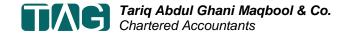
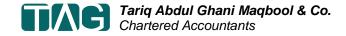


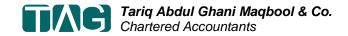
	Tax Rate		- Nature of Tax	
Nature of Payment	Persons appearing in ATL	Person not appearing in ATL	(Advance/ Final/ Minimum Tax)	
IPORTS				
Section 148 & Part II First Schedule]				
Industrial undertaking importing remeltable steel and directly reduced iron for its own use			Advance tax in the case of:	
Persons importing potassic fertilizers under ECC's decision No.ECC-155/12/2004 dt. 9 Dec 2004			- Raw material or plant & machiner	
Persons importing urea			imported by industrial undertaking	
Manufacturers covered under S.R.O. 1125(I)/2011 dated the 31 Dec 2011 for importing items as per said SRO	1%	2%	for own use; - imports by large Import houses;	
Persons importing gold			- motor vehicles in CBU conditio	
Persons importing cotton			imported by manufacturers of motor vehicles	
Designated buyer of LNG importing on behalf of Govt. of Pakistan	1%	2%	- Foreign produced film for	
Persons importing Pulses	2%	4%	screening & viewing purposes	
Industrial undertaking, importing plastic raw material (PCT Heading 39.01 to 39.12) for its own	1.75%	Companies: 11%		
Commercial importers, importing plastic raw material (PCT Heading 39.01 to 39.12)	4.5%	Others: 12%	Minimum Tax	
Commercial imports covered under S.R.O. 1125(I)/2011 dated the 31 Dec 2011	3%	6%	 Goods sold same condition they were imported 	
Persons importing coal	4%	8%	- Edible Oil	
Persons importing finished pharmaceutical products that are not manufactured in Pakistan, as certified by the Drug Regulatory Authority of Pakistan	4%	8%	 Packing Material - in case of import of plastic raw 	
Ship breaker on import of ships	4.5%	9%	material (PCT heading 39.01 to	
Companies and industrial undertakings not covered above	5.5%	11%	39.12), packing material and	
Others	6%	12%	edible oil	
IVIDEND, INCLUDING DIVIDEND IN SPECIE			l	
Section 150, 236S, Division I Part III First Schedule & Clause 11B Part IV Second Schedule]				
Dividend from a company where no tax is payable by such company due to exemption of income or carry forward of business losses or claim of any tax credits	25%	50%	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%	0%		
Other cases, including repatriation of after-tax profits by branches of foreign companies	15%	30%		



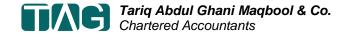
	Tax	Rate	Nature of Tax
Nature of Payment	Persons appearing in ATL	Person not appearing in ATL	(Advance/ Final/ Minimum Tax)
RETURN ON INVESTMENT IN SUKUKS [Section 150A, Division IB Part III First Schedule]			
Received by Company	15%	30%	Final Tax
Received by an individual or an AOP, if the profit is more than Rs. 1 Million	12.5%	25%	
Received by an individual or an AOP, if the profit is less than Rs. 1 Million	10%	20%	
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	15%	30%	companies Minimum tax in othe cases
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%	30%	Minimum Tax
Fee for offshore digital services	5%	10%	Minimum Tax
Contracts or related services	7%	14%	Minimum Tax
Insurance or re-insurance premium	5%	10%	Minimum Terr
Advertisement services to a non-resident media person relaying from outside Pakistan	10%	10%	- Minimum Tax
Execution of contract by sportpersons	10%	20%	Minimum Tau
Any other receipt	20%	40%	- Minimum Tax



