

WITHHOLDING RATES (SUBJECT WISE); UPDATED

- IMPORTS
- INDIVIDUAL
- DIVIDEND
- INTEREST
- NON-RESIDENT
- GOODS, SERVICE & CONTRACTS
- EXPORTS
- RENT
- PRIZE AND WINNINGS
- PETROL & CNG
- TOBACCO

TAX YEAR 2020
With effect from July 01, 2019



- WITHDRAWALS FROM BANK
- PURCHASE OF MOTOR VEHICLES
- BROKERAGE AND COMMISSION
- SHARES SALE & PURCHASE
- ELECTRICITY
- PHONE & INTERNET
- AIR TICKETS
- PROPERTY SALE & PURCHASE
- DISTRIBUTORS, DEALERS, WHOLESALERS
- EDUCATION EXPENSE
- OTHERS

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Audit | Tax | Corporate | Outsourcing

SECTIONS		PAYMENT / TRANSACTION	WITHHOLDING TAX RATES					
A. IMPORTS			Individuals & AOPs (Manufacturers)		Individuals and AOPs (Non-Manufacturers)		Companies (Manufacturers or not)	
IMPORTS	148	Imports (Minimum Tax except manufacture & Listed Companies)	Filer	Non-Filer	Filer	Non-Filer	Filer	Non-Filer
			5.5%	11%	6%	12%	5.5%	11%
B. INDIVIDUAL			Slabs Rates					
INDIVIDUAL	149	Salary	Slab	Rate on Exceeding Amount		Fixed Tax		
			Up to 600,000	Nil		Nil		
			600,001 to 1,200,000	5%		Nil		
			1,200,001 to 1,800,000	10%		30,000		
			1,800,001 to 2,500,000	15%		90,000		
			2,500,001 to 3,500,000	17.5%		195,000		
			3,500,001 to 5,000,000	20%		370,000		
			5,000,001 to 8,000,000	22.5%		670,000		
			8,000,001 to 12,000,000	25%		1,345,000		
			12,000,001 to 30,000,000	27.5%		2,345,000		
			30,000,001 to 50,000,000	30%		7,295,000		
			50,000,001 to 75,000,000	32.5%		13,295,000		
75,000,000 and above	35%		21,420,000					

C. DIVIDEND			Individual/AOP		Companies	
DIVIDEND	150	Power Generation <i>*Subject to the implementation & Purchase Agreements</i>	7.5%	15%	7.5%	15%
		Cash Dividend	15%	30%	15%	30%
		Stock Fund	15%	30%	15%	30%
		Money Market Fund	15%	30%	15%	30%
		Income Fund or any other fund	15%	30%	15%	30%
		REIT Scheme	25%	50%	25%	50%
		Rental REIT Scheme	25%	50%	25%	50%
	236S	Specie Dividend	15%	30%	15%	30%
	150A	Dividend on Sukuks	10% < 1million	20%	15%	30%
			12.5% < 1million	25%		

			Individual /AOP/Company			
D. INTEREST			Filer	Non-Filer	Filer	Non-Filer
INTEREST	151	Interest	If Interest < 500,000 / Annum		If Interest > 500,000 / Annum	
	151(1)(a)	Interest on National Saving Scheme (NSS)	10%	20%	15%	30%
	151(1)(b)	Interest on Bank Account				
	151(1)(c)	Interest on Federal Government, Provincial Government & Local Government Bonds				
	151(1)(d)	Interest on Company Loans				

E. NON-RESIDENT			Filer		Non Filer		
NON – RESIDENT	152(1)	Royalty or Fee for Technical Services	15%		30%		
	152(IA)	Construction Services	7%		7%		
		Advertisement by TV Satellite Channels	7%		7%		
	152(1AAA)	Media Person Advertisement Services	10%		10%		
	152(1C)	Fee for Offshore Digital Services	5%		5%		
	152(2)	Any Other Services	20%		40%		
	152 (2A)	(a)	Supply of Goods	Companies		IND./AOP	
				Filer	Non Filer	Filer	Non Filer
				4%	4%	4.5%	4.5%
				8%	16%	10%	20%
				7%	14%	7%	14%
				Filer	Non Filer		
10%	20%						
152 A	Foreign Produced Commercial	Filer		Non Filer			
		20%		40%			

