WITHHOLDING TAX CHART/STATEMENTS EFFECTIVE 1.7.2026

(For extension, exemptions, reduced rates and non-application see footnote)

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
SECTION 37- CAPITAL GAINS							
37(6)	The person acquiring a capital asset, being shares of a company	At the time of payment or registration of shares with SBP or SECP as the case may be whichever is earlier	10% of FMV	20% of FMV	adjustable	Within 15 days of payment	Person disposing the shares to the Commissioner within 30 days of the transaction of disposal
SECTION 101A – GAIN ON DISPOSAL OF ASSETS OUTSIDE PAKISTAN							
101A(8)	Any person	Acquiring asset located in Pakistan of a non-resident company	10% of FMV	10% of FMV	Final	Within 15 days of payment to non-resident	Within 60 days of transaction.
101A(9)	Resident company holding asset of non-resident company	Alienation of asset of non-resident company. Higher of:			Final	Within 30 days of disposal or alienation by the non-resident	Within 60 days of transaction.
		(i) 20% of (FMV less cost)	20% of gain	—			
		(ii) 10% of FMV	10% of FMV	—			
			Credit of tax already deducted u/s 101A(8) shall be allowable.				

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
SECTION 148 – IMPORTS (Tax Year 2026-27, effective 1st July 2026)							
148 Imports	Collector of Customs	1. Goods classified in Part-I of the 12th Schedule	1%	2%	Minimum tax (except goods imported by industrial undertaking for own use). Edible oil, packaging material, paper, paperboard & plastics: minimum tax whether for own use or commercial import.	Same day — Customs Collector is a Federal Govt. functionary working under FBR.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		2. Goods classified in Part-II:					
		a) Commercial importers	3.5%	7%			
		b) Others	2%	4%			
		3. Person importing goods classified in Part-III	5.5%	11%			
		4. Commercial importers importing goods classified in Part-III	6%	12%			
		5. Finished pharmaceutical products not manufactured in Pakistan (DRAP certified)	4%	8%			
		6. CKD kits of EVs — small cars/SUVs (≤50 kWh) or LCVs (≤150 kWh)	1%	2%			
		7. Manufacturers under rescinded SRO 1125(I)/2011 dt. 31-12-2011 (as it stood on 28-06-2019)	1%	2%			
		8. Old and used automotive vehicles [SRO 577(I)/2005 — double for non-filer]	Per SRO 577(I)/2005	Double			
		9. Mobile phones [per 1st Schedule Part-II — double for non-filer]	Per 1st Sch. Part-II	Double			

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
		Valuation basis: • Retail price goods (3rd Schedule ST Act): retail price + ST payable • All other goods: import value + customs duty + ST + FED No deduction: Cl.(12B),(12BA),(12C),(12D) Part-IV 2nd Sch. or Cl.(56) Part-IV 2nd Sch.					
SECTION 149 – SALARY (Tax Year 2026-27, effective 1st July 2026)							
149	Person responsible for paying salary	Salary including perquisites, allowances and benefits (per law/rules). Tax credits u/s 61 & 63 adjustable.	Average rate	—	Adjustable	Fed./Prov. Govt. – same day. Others – within 7 days from end of each week (Sunday).	Annual – within 1 month of end of financial year. Quarterly – within 20 days of end of quarter.
149(3)	Person responsible for paying	Director's fee or fee for attending board meetings (by whatever name called). 149(3)	20%	—			
149(1A)	Any person responsible for paying pension	Pension exceeding Rs.10 million to former employee below age 70. Employer may adjust other withheld amounts and credits u/s 61 & 63 on documentary evidence.	5%	—	Adjustable	Fed./Prov. Govt. – same day. Others – within 7 days from end of each week (Sunday).	Annual – within 1 month of end of financial year. Quarterly – within 20 days of end of quarter.

