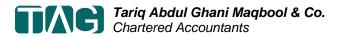
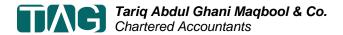


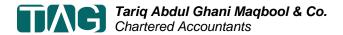
Nature of Payment -	Tax	Rate	Nature of Tax	
	Filer	Non-filer	(Advance/ Final/ Minimum Tax	
DIVIDEND, INCLUDING DIVIDEND IN SPECIE				
Section 150, 236S, Division I Part III First Schedule & Clause 11B Part IV Second Schedule	<i>:</i>]			
Dividends from privatized power projects or companies set up for power generation or companies supplying coal exclusively to power generation projects	7.5	50%		
Dividends received by a company from a collective investment scheme, REIT scheme or a mutual fund, other than a stock fund	25%			
Dividends received from stock funds	10%	20%	Final Tax	
Inter-corporate dividend within the group companies covered under group taxation, where return of the group has been filed for the latest completed tax year	0%		rinai Tax	
Other cases, including repatriation of after-tax profits by branches of foreign companies	12.5%	20%		
Dividends for 3 years from June 30, 2018 paid by Developmental REIT Schemes set up by June 30, 2018 with the object of development and construction of residential buildings	Rate to be reduced by 50%			
NURDING OR AIR TRANSPORT INCOME OF NON RESIDENTS				
Section 7 & Division V Part I First Schedule]	8	%		
SHIPPING OR AIR TRANSPORT INCOME OF NON-RESIDENTS Section 7 & Division V Part I First Schedule] Shipping income Air transport income	_	%		
Shipping income Air transport income	3	%	hand as hose host	
Section 7 & Division V Part I First Schedule] Shipping income	3	%	hased or bare-boat	
Section 7 & Division V Part I First Schedule] Shipping income Air transport income NCOME OF RESIDENTS FROM SHIPS and all floating crafts including tugs, dredgers, surv	vey vessels and other	%	hased or bare-boat	



Notions of Dayment	Tax Rate		Nature of Powerst Tax Rate	Rate	Nature of Tax
Nature of Payment	Filer	Non-filer	(Advance/ Final/ Minimum Tax		
CAPITAL GAINS TAX collected by mutual funds, collective investment schemes or REIT sch	nemes at the time of	redemption of securi	ties		
[Second Proviso to Division VII of Part I of First Schedule]					
Received by individuals and AOPs, where holding period of securities is up to 4 years	10%	15%			
Received by companies, if holding period of securities is up to 4 years	10.0% for stock fu	nds 25.0% for others	Advance Tax		
All type of recipients, where holding period of securities is above 4 years	Ex	empt			
In case of a stock fund if dividend receipts of the fund are less than capital gains, the rate of tax of	leduction shall be 12.	5% instead of 10%			
IMPORTS					
[Section 148 & Part II First Schedule]					
Industrial undertaking importing remeltable steel (PCT Heading 72.04) and directly reduced iron for its own use;			Final Tax (General)		
Persons importing potassic fertilizers in pursuance of ECC's decision No.ECC-155/12/2004 dated the 9 Dec 2004;					
Persons importing urea	1%	1.5%	Advance tax in the case of: - Raw material or plant & machine		
Manufacturers covered under S.R.O. 1125(I)/2011 dated the 31 Dec 2011 for importing items as per said SRO	.,,	11070	imported by industrial undertaking for own use;		
Persons importing gold			- fertilizer imported by the manufacturer of fertilizer;		
Persons importing cotton			- imports by large Import houses;		
Designated buyer of LNG importing on behalf of Govt. of Pakistan	1%	1.5%	- motor vehicles in CBU condition imported by manufacturers		
Persons importing Pulses	2%	3%	motor vehicles		
Commercial importers covered under S.R.O. 1125(I)/2011 dated the 31 Dec 2011 for importing items as per said SRO	3%	4.5%	- Foreign produced film screening & viewing purposes		
Ship breaker on import of ships	4.5%	6.5%	Minimum in case of import of		
		00/			
Companies and industrial undertakings not covered above	5.5%	8%	packing material and edible oil		