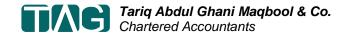
Nature of Payment	Тах	Rate	Nature of Tax
	Persons appearing in ATL	Person not appearing in ATL	(Advance/ Final/ Minimum Tax)
PAYMENTS TO PERMANENT ESTABLISHMENT (PE) OF NON-RESIDENTS			
[Section 152 & Division II Part III First Schedule]			
Sale/ supply of goods by PE of non-resident company	4%	8%	Minimum Tax
Sale/ supply of goods by PE of other non-residents	4.5%	9%	
Rendering/ providing of services by PE of non-resident company	8%	16%	
Rendering/ providing of services by PE of other non-residents	10%	20%	Minimum Tax
Rendering/ providing of transport services	2%	4%	
Execution of contract other than contract for sale or services by PE of non-resident company	7%	14%	Minimum Tau
Execution of contract other than contract for sale or services by PE of other non-residents	7%	14%	- Minimum Tax
Payment against foreign produced advertisement commercial to non-residents		20%	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 oil and edible oil	1.5%	3%	
Sale by distributors of cigarettes & pharmaceutical products and large import houses	1%	2%	Advance Tax in case of listed
Sale of goods by FMCG distributors, which are companies	2%	4%	companies and companies engaged
Sale of goods by FMCG distributors, which are not companies	2.5%	5%	in manufacturing.
Sale of any other goods by companies	4%	8%	Minimum Tax for other cases
Sale of any other goods by other than companies	4.5%	9%	1
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 	r clause (45A) of Part-I	/ of Second Schedule	



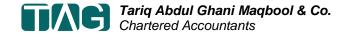
	Тах	Rate	- Nature of Tax	
Nature of Payment	Persons appearing in ATL	Person not appearing in ATL	(Advance/ Final/ Minimum Tax)	
AYMENTS FOR SERVICES				
Section 153(1)(b), 153(2), Division III Part III First Schedule & Division IV Part III First Schedule	9]			
Person providing advertising services (electronic & print media services)	1.5%	3%	Minimum Tax	
Persons providing transport services, freight forwarding services, air cargo services, courier services, manpower outsourcing services, hotel services, security guard services, software development services, IT services and IT enabled services as defined u/c (133) of Part I of Second Sched., tracking services, advertising services (other than by print or electronic media), share registered services, engineering services, car rental services, building maintenance services, services rendered by PSE and PMEL, inspection, certification, testing and training services	4%	8%	Minimum Tax	
Companies providing other services	8%	16%	Minimum Tax	
Non-company entities providing other services	10%	20%	Minimum Tax	
By export houses for services rendered for stitching, dying, printing, embroidery, washing, sizing & weaving	1%	2%	Minimum Tax	
No tax to be withheld for payments in case of payment for securitization of receivables by Special P for a Special Purpose Vehicle, on behalf of the Originator, the tax is credited to the Originator AYMENT ON ACCOUNT OF EXECUTION OF CONTRACTS	Purpose Vehicles to	Driginators. Any tax dec	Lucted by a person making a paym	
No tax to be withheld for payments in case of payment for securitization of receivables by Special P for a Special Purpose Vehicle, on behalf of the Originator, the tax is credited to the Originator	Purpose Vehicles to	Originators. Any tax dec	ducted by a person making a paym	
No tax to be withheld for payments in case of payment for securitization of receivables by Special P for a Special Purpose Vehicle, on behalf of the Originator, the tax is credited to the Originator AYMENT ON ACCOUNT OF EXECUTION OF CONTRACTS Section 153(1)(c) & Division III Part III First Schedule]	Purpose Vehicles to 9	Driginators. Any tax dec	ducted by a person making a paymo Advance Tax for listed companie Minimum Tax for non-listed companies	
No tax to be withheld for payments in case of payment for securitization of receivables by Special P for a Special Purpose Vehicle, on behalf of the Originator, the tax is credited to the Originator AYMENT ON ACCOUNT OF EXECUTION OF CONTRACTS Section 153(1)(c) & Division III Part III First Schedule] To companies			Advance Tax for listed companie Minimum Tax for non-listed companies	
No tax to be withheld for payments in case of payment for securitization of receivables by Special P for a Special Purpose Vehicle, on behalf of the Originator, the tax is credited to the Originator AYMENT ON ACCOUNT OF EXECUTION OF CONTRACTS Section 153(1)(c) & Division III Part III First Schedule] To companies To sportsperson	7%	14%	Advance Tax for listed companie Minimum Tax for non-listed	
No tax to be withheld for payments in case of payment for securitization of receivables by Special P for a Special Purpose Vehicle, on behalf of the Originator, the tax is credited to the Originator	7% 10%	14%	Advance Tax for listed companie Minimum Tax for non-listed companies	



