

# RASG IMPACT

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## Inside the Issue

- Tax Card - Tax Year 2026

**RIAZ AHMAD, SAQIB, GOHAR & CO.**  
CHARTERED ACCOUNTANTS



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**Preamble:**

**Riaz Ahmad, Saqib, Gohar & Co. Chartered Accountants** is pleased to present herewith its “**Tax Card**” for the Tax Year 2026. This document aims to provide an update with respect to applicable tax rates after the amendments introduced through the **Finance Act, 2025**.

**Disclaimer:** This memorandum is prepared to the best of our knowledge and belief. It is intended to provide only a general outline of the matters covered in the document. It should neither be regarded as comprehensive nor sufficient for decision making purposes nor should it be used in place of professional advice. Riaz Ahmad, Saqib, Gohar & Co. Chartered Accountants does not accept any responsibility for any loss arising due to any action taken or not taken by the readers of this publication.

## Tax Rate Card

### Tax rate for salaried individuals

#### [Division I, Part I]

Where the income of an individual chargeable under the head “salary” exceeds seventy-five per cent of his taxable income, the following rates of tax will apply:

S. #	Taxable income	Rate of tax
1	Where taxable income does not exceed Rs. 600,000	0%
2	Where taxable income exceeds Rs. 600,000 but does not exceed Rs. 1,200,000	1% of the amount exceeding Rs. 600,000
3	Where taxable income exceeds Rs. 1,200,000 but does not exceed Rs. 2,200,000	Rs. 6,000 plus 11% of the amount exceeding Rs. 1,200,000
4	Where taxable income exceeds Rs. 2,200,000 but does not exceed Rs. 3,200,000	Rs. 116,000 plus 23% of the amount exceeding Rs. 2,200,000
5	Where taxable income exceeds Rs. 3,200,000 but does not exceed Rs. 4,100,000	Rs. 346,000 plus 30% of the amount exceeding Rs. 3,200,000
6	Where taxable income exceeds Rs. 4,100,000	Rs. 616,000 plus 35% of the amount exceeding Rs. 4,100,000

Provided that the in case of an individual deriving income solely from pension, annuity, supplement to the pension or annuity and commutation of pension from former employer for tax year, the rate of tax on such annuity or pension income or commutation of pension shall be set out in the following table:

S. #	Description	Rate of Tax
1.	Where the amount of pension received does not exceed rupees ten million	0% of the amount
2.	Where the amount of pension received exceeds rupees ten million	5% of the amount exceeding rupees ten million

**OTHER than Salaried**

<b>S. #</b>	<b>Taxable income</b>	<b>Rate of tax</b>
<b>1</b>	Where taxable income does not exceed Rs. 600,000	<b>0%</b>
<b>2</b>	Where taxable income exceeds Rs. 600,000 but does not exceed Rs. 1,200,000	<b>15% of the amount exceeding Rs. 600,000</b>
<b>3</b>	Where taxable income exceeds Rs. 1,200,000 but does not exceed Rs. 1,600,000	<b>Rs. 90,000 plus 20% of the amount exceeding Rs. 1,200,000</b>
<b>4</b>	Where taxable income exceeds Rs. 1,600,000 but does not exceed Rs. 3,200,000	<b>Rs. 170,000 plus 30% of the amount exceeding Rs. 1,600,000</b>
<b>5</b>	Where taxable income exceeds Rs. 3,200,000 but does not exceed Rs. 5,600,000	<b>Rs. 650,000 plus 40% of the amount exceeding Rs. 3,200,000</b>
<b>6</b>	Where taxable income exceeds Rs. 5,600,000	<b>Rs. 1,610,000 plus 45% of the amount exceeding Rs. 5,600,000</b>

Provided that in case of an association of persons, that is a professional firm prohibited from incorporating by any law or the rules of the body regulating their profession, the 45% rate of tax mentioned against Serial No. 6 of the above Table shall be 40%

A surcharge shall be payable by every individual and association of persons at the rate of ten percent of the income tax imposed under Division I of Part I of the First Schedule where the taxable income exceeds Rs. 10 million

Provided that in case of an individual deriving income chargeable under the head “Salary”, a surcharge shall be payable at the rate of nine percent of the income tax imposed under Division I of Part I of the First Schedule where the taxable income exceeds rupees ten million in a tax year

## Rate of tax for companies

### *[Division II, Part I]*

S. #	Category	Rate
1.	Small company	20%
2.	Banking company	39%
3.	Any other company	29%

## Super tax on high earning persons

### *[Division IIB, Part I]*

S. #	Income under section 4C	Rate of tax
1.	Where income does not exceed Rs. 150 million	0% of the income
2.	Where income exceeds Rs. 150 million but does not exceed Rs. 200 million	1% of the income
3.	Where income exceeds Rs. 200 million but does not exceed Rs. 250 million	1.5% of the income
4.	Where income exceeds Rs. 250 million but does not exceed Rs. 300 million	2.5% of the income
5.	Where income exceeds Rs. 300 million but does not exceed Rs. 350 million	3.5% of the income
6.	Where income exceeds Rs. 350 million but does not exceed Rs. 400 million	5.5% of the income
7	Where income exceeds Rs. 400 million but does not exceed Rs. 500 million	7.5% of the income
8	Where income exceeds Rs. 500 million	10% of the income

