ASIF ASSOCIATES
Chartered Accountants

TAX CARD FOR THE TAX YEAR 2026

With effect from July 01, 2025

Affectionately dedicated to:

My parents

and

“Muhammad Luqman Kamil”

Who are and would remain to be a source of inspiration for me.

FOREWORD

Asif Associates Chartered Accountants is one of the leading Chartered Accountant firm providing accounting, auditing, taxation, management advisory, consultancy and other corporate services to the public & private organizations in the country.
The firm has requisite multi-disciplinary skills and assembled a team of accounting, auditing, corporate, and financial and HR experts. It has involved persons who are capable of performing tasks expeditiously, having unique combination of knowledge and experience.
Each assignment is handled by a Partner, who is supported by the qualified Manager. For its entire professional staff, the firm carries out a structured training program, which covers all areas of the practice, including audit, tax, corporate and management advisory.

Asif Associates Chartered Accountants proudly presents Summary of Income Tax Rates applicable on various sectors of economy in Pakistan under the Income Tax Ordinance, 2001, Sales Tax Act 1990 and Provincial Sales Taxes as a Tax Card Booklet. While developing this card, efforts have been endured to keep the presentation simple, easy to understand for laymen and changes have been incorporated up to Finance Act, 2025.

Asif Associates team takes pride in saying that we value our clients and have made efforts for developing this document to enable our clients have a ready reference to the tax rates applicable on them under the Income Tax Ordinance, 2001, Sales Tax Act 1990 and Provincial Sales Tax Acts.

We are grateful to Almighty Allah for infinite blessings and favours of His and pray that our clients may be successful in all of their business and personal endeavours.

Best Regards

Muhammad Asif Raza (FCA)
Principal

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FOR SALARIED INDIVIDUALS	
Taxable Income (Rupees)	**Rate of Tax**
0 to 600,000	0%
600,001 to 1,200,000	1% of the amount exceeding Rs. 600,000
1,200,001 to 2,200,000	Rs. 6,000 + 11% of the amount exceeding Rs. 1,200,000
2,200,001 to 3,200,000	Rs. 116,000 + 23% of the amount exceeding Rs. 2,200,000
3,200,001 to 4,100,000	Rs. 346,000+ 30% of the amount exceeding Rs. 3,200,000
Where Taxable Income exceeds 4,100,000	Rs. 616,000 + 35% of the amount exceeding Rs. 4,100,000

*Salaried Individual means income of individual under the head "Salary" exceeds 75% of his taxable income.
**Payment for directorship fee or fee for attending board meeting, will be taxed @20%

If the individual only earns money from annuity, pension, extra pension payments and commutation of pension from the former employer during the Tax Year 2026, then the rate of tax will be based on the following table:

RATE OF TAX FOR INDIVIDUALS BELOW THE AGE OF SEVENTY YEARS DERIVING INCOME FROM PENSION OR ANNUITY (DIVISION I, PART I OF THE FIRST SCHEDULE)	
Taxable Income (Rupees)	**Rate of Tax**
Received amount of pension does not exceed Rs. 10,000,000	0%
Received amount of pension exceeds Rs. 10,000,000	5% of the amount exceeding Rs. 10,000,000

A surcharge shall be payable by every individual and AOP at the rate of 9% of the Income Tax imposed under Division I of Part I of the First Schedule where the taxable Income exceeds Rs.10 million

FOR NON-SALARIED INDIVIDUALS / ASSOCIATION OF PERSONS (AOP)	
Taxable Income (Rupees)	**Rate of Tax**
0 to 600,000	0%
600,001 to 1,200,000	15% of the amount exceeding Rs. 600,000
1,200,001 to 1,600,000	Rs. 90,000+20% of amount exceeding Rs. 1,200,000
1,600,001 to 3,200,000	Rs. 170,000 + 30% of amount exceeding Rs. 1,600,000
3,200,001 to 5,600,000	Rs. 650,000 + 40% of amount exceeding Rs. 3,200,000
Where Taxable Income exceeds Rs. 5,600,000	Rs. 1,610,000+*45% of amount exceeding Rs. 5,600,000

* In the 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 number 6 of the Table shall be 40%.