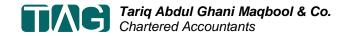
Tax F	Rate	Nature of Tax
Nature of Payment Persons appearing in ATL	Person not appearing in ATL	(Advance/ Final/ Minimum Tax)
ion IV Part III First Schedule & Clause (47C) Part IV Second Schedule]]		
on of proceeds on export of goods [Exemption to cooking oil or vegetable	1%	
on realization of proceeds on account of commission to indenting agent	5%	Final Tax
C by exporter on sale of goods under inland back to back LC or any other 1 performed by FBR.	%	Exporters may opt at the time of filing of return that the tax collected
its located in EPZ 1	%	to be treated as Minimum Tax
ntract by direct exporters or export houses registered under DTRE Rules, porter as per the said Rules	%	
n V Part III First Schedule] 15% of the gross amount of rent		Advance tax
Annual Rent (Rs.)	- Tax Rate	
From To Up to 200,000	NIL	
200,001 600,000	5% of the amount exceeding Rs. 200,000	
600,001 1,000,000	Rs.20,000 + 10% of the amount exceeding Rs. 600,000	
1,000,001 2,000,000	Rs.60,000 + 15% of the amount exceeding Rs. 1,000,000	Advance tax
2,000,001 4,000,000	Rs.210,000 + 20% of the amount exceeding Rs. 2,000,000	Auvance lax
4,000,001 6,000,000	Rs.610,000 + 25% of the amount exceeding Rs. 4,000,000	
6,000,001 8,000,000	Rs.1,110,000 + 30% of the amount exceeding Rs. 6,000,000	
Above 8,000,000	Rs.1,710,000 + 35% of the amount exceeding Rs. 8,000,000	
6,000,001 8,000,000	R tl R	<u>Rs. 4,000,000</u> Rs.1,110,000 + 30% of he amount exceeding <u>Rs. 6,000,000</u> Rs.1,710,000 + 35% of he amount exceeding



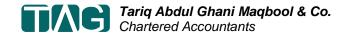
	Тах	Rate	Nature of Tax
Nature of Payment	Persons appearing in ATL	Person not appearing in ATL	(Advance/ Final/ Minimum Tax)
PRIZES AND WINNINGS			
Section 156 & Division VI Part III First Schedule]			
Prize on prize bonds and cross-word puzzle	15%	30%	
Winnings from a raffle, lottery, prize on winning a quiz or prizes related to companies' sales promotion schemes	20%	40%	Final Tax
PETROLEUM PRODUCTS Section 156A & Division VIA Part III First Schedule]			
Commission or discount to petrol pump operators on petroleum products	12%	24%	Final Tax
WITHDRAWAL OF BALANCE UNDER PENSION FUND [Section 156B] Withdrawal before retirement age Withdrawal in excess of 50% of accumulated balance at or after the retirement age	years or rate ap	f tax for 3 preceding plicable for the year, ever is lower	Final Tax (Separate Block of 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	0.	.15%	Advance Tax
Cash withdrawals from Pak Rupee bank accounts where foreign remittances credited directly such accounts	Exempt	Exempt	Exempt
Other cases, where total withdrawal in a day exceeds Rs. 50,000 from all bank accounts	Exempt	0.6%	Advance Tax
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	Exempt	0.6%	Advance Tax