## Rate of dividend tax

### *[Division III, Part I]*

S.No.	Category	Rates
(a)	Dividend paid by Independent Power Producers where such dividend is a pass-through item under an Implementation Agreement or Power Purchase Agreement or Energy Purchase Agreement and is required to be reimbursed by Central Power Purchasing (CPPA-G) or its predecessor or successor entity.	7.5%
(b)	Dividend received from Real Estate Investment Trust and cases other than those mentioned in clauses (a), (ba), (c) and (d).	15%
Proviso	Dividend received from mutual funds deriving fifty percent or more income from profit on debt	25%
(ba)	Dividend received in case of mutual funds, contingent upon proportional income derived from average annual investments in debt securities and equities respectively	25% / 15%
(c)	Dividend received by a REIT scheme from Special Purpose Vehicle	0 %
	Dividend received by others from Special Purpose Vehicle as defined under the Real Estate Investment Trust Regulations, 2015.	35%
(d)	Dividend received from a company where no tax is payable by such company due to exemption of income or carry forward business losses or claim of tax credits.	25%

## Tax rate for profit on debt

### *[Division IIIA, Part I]*

Rate of tax for profit on debt imposed under section 7B of ITO 2001 shall be: -

S #	Category	Rate
1.	Paid by a banking company or financial institution on an account or deposit maintained with such company or institution	20%
2.	In other cases	15%

## Tax rates on return on investment in sukuks received from special purpose vehicle

### *[Division IIIB, Part I]*

Tax rates on return on investment in *sukuks* received from a special purpose vehicle are as follows:

S.#	Category	Persons in ATL	Persons not in ATL
(a)	Where Sukuk holder is a company	25%	50%
(b)	Where Sukuk holder is an Individual or AOP if the return on investment is more than Rs. 1 million.	12.5%	25%
(c)	Where Sukuk holder is an Individual & AOP if the return on investment is less than Rs. 1 million.	10%	20%

## Tax rates on certain payments / income to non-residents

### *[Division IV & V, Part I]*

The rate of tax imposed under section 6 and 7 shall be as follow:

S. #	Category	Persons in ATL
a)	Royalty	15%
b)	Fee for technical services	15%
c)	Fee for offshore digital services	15%
d)	Any other case	10%
e)	Shipping Income	8%

S. #	Category	Persons in ATL
f)	Air transport Income	3%

### Rate of Tax on Payments for Digital Transactions in E-commerce Platforms

#### [Division IVA, Part I]

The rate of tax imposed under section 6A on payment for digitally ordered goods or digitally delivered services through e-commerce platforms including websites shall be in case of payment through –

- (i) Digital Means or banking channels by payment intermediary:

S.#	Description	Tax Rates
1.	Where the amount paid does not exceed rupees ten thousand	1% of the gross amount paid
2.	Where the amount paid exceeds rupees ten thousand but does not exceed rupees twenty thousand	2% of the gross amount paid
3.	Where the amount paid exceeds rupees twenty thousand	0.25% of the gross amount paid

- (ii) Cash on Delivery by courier service:

S.#	Description	Tax Rates
1.	On supply of electronic and electrical goods	0.25% of the gross amount paid
2.	On supply of clothing articles, apparels, garments etc.	2% of the gross amount paid
3.	On supply of goods other than mentioned in S. No. 1 and 2 above	1% of the gross amount paid”



## Capital gains on disposal of securities

### [Division VII, Part I]

The rate of tax to be paid under section 37A shall be as follow:

S. #	Holding period	Rate of tax on disposal of securities acquired between 01 July 2022 and 30 June 2024 (both dates inclusive)	Rate of tax on disposal of securities acquired on or after 01 July 2024
1.	Where the holding period does not exceed one year	15%	15% for persons appearing on the ATL on the date of acquisition and the date of disposal of the securities and at the rate specified in Division I for individuals and association of persons and Division II for companies in respect of persons not appearing on the ATL on the date of acquisition and date of disposal of securities.  Provided that the rate of tax for individuals and association of persons not appearing on the ATL, the rate of tax shall not be less than 15% in any case.
2.	Where the holding period exceeds one year but does not exceed two years	12.5%	
3.	Where the holding period exceeds two years but does not exceed three years	10%	
4.	Where the holding period exceeds three years but does not exceed four years	7.5%	
5.	Where the holding period exceeds four years but does not exceed five years	5%	
6.	Where the holding period exceeds five years but does not exceed six years	2.5%	
7.	Where the holding period exceeds six years	0%	
8.	<b>Future commodity contracts entered into by members of Pakistan Mercantile Exchange</b>	5%	5%

Provided that for securities except at Serial No. 8 of the above Table:

- (i) The rate of 15% tax (on filer and non-filer irrespective of holding period) shall be charged on capital gain arising on disposal where the securities are acquired on or after 1<sup>st</sup> day of July, 2025
- (ii) The rate of 12.5% tax shall be charged on capital gain arising on disposal where the securities are acquired on or after the 01 July 2013 but on or before the 30 June 2022; and

- (iii) The rate of 0% tax shall be charged on capital gain arising on disposal where the securities are acquired before the 01 July 2013.