Nature of Daymont	Tax	Rate	Nature of Tax	
Nature of Payment	Filer	Non-filer	(Advance/ Final/ Minimum Tax)	
PROFIT ON DEBT				
[Section 151 & Division IA Part III First Schedule]				
Where debt yield is up to Rs. 500,000	10%		Advance Tax in the case of	
Where debt yield is above Rs. 500,000	10%	17.5%	companies Final tax in other case	
For non-filers, 10% is treated as final tax for non-company recipients and balance 7.5% is advar	nce tax			
PAYMENTS TO NON-RESIDENTS [Section 152, Division IV Part I First Schedule & Division II Part III First Schedule]				
Royalty or fee for technical services	15	5%	Final Tax	
Contracts or related services	6%		Final Tax (if option exercised under clause (41), Part IV, 2nd Schedule otherwise Advance Tax	
Insurance or re-insurance premium	5	5%	Final Tay	
Advertisement services to a non-resident media person relaying from outside Pakistan	10	0%	Final Tax	
Execution of contract by Sportpersons	10	0%		
Any other receipt	20% of the gross amount or reduced rate under DTA		Advance Tax	
PAYMENTS TO PERMANENT ESTABLISHMENT (PE) OF NON-RESIDENTS [Section 152 & Division II Part III First Schedule]				
Sale/ supply of goods by PE of non-resident company	4%	6%		
Sale/ supply of goods by PE of other non-residents	4.5%	6.5%		
Rendering/ providing of services by PE of non-resident company	8%	12%		
Rendering/ providing of services by PE of other non-residents	10%	15%	Advance Tax	
Rendering/ providing of transport services	2	2%		
Execution of contract other than contract for sale or services by PE of non-resident company	7%	10%		
Execution of contract other than contract for sale or services by PE of other non-residents	7.5%	10%	1	



APPLICABLE FOR TAX YEAR 2017

Nature of Dormont	Tax	Rate	Nature of Tax
Nature of Payment	Filer	Non-filer	(Advance/ Final/ Minimum Tax)
PAYMENT FOR FOREIGN PRODUCED COMMERCIALS [Section 152A]			
Payment against foreign produced advertisement commercial to non-residents	20	9%	Final Tax
PAYMENTS FOR SUPPLY OF GOODS [Section 153(1)(a), Division III Part III First Schedule & Clause (24A) Part II Second Schedule	1		
Sale of rice, cotton seed, edible oil	1.5	5%	
Sale by distributors of cigarettes & pharmaceutical products and large import houses	1.5	5%	Advance Tax in case of listed
Sale of goods by FMCG distributors, which are companies	39	%	companies and companies engaged
Sale of goods by FMCG distributors, which are not companies	3.5	5%	in manufacturing.
Sale of any other goods by companies	4%	6%	Final Tax for other cases
Sale of any other goods by other than companies	4.5%	6.5%	

No tax to be withheld for payments in case of:

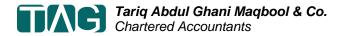
- Imported goods sold by an importer where tax u/s 148 has been paid
- Yarn sold by traders to taxpayers specified in the sales tax zero-rated regime as provided under clause (45A) of Part-IV of Second Schedule
- Purchase of an asset under a lease & buy back agreement by modarabas, leasing/ banking companies or financial institutions

PAYMENTS FOR SERVICES

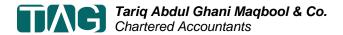
[Section 153(1)(b), 153(2), Division III Part III First Schedule & Division IV Part III First Schedule]

Companies providing advertising services (electronic & print media services)	1.5%	12%	Final Tax
Companies providing transport services	2%	2%	Minimum Tax
Companies providing other services	8%	12%	Minimum Tax
Non-company entities providing advertising services (electronic & print media services)	1.5%	15%	Final Tax
Non-company entities providing transport services	2%	2%	Minimum Tax
Non-company entities providing other services	10%	15%	Minimum Tax
By export houses for services rendered for stitching, dying, printing, embroidery, washing, sizing & weaving	1	1%	Final Tax

