



No. 279 -2012/ 170 /CVT (II)

**BOARD OF REVENUE PUNJAB  
(Taxes Wing)**

Lahore, dated the <sup>th</sup> Nov., 2012

To

The Additional District Collector,  
Sheikhupura.

Attn :- Khawar Abbas Bhatti  
Adell. Advocate,

172 - 2012

Subject:


**APPLICATION CLARIFICATION FOR APPLICATION OF CVT  
ON AGRICULTURAL LAND SITUATED IN TEHSIL  
FEROZWALA, DISTRICT SHEIKHUPURA.**

Please refer to your office letter No. HRC/CC/2002 dated 14.11.2012 on the subject.

2. It is clarified that the Capital Value Tax is leviable only in respect of those transactions which fall in urban area. Urban area is defined under clause (j) of sub-section (2) of section 6 of Punjab Finance Act, 2012 (XLI of 2012) which is reproduced as ready reference: -

- i. a rating area under the Punjab Urban Immovable Property Tax Act, 1958 (V of 1958) except the area where the rate of tax is zero in terms of section 117 of the Punjab Local Government Ordinance 2001 (XIII of 2001); or
- ii. an area notified by the Board of Revenue in official Gazette.

3. If the Sq. Nos. and Killa Nos. mentioned in the sale deed attached with the above referred letter fall in any of the above mentioned category, Capital Value Tax is chargeable as per rates prescribed in sub-section (5) of Section 6 of the Punjab Finance Act, 2012, otherwise Capital Value Tax is not chargeable in respect of these documents.

*o/c*  
  
**(MUHAMMAD IRFAN)  
DEPUTY SECRETARY (CVT)  
BOARD OF REVENUE PUNJAB**

CC

A copy is forwarded to Sub-Registrar, Ferozwala, District Sheikhupura for information and further necessary action.