Provided further that the rate for companies in respect of debt securities shall be as specified in Division II of Part I of the First Schedule to the ITO 2001.

Provided also that a mutual fund or a collective investment scheme or a REIT scheme shall deduct Capital Gains Tax at the rates as specified below, on redemption of securities as prescribed, namely:

S. #	Category	Rate
1	Individual & AOP	15% for stock funds 15% for other funds
2	Company	15% for stock funds 25% for other funds

Provided also that in case of a stock fund if dividend receipts of the fund are less than capital gains, the rate of tax deduction shall be 15%.

Provided also that no capital gain shall be deducted, if the holding period of the security acquired on or before 30th day of June 2024 is more than six years.

Explanation. – For the removal of doubt, it is clarified that provisions of this proviso shall be applicable only in case of mutual fund or collective investment scheme or a REIT scheme.

### **Tax on capital gains on disposal of immovable property**

#### ***[Division VIII, Part I]***

The rate of tax to be paid shall under section 37(1A) of the Income Tax Ordinance, 2001 shall be as follows:

S. #	Holding period	Rate of tax on properties acquired on or before 30 June 2024			Rate of tax on properties acquired on or after 1 July 2024
		Open Plots	Constructed Properties	Flats	
1.	Where the holding period does not exceed one year	15%	15%	15%	15% for persons appearing on the ATL on date of disposal of property and at the rates specified in Division I for individuals and association of persons and Division II for
2.	Where the holding period exceeds one year but does not exceed two years	12.5%	10.0%	7.5%	
3.	Where the holding period exceeds two years but does not exceed three years	10%	7.5%	0	
4.	Where the holding period exceeds three years but does not exceed four years	7.5%	5%	-	

S. #	Holding period	Rate of tax on properties acquired on or before 30 June 2024			Rate of tax on properties acquired on or after 1 July 2024
		Open Plots	Constructed Properties	Flats	
5.	Where the holding period exceeds four years but does not exceed five years	5%	0	-	companies in respect of persons not appearing on the ATL on the date of disposal of property.  Provided that the rate of tax for individuals and association of persons not appearing on the ATL on the date of disposal, the rate of tax shall not be less than 15% of the gain.
6.	Where the holding period exceeds five years but does not exceed six years	2.5%	-	-	
7.	Where the holding period exceeds six years	0%	-	-	

### Tax on builders

#### [Division VIIIA, Part I]

Division VIII, Part 1

(A) Karachi, Lahore and Islamabad	(B) Hyderabad, Sukkur, Multan, Faisalabad, Rawalpindi, Gujranwala, Sahiwal, Peshawar, Mardan, Abbottabad, Quetta	(C) Urban Areas not specified in A and B			
For commercial buildings					
Rs. 210/ Sq Ft	Rs. 210/ Sq Ft	Rs. 210/ Sq Ft			
For residential buildings					
Area in Sq. ft	Rate/Sq. Ft	Area in Sq. Ft	Rate/Sq. Ft	Area in Sq. Ft	Rate/Sq. Ft
Up to750	Rs. 20	Up to 750	Rs. 15	Up to750	Rs. 10
751 to 1500	Rs. 40	751 to 1500	Rs. 35	751 to 1500	Rs. 25
1501 & more	Rs. 70	1501 & more	Rs. 55	1501 & more	Rs. 35

## Tax on developers

### *[Division VIIIB, Part I]*

(A) Karachi, Lahore and Islamabad		(B) Hyderabad, Sukkur, Multan, Faisalabad, Rawalpindi, Gujranwala, Sahiwal, Peshawar, Mardan, Abbottabad, Quetta		(C) Uraban Areas not specified in A and B	
For Commercial Plots					
Rs. 210/ Sq Yd		Rs. 210/ Sq Yd		Rs. 210/ Sq Yd	
For Residential Plots					
Area in Sq. Yd	Rate/ Sq. Yd	Area in Sq. Yd	Rate/ Sq. Yd	Area in Sq. Yd	Rate/ Sq. Yd
Upto 120	Rs. 20	Upto 120	Rs. 15	Up to 120	Rs. 10
121 to 200	Rs. 40	121 to 200	Rs. 35	121 to 200	Rs. 25
201 and more	Rs. 70	201 and more	Rs. 55	201 and more	Rs. 35

## Tax on deemed income

### *[Division VIIIC, Part I]*

The rate of tax chargeable under section 7E of the Income Tax Ordinance, 2001 is 20%.