ALLOWANCES AND TAX CREDITS			
SECTIONS	**PARTICULARS**	**CONCESSION**	**MAXIMUM LIMIT**
60	Zakat	Straight Income Deduction	N/A
60 (D)	Education Expenses	Income Deduction	If Income of Taxpayer less than Rs. 1,500,000: Lesser of: - 5% of Tuition Fee - 25% of Taxable Income - 60,000 x No. of Children
61	Charitable Donation	Tax Credit	any sum paid, or any property given by the person in the tax year as a donation voluntary contribution or subscription to — (a) any board of education or any university in Pakistan established by, or under, a Federal or a Provincial law; (b) any educational institution, hospital or relief fund established or run in Pakistan by Federal Government or a Provincial Government or a Local Government; or (c) any non-profit organization or any person eligible for tax credit under section 100C of this Ordinance; or (d) entities, organizations and funds mentioned in the Thirteenth Schedule to this Ordinance. Tax Credit = $(A/B) \times C$ Where: A = Tax assessed before this tax credit

			B = Taxable income C = Lesser of: Amount of donation or *30% of taxable income in case of individual /AOP and 20% in case of company
63	Approved Pension Fund	Tax Credit	Allowed to Eligible Person U/S 2(19A): Tax Credit = $(A/B) \times C$ Where: A = Tax assessed before this tax credit B = Taxable income C = Lesser of: Lower of; -Total contribution or premium paid by individual -20% of taxable income Additional Contribution of 2% of p.a for person exceeding 40 years of age up to June 30, 2019. (Total contribution not exceeding 30% of Total Taxable Income).
63A	Interest Paid on Low-Cost Housing Loan	Tax Credit	Tax credit on profit on debt paid to a scheduled bank, SECP regulated financial institution, government, local government, statutory body, or listed public company by an individual who uses the loan to construct or acquire one personal house or flat. However, the house must be up to an area of 2,500 sq. ft. or the flat must be up to an area of 2,000 sq. ft. Tax Credit = $(A/B) \times C$ Where: A = Tax assessed before this tax credit B = Taxable income C = Lesser of: (a) Total profit on debt paid on the housing loan; or (b) 30% of taxable income; or (c) Rs. 2,000,000 The person shall not be entitled to tax credit under this section for any profit deductible in computing income chargeable under the head "Income from Property". Where an individual has claimed tax credit under this section, he shall not be entitled to claim tax credit for another house or flat under this section during the subsequent fifteen tax years.
64B	Employment Generation	Tax Credit	Tax Credit to manufacturers setting up units between 01.07.2015 to 30.06.2019 equal to 2% for every 50 employees registered with EOBI.
64D	Tax credit for Point of Sale Machine	Tax Credit	Any person who is required to integrate with Board's computerized system for real time reporting of sale or receipt, shall be entitled to tax credit in respect of the amount invested in purchase of point of sale machine. Tax Credit = lesser of; -amount actually invested in purchase of point of sale machine -rupees one hundred and fifty thousand per machine
65F	Tax Credit to certain persons	100% Tax Credit	Available to following persons (a) persons engaged in coal mining projects in Sindh, to the extent, the income is derived from supplying coal to power generation projects. (b) a start-up as defined in clause (62A) of section 2 for the tax year in which the startup is certified by the Pakistan Software Export Board and the next following two tax years.
Second Schedule	Full-time teacher or researcher,	Reduction of 25% in tax liability	

	employed in non-profit education or Research Institution*		

*This exemption is not available for teachers of medical profession who derive income from private medical practice or who receive share of consideration received from patients.

TAX RATES FOR THE COMPANIES		
COMPANY	RATE FOR THE TAX YEAR	
	2025	2026
Banking Company	39%	44%
Public Company (other than a Banking Company)	29%	29%
Private Company (other than a Banking Company)	29%	29%
Small Company having Turnover up to Rs. 250 million, Paid-up Capital up to Rs. 50 million and number of Employees up to 250	20%	20%

SUPER TAX FOR REHABILITATION OF TEMPORATILY DISPLACED PERSON 4B

Sr. No	Person	Tax year 2020	Tax year 2021 and 2022
1	Banking Company	4%	4%
2	Other than Banking company having income equal or more than Rs. 500 M	0%	0%

SUPER TAX ON HIGH EARNING PERSONS SECTION 4C

Sr. No	Particulars	Rate of Tax
1	0 to 150 Million	0%
2	150 Million to 200 Million	1%
3	200 Million to 250 Million	1.5%
4	250 Million to 300 Million	2.5%
5	300 Million to 350 Million	3.5%
6	350 Million to 400 Million	5.5%
7	400 Million to 500 Million	7.5%
8	Where the income exceeds Rs. 500 million*	10%

***PROVISO**

Provided for tax year 2022 for persons engaged in business of airlines, automobiles, beverages, cement, chemicals, cigarette and tobacco, fertilizer, iron and steel, LNG terminal, oil marketing, oil refining, petroleum and gas exploration and production, pharmaceuticals, sugar and textiles the rate of tax shall be 10% where income exceeds Rs. 300 million.