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
SECTION 150 – DIVIDEND AND DIVIDEND IN SPECIE							
150 Dividend	Every person	a) Dividend paid by IPP where dividend is a pass-through item	7.5%	15%	Final	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		Dividend from bagasse/biomass-based co-generation power project [Cl.(18C) Part-II 2nd Sch.]	7.5%	15%			
		b) REITs and all other cases [other than (a),(ba),(c),(d)]	15%	30%			
		ba) Mutual funds — debt component (corporate recipient of debt component taxed at 29%)	25% (29% if corporate)	50% (58% if corporate)			
		Mutual funds — equity component	15%	30%			
		c-i) REIT Scheme receiving dividend from Special Purpose Vehicle (SPV)	0%	0%			
		c-ii) Others receiving dividend from SPV [per RE IT Regulations 2015]	35%	70%			
		d) Persons receiving dividend from company where no tax is payable (exempt income, losses c/f or tax credit)	25%	50%			

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
SECTION 151 – PROFIT ON DEBT							
151(1)(a)	Any person making payment	Yield on accounts, deposits or certificates under the National Savings Scheme or Post Office Savings Account. [No deduction on Bahbood Savings Certificates or Pensioner's Benefit Account — Cl.(36A) Part-IV 2nd Sch.]	15%	30%	From TY 2016, taxed as separate block u/s 7B — Division IIIA Part-I 1st Schedule. Minimum tax for cases other than those falling u/s 7B and companies. For companies Adjustable	Same day — as payment is made by government.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
151(1)(b)	Banking company or financial institution	a) Yield/profit on account or deposit maintained with banking company/FI	20%	40%	Minimum tax (profit exceeding Rs.5 million). For companies Adjustable	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		[Exemptions: Cl.(5AC) Part-II; (16),(19),(38),(59) Part-IV 2nd Sch.]	0%	0%			
		b) Yield/profit on Govt. securities u/s 151(1)(c) paid to any person other than an individual	20%	40%			
		Profit on Federal Govt. debt instrument purchased by resident citizen who declared foreign assets via FCVA [Cl.(5AB) Part-II 2nd Sch.]	10%	20%			
		c) Yield/profit in other cases (other than a and b)	15%	30%			

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
		Profit on debt covered u/c (78) & (79) Part-I 2nd Sch. [Cl.(5AC) Part-II 2nd Sch.]	0%	0%			
151(1)(c)	Federal/Provincial Govt. / local authority	Profit on securities (other than s.151(1)(a)) issued by Federal/Provincial Govt. or a local authority.	20%	40%	Minimum tax (profit exceeding Rs.5 million). For companies Adjustable	Same day.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
151(1)(d)	Banking company, FI, company or finance society.	Profit on bonds, certificates, debentures, securities or instruments (other than loan agreements between borrowers and banking companies/DFIs) payable to any person other than a financial institution. [Exemption: Cl.(59) Part-IV 2nd Sch.]	20%	40%	Minimum tax (profit exceeding Rs.5 million). For companies Adjustable	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		[For all deduction above Gross amount reduced by Zakat deducted. For non-residents, s.152(2) applies.]					
151(1A)	Every SPV or company	Return on investment in Sukuks to a sukuk holder:			Minimum tax (profit exceeding Rs.5 million). For companies Adjustable	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		a) Sukuk-holder is a company	25%	50%			
		b) Sukuk-holder is individual/AOP where return > Rs.1 million	12.5%	25%			
		c) Sukuk-holder is individual/AOP where return ≤ Rs.1 million	10%	20%			

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
SECTION 151A – GAIN ON DISPOSAL OF DEBT SECURITIES							
151A	Every custodian of debt securities incl. banking company maintaining IPS Account	Capital gain on disposal of debt securities (including Govt. securities) through Investor Portfolio Securities (IPS) Account, not settled through NCCPL.	20%	40%	Since section 151A says nothing about status of this tax like section 151, therefore, it is final	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
SECTION 151B – CERTAIN PAYMENTS BY LIFE INSURANCE COMPANIES AND TAKAFUL OPERATORS [NEW SECTION — FINANCE ACT 2026, EFFECTIVE TAX YEAR 2026-27]							
151B	Every life insurance company, family takaful operator or window takaful operator	Payout, benefit, surrender value, maturity proceeds or similar payment to an individual under a life insurance policy, family takaful certificate, plan or similar arrangement. Taxable amount = Gross payout LESS aggregate premiums/contributions paid by policyholder/participant. NOT applicable where payout is on: (a) death of insured; (b) disability of insured; or (c) after ***4 years*** from date of issuance. Tax deducted = FINAL TAX.			Final tax on income arising from the payout or benefit.	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		Within 1 year from date of issuance of life insurance policy / takaful certificate:	15%	30% (for residents only)			
		After 1 year but before completion of ***4 years*** from date of issuance:	10%	20% (for residents only)			