## Minimum tax u/s 113

### *[Division IX, Part I]*

The rates of minimum tax under section 113 of Income Tax Ordinance, 2001 are follows:

S.#	Person(s)	Minimum tax as percentage of the person's turnover for the year
1.	a. Sui Southern Gas Company Limited and Sui Northern Gas Pipelines Limited (for the cases where annual turnover exceeds rupees one billion) b. Pakistan International Airlines Corporation c. Poultry industry including poultry breeding, broiler production, egg production and poultry feed production	0.75%
2.	a. Oil refineries b. Motorcycle dealers registered under the Act, 1990 c. Oil Marketing Companies	0.5%
3.	a. Distribution of pharmaceutical products, fast moving consumer goods and cigarettes, b. Petroleum agents and distributors who are registered under the Sales Tax Act 1990 c. Rice mills and dealers d. Tier-1 retailers of fast-moving consumer goods who are integrated with Board or its computerized system for real time reporting of sales and receipts; e. Person's turnover from supplies through e-commerce including from running an online marketplace as defined in clause 2(38B) of ITO 2001. f. Persons engaged in the sale and purchase of used vehicles; and g. Flour mills	0.25%
4.	<b>In all other cases</b>	1.25%

**Gain arising on disposal of certain debt securities u/s 151A**  
**[Division IIIA, Part III]**

The rate of tax chargeable under section 151A of the Income Tax Ordinance, 2001 is 15%.

Withholding Tax Collection / Deduction Rate Card

## FIRST SCHEDULE

**Note:** \*Persons whose name do not appear in the ATL are subject to hundred percent increased withholding tax rates as prescribed in the Ordinance except for specified exclusions given in the Tenth Schedule.

Section	Type of payment	Rate %		Ind. & AOP	Company
		Active	In-Active		
148	Collection of tax at imports				
I.	Persons importing goods classified in Part I of the Twelfth Schedule	1	2	Minimum / not minimum in the hands of industrial undertaking	Minimum / not minimum in the hands of industrial undertaking
II.	Persons importing goods classified in Part II of the Twelfth Schedule	2	4	Minimum / not minimum in the hands of industrial undertaking	Minimum / not minimum in the hands of industrial undertaking for its own use
		other than commercial importer		for its own use	
III.	Persons importing goods classified in Part III of the Twelfth Schedule	5.5	11	Minimum / not minimum in the hands of industrial undertaking	Minimum/ not minimum in the hands of industrial undertaking
		other than commercial importer		for its own use	for its own use
IV.	Import by manufacturers covered under rescinded SRO. 1125(I)2011 dated 31 December 2011	1	2	Adjustable	Adjustable
V.	Persons importing finished pharmaceutical products that are not manufactured in Pakistan as certified by DRAP.	4	8	Minimum	Minimum
VI.	Import of Mobile phones	Varying rates		Minimum	Minimum

<b>VII.</b>	Import of CKD kits of electric vehicles for small cars or SUVs with battery upto 50 kwh and LCVs with battery upto 150kwh	1	2	Minimum	<b>Minimum</b>
<b>VIII</b>	- Import by commercial importer of goods classified in Part II of Twelfth schedule	3.5	7	Minimum	<b>Minimum</b>
	- Import by commercial importer of goods classified in Part III of Twelfth Schedule	6%	12%	Minimum	<b>Minimum</b>
<b>IX</b>	Import by every person of edible oil, packaging material, paper and paper board; or plastics	1, 2, 3.5, 5.5, 6	2, 4,7,11,12	Minimum	<b>Minimum</b>
<b>149</b>	<b>Salary</b>				
	Where the taxable income does not exceed Rs. 600,000	0%		Adjustable	<b>N/A</b>
	Where taxable income exceeds Rs. 600,000 but does not exceed Rs. 1,200,000	1% of amount exceeding Rs.600,000		Adjustable	<b>N/A</b>
	Where taxable income exceeds Rs. 1,200,000 but does not exceed Rs. 3,200,000	Rs. 6,000 plus 11% of the amount exceeding Rs.1,200,000		Adjustable	<b>N/A</b>
	Where taxable income exceeds Rs. 2,200,000 but does not exceed Rs. 3,200,000	Rs. 116,000 plus 23% of the amount exceeding Rs. 2,200,000		Adjustable	<b>N/A</b>
	Where taxable income exceeds Rs. 3,200,000 but does not exceed Rs. 4,100,000	Rs. 346,000 plus 30% of the amount exceeding Rs. 3,200,000		Adjustable	<b>N/A</b>
	Where taxable income exceeds Rs. 4,100,000	Rs. 616,000 plus 35% of the amount exceeding Rs. 4,100,000.		Adjustable	<b>N/A</b>
	Director fee	20		Adjustable	<b>N/A</b>
<b>150</b>	<b>Dividend payment or dividend in specie</b>				

<b>I.</b>	Independent Power Producers where such dividend tax is a pass-through item under an Implementation Agreement or Power Purchase Agreement or Energy Purchase Agreement and is required to be reimbursed by Central Power Purchasing Agency (CPPA-G) or its predecessor or successor entity.	7.5	15	Final	<b>Final</b>
<b>II.</b>	Company where no tax is payable due to exemption of income or carry forward business losses or claim of tax credit	25	50	Final	<b>Final</b>
<b>III.</b>	Mutual fund or real estate investment trust and cases other than those mentioned in clauses (a), (c) and (d):.	15	30	Final	<b>Final</b>
	Provided that where mutual funds deriving fifty percent or more income from profit on debt.	25	50		
<b>IV</b>	Dividend received by REIT Scheme for Special Purpose Vehicle	0	0		
<b>V</b>	Dividend received by others from Special Purpose Vehicle as defined under the Real Estate Investment Trust Regulation, 2015	35	70		
<b>151</b>	<b>Profit on debt</b>				
<b>I.</b>	Yield on an account, deposit or a certificate under the National Savings Scheme or Post office saving account	15	30	Minimum / Adjustable (if more than 5 million)	<b>Adjustable</b>
<b>II.</b>	Profit on a debt, being on an account or deposit maintained with a banking company or a financial institution	20	40	Minimum / Adjustable (if more than 5 million)	<b>Adjustable</b>