Provided further that in case of banking companies for the tax year 2023, the rate of tax shall be 10% where income exceeds Rs. 300 million.

U/S 6A Division IVA of Part I of the First Schedule (WHT Section 153(2A))	TAX ON PAYMENT S FOR DIGITAL TRANSACTIONS IN E-COMMERCE PLATFORMS	
	Digital Means or banking channels by payment intermediary	1% of the gross amount
	Cash On Delivery By Courier Service	2% of the gross amount

U/S 7E	TAX ON DEEMED RENTAL INCOME	
	Conditions for deemed rental income	Rate
	Person having more than one immoveable property valuing above Rs. 25 million shall be deemed to have received rental income equal to 5% of FMV- With effect from tax year 2022. Tax paid will be considered as Final tax.	Tax will be paid @1% of fair market value or 20% of the deemed income

U/S 7F	TAX ON BUILDERS AND DEVELOPERS		
	Income from business arising from	**Taxable Income**	**Rate**
	Construction & Sale of residential, commercial or other buildings	10% of gross receipt	As per Division I or II of Part-I of First Schedule
	Development and sale of residential, commercial or other plots	15% of gross receipt	
	Activities (Construction & Development) as mentioned in (a) and (b) above	12% of gross receipt	

RATES FOR FILING OF APPEALS:

Authority	INDIVIDUAL / AOP		COMPANY	
	Appeal against assessment Order	Other order	Appeal against assessment Order	Other order
	Filing of Appeal before CIR(Appeals)			
Appeal Fee	2,500	1,000	5,000	5,000
	Filing of Appeal before ATIR			
Appeal Fee	5,000	5,000	20,000	20,000
	Filing of Reference before High Court			
Appeal Fee	50,000			

SMALL & MEDIUM ENTERPRISES (Option under NTR)		
Category	**Turnover**	**Rates**
Category-1	Where annual business turnover does not exceed Rupees 100 million	7.5% of taxable Income
Category-2	Where annual turnover exceeds Rupees 100 Million but does not exceed Rupees 250 million	15% of taxable Income

SMALL & MEDIUM ENTERPRISES (Option under FTR)		
Category	**Turnover**	**Rates**
Category-1	Where annual business turnover does not exceed Rupees 100 million	0.25% of gross turnover
Category-2	Where annual turnover exceeds Rupees 100 Million but does not Rupees 250 million	0.5% of gross turnover

Proviso

1). It is applicable on manufacturer only whose turnover in a tax year does not exceed Rs. 250 million.
2). Tax deductible U/S 153(1)(a) shall not be minimum tax where the payments are received on sale or supply of goods by SMEs.
3). The provision of S-113 shall not be applicable to SMEs.
4). The provision of section 177 and 214C shall not apply to SME who opt for Option under FTR.

WITHHOLDING OF TAX ON PAYMENTS

U/S 148	ADVANCE TAX ON IMPORT STAGE		
	Persons	**Filer**	**Non-Filer**
	Persons importing goods classified in Part I of the Twelfth Schedule	1%	2%
	Persons importing goods classified in Part II of the Twelfth Schedule	2%, 3.5% in case of Commercial Importer	4%, 7% in case of Commercial Importer
	Persons importing goods classified in Part III of the Twelfth Schedule	5.5%,6% in case of Commercial Importer	11%,12% in case of commercial importer

	Manufacturers Covered under rescinded SRO 1125(I) /2011 dated 31.12.2011 on import of items covered under the aforementioned SRO.	1%	2%
	Persons importing Finished Pharmaceutical products that are not manufactured otherwise in Pakistan as Certified by DRAP.	4%	8%
	In case of importers of CKD kits of electric vehicles for small cars or SUVs with 50 kwh battery or below and LCVs with 150 kwh battery or below shall be	1%	2%
	Proviso 2 rates for mobile phones PCT 8517.1219	Rs.70 to Rs.11,500	Rs.140 to Rs.23,000
	Proviso 2 rates for mobile phones PCT 8517.1211	Rs.0 to Rs.5,200	Rs.0 to Rs.10,400

*Provided tax collected U/S 148 shall be minimum tax on Income of every person arising from import of edible oil, packing material, paper and paper board or plastic.