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
SECTION 152 – PAYMENTS TO NON-RESIDENTS							
152(1)	Every person	Royalty [s.2(54)] or fee for technical services [s.2(23)] to non-residents other than their PEs in Pakistan.	15% of gross amount (or reduced rate under applicable DTA)	—	Final	Before remittance abroad.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
152(1A)	Every person	Non-resident person on execution of:			Minimum tax	Before remittance abroad.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		a) Contract/sub-contract under construction, assembly or installation project in Pakistan incl. supervisory activities.	7%	—			
		b) Any other contract for construction or related services.	7%	—			
		c) Contract for advertisement services rendered by TV satellite channels.	7%	—			
152(1AA)	Every person	Payment of insurance or re-insurance premium to non-resident.	5% of gross	—	Minimum Tax	Before remittance abroad.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
152(1AAA)	Every person	Any payment for advertisement services to a non-resident person relaying from outside Pakistan.	10% of gross	—	Minimum Tax	Before remittance abroad.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
152(1BA)	Every person	Any payment directly or through agent/intermediary to a non-resident for foreign-produced commercial for advertisement on any TV channel or other media.	20%	—	Final	Before remittance abroad.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
152(1C)	Every banking company or FI	Any amount of offshore digital services remitted outside Pakistan to non-resident on behalf of any resident or PE of non-resident.	10%	—	Final [s.6]	Before remittance abroad.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
152(1D)	Every banking company/FI maintaining SCRA of non-resident	Gain arising on disposal of debt instruments and Govt. securities (incl. T-bills and PIBs) invested through SCRA.	10%	—	Final	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
152(1DA)	Every banking company maintaining FCVA, FCBVA, NRVA, or NRBVA	Gain arising on disposal of debt instruments, Government securities and certificates (including Shariah compliant variants) invested through FCVA, FCBVA, NRVA or NRBVA. [Scope expanded by Finance Act 2026 to cover FCBVA and NRBVA in addition to FCVA and NRVA]	10%	—	Final	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
152(1DB)	Every SPV or company	Return on Sukuks to NON-RESIDENT sukuk holder:			Final	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		a) Sukuk-holder is a company	25%	—			
		b) Individual/AOP where return > Rs.1 million	12.5%	—			
		c) Individual/AOP where return ≤ Rs.1 million	10%	—			
152(1DC)	Every exchange company licensed by SBP	Service charges/commission/fee to global or international money transfer operators for facilitating outward remittances.	15% (royalty/FTS) 10% (others)	—	Final	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
152(1DD)	Every banking company	Transaction fee, licensing fee, service charges, commission or fee (by whatever name called) or interbank financial telecommunication services paid to card network company, payment gateway or any other person.	15% (royalty/FTS) 10% (others)	—	Final	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
152(2)	Every person	i) Payment for profit on debt to non-resident having no PE in Pakistan [Cl.(5A) Part-II 2nd Sch.]	10% [Cl.(5A) Part-II 2nd Sch.]	—	Adjustable/Final (Final for Govt. securities invested through Special Rupee Convertible Account with SBP [Proviso to Cl.(5A) Part-II])	Before remittance abroad.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		ii) Payment to individual on profit on Federal Govt. debt instrument purchased through bank account abroad, non-resident rupee account (repatriable) or foreign currency account with a banking company in Pakistan.	10% [Cl.(5AA) Part-II 2nd Sch.]	—			
		iii) Any other payment to non-resident not otherwise specified [excluding: salary, dividend, contractual payments u/s 153, winnings/prizes, commission/brokerage; income taxable in PE; payments by representative; amounts not chargeable to tax].	20% or reduced DTA rate	—			
152(2A)	Every prescribed person	Advance payments to PE in Pakistan of non-resident for:			Minimum tax (other than sale of goods by company that is manufacturer of said goods)	Fed./Prov. Govt. – same day. Others – within 7 days from end of each week (Sunday).	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		a) Sale of goods:					
		Company	5%	10%			
		Other cases	5.5%	11%			
		b) Rendering/providing services (transport, freight forwarding, air cargo, courier, manpower outsourcing, hotel, security guard, software development, IT/IT-enabled services, tracking, advertising [other than					