III.	Profit on any security issued by Federal Government, a Provincial Government or a local Government other than profit on National Saving Scheme or Post Office Saving account to any person	15	35	Minimum / Adjustable (if more than 5 million)	Adjustable
IV.	Profit on any bond, certificate, debenture, security or instrument of any kind (excluding loan agreement between a borrower and a banking company or a development finance institution) issued by a banking company, a financial institution, company or a finance society, to any person other than a financial institution.	15	30	Minimum / Adjustable (if more than 5 million)	Adjustable
151 (1A)	<b>Return on investment in sukuk, (excluding “The Second Pakistan Sukuk Company” and “The Third Pakistan Sukuk Company”). In case, sukuk holder is</b>				
I.	Company	25	50	N/A	Adjustable
II.	Ind & AOP (where the return is more than one million)	12.5	25	Minimum / Final	N/A
III	Ind & AOP (where the return is less than one million).	10	20	Minimum	N/A
152	<b>Payments to non-residents</b>				
I.	Royalty and technical fee	15		Final	Final

<b>II.</b>	Execution of a contract or sub-contract under a construction, assembly or installation project in Pakistan including a contract for the supply of supervisory activities in relation to such projects or any other contract for construction or services rendered relating thereto Contract for advertisement services rendered by TV Satellite channel	7		<b>Minimum</b>	
<b>III</b>	Insurance premium or re-insurance premium	5		Minimum	<b>Minimum</b>
<b>IV.</b>	Advertisement services to a non-resident media person relaying from outside Pakistan	10		Minimum	<b>Minimum</b>
<b>V.</b>	Foreign produced commercial for advertisement on any television channel or any other media	20		Final	<b>Final</b>
<b>VI.</b>	Capital gain arising to a PE of non-resident company on the disposal of debt instrument and government securities including T-Bills and PIBs invested through special convertible rupee account	10		N/A	<b>Final</b>
<b>VII.</b>	Capital gain arising on the disposal of debt instruments and government securities and certificates invested through Foreign Currency Value Account or non-resident Pakistani Rupee Value Account by a non-resident individual holding CNIC, NICOP or POC.	10		Final	<b>N/A</b>
<b>VIII.</b>	Return on investment in sukuk (excluding “The Second Pakistan Sukuk Company” and “The Third Pakistan Sukuk Company”). In case, sukuk holder is:				

	- Company	25		N/A	Final
	- Ind & AOP (where the return is more than one million)	12.5		Final	N/A
	- Ind & AOP (where the return is less than one million)	10		Final	N/A
<b>IX.</b>	Profit on debt to non-resident person not having a PE in Pakistan	10		N/A	Adjustable/ Final in specified situations
<b>X.</b>	Payments to an individual, on account of profit on debt earned from a debt instrument, whether conventional or shariah compliant, issued by the Federal Government under the Public Debt Act, 1944 and purchased exclusively through a bank account maintained abroad, a non-resident repatriable rupee account or a foreign currency account maintained with a banking company in Pakistan.	10		Final	N/A
<b>XI.</b>	Fee for offshore digital services	15		Final	Final
<b>XII.</b>	Payment of service charges or commission or fee to the global money transfer operators, international money transfer operators or such other persons engaged in international money transfer operations, or such other persons engaged in international money transfer or cross-border remittance for facilitating outward remittances by exchange companies licensed by State Bank of Pakistan	10		Final	Final

<b>XIII.</b>	Payment by banking company to card network company or payment gateway or any other person, of any transaction fee or licensing fee or service charges or commission or fee by whatever name called or inter-bank financial telecommunication services	10		Final	<b>Final</b>
<b>XIV.</b>	Other payments	20		Adjustable	<b>Adjustable</b>
<b>XV.</b>	In case of cohesive business operations as per section 2(41)(g) if allowed by Commissioner on an application by the person making the payment	1.4		Ind(N/A)/Adjustable in the hands of PE of AOP for profits arising from Cohesive Business operations	<b>Adjustable in the hands of PE for profits arising from Cohesive Business operations</b>
		(20% of 7)			
<b>152 (2A)</b>	<b>Payments to PE of a non-resident</b>				
	Sale of goods				
	- Company	5	10		<b>Minimum / not minimum subject to conditions</b>
	Other than company	5.5	11	Minimum	-
	- Transport services				
	- Freight forwarding services				
	- Air cargo services				
	- Courier services				
	- Manpower outsourcing services				