U/S 150 Division I of Part III of the First Schedule	DIVIDEND		
	Description	Rate	
(a)	Dividend paid by IPPs where such dividend is a pass-through item under Implementation Agreement, or Power Purchase Agreement or Energy Purchase Agreement and is required to be reimbursed by Central Power Purchasing Agency. Dividend from company covered under clause 132C, Part I, 2nd Schedule	7.5%	15%
(b)	Dividend in case of Real Estate, Investment Trust and all other cases	15%	30%
(ba)	Dividend in case of Mutual Fund (contingent upon proportional income derived from average annual investments in debt securities)	25%	50%
	In the case of the company	29%	58%
	Dividend in case of Mutual Fund (contingent upon proportional income derived from average annual investments in equities).	15%	30%
(c)	Dividend received by REIT from special-purpose vehicles	0%	0%
	Dividend received by others from special purpose vehicles as defined under Real Estate Investment Trust Regulations, 2015	35%	70%
(d)	Dividend if no tax is payable by the company due to exemption/ carry forward of loss or tax credits	25%	50%

U/S 151(1A)	RETURN ON INVESTMENT IN SUKUKS		
	For Individuals / AOPs	Filer	Non-Filer
1	If return is less than Rs. 1 million.	10%	20%
2	If return is above Rs. 1 million.	12.50%	25%
3	For company	25%	50%

PROFIT ON DEBT		
7B – Charging Section 151 – WHT Section (Division IIIA-Part-I First Schedule)	Description	Filers
	Yield or profit paid by banking company or financial institution or on Government securities	20%
	yield or profit in cases other than above	15%
	Separate block of income for individuals and AOPs up to Rs. 5,000,000 and above Rs. 5 million will be taxable under NTR	

GAIN ARISING ON DISPOSAL OF CERTAIN DEBT SECURITIES			
U/S 151A		Filers	Non-filers
	Gain on disposal of debt securities	15%	30%

*Provided that this section shall not apply on disposal of debt securities made through registered stock exchange and which are settled through NCCPL.

	PAYMENTS TO NON-RESIDENTS	
U/S 152	Royalty or fee for Technical services rendered by non-residents. 152(1)	15%
	Any other case 152(1)	10%
	Contract for Construction / Construction Services, Assembly, Installation, including supervisory activities and contract for advertisement 152(1A)	7%
	Insurance premiums and re-insurance premiums paid to non-resident person. 152(1AA)	5%
	Advertisement Services to non- resident media person relying outside Pakistan 152(1AAA)	10%
	Every banking company or a financial institution maintaining special convertible rupee account (SCRA) of a non-resident company having no permanent establishment in Pakistan shall deduct tax from capital gain arising on the disposal of debt instruments and Government securities 152(1D)	10%
	Capital gain arising on the disposal of debt instruments and government securities maintaining under Foreign Currency Value Account (FCVA) or a non-resident Pakistani Rupee Value Account (NRVA) of a non-resident individual holding Pakistan Origin Card (POC) or National ID Card for Overseas Pakistanis (NICOP) or Computerized National ID Card (CNIC). 152(1DA)	10%
	Sports Person	15%
	Any other	20%

*Provided that the banking company and financial institution shall not deduct the tax under this sub-section where the recipient is also liable to Digital Presence Proceeds Levy and same has been collected

PAYMENTS TO PERMANENT ESTABLISHMENTS OF NON–RESIDENTS – 152 (2A)	Company		Others	
	Filer	Non-Filer	Filer	Non-Filer
Supply/Sale of Goods by PE of Non-residents	5%	10%	5.5%	11%
Services rendered/provided by PE of Non-residents (Specified Services)	8%	16%	8%	16%
IT and IT enable services as defined in Section 2	4%	8%	4%	8%
Services rendered/provided by PE of Non-residents (Other than specified services)	15%	30%	15%	30%
Execution of Contracts by PE of Non-residents	8%	16%	8%	16%

U/S 101A	GAIN ON DISPOSAL OF ASSETS OUTSIDE PAKISTAN	
	Description	Rate of Tax
	Any gain from the disposal or alienation outside Pakistan of an asset located in Pakistan of a non-resident company shall be Pakistan source.	Higher of: 1) 20% of FMV less cost of acquisition of asset 2) 10% of FMV of asset