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
		print/electronic media], share registrar, engineering, car rental, building maintenance, PSX/PMEX services, inspection/certification/testing/training, oilfield services):					
		IT services and IT-enabled services	4%	—			
		Other specified services	8%	16%			
		Other Cases- Gross amount	15%	—			
		c) Contract execution:					
		Sportspersons	15%	—			
		Other cases	8%	—			
SECTION 153 – PAYMENTS FOR GOODS AND SERVICES							
153(1)(a) Goods	Federal/Provincial Govt.; Company; AOP (formed under law); NPO; Foreign contractor or consultant; Consortium/JV; Individual (trader, turnover > Rs.1m) and AOP (turnover ≥ Rs.100m); ST-registered persons; builders/developers	i) Dealers, sub-dealers, wholesalers & retailers of FMCG, fertilizers, sugar, cement and edible oil [Cl.(24C) & (24D) Part-II 2nd Sch.]	0.25%	0.5%	Minimum tax (except: listed companies; companies engaged in manufacturing, for whom supply of goods falls outside PTR per s.153(6A))	Fed./Prov. Govt. – same day. Others – within 7 days from end of each week (Sunday).	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		ii) Sale of rice, cotton seed oil, edible oil [per SRO 600(I)/1991 & SRO 586(I)/1991]	1.5% (reduced 1%)	3% (reduced 2%)			
		iii) Supplies to ST zero-rated taxpayer (textile, carpet, leather, footwear, surgical, sports goods) [SRO.333(I)/2011 = Cl.(45A) Part-IV 2nd Sch.] [0.5% in case of supply by traders of yarn]	1% (0.5% yarn traders)	2% (1% yarn traders)			

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
		iv) Supplies by NLC [Cl.(24CB) Part-II 2nd Sch.]	3%	9%			
		v) Sale of goods (excl. payment < Rs.75,000 aggregate in FY): Toll manufacturing — Company	9%	18%			
		— Other than company	11%	22%			
		Other than Toll Manufacturing — Company	5%	10%			
		— Other than company	5.5%	11%			
		vi) Offshore supply contract of IPP partly in AJ&K [Cl.(18) Part-III 2nd Sch.]	1%	2%			
		[Note: Manufacturer-cum-exporters exempt per Cl.(45) Part-IV 2nd Sch.]					
153(1)(b) Services	Same as 153(1)(a)	**i) Specified services (gross amount payable):** transport, freight forwarding, air cargo, courier, manpower outsourcing, hotel, security guard, software development, IT/IT-enabled services, tracking, advertising (other than print/electronic media), share registrar, engineering (incl. architectural), warehousing, asset management, PTA-licensed data services, telecom infrastructure (tower), car rental, building maintenance, PSX/PMEX	7%	14%	Minimum tax	Fed./Prov. Govt. – same day. Others – within 7 days from end of each week (Sunday).	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
		services, inspection/certification/ testing/training, oilfield services, telecom services, collateral management, travel & tour, REIT management, NCCPL services.					
		Sub-rate: IT services and IT-enabled services [as defined in s.2]	4%	0%			
		ii) Independent professional services (doctors, lawyers, architects, accountants, software engineers/developers working independently): [New category — Finance Act 2026]	15%	30%			
		iii) Advertising services to electronic and print media: [New category — Finance Act 2026]	1.5%	3%			
		iv) Services all other than those covered in (i), (ii) and (iii): [Rate revised — Finance Act 2026]	14%	28%			
		v) Oil tanker contractor services [Cl.(28F) Part-II 2nd Sch.]	2%	4%			
		Person rendering terminal or port service shall be twelve percent of the gross amount of payment.	12%	24%			
153(1)(c) Contracts	Same as 153(1)(a)	Execution of contract other than supply of goods or rendering/providing services:			Minimum tax	Fed./Prov. Govt. – same day. Others – within 7 days from end of each week (Sunday).	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		i) Sportspersons	15%	30%			
		ii) Company	7.5%	15%			
		iii) Other than company	8%	16%			

