

**TAX DEDUCTION / WITHHOLDING CHART EFFECTIVE 1ST JULY, 2008  
FOR THE TAX YEAR 2009**

Sec.	Responsible person	Nature of payment/ Transaction	Rate	Adjustable/Final	Payment of tax deducted or collected (Rule 43)	Statements to be filed (Rule 44)
148 I M P O R T S	Collector of Customs	All Imports (Including Commercial / Industrial both)	2% of the import value as increased by customs duty, Federal Excise and sales tax, if any	Final, except in the case of an industrial undertaking importing goods as raw material or plant and machinery for own use and cases covered under section 148(7) (c).	The same day as collection is made by federal government	<b>Monthly-</b> within 15 days of end of each month. <b>Annual-</b> within two months of end of financial year.
149 salary	Employer	Salary ( including value of perquisites allowances and benefits computed as per law/rules). <b>The employee can make adjustments on account of tax credit u/s 61,62,63 and 64.</b>	Schedule Attached	Adjustable	Federal or Provisional Government- the same day Others- within seven days from the end of each fortnight.	<b>Monthly-</b> Within 15 days of end of each month. <b>Annual-</b> within two months of end of financial year.
150 Dividend	Every resident company	Dividend income However, the following concessions are to be noted:  In case of non-resident companies, receiving dividend from a company engaged in mining operations not being petroleum.CI. (16). Part II, Second Schedule.  On dividend declared/ distributed by purchaser of power project privatized by Wapda- CI.(17) & CI.(20) Part II, 2nd Sch.	10% of gross payment  7.50%  7.50%	Final ( except in the case of companies  Adjustable  Final ( except in the case of companies	within seven days from the end of each fortnight.	<b>Monthly-</b> Within 15 days of end of each month. <b>Annual-</b> within two months of end of financial year.
151 Profit on Debt 151(1)(a) to (d)	Any person making payment (Including Banking company financial Institute, Federal / Provincial / Local Authority	Yield on accounts, deposits or certificates under National Saving Scheme or Post Office Saving Accounts.  No withholding tax on investment up to 150,000/- in Certificates and Rs. 1000 and Behbood certificate or pensioner accounts	10% of the yield	Final ( except in the case of companies	The same day as payment is made by government.	<b>Monthly-</b> Within 15 days of end of each month. <b>Annual-</b> within two months.

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	Every Person	In case of non- resident recipients  In case of non- resident having no permanent establishment (PE) in Pakistan Important: In all above cases gross amount shall be taken as reduced by Zakat deduction, if any[S.151(1)].	30% of the profit or reduced rate, if any, under Double Taxation agreement (DTA)[Rate under Double Taxation Treaty, if applicable--clause (5A) Part-II 2nd Sch 1	Adjustable	Federal or Provisional Government- the same day  Others- within seven days from the end of each fortnight.	do
152	<b>Payments to non-residents</b>					
152(1)	Every Person	Royalties or fee for technical services to non-resident other than their PEs in Pakistan		Final	Federal or Provisional Government- the same day	<b>Monthly-</b> Within 15 days of end of each month.
152(2)		A non-resident person on the execution of: a) Contract or sub-contract under construction, assembly or installation project in Pakistan including contract for the supply of Supervisory activities relating to such project.	15% of the gross amount or reduced rate under DTA  6.00%	Final (if option is exercised under clause (41), Part IV, 2nd Such.).	Others- within seven days from the end of each fortnight.	<b>Annual-</b> within two months of end of financial year.
152(3)		b) Any other contract for construction or services rendered relating thereto.	6.00%	Final (if option is exercised under clause (41), Part IV, 2nd Such.).		
		c) Contract for advertisement services rendered by TV satellite channels. No deduction in respect of payments to foreign news agencies, syndicate services and non-resident contributors, who have no PE in Pakistan. [clause (41B) Part-IV]  Any payment to non-resident. Not otherwise specified and excluding the following: a) on account of the salary, dividend, contractual payments u/s 153, rent, winning and prizes, commission/ brokerage:	30% of the gross amount or reduced rate under DTA, if applicable  6.00%	Adjustable		