PAYMENTS AGAINST GOODS, SERVICES & EXECUTION OF CONTRACTS U/S 153				
Sr. No.	**Description**	**2026**		**Reference**
		Filers	**Non-Filers**	
1	Sale of goods -In case of company Toll manufacturing Other than toll manufacturing -In case of other taxpayers Toll Manufacturing Other than toll manufacturing	 9% 5% 11% 5.5%	 18% 10% 22% 11%	Section 153(1)(a), Part III Division III
	In case of payments for Cotton seed, rice, edible oil.	1.5%	3%	
	Sale by Distributors of Pharmaceuticals, and large import House Sale by Distributors of Cigarettes	1% 2.5%	2%	24 (A), Part II of Second Schedule
	In case of payment for sale of gold and silver and articles	1%	2%	31, Part II of Second Schedule
	Distributors, Dealers & Sub-dealers of wholesaler & retailer of FMCGs, fertilizers, Sugar, Cement, steel and edible oil as recipient of payment.	0.25%	0.50%	24C, Part II of Second Schedule (If appearing in ATL for Sales Tax and Income Tax)
2	Rendering of services including: Transport, freight forwarding, Air cargo services, courier, manpower outsourcing, hotel services, security guard, software development, tracking services, advertising (other than by print/electronic media), share registrar services, engineering/ architectural services, warehousing, services rendered by asset management companies, data services provided under license issued by the PTA, telecommunication infrastructure (tower) services, car rentals, building maintenance, services rendered by PSEL and PMEL, inspection, certification, testing and training services, oilfield services, telecommunication services, collateral management services, travel and tour services, REIT management, NCCPL Services	6%	12%	Section 153(1)(b), Part III Division III
	IT and IT enabled services	4%	8%	
	Advertising Services (electronic & Print Media)	1.5%	3%	
	Individuals, AOPs & Companies providing other services	15%	30%	
3	Execution of contracts: -In case of company -In case of other taxpayers -In case of sportspersons	 7.5% 8% 15%	 15% 16% 20%	Section 153(1)(c), Part III Division III
4	Following services rendered to exporter: stitching, dying, printing, embroidery, washing, sizing and weaving.	1%	2%	Section 153(2) Part III Division III

5	Digitally ordered goods or digitally delivered services through e-commerce platforms (i) Digital Means or banking channels by payment intermediary (ii) Cash on Delivery by courier service	 1% 2%	Section 153(2A) Part III Division III

U/S 154	EXPORTS		
		Minimum Tax	**Advance Tax u/s 147**
	Sale of goods to an exporter under inland back-to-back LC or any other	1%	1%
	Arrangement like SPO. 154 (3)		
	Indenting Commission		
	Export of Goods		

* Tax deduction on export of goods is now covered under minimum tax regime w.e.f. 01.07.2024.

U/S 154A	EXPORT OF SERVICES	
	a) export proceeds of computer software or IT services or IT enabled services by persons registered with PSEB	0.25% of proceeds
	b) any other case	1% of proceeds

U/S 155	TAX ON RENTAL INCOME		
	Gross Rentals (Rupees)	**Filer**	**Non-Filer**
	0 to 300,000	0%	0%
	300,001 to 600,000	5% of amount exceeding Rs. 300,000/-	10% of amount exceeding Rs. 300,000/-
	600,001 to 2,000,000	Rs. 15,000/- + 10% of exceeding Rs. 600,000/-	Rs. 30,000/- + 20% of exceeding Rs. 600,000/-
	Exceeding Rs.2,000,000	Rs. 155,000/- + 25% of exceeding Rs. 2,000,000/-	Rs. 310,000/- + 50% of exceeding Rs. 2,000,000/-
	DEDUCTION AT SOURCE AGAINST RENT U/S 155 (COMPANIES):	**Filer**	**Non–Filer**
	On gross amount of rent.	15%	30%

U/S 156	PRIZES AND WINNINGS	Filer	Non-Filer
	Prize on Prize Bond & crossword puzzle U/S 156	15%	30%
	Winnings from a raffle, lottery, prize on winning a quiz, prize offered by a company for promotion of sales	20%	40%

U/S 156 (A)	COMMISSION ON PETROLEUM PRODUCTS	
	Filers	12%
	Non-filers	24%

ADVANCE TAX

Advance Tax On Cash Withdrawal Under Section 231AB	Filer	Non-Filer
Advance Tax on Cash withdrawal (exceeding Rs. 50,000 in aggregate in a day)	0%	0.8%

ADVANCE TAX ON PURCHASE AND TRANSFER OF PRIVATE MOTOR VEHICLES (Section 231B – Division VII, Part IV, 1st Schedule)

PURCHASE / REGISTRATION [Section 231B (1)]		
Engine Capacity	**Filer**	**Non-Filer**
Up to 850cc	0.5% of the value	1.5% of the value
851cc to 1000cc	1% of the value	3% of the value
1001cc to 1300cc	1.5% of the value	4.5% of the value
1301cc to 1600cc	2% of the value	6% of the value
1601cc to 1800cc	3% of the value	9% of the value
1801cc to 2000cc	5% of the value	15% of the value
2001cc to 2500cc	7% of the value	21% of the value
2501cc to 3000cc	9% of the value	27% of the value
3000cc and above	12% of the value	36% of the value