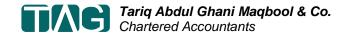
	Тах	Rate	Nature of Tax
Nature of Payment	Persons appearing in ATL	Person not appearing in ATL	(Advance/ Final/ Minimum Tax)
TAX ON MOTOR VEHICLES			
[Section 231B, 234, Division VII Part IV First Schedule & Division III Part IV First Schedule]			
Tax on purchase/ transfer of motor vehicles & along with annual motor vehicle tax [Not applicable to Federal, Provincial and Local Govts., Foreign Diplomatic Missions in Pakistan]	Various rates base	ed on engine capacity	Advance Tax
On value of motor vehicle leased by Leasing companies, Schedule bank, Investment bank, DFIs or Modaraba	0%	4%	Advance Tax
BROKERAGE & COMMISSION			
[Section 233 & Division II Part IV First Schedule]	-		
Advertising agents	10%	20%	
Life Insurance Agents where commission received is less than Rs. 0.5 million per annum	8%	16%	Minimum Tax
Others	12%	24%	
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%	0.04%	Advance Tax
On sale of shares	0.02%	0.04%	
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 lending	1	10%	Advance Tax
in shares business			
in shares business			



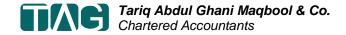
	Tax Ra		Nature of Tax
Nature of Payment	Persons appearing in ATL	Person not appearing in ATL	(Advance/ Final/ Minimum Tax)
ELECTRICITY CONSUMPTION [Section 235, Division IV of Part IV of First Schedule & Clause (66) Part IV Second Schedule	,		
Electricity bill of commercial or industrial consumers [Exporters-cum-manufacturers are exempt from this collection]		ous rates	Minimum Tax (for Non-corporate tax payers up to Rs. 360,000) Advance Tax (for other cases)
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	7.5%	Auvalice Lax
STEEL MELTERS, RE-ROLLERS ETC. [Section 235B/ Section 153(1)]	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)	Rs. 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	1:	2.5%	
Landline bills exceeding Rs. 1,000		10%	Advance Tax
Post-paid internet and prepaid internet cards	1:	2.5%	
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%	20%	Advance Tax
Sale of lease of the right to collect tolls	10%	20%	Final Tax



	Тах	Rate	Nature of Tax	
Nature of Payment	Persons appearing in ATL	Person not appearing in ATL	(Advance/ Final/ Minimum 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	Ex	empt	Not Applicable	
Other routes		5%	Advance Tax	
SALE OR TRANSFER OF IMMOVABLE PROPERTY [Section 236C & Division X Part IV First Schedule]				
To be collected from seller or transferor at the time of recording 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%			
FUNCTIONS 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	
Function of marriage for Islamabad, Lahore, Multan, Faisalabad, Rawalpindi, Gujranwala, Bahawalpur, Sargodha, Sahiwal, Sheikhupura, Dera Ghazi Khan, Karachi, Hyderabad, Sukkur, Thatta, Larkana, Mirpur Khas, Nawabshah, Peshawar, Mardan, Abbottabad, Kohat, Dera Ismail Khan, Quetta, Sibi, Loralai, Khuzdar, Dera Murad Jamali and Turbat.	Higher of 5% of the bill ad valorem or Rs.20,000 per function Higher of 5% of the bill ad valorem of Rs.10,000 per function		Advance Tax	
For cities other than those mentioned above				