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
153(2)	Exporter / Export House	Services for stitching, dying, printing, embroidery, washing, sizing and weaving.	1.25%	2.5%	Final	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
153(2A)	Payment intermediary	Collection of tax on payments to sellers of digitally ordered goods/services via local e-commerce platforms (digital or COD):			—	—	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		i) Payment intermediaries processing digital payments	1%	2%			
		ii) Courier companies collecting COD payments	2%	4%			
SECTION 154 – EXPORTS AND FOREIGN INDENTING COMMISSION							
154(1)	Authorized dealer / Banking company	On realization of proceeds on account of export of goods. [Exemption: cooking oil/vegetable ghee exported to Afghanistan if tax u/s 148 paid — Cl.(47C) Part-IV 2nd Sch.]			Minimum / Adjustable	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		Tax rate	1.25%	—			
154(3)	Banking company	On realization of proceeds on account of sale of goods to exporter under inland back-to-back LC or other arrangement prescribed by FBR. Minimum tax	1.25%	— —	Minimum / Adjustable	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
154(3A)	EPZ Authority	Export of goods located in EPZ.	1.25%	— —	Minimum	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
154(3B)	Direct exporter/export house under DTRE Rules 2001	Payment to indirect exporters as defined in DTRE Rules 2001	1.25%	— —	Minimum	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
154(3C)	Collector of Customs	Clearance of goods exported. Minimum tax rate Adjustable rate	1.25%	— —	Minimum	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
154A Export of Services	Every authorized dealer in foreign exchange	Realization of foreign exchange proceeds on account of:			Final (subject to conditions in sub-section (2)) or Adjustable (if opted out of final taxation).	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		a) Exports of computer software, IT services or IT-enabled services [Rate extended to Tax Year 2026-29 — Finance Act 2026]	0.25%	—			

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
		b) Services or technical services rendered outside Pakistan or exported from Pakistan	1%	—			
		c) Royalty, commission or fees from foreign enterprise for use of patent, invention, model, design, secret process/formula or similar property right, or industrial/commercial/scientific knowledge	1%	—			
		d) Construction contracts executed outside Pakistan	1%	—			
		da) Foreign commission to indenting commission agent	1%	—			
		e) Other services rendered outside Pakistan as notified by FBR	1%	—			
SECTION 154B – WITHHOLDING TAX ON REVENUES RECEIVED FROM SOCIAL MEDIA PLATFORMS [NEW SECTION — FINANCE ACT 2026, EFFECTIVE TAX YEAR 2026-27]							
154B	Every banking and non-banking financial institution	At the time of credit or receipt of any amount representing revenues received from social media platforms (YouTube, Facebook, Instagram, TikTok or similar platforms). 'Digital content creator' or 'social media influencer': individual or entity deriving income from creation, publication or monetization of digital content. 'Payment': includes any inward remittance,			Minimum tax — resident persons. Final tax — non-resident persons without PE in Pakistan.	At time of credit or receipt of amount.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
		transfer or credit through banking channels (including through intermediaries such as online payment service providers or digital financial platforms).					
		a) Resident persons appearing in Active Taxpayers' List (ATL):	5%	—			
		b) Non-resident persons (Final tax):	5%	5%			
SECTION 155 – INCOME FROM PROPERTY							
155 Income from Property	Federal/Provincial Govt.; Company; Local Govt.; NPO; Charitable institution; Diplomatic mission; Private educational institution; Boutique; Beauty parlour; Hospital; Clinic; Maternity home; Individuals/AOPs paying gross rent ≥ Rs.1.5 million/year; any other person notified by FBR	Any payment (including advance) for rent of immovable property (incl. furniture, fixtures and related services) and amounts u/s 16(1) or (3):			Adjustable	Fed./Prov. Govt. – same day. Others – within 7 days from end of each week (Sunday).	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		A) Individual or AOP:					
		i) Gross rent ≤ Rs.300,000	Nil	Nil			
		ii) Rs.300,001 – Rs.600,000	5% of amount exceeding Rs.300,000	10% of amount exceeding Rs.300,000			
		iii) Rs.600,001 – Rs.2,000,000	Rs.15,000 + 10% of excess over Rs.600,000	Rs.30,000 + 20% of excess over Rs.600,000			
		iv) > Rs.2,000,000	Rs.155,000 + 25% of excess over Rs.2,000,000	Rs.310,000 + 50% of excess over Rs.2,000,000			
		B) Company	15%	30%			
		[All rates increased by 100% for non-filer.]					