F. GOODS, SERVICES & CONTRACTS		Companies		IND./AOP		
GOODS, SERVICES & CONTRACTS		Filer	Non-Filer	Filer	Non-Filer	
		Rice, Cotton Seed Oil, Edible Oils (if Annual Supplies > 75K)	1.5%	3%	1.5%	3%
		Other Goods (if Annual Supplies > 75K)	4%	8%	4.5%	9%
		Dealer and Sub-Dealer of Sugar, Cement and Edible Oil	0.25%	0.50%	0.25%	0.50%
		Distributors of FMCG (excluding durable goods)	2%	4%	2.5%	5%
		Services (if Annual Services > 30K)	8%	16%	10%	20%
		1 Transport Services	3%	6%	3%	6%
		2 Freight Forwarding Services				
		3 Air Cargo Services				
		4 Courier Services				
		5 Manpower Outsourcing Services				
		6 Hotel Services				
		7 Security Guard Services				
		8 Software Development Services				
		9 IT Services and IT Enabled Services				
		10 Tracking Services				
		11 Advertising Services (Other than Print/Electronic Media)				
		12 Share Registrar Services				
		13 Engineering Services				
		14 Car Rental Services				
	15 Building Maintenance Services					
	16 Services Rendered by Pakistan Stock Exchange Limited and Pakistan Mercantile Exchange Limited <ul style="list-style-type: none"> • Inspection • Certification • Testing • Training Services 					
	Electronic and Print Media Advertising Services	1.5%	3%	1.5%	3%	

	Contracts (if Annual Contract > 10K)	7%	14%	7.5%	15%	
	Sportsman	Filer		Non Filer		
		10%		20%		
	Stitching, Dying, Printing, Embroidery etc.	Company/ AOP/Individual				
		Filer		Non Filer		
		1%		2%		
	Royalty to Resident Persons	15%		30%		
G.	EXPORTS	Filer				
EXPORTS	154	Exports		1%		
	154(1)	Export of Goods		1%		
	154(2)	Export Commission		5%		
	154(3)	Inland Bank to Bank Letter of Credit		1%		
	154(3A)	Export Processing Zone		1%		
	154(3B)	Indirect Exporter; SPO		1%		
H.	RENT	COMPANY		IND./AOP		
RENT	155	Rent (On Gross Rental Payment)	Filer OR Non-Filer	Slabs	Rate on Exceeding Amount	Fixed Tax
			15%	Up to 200,000	Nil	Nil
				200,000 to 600,000	5%	Nil
				600,000 to 1,000,000	10%	20,000
				1,000,000 to 2,000,000	15%	60,000
				2,000,000 to 4,000,000	20%	210,000
				4,000,000 to 6,000,000	25%	610,000
				6,000,000 to 8,000,000	30%	1,110,000
				8,000,000 and above	35%	1,710,000
I.	PRIZE & WINNINGS	Companies/ IND./AOP				
PRIZE & WINNING		Filer		Non-Filer		
	Prize Bonds	15%		30%		
	Prizes, Winning, Lottery & Raffles	20%		40%		
J.	PETROL AND CNG	Companies/ IND./AOP				
PETROL & CNG		Filer		Non-Filer		
	156A	Petrol & Petroleum Products		24%		
	234A	CNG Stations		8%		

K. WITHDRAWALS FROM BANK			Filer	Non-Filer
BANKS	231A	Cash Withdrawal (if > 50k /day)	-	0.6%
	231AA	Bearer Banking Transaction (if > 25k /day)	-	0.6%
	236P	Banking Transaction Other than Cash	-	0.6%

L. PURCHASE OF MOTOR VEHICLES			Engine Capacity	Filer (Per Annum)	Non-Filer (Per Annum)
PURCHASE OF MOTOR VEHICLES	231B(1A)	At the time of Motor Vehicle Leasing	Any Motor Vehicle	-	4%
	231B(1) & (3)	On Registration by Excise & Taxation Dept. & On Sale by Manufacturer (Car or Jeep)	Up to 850cc	7,500 / seat	15,000 / seat
			851cc to 1000cc	15,000 / seat	30,000 / seat
			1001 to 1300cc	25,000 / seat	50,000 / seat
			1301cc to 1600cc	50,000 / seat	100,000 / seat
			1601cc to 1800cc	75,000 / seat	150,000 / seat
			1801cc to 2000cc	100,000 / seat	200,000 / seat
			2000cc to 2500cc	150,000 / seat	300,000 / seat
			2500cc to 3000cc	200,000 / seat	400,000 / seat
			Above 3000cc	250,000 / seat	500,000 / seat
	231B(2)	(Tax rate shall be reduced by 10% each year from the date of 1 st registration)	Engine Capacity	Filer (Per Annum)	Non-Filer (Per Annum)
			Up to 850cc	-	-
			851cc to 1000cc	5,000 / seat	10,000 / seat
			1001 to 1300cc	7,500 / seat	15,000 / seat
			1301cc to 1600cc	12,500 / seat	25,000 / seat
			1601cc to 1800cc	18,750 / seat	37,500 / seat
			1801cc to 2000cc	25,000 / seat	50,000 / seat
			2000cc to 2500cc	37,500 / seat	75,000 / seat
			2500cc to 3000cc	50,000 / seat	100,000 / seat
					Above 3000cc
	234	Private Motor Vehicle	Engine Capacity	Filer (Per Annum)	Non-Filer (Per Annum)
			Up to 1000cc	800 / seat	1,600 / seat
			1001cc to 1199cc	1,500 / seat	3,000 / seat
1200cc to 1299cc			1,750 / seat	3,500 / seat	
1300cc to 1499cc			2,500 / seat	5,000 / seat	
1500cc to 1599cc			3,750 / seat	7,500 / seat	
1600cc to 1999cc			4,500 / seat	9,000 / seat	
2000cc & above			10,000 / seat	20,000 / seat	