	<ul style="list-style-type: none"> <li>- Hotel services</li> <li>- Security guard services</li> <li>- Software development services</li> <li>- Tracking services</li> <li>- Advertising services (other than by print or electronic media)</li> <li>- Share registrar services</li> <li>- Engineering services</li> <li>- car rental services</li> <li>- Building maintenance services</li> <li>- Services rendered by Pakistan Stock Exchange Ltd and Pakistan Mercantile Exchange Ltd inspection and certification</li> <li>- Testing and training services</li> <li>- Oil field services</li> </ul>	8	16	Minimum	<b>Minimum</b>
	- IT services and IT enabled services as defined in section 2	4	8		
	<b>Services not covered above</b>				
	- Company			N/A	<b>Minimum</b>
	- Other than company	15	30	Minimum	<b>N/A</b>
	Execution of a contract	8	16	Minimum	<b>Minimum</b>
<b>V.</b>	Sports Person	15	30	Minimum	<b>N/A</b>

153	<b>Goods, services and execution of a contract</b>				
I.	Sales of rice, cotton seed oil or edible oil	1.5	3	Minimum	Minimum / adjustable for manufacturer / listed company
II.	Distributors of			Minimum	Minimum
	- Cigarettes	2.5	5		
	- Pharmaceutical products	1	2		
III.	Distributors, dealers, sub-dealers, wholesalers and retailers of fast-moving consumer goods, fertilizers, electronics excluding mobile phones, sugar, cement, steel and edible oil, if they are appearing in ATL of income tax and sales tax.	0.25		Minimum	Minimum
IV.	On supplies of gold, silver and articles thereof	1	2	Adjustable	Adjustable
V.	Sale of any other goods in the case of:				
	- Company (excluding toll manufacturing)	5	10	N/A	Minimum / adjustable for manufacturer / listed company
	- For toll manufacturing	9	18		
	- Other taxpayers (excluding toll manufacturing)	5.5	11	Minimum	N/A
	- For toll manufacturing	11	22		
	- Transport services				
	- Freight forwarding services				
	- Air cargo services				

<ul style="list-style-type: none"> <li>- Courier services</li> <li>- Manpower outsourcing services</li> <li>- Hotel services</li> <li>- Security guard services</li> <li>- Software development services</li> <li>- Tracking services</li> <li>- Advertising services (other than by print or electronic media)</li> <li>- Share registrar services</li> <li>- Engineering services including architectural services</li> <li>- Warehousing services</li> <li>- Services rendered by asset management companies</li> <li>- Data services provided under license issued by the Pakistan Telecommunication Authority</li> <li>- Telecommunication infrastructure (tower) services,</li> <li>- Car rental services</li> <li>- Building maintenance services, services rendered by Pakistan Stock Exchange Limited and Pakistan Mercantile Exchange Limited</li> </ul>					

	<ul style="list-style-type: none"> <li>- Inspection, certification</li> <li>- Testing and training services</li> <li>- Oilfield services</li> <li>- Telecommunication services</li> <li>- Collateral management services</li> <li>- Travel and tour services.</li> </ul>				
	- IT services and IT enabled services as defined in section 2	4	8		
	Oil tanker contractor services	2	4	Minimum	<b>Minimum</b>
	Other services in the case of:				
	- Company	15	30	N/A	<b>Minimum</b>
	- Other taxpayers			Minimum	<b>N/A</b>
	Electronic and print media for advertisement services Execution of a contract in the case of	1.5	3	Minimum	<b>Minimum</b>
	- Company	7.5	15	-	<b>Minimum/adjustable for listed company / subject to conditions</b>
	- Other taxpayers	8	16	Minimum	<b>N/A</b>
	- Sports person	15	30	Minimum	<b>N/A</b>



	Deduction by exporter or an export house on payment for rendering of certain services	1	2	Minimum	Minimum
VI	Digital Means or banking channels by payment intermediary				
	Where the amount paid does not exceed rupees ten thousand	1	2		
	Where the amount paid exceeds rupees ten thousand but does not exceed rupees twenty thousand	2	4		
	Where the amount paid exceeds rupees twenty thousand	.25	.5		
VII	Cash on Delivery by courier service				
	On supply of electronic and electrical goods	.25	.5		
	On supply of clothing articles, apparels, garments etc.	2	4		
	On supply of goods other than mentioned in S. No. 1 and 2 above	1	2		
154	Exports				
I.	At the time of realization of foreign exchange proceeds on account of the export of goods by an exporter	1 + *1		Minimum	Minimum
		*In addition to existing 1 %, tax @ 1% will also be deducted u/s 147 as an advance tax which is adjustable			
	At the time of	1 + *1			

II.	realization of the proceeds on account of a sale of goods to an exporter under an inland back -to-back letter of credit or any other arrangement	*In addition to existing 1 %, tax @ 1% will also be deducted u/s 147 as an advance tax which is adjustable		Minimum	Minimum
III.	At the time of export of goods by an industrial undertaking located in the areas declared by the Federal Government to be a Zone	1 + *1	2	Minimum	Minimum
		*In addition to existing 1 %, tax @ 1% will also be deducted u/s 147 as an advance tax which is adjustable			
IV.	At the time of making payment for a firm contract to an indirect exporter	1 + *1	2	Minimum	Minimum
		*In addition to existing 1 %, tax @ 1% will also be deducted u/s 147 as an advance tax which is adjustable			
V.	At the time of clearing of goods exported	1 + *1	2	Minimum	Minimum
		*In addition to existing 1 %, tax @ 1% will also be deducted u/s 147 as an advance tax which is adjustable			
154A	Export of Services				
	Exports of computer software or IT services or IT enabled services persons registered with Pakistan Software Export Board	0.25		Final subject to condition	Final subject to conditions
	a) services or technical services rendered outside Pakistan or exported from Pakistan;				