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
SECTION 156 – PRIZES AND WINNINGS							
156 Prizes & Winnings	Every person	i) Prize on prize bonds or crossword puzzle	15%	30%	Final	Fed./Prov. Govt. – same day. Others – within 7 days from end of each week (Sunday).	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		ii) Winnings from raffle, lottery, quiz prize, or prize offered by companies for promotion of sale	20%	40%			
		[Where not paid in cash: tax collected from recipient on FMV of prize]					
SECTION 156A – PETROLEUM PRODUCTS							
156A	Every person	Payment of commission/discount to petrol pump operator on account of sale of petroleum products.	12%	24%	Final	Fed./Prov. Govt. – same day. Others – within 7 days from end of each week (Sunday).	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
CHAPTER XII – TRANSITIONAL ADVANCE TAX PROVISIONS							
SECTION 231AB – CASH WITHDRAWALS							
231AB	Every banking company	Payment for cash withdrawal in a day exceeding Rs.50,000 to non-filer (person not appearing on ATL).	—	0.8%	Adjustable	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
SECTION 231B – ADVANCE TAX ON MOTOR VEHICLES							
231B (Registration Authority)	Motor vehicle registration authority (Excise & Taxation Dept.)	a) At time of registration (per Division VII Part-IV 1st Schedule 0.5%–12%): [No collection if tax already collected by manufacturer/at import stage for same vehicle, or after 5 years from first registration]	0.5% to 12% (per Div.VII Part-IV 1st Sch.)	Three times ATL rate (1.5% to 36%)	Adjustable	Same day — collected by provincial government.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		b) At time of transfer of registration or ownership: [Tax reduced by 10% each year; no collection after 5 years from first registration in Pakistan]	Same rates	Three times ATL rates			
		c) At time of registration where locally manufactured vehicle sold prior to registration by original purchaser	Same rates	Three times ATL rates			
231B (Leasing)	Leasing company / scheduled bank / NBFI / investment bank / modaraba / DFI (shariah or conventional)	At the time of leasing of a motor vehicle to a person not appearing in ATL (through ijara or otherwise).	4% of vehicle value	—	Adjustable	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
231B (Manufacturer)	Every manufacturer of a motor vehicle	At the time of sale of a motor vehicle.	Per Div. VII Part-IV 1st Sch.	Three times ATL rates	Adjustable	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
SECTION 231C – ADVANCE TAX ON FOREIGN DOMESTIC WORKERS							
231C	Any authority issuing or renewing domestic aide visa to any foreign national as domestic worker	At the time of issuing or renewing visa.	Rs.200,000	Rs.400,000	Adjustable	Fed./Prov. Govt. – same day. Others – within 7 days from end of each week (Sunday).	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
SECTION 233 – BROKERAGE AND COMMISSION							
233	Federal/Provincial Govt., Local authority, Company, AOP or individual (turnover ≥ Rs.100 million)	Brokerage and commission income (incl. non-resident agents)			Minimum	Fed./Prov. Govt. – same day. Others – within 7 days from end of each week (Sunday).	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		i) Advertising agents	10%	20%			
		ii) Life Insurance agents where commission < Rs.500,000	8%	16%			
		iii) Other commission/brokerage	12%	24%			
		[Note: Where principal pays commission to advertising agent via media, principal shall also deduct on: A × 15/85, where A = amount paid to electronic/print media for advertising services (excl. commission) on which tax deductible u/s 153(1)(b).]					