TRANSFER [Section 231B (2)]		
Engine Capacity	**Filer**	**Non-Filer**
Up to 850cc	-	-
851cc to 1000cc	5,000	15,000
1001cc to 1300cc	7,500	22,500
1301cc to 1600cc	12,500	37,500
1601cc to 1800cc	18,750	56,250
1801cc to 2000cc	25,000	75,000
2001cc to 2500cc	37,500	112,500
2501cc to 3000cc	50,000	150,000
3000cc and above	62,500	187,500

PROVISO

Provided that in cases where engine capacity is not applicable, and the value of vehicle is Rs. 5 Million or more, the rate of tax collectible shall be Rs. 20,000/-.

Provided further that the rate of tax to be collected under this clause shall be reduced by 10% each year from the date of first registration in Pakistan.

Locally manufactured motor vehicle has been sold prior to registration by the Person who originally purchased it from the local manufacturer [Section 231B (2A)]		
Engine Capacity	**Filer**	**Non-Filer**
Up to 1000cc	100,000	300,000
1001cc to 2000cc	200,000	600,000
2001cc and above	400,000	1,200,000

Advance Tax on Foreign Domestic Workers 231C	Tax
Authorities Issuing Domestic aide visa	RS. 200,000

BROKERAGE & COMMISSION		
[Section 233 & Division II Part IV First Schedule]	Filer	Non–Filer
Advertising agents	10%	20%
Life Insurance Agents where commission received is less than Rs. 500,000 per annum	8%	16%
Persons not covered in 1 and 2 above	12%	24%

MOTOR VEHICLE TAX		
DEDUCTION / COLLECTION AT SOURCE (ADJUSTABLE)		
Goods Transport u/s 234	Filer	Non-Filer
Laden weight of vehicles	2.5 Per Kg	5.0 Per Kg
Passenger Transport U/S 234	Non-Air Conditioned	Air Conditioned
4 ≥ But < 10 Persons	Rs. 200 per seat per annum	Rs. 375 per seat per annum
10 ≥ But < 20 Persons	Rs. 500 per seat per annum	Rs. 750 per seat per annum
20 ≥ Persons	Rs. 1,000 per seat per annum	Rs. 1,500 per seat per annum

OTHER MOTOR VEHICLES U/S 234		
Engine Capacity	For filer	For Non filer
Up to 1000cc	800	1,600
1001cc to 1199cc	1,500	3,000
1200cc to 1299cc	1,750	3,500
1300cc to 1499cc	2,500	5,000
1500cc to 1599cc	3,750	7,500
1600cc to 1999cc	4,500	9,000
2000cc and above	10,000	20,000

PRIVATE MOTOR VEHICLES - Lump Sum Tax Paid		
Engine Capacity	For filer	For Non-Filer
FUp to 1000cc	10,000	20,000
1001cc to 1199cc	18,000	36,000
P 1200cc to 1299cc	20,000	40,000
1300cc to 1499cc	30,000	60,000
1500cc to 1599cc	45,000	90,000
1600cc to 1999cc	60,000	120,000
2000cc and above	120,000	240,000

ELECTRICITY CONSUMPTION [Section 99A, 235, 235(1A) & Division IV Part IV First Schedule]		Filer	Non-Filer
Domestic	Monthly bill up to Rs. 25,000	0%	0%
	Monthly bill exceeding Rs. 25,000	0%	7.50%
Commercial	up to Rs. 500	Rs. 0	
	exceeds Rs. 500 but does not exceed Rs. 20,000	10% of the amount	
	exceeds Rs.20,000	Rs. 1,950 plus 12% of the amount exceeding Rs. 20,000	
Industrial	up to Rs. 500	Rs. 0	
	exceeds Rs. 500 but does not exceed Rs. 20,000	10% of the amount	
	exceeds Rs.20,000	Rs. 1,950 plus 5% of the amount exceeding Rs. 20,000	
Retailers and Service Providers	Where the monthly bill does not exceed Rs. 30,000	Rs. 3,000	
	Where the monthly bill exceeds Rs. 30,000 but does not exceed Rs. 50,000	Rs. 5,000	
	Where the monthly bill exceeds Rs. 50,000 but does not exceed Rs. 100,000	Rs. 10,000	
	Retailers and service providers as notified by the Board through ITGO	Upto Rs. 200,000	

TELEPHONE USERS [Section 236 & Division V Part IV First Schedule]	Rate
Landline bills exceeding Rs. 1,000	10%
In case of subscriber of internet, mobile telephone and pre-paid internet or telephone card	15% of the amount of bill

In the case of persons mentioned in income tax general order issued under section 114B, the rate of collection of tax shall be 75% of the amount of bill or sale price of internet pre-paid card or prepaid telephone card or sale of units to any electronic medium or whatever form.

