

# WITHHOLDING RATES (SUBJECT WISE)

IMPORTS

INDIVIDUAL

DIVIDEND

INTEREST

NON-RESIDENT

GOODS, SERVICE &  
CONTRACTS

EXPORTS

RENT

PRIZE AND WINNINGS

PETROL

## TAX YEAR 2022

With effect from July 01, 2021



Purchase of Motor  
Vehicle

BROKERAGE AND  
COMMISSION

SHARES SALE & PURCHASE

ELECTRICITY

PHONE & INTERNET

PROPERTY SALE &  
PURCHASE

DISTRIBUTORS, DEALERS,  
WHOLESALE

OTHERS



**MOORE Shekha Mufti**

Chartered Accountants

SECTIONS		PAYMENT / TRANSACTION	WITHHOLDING TAX RATES					
A. IMPORTS			Part I of 12th Schedule [Annexure I]		Part II of 12th Schedule [Annexure II]		Part III of 12th Schedule [Annexure III]	
IMPORTS	148	Imports (Minimum Tax except manufacture & Listed Companies)						
			1%	2%	2%	4%	5.50%	11%
			Manufacturers Covered Under S.R.O. 1125(I)/2011					1%
		Pharmaceutical Imported Finish Goods					4%	8%
		Importers of CKD Kits of Electric Vehicles for Small Cars (SUVs with 50 kwh battery and LCVs with 150 kwh battery)					1%	2%

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	17.50%	195,000
			3,500,001 to 5,000,000	20%	370,000
			5,000,001 to 8,000,000	22.50%	670,000
			8,000,001 to 12,000,000	25%	1,345,000
			12,000,001 to 30,000,000	27.50%	2,345,000
			30,000,001 to 50,000,000	30%	7,295,000
			50,000,001 to 75,000,000	32.50%	13,295,000
			75,000,000 and above	35%	21,420,000
	149(3)	BoD Meeting Fee	20% on Gross amount at the time of Payment to Director.		

C. DIVIDEND			Individual / AOP		Companies	
DIVIDEND	150	Power Generation *Subject to the implementation & Purchase Agreements	Filer	Non-Filer	Filer	Non-Filer
			7.5%	15.0%	7.5%	15.0%
		Cash Dividend / Mutual Fund	15.0%	30.0%	15.0%	30.0%
		Stock Fund	15.0%	30.0%	15.0%	30.0%
		Money Market Fund	15.0%	30.0%	15.0%	30.0%
		Income Fund or any other fund	15.0%	30.0%	15.0%	30.0%
		REIT Scheme	25.0%	50.0%	25.0%	50.0%
		Rental REIT Scheme	25.0%	50.0%	25.0%	50.0%
		Exempt company OR Non tax payable Companies	25.0%	50.0%	25.0%	50.0%
		Specie Dividend	15.0%	30.0%	15.0%	30.0%



D. INTEREST			Companies / Individual / AOP			
			Filer		Non-Filer	
INTEREST	151	Interest	15%		30%	
	151(1)(a)	Interest on National Saving Scheme (NSS)				
	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				
	151(1A)	Interest on Investment in Sukuks from a Sukuk Holder	10% < 1million 12.5% > 1million	20% 25%	25%	50%

E. NON-RESIDENT				Companies / Individual / AOP			
				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		Individual / AOP	
				Filer	Non-Filer	Filer	Non-Filer
				4%	4%	4.50%	4.50%
		(b)	Services	8%	16%	10%	20%
				(c)	Contract	7%	14%
		Sportsman	Filer		Non-Filer		
			10%		20%		
	152(1BA)	Foreign Produced Commercial		Filer		Non-Filer	
				20%		40%	
	152(5)(I)			Companies		Individual / AOP	
				Filer	Non-Filer	Filer	Non-Filer
	152(5)(I)	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				
		17	Inspection				
		18	Certification				
		19	Testing				
		20	Training Services				

F. GOODS, SERVICES & CONTRACTS				Companies		Individual / AOP	
GOODS, SERVICES & CONTRACTS	153(1)(a)	Rice, Cotton Seed Oil, Edible Oils (if Annual Supplies > 75K)		Filer	Non-Filer	Filer	Non-Filer
				1.5%	3%	1.5%	3%
		Other Goods including Toll Manufacturing (if Annual Supplies > 75K)		4%	8%	4.5%	9%
		Distributor, Wholesaler, Retailer, Dealer, and Sub-Dealer of FMCG, Fertilizer, electronics excluding mobile phones, sugar, Cement and Edible Oil		0.25%	8%	0.25%	9%
		Traders of Yarn		0.5%	1%	0.5%	1%
		Services (if Annual Services > 30K)		8%	16%	10%	20%
	153(1)(b)	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	Warehousing Services				
		15	Services Rendered by Asset Management Companies				
		16	Data Services provided under License issued by PTA				