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		<p>b) taxable in the hands of a PE in Pakistan of the non-resident person;</p> <p>c) payable by a person who is liable to pay tax as representative of the non-resident; or</p> <p>d) not chargeable to tax in the hands of the non-resident</p> <p><b>Impotent</b></p> <p>For making the nature and amount of payment along with the name and address of non-resident person. The commissioner is bound to pass an order with 30 days accepting the contention or in case of disagreement, to pass an order directing for deduction of tax.</p> <p>However, prior clearance from the commissioner is not required in the following cases:</p>				
153		a) on imports of goods where title passed outside of Pakistan and payment is <b>not related</b> to supply of goods to a PE in Pakistan; supply is made between associates or supply is made by a resident person or a Pakistani PE of a non-resident'; or				
		b) education and medical expenses remitted in accordance with the regulations of SBP.				
153 Payments for goods and Services 153 (1)(a)	<p>Federal/Provincial government</p> <p>Company AOP constituted or formed under the law</p> <p>Foreign contractor or consultant Consortium or joint venture</p>	<p>Payment in full or in part including by way of advance to a resident person or PE of non-resident:</p> <p>For sale of rice, cotton seed, edible oil;</p>	<p>1.5% of the gross payment [exemptions/ reduced rates are provided in SRO 600(I)/1991, dt.2.7.91 and SRO 586 (I)/1991, dt.30.6.1991.]</p>	<p>Final (except in case of listed companies and companies engaged in manufacturing)</p>	<p>Federal or Provisional Government- the same day</p> <p>Others- within seven days from the end of each fortnight.</p>	<p><b>Monthly-</b> Within 15 days of end of each month.</p> <p><b>Annual-</b> within two months of end of financial year.</p>

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	[ Note: Manufacturer cum exporters are exempt on fulfillment of conditions mentioned in clause (45),Part IV,2nd Schedule].	for sale of any other goods	3.5% of the gross payment	Final (except in case of listed companies and companies engaged in manufacturing)		
153 (1)(b)	do	Transport services;  All others (except advertisement services by owners of newspapers and magazines)	2.00%  6% of the payments	Final (except in case of companies)  Final (except in case of companies)		
153(1)(c)	do	Advertisement service by owners of newspapers and magazines On execution of a contract, other than for supply of goods or the rendering of or providing services:	6% of the payments  6% of the gross payments	Adjustable  Final (except in case of listed companies)		
153(1A)	Exporter/export house	Services rendered or provided for stitching,dying,printing,embroidery,washing,sizing and weaving.	0.50%	Final		
		<b>Important:</b> A. No deduction on: i) supplies/sales of imported goods where the importer of the goods has paid tax u/s 148 in respect of such goods and the said goods are sold in the same condition in which the are imported; ii) a refund of any security deposit; iii) any payment by federal/provincial government/local authority for construction material supplied to the contractor by them; iv) a cotton ginner who deposits in government treasury, an amount equal to the amount of tax deductible on the payment being made to him. v) purchase of assets under sale and lease back agreement by a leasing company,Modaraba, banking or financial institutions:				