M. BROKERAGE AND COMMISSION			Companies/ IND./AOP		
BROKERAGE & COMMISSION	233	Advertising Commission	Filer 10%	Non-Filer 20%	
		Life Insurance Agent (If < 500,000)	8%	16%	
		Other Commissions	12%	24%	
	236J	Commission Agents (Fruits & Vegetables) and Arhatis	Group	Amount of Tax (p.a.) Filer	
			Group or Class A	100,000	
			Group or Class B	75,000	
			Group or Class C	50,000	
			Any Other Category	50,000	

N. SHARES SALE & PURCHASE			Description	Filers	Non-Filers
SHARES	233A	Collection by Pakistan Stock Exchange (Adjustable)	Purchase of Shares	0.02% of Purchase Value	0.04% of Purchase Value
			Sale of Shares	0.02% of Sale Value	0.04% of Sale Value
	233AA	Collection by NCCPL	10%		

O. ELECTRICITY (ON GROSS)			Filer/Non-Filer		
ELECTRICITY	235	Commercial	12%		
		Industrial	5%		
	235A	Domestic	Not < 75,000	0%	
			Exceeding 75,000	7.5%	

P. PHONE & INTERNET				
PHONES & INTERNET	236	Telephone Bill	12.5%	
		Internet Bills		
		Phone Cards		

Q. AIR TICKETS			Companies/ IND./AOP	
AIR TICKETS	236B	Domestic Air Tickets (Except Baluchistan Coastal Belt, Azad Jammu Kashmir, FATA, Gilgit-Baltistan and Chitral)	5%	
		International Air Tickets: -		
	236L	First/Executive Class	16,000/- Per Person	
		Others Excluding Economy	12,000/- Per Person	
	Economy	Nil		

R. PROPERTY SALE AND PURCHASE			Filer	Non-Filer
PROPERTY	236C	Sale of Property	1%	2%
	236K	On Purchase of immovable Property and person responsible for collecting payments in Installment on the Fair Market Value	1%	2%
	236W	Purchase/Transfer of Property;(Un-adjustable)	Omitted in Finance Act, 2019	

S. Function & Gatherings		Cities of Pakistan	Tax Rate
FUNCTION & GATHERINGS	236D	For Islamabad, Lahore, Multan, Faisalabad, Rawalpindi, Gujranwala, Bahawalpur, Sargodha, Sahiwal, Shekhpura, Dera Gazi Khan, Karachi, Hyderabad, Sukkur, Thatta, Larkana, Mirpurkas, Nawabshah, Peshawar, Mardan, Abbottabad, Kohat, Dera Ismail Khan, Sibi, Loralai, Khuzdar, Dera Murad Jamail and Turbat.	5% of the Bill ad-valorem or Rs.20,000 Per function whichever is higher.
		For cities other than those mentioned above.	5% of the Bill ad-valorem or Rs.10,000 per function whichever is higher
		Other Functions & Gatherings	5%

T. DISTRIBUTORS, DEALERS, WHOLESALERS			Filer	Non-Filer
DISTRIBUTORS DEALER	236G	Fertilizers	0.7%	1.4%
		Other than Fertilizers	0.1%	0.2%
	236H	Sales to Retailers/Wholesalers by Distributors/Dealer		
		<ul style="list-style-type: none"> • Electronics • Others 	1%	2%
	236HA	Sale of Certain Petroleum Products (Final)	0.5%	1%

U. EDUCATION EXPENSES			Filer/Non-Filer	
EDUCATION	236I	For Institutions in Pakistan	5%	
	236R	For Institutions outside Pakistan		
V. TOBACCO			Filer/Non-Filer	
TOBACCO	236X	On the purchase value of Tobacco	5%	

W. OTHER VARIOUS WITHHOLDING SECTIONS;					
OTHERS	156B	Voluntarily Pension Scheme	3 years Average	3 years Average	
	235B	Steel Metals, Re-roller etc.	Rs.1/- per unit of Electricity		
	236F	Cable Operators	As per slab mentioned in First Schedule Part-IV Division XIII of the Ordinance		
	236Q	Rent of Machinery and Equipment	10%		
	236U	Premium by Insurance Companies	Types of Premium	Non-Filer Only	
			General Insurance Premium	4%	
			Life Insurance Premium if exceeding of Rs.0.3 Million per annum	1%	
			Corp Loan Insurance Scheme (CLIS), Live Stock Insurance Scheme (LIS) & Others	0%	
			Filer	Non-Filer	
	236V	Extraction of Minerals	0%	5%	
236A	Auction	10%	20%		
236O	Advance tax under this chapter shall not be collected from	<ul style="list-style-type: none"> ▪ Federal Government, Provincial Government ▪ Foreign Diplomats, Diplomatic Mission ▪ Exemption Certificate 			
236Y	Any amount Remitted outside Pakistan through Credit, Debit or Prepaid Cards	1%	2%		