		17	Telecommunication Infrastructure (Tower) Services				
		18	Car Rental Services				
		19	Building Maintenance Services				
		20	Services Rendered by Pakistan Stock Exchange Limited and Pakistan Mercantile Exchange Limited				
		21	Inspection				
		22	Certification				
		23	Testing				
		24	Training Services				
		25	Oilfield Service				
		26	Telecommunication Services				
		27	Collateral Management Services				
		28	Travel and Tour Services				
		Electronic and Print Media Advertising Services					
	153(1)(c)	Contracts (if Annual Contract > 10K)		7%	14%	7.5%	15%
		Sportsman		Filer		Non-Filer	
		10%		20%			
153(2)	Stitching, Dying, Printing, Embroidery etc.	Company/ AOP/Individual					
		Filer		Non-Filer			
		1%		2%			

G. EXPORTS			Company/ AOP/Individual	
			Filer / Non-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%	
	154A	Export of Services	1%	

H. RENT			COMPANY		Individual / AOP (Double Tax in Case of Non ATL)		
RENT	155	Rent (On Gross Rental Payment)	Filer	Non-Filer	Slabs	Rate on Exceeding Amount	Fixed Tax
			15%	30%	Up to 300,000	Nil	Nil
					300,000 to 600,000	5%	Nil
					600,000 to 2,000,000	10%	15,000
					2,000,000 and above	25%	155,000

I. PRIZE & WINNINGS			Companies / Individual / AOP	
PRIZE & WINNING	156	Prize Bonds	Filer	Non-Filer
			15%	30%
		Prizes, Winning, Lottery & Raffles	20%	40%

J. PETROL AND CNG			Companies / Individual / AOP	
PETROL & CNG	156A	Petrol & Petroleum Products	Filer	Non-Filer
			12%	24%

K. 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)	Transfer or Ownership (Tax rate shall be reduced by 10% each year from the date of 1st 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	62,500 / seat	125,000 / seat
	231B(2A)	Sold Locally Manufactured Motor Vehicles	Engine Capacity	Filer	Non-Filer
			Up to 1000cc	50,000	100,000
			1001cc to 2000cc	100,000	200,000
			2001cc and above	200,000	400,000
	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

L. BROKERAGE AND COMMISSION			Companies / Individual / AOP	
BROKERAGE & COMMISSION	233	Advertising Commission	Filer	Non- Filer
			10%	20%
		Life Insurance Agent (If < 500,000)	8%	16%
		Other Commissions	12%	24%
	236J	Commission Agents (Fruits & Vegetables) and Arhatis	Omitted	

M. ELECTRICITY (ON GROSS)				Companies / Individual / AOP	
				Filer	Non-Filer
ELECTRICITY	235	Commercial		12%	
		Industrial		5%	10%
		Domestic	Not < 25,000	-	-
			Exceeding 25,000	-	7.5%

N. PHONE & INTERNET			Companies / Individual / AOP	
			Filer / Non-Filer	
PHONES & INTERNET	236	Telephone Bill, Internet Bills, Phone Cards for TY-2022	10%	
		Telephone Bill, Internet Bills, Phone Cards from 01 July 2022 onwards	8%	

O. PROPERTY SALE AND PURCHASE			Companies / Individual / AOP	
			Filer	Non-Filer
PROPERTY	236C	Sale of Property	1%	2%
	236K	On Purchase of immovable Property and person responsible for collecting payments in Instalment on the Fair Market Value	1%	2%

P. DISTRIBUTORS, DEALERS, WHOLESALERS			Companies / Individual / AOP	
			Filer	Non-Filer
DISTRIBUTORS DEALER	236G	Fertilizers (ATL in Sales Tax Act, 1990 and Income Tax Ordinance, 2001)	0.25%	0.7%
		Other than Fertilizer	0.1%	0.2%
	236H	Sales to Retailers/Wholesalers by Distributors/Dealer	0.5%	1%

Q. EDUCATION EXPENSES			Only Individual	
			Filer	Non-Filer
EDUCATION	236I	For Institutions in Pakistan	-	5%

R. 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	
	236Q	Rent of Machinery and Equipment; Minimum Tax	10%	
	236U	Premium by Insurance Companies	Types of Premium	Non-Filer Only
			General Insurance Premium	Omitted
			Life Insurance Premium if exceeding of Rs.0.3 Million per annum	
			Corp Loan Insurance Scheme (CLIS), Live Stock Insurance Scheme (LIS) & Others	
	236A	Other Auction	10%	20%
		Immovable Property Sold by Auction	5%	10%
	236O	Advance tax under this chapter shall not be collected from	* Federal Government, Provincial Government * Foreign Diplomats, Diplomatic Mission * Exemption Certificate	