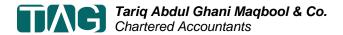
No tax to be withheld for payments in case of payment for securitization of receivables by Special Purpose Vehicles to Originators. Any tax deducted by a person making a payment for a Special Purpose Vehicle, on behalf of the Originator, the tax is credited to the Originator



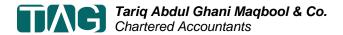
Notice of December 1	•	Гах Rate	Nature of Tax	
Nature of Payment	Filer	Non-filer	(Advance/ Final/ Minimum Tax)	
PAYMENT ON ACCOUNT OF EXECUTION OF CONTRACTS Section 153(1)(c) & Division III Part III First Schedule]				
To companies	7%	10%	Advance Tax for listed companie Final Tax for non-listed companie	
To sportsperson		10%	Final Tax	
To others	7.5%	10%	Fillal Tax	
EXPORTS Section 154 & Division IV Part III First Schedule] At the time of realization of proceeds on export of goods [Exemption to cooking oil or vegetable ghee exported to Afghanistan if tax u/s 148 is paid]		1%		
Indenting commission on realization of proceeds on account of commission to indenting agent		5%	 Final Tax	
Inland back to back LC by exporter on sale of goods under inland back to back LC or any other arrangement as may be prescribed by FBR.		1%	Exporters may opt at the time of filing of return that the tax collected	
Export of goods by units located in EPZ		1%	to be treated as Minimum Tax	
Payment for a firm contract by direct exporters or export houses registered under DTRE Rules, 2001 to an indirect exporter as per the said Rules		1%		
PROPERTY INCOME/ RENTALS Section 155 & Division VIA Part I First Schedule]				
To companies	15% of the	gross amount of rent	Advance tax	
	Annual Rent (Rs.	Tax Rate		
	Up to 200,000	NIL		
	Above 200,000 600,00	0 5% of the gross amount above Rs.200,000		
To individuals & AOPs	600,000 1 Millio	n Rs.20,000 + 10% of gross amount above Rs.600,000	Advance tax	
	1 Million 2 Millio	n Rs.60,000 + 15% of gross amount above 1 Million		
	Above 2 Million	Rs.210,000 + 20% of gross amount above 2 Million		



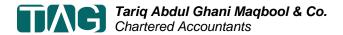
Nature of Payment	Tax	Rate	Nature of Tax	
Nature of Payment	Filer	Non-filer	(Advance/ Final/ Minimum Tax)	
RIZES AND WINNINGS				
Section 156 & Division VI Part III First Schedule]				
Prize on prize bonds and cross-word puzzle	15%	20%		
Winnings from a raffle, lottery, prize on winning a quiz or prizes related to companies' sales promotion schemes	20%		Final Tax	
PETROLEUM PRODUCTS Section 156A & Division VIA Part III First Schedule]				
Commission or discount to petrol pump operators on petroleum products	12%	15%	Final Tax	
WITHDRAWAL OF BALANCE UNDER PENSION FUND [Section 156B]				
Withdrawal before retirement age		tax for 3 preceding	Final Tax (Separate Block of	
Withdrawal in excess of 50% of accumulated balance at or after the retirement age		olicable for the year, ver is lower	Income)	
Cash withdrawals from banks [Section 231A, Division VI Part IV First Schedule & Clause (28B) Part II Second Schedule]				
Exchange company, duly licensed and authorized by SBP, subject to specified conditions		5%	Advance Tax	
Other cases, where total withdrawal in a day exceeds Rs. 50,000 from all bank accounts	0.3%	0.6%		
RANSACTIONS IN BANK – Banking instrument purchased against payment in cash Section 231AA & Division VIA Part IV First Schedule]				
Sale against cash of any instrument including demand draft, payment order, CDR, STDR, RTC, or any other instrument of bearer nature except payment is made through a crossed cheque	0.3%	0.6%	Advance Tax	
AX ON MOTOR VEHICLES				
Section 231B, 234, Division VII Part IV First Schedule & Division III Part IV First Schedule]				
Tax on purchase/ transfer of motor vehicles & along with annual motor vehicle tax [Not applicable to Federal, Provincial and Local Govts., Foreign Diplomatic Missions in Pakistan]	Various rates based	d on engine capacity	Advance Tax	
On value of motor vehicle leased by Leasing companies, Schedule bank, Investment bank, DFIs or Modaraba	0%	3%	Advance Tax	