	Тах	Rate	Nature of Tax
Nature of Payment	Persons appearing in ATL	Person not appearing in ATL	(Advance/ Final/ Minimum Tax)
CABLE 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	20% of the permiss	ion fee or renewal fee	
From cable operators	Vario	us Rates	Advance Tax
From every TV channel in respect of screening or viewing Foreign TV Drama serial or a play in any language other than English.	50% of the permiss	ion fee or renewal fee	
On sale of fertilizers	0.7%	1.4%	
AX ON SALES TO DISTRIBUTORS, DEALERS AND WHOLESALERS BY MANUFACTURERS Section 236G & Division XIV Part IV First Schedule]	AND COMMERCIAL	IMPORTERS	
On sale of electronics, sugar, cement, iron & steel products, motorcycles, pesticides, cigarettes, glass, textile, beverages, paint, batteries or foam	0.1%	0.2%	Advance Tax
glass, textile, beverages, paint, batteries or foam AX ON SALES TO RETAILERS & WHOLESALERS BY MANUFACTURERS, DISTRIBUTORS,			
glass, textile, beverages, paint, batteries or foam AX ON SALES TO RETAILERS & WHOLESALERS BY MANUFACTURERS, DISTRIBUTORS, Section 236H & Division XV Part IV First Schedule]	DEALERS, WHOLES	ALERS OR COMMER	
glass, textile, beverages, paint, batteries or foam AX ON SALES TO RETAILERS & WHOLESALERS BY MANUFACTURERS, DISTRIBUTORS,			CIAL IMPORTERS
glass, textile, beverages, paint, batteries or foam AX ON SALES TO RETAILERS & WHOLESALERS BY MANUFACTURERS, DISTRIBUTORS, Section 236H & Division XV Part IV First Schedule]	DEALERS, WHOLES	ALERS OR COMMER	
glass, textile, beverages, paint, batteries or foam AX ON SALES TO RETAILERS & WHOLESALERS BY MANUFACTURERS, DISTRIBUTORS, Section 236H & Division XV Part IV First Schedule] On sale of electronics On sale of sugar, cement, iron & steel products, motorcycles, pesticides, cigarettes, glass, textile,	DEALERS, WHOLES	ALERS OR COMMER	CIAL IMPORTERS



	Тах	Rate	Nature of Tax	
Nature of Payment	Persons appearing in ATL	Person not appearing in ATL	(Advance/ Final/ Minimum Tax)	
COLLECTION OF TAX BY EDUCATIONAL INSTITUTIONS WHERE FEE EXCEEDS RS. 2 [Section 236I & Division XVI of Part IV of First Schedule]	00,000/-			
From residents		5%	Advance Tax	
From non-residents	E	Exempt		
TAX ON DEALERS, COMMISSION AGENTS AND ARHATIS ON ISSUANCE/ RENEWAL ([Section 236J & Division XVII Part IV First Schedule]	OF LICENSE			
To be collected by market committees	Various Rates		Advance Tax	
PURCHASE OR TRANSFER OF IMMOVABLE PROPERTY [Section 236K & Division XVIII Part IV First Schedule]				
On fair market value	1%	2%	Advance Tax	
INTERNATIONAL AIR TICKETS [Section 236L & Division XX Part IV First Schedule]				
First/ executive class	Rs.16,00	00 per person		
Others excluding economy	Rs.12,00	00 per person	Advance Tax	
Economy		Nil		
ALL TYPE OF BANKING TRANSACTIONS OF NON-FILERS [Section 236P & Division XXI Part IV First Schedule]				
Transactions otherwise through cash above Rs.50,000 in aggregate from all bank accounts	s per Not Applicable	0.6%	Advance tax	



	Тах	Rate	Nature of Tax	
Nature of Payment	Persons appearing in ATL	Person not appearing in ATL	(Advance/ Final/ Minimum 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	1	0%	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, scheo	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. 0.3 million per annum	0%	1%	Advance tax	
Others	0%		1	
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 ON PURCHASE OF TOBACCO [Section 236X]				
To be collected by Pakistan Tobacco Board or its contractor on value of tobacco purchased by a person including manufacturers of cigarettes	0%	5%	Advance tax	

APPLICABLE FOR TAX YEAR 2020

Nature of Payment	Tax Rate		Nature of Tax
	Persons appearing in ATL	Person not appearing in ATL	(Advance/ Final/ Minimum Tax)
ADVANCE TAX ON REMITTANCE ABROAD THROUGH CREDIT, DEBIT OR PREPAID CARDS [Section 236Y & Division XVXVII Part IV First Schedule]			
Gross amount remitted from abroad	1%	3%	Advance tax

Disclaimer: The above details have been compiled from the Income Tax Ordinance, 2001 updated to the effect of proposals vide Finance Bill, 2019 and have been published by us on June 12, 2019 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 12, 2019