<b>II.</b>	b) royalty, commission or fees derived by a resident company from a foreign enterprise in consideration for the use outside Pakistan of any patent, invention, model, design, secret process or formula or similar property right, or information concerning industrial, commercial or scientific knowledge, experience or skill made available or provided to such enterprise;	1		Final subject to condition	<b>Final subject to conditions</b>
	c) construction contracts executed outside Pakistan;				
	d) foreign commission due to an indenting commission agent; and				
	e) other services rendered outside Pakistan as notified by the Board from time to time;				
<b>155</b>	<b>Income from Property</b>				
	Annual rent of immovable property including rent of furniture and fixtures and amount of service relating to such property				
	- In case of company	15	30	N/A	<b>Adjustable</b>
	- In case of other taxpayers	Progressive rates			
	- Upto 300,000	0			
	- 300,000 < 600,000	5		Adjustable	<b>N/A</b>
	- 600,000 < 2,000,000	Rs.15000+10%			
	- Above 2,000,000	Rs.155000+25%			
<b>156</b>	<b>Prizes and winnings</b>				

	Gross amount of prize bond winning.	15	30	Final	<b>Final</b>
	Gross amount of Prize on crossword puzzle.	15	30	Final	<b>Final</b>
	Gross amount of raffle/lottery winning, prize on winning a quiz, prize offered by a company for promotion of sales.	20	40	Final	<b>Final</b>
<b>156A</b>	<b>Petroleum products</b>				
	Commission or discount allowed to petrol pump operators	12	24	Final	<b>Final</b>
<b>231AB</b>	<b>Advance tax on cash withdrawal</b>				
	Cash withdrawal exceeding Rs 50,000/- per day from all accounts	0	0.8		
<b>231B</b>	<b>Advance tax on motor vehicles</b>				
	At the time of registration of a motor vehicle and sale by manufacturer.			Adjustable	<b>Adjustable</b>
	Engine Capacity:				
	- Upto 850CC	0.5			
	- 851<1000CC	01			
	- 1001<1300	1.5			
	- 1301<1600	02			
	- 1601<1800	03			
	- 1801<2000	05			
	- 2001<2500	07			
	- 2501<3000	09			
	- Above 3000CC	12			
		Provided that in cases where the engine capacity is not applicable, and the value of vehicle is PKR. 5 million or more, the	Provided that tax required to be collected shall be increased by 200% for persons not		

		rate of tax collectible shall be 3% of the import value as increased by custom duty, sales tax and federal excise duty in case of imported vehicles or invoice value in case of locally manufactured or assembled vehicles	appearing in ATL		
	At the time of leasing of a motor vehicle to a person not appearing in ATL		4%	Adjustable	<b>Adjustable</b>
	At the time of transfer of registration or ownership of a motor vehicle:				
	- Upto 850CC	0			
	- 851<1000CC	PKR 5000			
	- 1001<1300	PKR 7500			
	- 1301<1600	PKR 12500			
	- 1601<1800	PKR 18750			
	- 1801<2000	PKR 25000			
	- 2001<2500	PKR 37500			
	- 2501<3000	PKR 50,000			
	- Above 3000CC	PKR 62,500			
		Provided that in cases where the engine capacity is not applicable, and the value of vehicle is Rs. 5.00 million or more, the rate of tax shall be Rs 20,000			

		Provided further that the rate of tax to be collected under this clause shall be reduced by ten percent each year from the date of first registration in Pakistan.	Provided that tax required to be collected shall be increased by 200% for persons not appearing in ATL		
	Collection of Advance tax at the time of registration if the locally manufactured motor vehicle is sold prior to registration by the original purchaser				
	- Upto 1000cc	100,000	300,000	Adjustable	<b>Adjustable</b>
	- 1001cc to 2000cc	200,000	600,000	Adjustable	<b>Adjustable</b>
	- 2001cc and above	400,000	1,200,000	Adjustable	<b>Adjustable</b>
<b>231C</b>	<b>Advance tax from agency, sponsor on Foreign Domestic Workers</b>				
	On issuance or renewal of visa to foreign national as domestic worker	Rs 200,000	400,000		
<b>233</b>	<b>Brokerage &amp; Commission</b>				
<b>I.</b>	Advertisement agent	10	20	Minimum	<b>Minimum</b>
<b>II.</b>	Life Insurance Agent where commission is less than Rs. 0.5 million per annum	8	16	Minimum	<b>Minimum</b>
<b>III.</b>	Others	12	24	Minimum	<b>Minimum</b>
<b>234</b>	<b>Tax on “motor vehicle tax”</b>				
	Registered laden weight/Seating capacity/Engine capacity and life of vehicle used	Annual / Lump Sum			
	On engine capacity of motor vehicle				