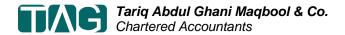
Nature of Dormont	Tax Rate		Nature of Tax
Nature of Payment —	Filer	Non-filer	(Advance/ Final/ Minimum Tax
BROKERAGE & COMMISSION			
Section 233 & Division II Part IV First Schedule]			
Advertising agents	10%	15%	
Life Insurance Agents where commission received is less than Rs. 0.5 million per annum	8%	16%	Final Tax
Others	12%	15%	
COLLECTION OF TAX BY STOCK EXCHANGES IN LIEU OF TAX ON COMMISSION			
Section 233A & Division IIA Part IV First Schedule]			
On purchase of shares	0.02%		Advance Tax
On sale of shares	0.	02%	Advance Tax
COLLECTION BY TAX BY NCCPL FROM MEMBERS OF STOCK EXCHANGES [Section 233AA & Division IIB Part IV First Schedule]			
In respect of financing of carryover trade, margin financing, margin trading nor securities	10%		
lending in shares business	1	0%	Advance Tax
lending in shares business	1	0%	Advance Tax
	1	0%	Advance Tax
lending in shares business CNG STATIONS		0% 1%	Advance Tax Final Tax
CNG STATIONS [Section 234A & Division VIB Part III First Schedule]			
CNG STATIONS [Section 234A & Division VIB Part III First Schedule]			
CNG STATIONS [Section 234A & Division VIB Part III First Schedule] On the amount of gas bill ELECTRICITY CONSUMPTION			
CNG STATIONS [Section 234A & Division VIB Part III First Schedule] On the amount of gas bill	•		



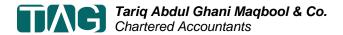
Noture of Dovement	Tax Rate	Nature of Tax (Advance/ Final/ Minimum Ta	
Nature of Payment -	Filer Non-filer		
DOMESTIC ELECTRICITY CONSUMPTION			
[Section 235A & Division XIX Part IV First Schedule]			
Where the amount of monthly bill is less than Rs. 75,000.	0%	- Advance Tax	
Where the monthly bill is Rs. 75,000 and above	7.5%	Advance rax	
STEEL MELTERS, RE-ROLLERS ETC.			
[Section 235B/ Section 153(1)]			
Electricity consumed for the production of steel billets, ingots and mild steel (MS products) excluding stainless steel by steel melters, steel re-rollers, composite steel units (registered for the purpose of Chapter XI of Sales Tax Special Procedure Rules, 2007)	Re. 1 per unit of electricity consumed	Non-adjustable/ Final Tax	
TELEPHONE USERS			
[Section 236 & Division V Part IV First Schedule]			
Mobile phone bills and prepaid telephone cards	14%		
Landline bills exceeding Rs. 1,000	10%	Advance Tax	
Post-paid internet and prepaid internet cards	14%		
SALE BY AUCTION			
[Section 236A & Division VIII Part IV First Schedule]			
Sale of property, goods or lease of right by public auction or tender	10%	Advance Tax	
Sale of lease of the right to collect tolls	10%	Final Tax	
PURCHASE DOMESTIC OF AIR TICKETS			
[Section 236B & Division IX Part IV First Schedule]			
Tickets for routes of Baluchistan coastal belt, Azad Jammu and Kashmir, FATA, Gilgit-Baltistan and Chitral	Exempt	Not Applicable	
Other routes	5%	Advance Tax	