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		vi) Securitization of receivables by Special Purpose Vehicle to originator. vii) payment made by the small company; and viii) payment on sale of air tickets by travelling agents, who have paid withholding tax on their commission income [Cl. 43B,Part-IV]  B.Tax deducted on supply on goods by the manufacturer( other than Individual and AOP) falls outside the PTR [s.153 (6A) & (6B)].				
154(1)	<b>Export &amp; Foreign Indenting Commission</b> Authorized dealer/Banking company	On realization of proceeds on account of exports of goods.	1.00%	Final	within seven days from the end of each fortnight.	<b>Monthly-</b> Within 15 days of end of each month.
154(2)	Authorized dealer/Banking company	[Exemption to cooking oil and vegetable ghee exported to Afghanistan if tax u/s 148 is paid.] On realization of process on account of commission to: (i) non-export indenting agent	5.00%	Final	do	do
154(3)	Banking company	(ii) export indenting agent/export buying house On realization of proceeds on account of exports of goods to an exporter under inland back to back LC or any other arrangement as may be prescribed by FBR	1.00%	Final	do	do
154 (3A)	EPZ Authority	Export of goods located in EPZ	1.00%	Final	do	do
154 (3B)	Direct exporter/ export house registered under DTRE Rules.2001 Federal/Provincial government; company /local authority,non-profit organization, diplomatic mission of a foreign state and any other person notified by FBR	Payment to indirect exporters as defined in DTRE Rules,2001  Any payment in full or in part including by way of advance on account of rent of immovable property including rent of furniture and fixtures and services relating to such property and amounts mentioned in section 16(1) or (3):	1.00%	Final	do  Federal or Provisional Government- the same day	<b>Monthly-</b> Within 15 days of end of each month.

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		i) Amount not exceeding 150,000 and subject to s. 15 (7)  ii) Amount exceeding 150,000	5% to 15% of the gross payments as per slab  5% of the gross payments	Adjustable  Final	Others- within seven days from the end of each fortnight.	<b>Annual-</b> within two months of end of financial year.
156 Prizes and winnings	Every person	Payment of prize on prize bonds	10.00%	Final	Federal or Provisional Government- the same day	<b>Monthly-</b> Within 15 days of end of each month.
		Payment on winning from raffle, lottery, prize on winning a quiz, prize offered by companies for promotion of sales, Crossword puzzles  (Where such amount is not paid in cash then tax is to be collected from the recipient on fair market value of the prize)	20.00%	Final	Others- within seven days from the end of each fortnight.	<b>Annual-</b> within two months of end of financial year.
Petroleum products 156A	Every person	Payments to petrol pumps operator on account of sale of petroleum products	10% of the amount of commission	Final	Federal or Provisional Government- the same day	<b>Monthly-</b> Within 15 days of end of each month.
Withdrawal of balance under Pension Fund 156B					Others- within seven days from the end of each fortnight.	<b>Annual-</b> within two months of end of financial year.
	Pension Fund Manager	i) Withdrawal before retirement age  ii) Withdrawal, If in excess of 25% of accumulated balance at or after the retirement age <b>Important</b> Tax is not deductible if balance in pension account is: i) invested in an approved payment plan;	As specified in sub-section (6) of section 12 i.e. average rate of tax for the last 3 preceding years or rate applicable for the year whichever is lower	Adjustable	Federal or Provisional Government- the same day  Others- within seven days from the end of each fortnight.	<b>Monthly-</b> Within 15 days of end of each month.  <b>Annual-</b> within two months of end of financial year.