SALE BY AUCTION U/S 236A	Filer	Non–Filer
Sale of immovable property	5%	10%
Sale of Goods other than immovable property	10%	20%
LEASE OF COLLECTION RIGHTS (Fee or Other Levies and Toll)		

SALE/TRANSFER OF IMMOVABLE PROPERTY U/s 236C	Filer	Late-Filer	Non–Filer
Gross consideration received up to Rs. 50 million	4.5%	11.5%	10.5%
51 million to 100 million	5%		14.5%
Exceeding 100 million	5.5%		18.5%

The rates given above for 'later filers' shall not be applicable if a person who has filed return by the due date specified in section 118 or by the due date as extended under section 119 or section 214A for all of the last 3 tax years preceding the tax year for which the return has not been filed by the due date specified in section 118 or by the due date as extended under section 119 or 214A of the Ordinance.

TV PLAYS AND ADVERTISEMENTS U/S 236CA	Filer	Non–Filer
Foreign-produced TV drama serial or play	Rs. 1,000,000/- per episode	Rs. 2,000,000/- per episode
Foreign-produced TV play (Single episode)	Rs. 3,000,000/-	Rs. 6,000,000/-
Advertisement starring foreign actor	Rs. 100,000/- per second	Rs. 200,000/- per second

FUNCTIONS AND GATHERINGS U/S 236CB	Rate
Functions and gathering including food, services or any other facility	10%

ADVANCE TAX ON SALE TO DISTRIBUTOR, DEALER U/S 236G	Filer	Non-filer
Fertilizers*	0.7%	1.4%
Other than fertilizer	0.1%	2%

*The Rate of advance tax on sale to distributors, dealers or wholesalers shall be 0.25%, if they are already appearing on both the Active Taxpayers' Lists issued under the provisions of the Sales Tax Act, 1990 and the Income Tax Ordinance, 2001 (XLIX of 2001).

ADVANCE TAX ON SALES TO RETAILERS U/S 236H	Filer	Non-filer
On the gross amount of sales to retailers	0.5%	2.5%

ADVANCE TAX ON PURCHASE OF IMMOVABLE PROPERTY U/S 236K	Filer	Late-Filer	Non–Filer
Inheritance	N/A		
Fair Market Value up to Rs. 50 million	1.5%	4.5%	10.5%
Between 51 million to 100 million	2%	5.5%	14.5%
Exceeding 100 million	2.5%	6.5%	18.5%

The rates given above for 'later filers' shall not be applicable if a person who has filed return by the due date specified in section 118 or by the due date as extended under section 119 or section 214A for all of the last 3 tax years preceding the tax year for which the return has not been filed by the due date specified in section 118 or by the due date as extended under section 119 or 214A of the Ordinance.

ADVANCE TAX ON AMOUNT REMITTED ABROAD THROUGH CREDIT, DEBIT OR PREPAID CARDS U/S 236Y	Filer	Non-Filer
On amount remitted abroad	5%	10%

BONUS SHARES ISSUED BY COMPANIES U/s 236Z	Filer	Non-Filer
Value of Bonus Shares	10%	20%

RATES OF MINIMUM TAX U/S 113	
Narration Section	**Rates**
Sui Southern Gas Company Limited and Sui Northern Gas Pipelines Limited (for the cases where annual turnover exceeds rupees one billion.)	0.75%
Pakistan International Airlines Corporation	
Poultry industry including poultry breeding, broiler production, egg production and poultry feed production	
Oil refineries and oil marketing companies	0.5%
Motorcycle dealers registered under the Sales Tax Act, 1990	
Distributors of pharmaceutical products, fast moving consumer goods and cigarettes	0.25%
Petroleum agents and distributors who are registered under the Sales Tax Act, 1990	
Rice mills and dealers	
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	
Person's turnover from supplies through e-commerce including from running an online marketplace as defined in clause (38B) of section 2	
Persons engaged in the sale and purchase of used vehicles	
Flour mills	
In all other cases	1.25%

*Provisions of minimum tax under section 113 and ACT under section 113C of the Ordinance would not be applicable on the turnover, income, profits and gains of a builder or a developer opting for taxation under Section 100D.
** Minimum tax in excess of normal tax shall be carried forward for two years.