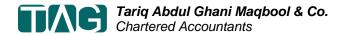
Nature of Payment -	Tax	Rate	Nature of Tax
	Filer	Non-filer	(Advance/ Final/ Minimum Tax
ALE OR TRANSFER OF IMMOVABLE PROPERTY			
Section 236C & Division X Part IV First Schedule]			
To be collected from seller or transferor at the time of registering or attesting the transfer, where holding period of property is up to 5 years	1%	2%	Advance Tax
To be collected from seller or transferor at the time of registering or attesting the transfer, where holding period of property is above 5 years	0%	0%	Auvance Tax
UNCTIONS AND GATHERINGS Section 236D & Division XI Part IV First Schedule]			
To be collected from a person arranging or holding a function on total amount of bill and also for food, service or facility		5%	Advance Tax
OREIGN PRODUCED TV PLAYS & SERIALS other than English language			
-	Pc 100 000) nor opicodo	
TV drama serial	·) per episode	Advance Tax
Section 236E & Division XII Part IV of First Schedule] TV drama serial TV play (single episode)	·	0 per episode 00,000	Advance Tax
TV drama serial	·	· · · ·	Advance Tax
TV drama serial TV play (single episode) ABLE OPERATORS AND OTHER ELECTRONIC MEDIA Section 236F & Division XIII Part IV First Schedule] From IPTV, FM Radio, MMDS, Mobile TV, Mobile Audio, Satellite TV Channel and Landing	Rs.1	· · · ·	Advance Tax Advance Tax
TV drama serial TV play (single episode) CABLE OPERATORS AND OTHER ELECTRONIC MEDIA	Rs.1	00,000	
TV drama serial TV play (single episode) ABLE OPERATORS AND OTHER ELECTRONIC MEDIA Section 236F & Division XIII Part IV First Schedule] From IPTV, FM Radio, MMDS, Mobile TV, Mobile Audio, Satellite TV Channel and Landing Rights	Rs.1 20% of the permiss Variou	ion fee or renewal fee	
TV drama serial TV play (single episode) ABLE OPERATORS AND OTHER ELECTRONIC MEDIA Section 236F & Division XIII Part IV First Schedule] From IPTV, FM Radio, MMDS, Mobile TV, Mobile Audio, Satellite TV Channel and Landing Rights From cable operators AX ON SALES TO DISTRIBUTORS, DEALERS AND WHOLESALERS BY MANUFACTURER	Rs.1 20% of the permiss Variou	ion fee or renewal fee	



Nature of Payment -	Tax I	Rate	Nature of Tax	
Nature of Payment	Filer	Non-filer	(Advance/ Final/ Minimum Tax	
TAX ON SALES TO RETAILERS & WHOLESALERS BY MANUFACTURERS, DISTRIBUTOR Section 236H & Division XV Part IV First Schedule]	RS, DEALERS, WHOLES	ALERS OR COMME	ERCIAL IMPORTERS	
•				
On sale of electronics, sugar, cement, iron & steel products, motorcycles, pesticides, cigarettes, glass, textile, beverages, paint or foam	0.5	5%	Advance Tax	
COLLECTION OF TAX BY EDUCATIONAL INSTITUTIONS WHERE FEE EXCEEDS RS. 200	,000/-			
[Section 236l & Division XVI of Part IV of First Schedule]				
From residents	5%	%	Advance Tax	
From non-residents	Exe	mpt	Not Applicable	
TAX ON DEALERS, COMMISSION AGENTS AND ARHATIS ON ISSUANCE/ RENEWAL OF [Section 236] & Division XVII Part IV First Schedule]	LICENSE			
	LICENSE Various	s Rates	Advance Tax	
[Section 236J & Division XVII Part IV First Schedule]		s Rates	Advance Tax	
[Section 236J & Division XVII Part IV First Schedule] To be collected by market committees		s Rates	Advance Tax	
[Section 236J & Division XVII Part IV First Schedule] To be collected by market committees PURCHASE OR TRANSFER OF IMMOVABLE PROPERTY				
[Section 236J & Division XVII Part IV First Schedule] To be collected by market committees PURCHASE OR TRANSFER OF IMMOVABLE PROPERTY [Section 236K & Division XVIII Part IV First Schedule]	Various		Advance Tax Advance Tax	
[Section 236J & Division XVII Part IV First Schedule] To be collected by market committees PURCHASE OR TRANSFER OF IMMOVABLE PROPERTY [Section 236K & Division XVIII Part IV First Schedule] Value up to Rs. 3 Million Value exceeding Rs. 3 Million	Various	%		
[Section 236J & Division XVII Part IV First Schedule] To be collected by market committees PURCHASE OR TRANSFER OF IMMOVABLE PROPERTY [Section 236K & Division XVIII Part IV First Schedule] Value up to Rs. 3 Million	Various	%		
[Section 236J & Division XVII Part IV First Schedule] To be collected by market committees PURCHASE OR TRANSFER OF IMMOVABLE PROPERTY [Section 236K & Division XVIII Part IV First Schedule] Value up to Rs. 3 Million Value exceeding Rs. 3 Million	Various	4%		
To be collected by market committees PURCHASE OR TRANSFER OF IMMOVABLE PROPERTY [Section 236K & Division XVIII Part IV First Schedule] Value up to Rs. 3 Million Value exceeding Rs. 3 Million INTERNATIONAL AIR TICKETS [Section 236L & Division XX Part IV First Schedule]	Various 09 2%	% 4% per person		