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		<p>ii) paid to Life insurance company to purchase an approved annuity plan; or</p> <p>iii) transferred to another individual pension account of the taxpayer.</p> <p>iv) if eligible person suffering from disability see rule 17(2) of Voluntary Pension System Rules,2005</p> <p>v) Share of the nominated survivor of deceased eligible person</p>				
231A Cash Withdrawal from Bank	Every Banking Company	Payment of cash withdrawal exceeding rupees 25,000/- in a day	0.3% of the amount exceeding rupees 25,000/-e.g. on Rs. 60,000 tax of rupees 70/- will be debited to account	Adjustable	within seven days from the end of each fortnight.	<p><b>Monthly-</b> Within 15 days of end of each month.</p> <p><b>Annual-</b> within two months of end of financial year.</p>
Purchase of Motorcar 231B	Every manufacturer or authorized dealer of motor cars and Jeeps	Sale price of motor cars	10,000 to 50,000	Final	within seven days from the end of each fortnight.	<p><b>Monthly-</b> Within 15 days of end of each month.</p> <p><b>Annual-</b> within two months of end of financial year.</p>
Brokerage and Commission 233	Federal/Provincial government, local authority Company,AOP constituted by or under any law	Brokerage and commission income (including non-resident agents)	<p>10% of the amount of payment</p> <p>5% in case of advertising agents</p>	Final	Federal or Provisional Government- the same day Others- within seven days from the end of each fortnight.	<p><b>Monthly-</b> Within 15 days of end of each month.</p> <p><b>Annual-</b> within two months of end of financial year.</p>
Collection of tax by stock 233A(1)(a)(b)(d)	Stock exchange registered in Pakistan	<p>On purchase of shares in lieu of commission earned by it is members.</p> <p>On sale of share in lieu of commission earned by its members.</p> <p>From its members in respect of trading of shares.</p> <p>From its members in respect of financing of carryover trade (Badla) in shares business.</p>	<p>0.01% of purchase value</p> <p>0.01% of Sale value</p> <p>0.01% of traded value</p> <p>10% of carryover charge</p>	<p>Minimum tax for the tax year 2008 and onwards</p> <p>Minimum tax for the tax year 2008 and onwards</p> <p>Adjustable</p> <p>Adjustable</p>	within seven days from the end of each fortnight.	<p><b>Monthly-</b> Within 15 days of end of each month.</p> <p><b>Annual-</b> within two months of end of financial year.</p>
	Person collecting motor vehicle tax	From plying or hiring of goods transport;	Rs. 1200 to Rs.36000 per annum	Final	The same day as tax is collected by provincial governments	<b>Monthly-</b> Within 15 days of end of each month.

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Transport 234		<p>Reduce rate of goods transport vehicles with laden weight of 8120 Kgs, or more after a period 10 years from the date of first registration of the vehicle in Pakistan [ paragraph ( 1A ) of div. III of part IV of 1 schedule]</p> <p>Passenger transport</p> <p>Private motor cars</p> <p>Note: No tax in respect of :</p> <p>i) Motorcars used for more than 10 years.</p> <p>ii) Passengers transport vehicle with registered capacity of 10 or more after a period of 10 years from 1 July of the year of make of vehicle.</p> <p>iii) Goods transport vehicle with registered laden weight of less than 8120 Kgs after 10 years from the date of first registration of vehicle in Pakistan</p>	<p>Rs. 1200 per annum</p> <p>Rs. 25 to Rs. 100 per seat per annum</p> <p>Rs. 500 to Rs. 5000 per annum [ paragraph ( 1 ) of div. III of part IV of 1 schedule]</p>	<p>Final</p> <p>Adjustable</p> <p>Adjustable</p>		Annual- within two months of end of financial year.
CNG Stations 234A	Person preparing gas consumption bill	On the amount of gas bill of compressed Natural Gas	4.00%	Final	within seven days from the end of each fortnight.	Monthly- Within 15 days of end of each month. Annual- within two months of end of financial year.
	Person preparing electricity bill	Commercial and industrial consumer	As given Part IV Div. IV of first schedule	Adjustable	within seven days from the end of each fortnight.	Monthly- Within 15 days of end of each month.



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Electricity 235		Note: Tax collected shall be minimum tax on income of person (other than a company). Their shall be no refund of the tax collected under the section, unless the tax so collected in is excess of the amount for which the taxpayer is chargeable to tax under this ordinance in the case of a company.	( Ranging from Rs. 60 to Rs. 2000 depending on the monthly bill)			<b>Annual-</b> within two months of end of financial year.
Telephone 236	Person preparing telephone bills issuing or selling prepaid cards for mobile phones.	Telephone subscriber  Mobile telephone subscribers and prepaid telephone cards	As given Part IV Div. V of first schedule  ( Ranging from Rs. 50 to Rs. 300 depending on the amount of bill)  10% of amount of bill	Adjustable	Federal or Provisional Government- the same day Others- within seven days from the end of each fortnight.	<b>Monthly-</b> Within 15 days of end of each month. <b>Annual-</b> within two months of end of financial year.