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
SECTION 234 – TAX ON MOTOR VEHICLES							
234	Person collecting motor vehicle tax	a) Goods transport vehicles — per kg of laden weight	Rs. 2.50 per Kg	Rs. 5 per Kg	Adjustable	Same day — collected by provincial governments .	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		Reduced rate: laden weight ≥ 8,120 kg, after 10 years from first registration	Rs. 1,200 per annum	Rs. 2,400 per annum			
		b) Passenger transport (plying for hire): Non-AC per seat per annum AC per seat per annum	Rs.200–1,000 Rs.375–1,500	Rs.400–2,000 Rs.750–3,000			
		c) Private motor cars — by engine capacity per annum	Rs.800–10,000	Rs.1,600–20,000			
		d) Lump sum payment option	Rs.10,000–120,000	Rs.20,000–240,000			
		[No tax on: (i) motor cars > 10 years old; (ii) passenger transport ≥ 10 seats after 10 years from 1st July of year of make; (iii) goods transport < 8,120 kg laden weight after 10 years from first registration]					
SECTION 235 – ELECTRICITY CONSUMPTION							
235(1)	Person preparing electricity bills	Commercial and industrial consumer — per Division IV Part-IV 1st Schedule. [Other than company: tax up to Rs.360,000 annual bill = minimum tax; excess = adjustable. Company: fully adjustable.] [No collection from exporters-cum-manufacturers of items in Cl.(66) Part-IV 2nd Sch.]	Per Div.IV Part-IV 1st Sch.	—	Adjustable (company). Minimum (others, up to Rs.360,000 annual bill).	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
		Domestic consumer not on ATL:					
		Monthly bill < Rs.25,000	0%	—			
		Monthly bill ≥ Rs.25,000	7.5%	—			
SECTION 236 – TELEPHONE AND INTERNET USERS							
236 Telephone	Person preparing telephone/internet bill or issuing/selling prepaid card	i) Telephone subscribers: Monthly bill ≤ Rs.1,000 Monthly bill > Rs.1,000	Nil / 10%	—	Adjustable	Fed./Prov. Govt. – same day. Others – within 7 days from end of each week (Sunday).	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		ii) Subscribers of internet, mobile telephone and prepaid internet/telephone card [75% of rate applies in cases u/s 114B]	15%	—			
SECTION 236A – ADVANCE TAX AT THE TIME OF SALE BY AUCTION							
236A Auction	Every person	i) Sale by auction (other than immovable property)	10%	20%	Adjustable (Final for lease of right to collect tolls)	Fed./Prov. Govt. – same day. Others – within 7 days from end of each week (Sunday).	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		ii) Sale by auction of immovable property and train management services by Pakistan Railways	5%	10%			

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
SECTION 236C – ADVANCE TAX ON SALE AND TRANSFER OF IMMOVABLE PROPERTY [RATE REVISED BY FINANCE ACT 2026]							
236C	Person responsible for registering, recording or attesting transfer of immovable property	Sale/transfer of immovable property. No withholding if seller is: (A) Dependant of: (i) Shaheed (Armed Forces); (ii) person who dies in service of Armed Forces or Govt.; (iii) war wounded person; (iv) ex-serviceman or serving/ex-Govt. employee. (B) First sale by original allottee (certified by official allotment authority).			Adjustable. Minimum tax if property disposed of within same tax year. Final tax if seller/transferor is non-resident holding POC/NICOP/CNIC who acquired through FCVA or NRVA.	Fed./Prov. Govt. – same day. Others – within 7 days from end of each week (Sunday).	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		Flat rate on gross consideration received (all amounts) — Finance Act 2026:	2.75%	11.5%			
SECTION 236CB – ADVANCE TAX ON FUNCTIONS AND GATHERINGS							
236CB	Owner, leaseholder, operator or manager of marriage hall, marquee, hotel, restaurant, commercial lawn, club, community place or any other place used for such purpose	Payment for arranging or holding a function in such venue.	10%	20%	Adjustable	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
SECTION 236G – ADVANCE TAX ON SALES TO DISTRIBUTORS, DEALERS AND WHOLESALERS							
236G	Every manufacturer or commercial importer	Sale to distributors, dealers and wholesalers:			Adjustable	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		i) Fertilizer	0.7%	2%			
		ii) Fertilizer (where buyer on ATL of both Income Tax and Sales Tax) [per proviso]	0.25%	2%			
		iii) Other than fertilizer	0.1%	2%			
SECTION 236H – ADVANCE TAX ON SALES TO RETAILER							
236H	Every manufacturer, distributor, dealer, wholesaler or commercial importer	Sale to retailers and every distributor or dealer to another wholesaler (in respect of said sectors).	0.5%	2.5%	Adjustable	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
SECTION 236K – ADVANCE TAX ON PURCHASE AND TRANSFER OF IMMOVABLE PROPERTY [RATE REVISED BY FINANCE ACT 2026]							
236K	(i) Persons responsible for registering, recording or attesting transfer of immovable property. (ii) Persons responsible for collecting installment payments for purchase/allotment of immovable property.	Purchase or transfer of immovable property. [Exempt: scheme for expatriate Pakistanis if payment in foreign exchange from outside Pakistan through normal banking channel]			Adjustable. Final if buyer/transferee is non-resident holding POC/NICOP/CNIC who acquired through FCVA or NRVA.	Fed./Prov. Govt. – same day. Others – within 7 days from end of each week (Sunday).	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		ATL filers — flat rate on fair market value (all amounts) — Finance Act 2026:	1.25%	—			