	- Upto 1000CC	800	10,000	Adjustable	<b>Adjustable</b>
	- 1001<1199	1500	18,000		
	- 1200<1299	1750	20,000		
	- 1300<1499	2500	30,000		
	- 1500<1599	3750	45,000		
	- 1600<1999	4500	60,000		
	- Above 2000CC	10,000	120,000		
<b>235</b>	<b>Electricity consumption</b>				
	Industrial or Commercial consumers from gross amount of bills				
	- Upto Rs 500	Nil		-	-
	- Exceeds Rs 500 but does not exceed Rs 20,000	10		Minimum	<b>Adjustable</b>
	- Exceeds Rs. 20,000	Rs 1,950 plus 12% of the amount exceeding 20,000 for commercial consumers		Minimum/ Adjustable subject to conditions	<b>Adjustable</b>
		Rs 1,950 plus 5% of the amount exceeding 20,000 for industrial consumers		Minimum/ Adjustable subject to conditions	<b>Adjustable</b>
	Domestic consumers, if not included in ATL		7.5% if the monthly bill exceeds Rs. 25,000	Minimum/ Adjustable subject to conditions	<b>N/A</b>
<b>236</b>	<b>Telephone &amp; internet bill</b>				
<b>I.</b>	Telephone monthly bill exceeding Rs 1,000	10		Adjustable	<b>Adjustable</b>
	Subscriber of internet and prepaid internet card or sale of units through any electronic medium or whatever form	15			

II.	In case of persons mentioned in income tax general orders under section 114B (Non-Filer)	75		Adjustable	Adjustable
III.	Mobile telephone and prepaid card for telephones or sale of units through any electronic medium or whatever form	15		Adjustable	Adjustable
236A	<b>Sale by auction / tender</b>				
	Sale of goods or property (excluding immovable property)	10	20	Adjustable	Adjustable
	Sale of immovable property	5	10	Adjustable	Adjustable
	Lease of right to collect toll	10	20	Final	Final
236C	<b>Sale or transfer of immovable property</b>				
I	Where the gross amount of consideration received does not exceed Rs. 50 Million	4.5	*11.5/ **7.5 *In case of persons not appearing in ATL **For late filers who filed their returns for last three preceding tax years after respective due dates	Adjustable/ minimum/ final subject to conditions	Adjustable/ minimum subject to conditions
		5	*11.5 / **8.5		



II	Where the gross amount of consideration received exceeds Rs. 50 Million but does not exceed Rs.100 Million		*In case of persons not appearing in ATL,	Adjustable/ minimum/ final subject to conditions	Adjustable/ minimum subject to conditions
			**For late filers who filed their returns for last three preceding tax years after respective due dates		
III	Where the gross amount of consideration received exceeds Rs. 100 Million	5.5	*11.5 / **9.5	Adjustable/ minimum/ final subject to conditions	Adjustable/ minimum subject to conditions
			*In case of persons not appearing in ATL		
			** For late filers who filed their returns for last three preceding tax years after respective due dates		
236CA	Advance tax on tv plays and advertisements				
	Foreign-produced TV drama serial or play	Rs. 1,000,000 per episode	Rs. 2,000,000 per episode	N/A	Minimum
	Foreign-produced TV play (single episode)	Rs.3,000,000	Rs. 6,000,000	N/A	Minimum
	Advertisement starring foreign actor	Rs. 100,000 per second	Rs. 200,000 per second	N/A	Minimum
236CB	Advance tax on functions and gatherings	10%		Adjustable	Adjustable
236G	Advance tax on sales of specified goods to distributors, dealers, and wholesalers				
	- Fertilizer	0.7	1.4 /*0.25	Adjustable	Adjustable
			*if appearing in the ATL of income and sales tax		

	- Other than fertilizer	0.1	2	Adjustable	Adjustable
236H	Advance tax on sales of specified goods to wholesalers	0.5	1	Adjustable	Adjustable
	In case of sales of specified goods to retailers	0.5	2.5		
236K	Advance tax on purchase of immovable property				
I	Where the fair market value does not exceed Rs.50 million.	1.5	*10.5/ **4.5(of the FMV) *In case of persons not appearing in ATL **For late filers who filed their returns for last three preceding tax years.	Adjustable/ Final subject to conditions	Adjustable
II	Where the fair market value exceeds Rs. 50 million but does not exceed Rs. 100 million.	2	*14.5 / **5.5 *In case of persons not appearing in ATL **For late filers who filed their returns for last three preceding tax years after respective due dates	Adjustable/ Final subject to conditions	Adjustable
	Where the fair market value exceeds Rs. 100 million.	2.5	*18.5/ **6.5 *In case of persons not appearing in ATL		

<b>III</b>			**For late filers who filed their returns for last three preceding tax years after respective due dates	Adjustable/ Final subject to conditions	<b>Adjustable</b>
	<b>Advance tax on persons remitting amounts abroad through credit or debit or prepaid cards</b>	<b>5</b>	<b>*10</b>	<b>Adjustable</b>	
<b>Z</b>	Value of bonus shares issued	10%		Final Tax	

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