-0111
- 1-1141-0065-0111
- 1-1141-0070-0111
- 1-1141-0075-0111
- 1-1141-0120-0111
- 1-1141-0115-0111
- 1-1141-0140-0111
- 1-1141-0130-0111
- 1-1141-0125-0111
- 1-1145-0010-0111
- 1-1145-0005-0111

Others fees

- 1-1141-0001-1876
- 1-1141-0005-1876
- 1-1141-0010-1876
- 1-1141-0015-1876
- 1-1141-0020-1876
- 1-1141-0025-1876

- 1-1141-0030-1876
- 1-1141-0035-1876
- 1-1141-0080-1876
- 1-1141-0085-1876
- 1-1141-0090-1876
- 1-1141-0095-1876
- 1-1141-0100-1876
- 1-1141-0105-1876
- 1-1141-0110-1876
- 1-1141-0040-1876
- 1-1141-0045-1876
- 1-1141-0050-1876
- 1-1141-0135-1876
- 1-1141-0055-1876
- 1-1141-0060-1876
- 1-1141-0065-1876
- 1-1141-0070-1876
- 1-1141-0075-1876
- 1-1141-0120-1876
- 1-1141-0115-1876
- 1-1141-0140-1876
- 1-1141-0130-1876
- 1-1141-0125-1876
- 1-1145-0010-1876

1-1145-0005-1876
(20) List of the Commissioner's/DG's (Income Tax Wing):
SI.
Name of the
No.
office
(1)
(2)
1 Commissioner
Taxes Zone-1,
Dhaka
2 Commissioner
Taxes Zone-2,
Dhaka
3 Commissioner
Taxes Zone-3,
Dhaka
4 Commissioner
Taxes Zone-4,
Dhaka
5 Commissioner
Taxes Zone-5,
Dhaka

6 Commissioner

Taxes Zone-6,
Dhaka
7 Commissioner
Taxes Zone-7,
Dhaka
8 Commissioner
Taxes Zone-8,
Dhaka
9 Commissioner
Taxes Zone-9,
Dhaka
10 Commissioner
Taxes Zone10, Dhaka
11 Commissioner
Taxes Zone11, Dhaka
12 Commissioner
Taxes Zone12, Dhaka
13 Commissioner
Taxes Zone13, Dhaka
14 Commissioner
Taxes Zone14, Dhaka
15 Commissioner
Taxes Zone-
Name of the officer

Phone No.
E-mail
(3)
Ziauddin Mahmud
(4)
8333855 (PA)
8362944 (Direct)
(5)
taxzone1dhk@yahoo.com
Ramendra Chandra Basak
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8359761(Direct)
ramendra@colbd.net
Nahar Ferdousi Begum
8312402 (PA)
8363646 (Direct)
nfb_2001@yahoo.com
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9336788 (Direct)
alamgir.hossain.62@gmail.com
Habibur Rahman Akhand
9346364 (PA)
8353374 (Direct)

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Shaheen Akhter
9561698(PA)
9566467(Direct)
shaheen_rangon@yahoo.com
Salim Afzal
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9332154(Direct)
salim.afzal@yahoo.com
A.J.M. Ziaul Hoq
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9566683(Direct)
taxeszone14@yahoo.com
Mahbuba Hossain
9350522(PA)
9340656(Direct)
mah_64ka@yahoo.com
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29
15, Dhaka
Director
General
Central
Intelligence
Cell (CIC)
Commissioner
Large
Taxpayer's
Unit (LTU),
Dhaka
Director
General
Tax



Commissioner
Taxes ZoneKhulna
Commissioner
Taxes ZoneSylhet
Commissioner
Taxes ZoneRangpur
Commissioner
Md. Belal Uddin
8331010(PA)
8391929(Direct)
mdbelal06@yahoo.com
M. Nurul Alam
8312472(PA)
8356366(Direct)
mnalam27@hotmail.com
Ituit@dhaka.net
Arifa Shahana
58310938(PA)
8331862(Direct)
arfarahman61@gmail.com
Dr. Khandker M. Ferdous
Alam
9333520(PA)
9331807(Direct)

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0721-812320(PA)

0721812314(Direct)

041-760669(PA)

041-762781(Direct)

ctrajbd@yahoo.com

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Md. Dabir Uddin

Sunil Kumar Saha

Md. Mahmudur Rahman

Animesh Roy

Md. Jahid Hasan

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ctkhulna@gmail.com

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taxeszonesylhet@yahoo.com

0821mahmud.mahmud@gmail.com

718604(Direct)

0521-61772(PA)

taxeszone_rangpur@yahoo.com

0521-61771(Direct)

0431-72202(PA)

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jahid10tax@yahoo.com

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Taxes ZoneBarisal
Commissioner
Taxes ZoneNarayanganj
Commissioner
Taxes ZoneGazipur
Commissioner
Taxes ZoneComilla
Commissioner
Taxes ZoneMymensing
Commissioner
Taxes ZoneBogra
Commissioner
Taxes Appeal
Zone-1,

Dhaka
Commissioner
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Zone-2,
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Zone-3,
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