Sec.	Withholding Agent	Nature of Payment / Transaction	Rate (ATL)	Rate (Non-ATL)	Adjustable / Final	Payment of Tax Deducted (Rule 43)	Statements to be Filed [Sec. 165(2)]
		Non-ATL rates — FMV:					
		Up to Rs.50 million		10.5%			
		Rs.50m – Rs.100m		14.5%			
		Exceeding Rs.100m		18.5%			
SECTION 236Y – ADVANCE TAX ON PERSONS REMITTING AMOUNTS ABROAD THROUGH DEBIT/CREDIT/PREPAID CARDS							
236Y	Every banking company	Transfer of any sum remitted outside Pakistan on behalf of any person who completed a credit card, debit card or prepaid card transaction with a person outside Pakistan:			Adjustable	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		Person appearing on ATL	0.5% of gross	1% of gross			
SECTION 236Z – BONUS SHARES ISSUED BY COMPANIES							
236Z	Every company				Final	Within 15 days of closure of books.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.
		At the time of issuance of bonus shares:	10%	20%			
CLAUSE (23A) OF SECOND SCHEDULE – VOLUNTARY PENSION SYSTEM (VPS)							
Cl.(23A) 2nd Sch.	Pension Fund Manager	Withdrawal of fund before retirement or in excess of 50% of accumulated balance from Voluntary Pension System offered by Fund Manager.	As per s.12(6)	—	Final	Within 7 days from end of each week ending on Sunday.	Quarterly – within 20 days of end of quarter. Annual – within 30 days of end of tax year.

FOOTNOTES AND REFERENCE NOTES

NON-APPLICATION OF TRANSITIONAL ADVANCE TAX – CH. XII [Section 236O]: NOT applicable to: (a) Federal/Provincial Government; (b) foreign diplomat or diplomatic mission; (c) person with Commissioner's certificate that income is exempt.

1. Exemptions/Non-application u/s 148: (a) Persons/goods specified by FBR [s.48(2)]; (b) items in Cl.(56) Part-IV 2nd Sch.; (c) cipher devices in Cl.(60) Part-IV 2nd Sch.; (d) yarn traders supplying to zero-rated sectors [SRO.333(I)/2011 = Cl.(45A) Part-IV 2nd Sch.]. Reduced rates: See Part-II, Second Schedule.

2. Higher tax deduction for non-ATL persons is adjustable: Where tax is final and 100% higher rate applies under 10th Schedule, the final tax shall be the 1st Schedule rate; excess is adjustable if return is filed before finalization of assessment [Rule 4 of 10th Schedule, s.169(4)].

3. Dividend exemptions u/s 150: (a) Inter-corporate dividend within group companies taxed u/s 59AA; (b) Private Equity & Venture Capital Funds; (c) Islamic Development Bank.

4. Exemptions u/s 151: See Clauses (72) to (90), Part-I, Second Schedule.

5. Exemptions u/s 153: Coal mining; startup [s.2(62A)]; export of computer software or IT services [s.65F].

6. Non-application u/s 154: Cooking oil/vegetable ghee exported to Afghanistan on which tax was collected at import stage u/s 148 [Cl.(47C) Part-IV 2nd Schedule].

7. Electronic filing of Withholding Statements: See section 165(2)(5) read with Rule 73.

8. Extension for filing of Withholding Statements: Extension can be sought from Commissioner u/s 165(2)(4).

9. Revision of Withholding Statement: Withholding statement can be revised within sixty days – section 165(2A).

For exemptions, rates, reductions etc., please refer to the Practical Handbook of Income Tax.

Finance Act 2026 Amendments (effective Tax Year 2026-27 from 01 July 2026)

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