Nature of Payment	Tax	Rate	Nature of Tax	
Nature of Fayment	Filer	Non-filer	(Advance/ Final/ Minimum Tax)	
BONUS SHARES				
[Section 236M & 236N]				
Issued by listed companies	5% of bonus	shares issued		
Issued by other companies	5% of bonus shares issued		Final Tax	
ALL TYPE OF BANKING TRANSACTIONS OF NON-FILERS				
[Section 236P & Division XXI Part IV First Schedule]				
Transactions otherwise through cash up to Rs.50,000 per day	Not Applicable	Not Applicable	Not Applicable	
Transactions otherwise through cash above Rs.50,000 in aggregate from all bank accounts per day	Not Applicable	0.4% As of 30 th June, 2016	Advance tax	
RENT OR PAYMENT FOR RIGHT TO USE MACHINERY AND EQUIPMENT [Section 236Q & Division XXIII Part IV First Schedule]				
To be collected in case of industrial, commercial & scientific equipment and machinery	10)%	Final Tax	
The deduction shall not be applicable in the following cases: a. agricultural machinery; and b. machinery owned and leased by leasing companies, investment banks, modarabas, sched	luled banks or DFIs			
EDUCATION RELATED EXPENSES REMITTED ABROAD				
[Section 236R & Division XXIV Part IV First Schedule]				
Remittance of tuition fee, boarding & lodging expenses, payments for distant learning programs and any other expense related to foreign education	5	%	Advance tax	
ADVANCE TAX ON INSURANCE PREMIUM				
[Section 236U & Division XXV Part IV First Schedule]				
General insurance premium	0%	4%		
Life insurance premium exceeding Rs. 0.2 million per annum	0%	1%	Advance tax	



APPLICABLE FOR TAX YEAR 2017

Nature of Payment	Tax Rate		Nature of Tax
	Filer	Non-filer	(Advance/ Final/ Minimum Tax)
ADVANCE TAX ON EXTRACTION OF MINERALS [Section 236V & Division XXVI Part IV First Schedule]			
Value of minerals extracted, produced, dispatched & carried away from licensed or leased areas of mines – to be collected by provincial revenue authority/ board	0%	5%	Advance tax
ADVANCE TAX FROM PROVINCIAL SALES TAX REGISTERED PERSON [Section 236W]			
Tax on turnover of non-filers, registered with provincial sales tax authorities/ boards – to be collected by provincial revenue authority/ board at the time of furnishing of sales tax return	0%	3%	Advance tax

Disclaimer:

The above details have been compiled from the Income Tax Ordinance, 2001 updated to the effect of the Finance Bill, 2016 and have been published by us on June 05, 2016 for general awareness. We have exercised due professional care in compiling the above details, however, the above constitutes our general interpretation of applicable tax statute and does not constitute any opinion or advice and may also not be acceptable to taxation authorities in any particular case. Tax laws are subject to change from time to time and we do neither warrant at any time the currency of the above details nor accept any responsibility to update the same. We expressively disclaim any responsibility towards any person relying on the details given above.

Tariq Abdul Ghani Maqbool & Co. Chartered Accountants Karachi, June 05, 2016