RESTRICTION ON ECONOMIC TRANSACTION ON CERTAIN PERSONS:

Restrictions on economic and high-value transactions for ineligible persons i.e. individuals or entities that have not filed tax returns or do not have declared sufficient financial resources. Restrictions take effect from a date notified by the Board with Federal Government approval. Following are the restrictions on ineligible persons:

- Ineligible persons cannot apply for booking, purchase, or registration of motor vehicles.
- Ineligible persons cannot register or transfer property exceeding a value notified by the Federal Government.
- Authorized dealers cannot sell or open accounts for ineligible persons for trading in securities or mutual funds.
- Banks must not open or maintain accounts, except Asaan and Pensioner Accounts, or allow large cash withdrawals for notified ineligible persons.

However, the following goods and transactions are excluded from the purview of this section:

- Purchases of rickshaws, motorcycles, tractors
- Pickup vehicles up to 800CC
- Trucks, buses, or other notified vehicles
- Small-scale investments in securities up to notified limits
- Transactions by non-residents or public companies except large cash withdrawals

Also, the disclosed sources of investment or expenditure are not treated as income for tax purposes under Section 111.
Under this section, '**eligible person**' means someone who filed a return for the prior tax year and declared adequate financial resources, or filed a "Sources of Investment and Expenditure Statement.
'Immediate Family Members' include parents, spouse, and dependent children.
'Sufficient Resources' means assets worth at least 130% of the transaction amount, declared in the relevant statements.
'Ineligible Person' means anyone not meeting the above eligibility criteria.

	THRESHOLD FOR ECONOMIC TRANSACTIONS	TRANSACTION VALUE SPECIFICATION	THRESHOLD LIMITATION FOR INELIGIBILITY
Section 114C(1)	(a) In relation to an application for booking, purchase or registration of motor vehicle.	The invoice value for locally manufactured vehicle; or the import value as assessed by the Customs Authority inclusive of all applicable taxes, duties, levies and charge.	Exceeding seven million rupees.
	(b) In relation to an application for registering, recording or attesting transfer of any immoveable property	Fair Market Value as defined in clause (22AA) of section 2 of the Ordinance	Exceeding one hundred million rupees.
	(c) In relation to the investment in securities, debt securities, units of mutual funds or money market instruments subject to the condition that the investment amount up to rupees fifty million shall be new investment in any financial year excluding reinvestment either by liquidation of similar type of securities and or reinvestment of returns earned on already held securities	Acquisition cost of securities or debt securities or unit of mutual funds or money market instruments	Exceeding fifty million rupees
	(d)Annual cash withdrawal Limit		One hundred Million rupees in all bank accounts held by an individual

RATE OF TAX ON CAPITAL GAINS					
Rate of tax on Disposal of Immovable Property U/S 37					
		Rate of Tax			
		Properties Acquired on or before June 30, 2024			**Properties Acquired on or after July 01, 2024**
Serial No.	**Holding Period**	**Open Plots**	**Constructed Property**	**Flats**	
1	Up to one year	15%	15%	15%	15% for person appearing on the Active Taxpayer List on date of disposal of property and at the rates specified in Division I for individuals and association of persons and Division II for companies in respect of person not appearing on the Active Taxpayers' List on the date of disposal of property: Provided that the rate of tax for individuals and association of persons not appearing on the Active Taxpayer List on the date of disposal, the rate tax shall not be less than 15% of the gain.
2	1> But ≤2	12.5%	10%	7.5%	
3	2> But ≤3	10%	7.5%	0%	
4	3> But ≤4	7.5%	5%	0%	
5	4> But ≤5	5%	0%	0%	
6	5> But ≤6	2.5%	0%	0%	
7	Greater than 6 years	0%	0%	0%	

* No Capital Gain Tax shall be applicable if the seller is dependent of Shaheed of Pakistan Armed Forces or of a person who dies while in service of Pakistan Armed Forces or Federal and Provincial Governments and on the first sale of property acquired or allotted as original allottee, duly certified by the official allotment authority.

** No Capital Gain Tax shall be applicable on the first sale of immovable property acquired or allotted to ex-service men and serving personnel of Pakistan Armed forces or ex-employees or serving personnel of Federal and Provincial Governments, being original allottees of the immovable property, duly certified by the allotment authority

U/S 37	Advance Tax on Disposal of Shares of Private Limited Company	Rate
	Persons acquiring shares to deduct tax from the consideration paid/payable	10% of the Fair Market Value of the shares

CAPITAL GAIN ON DISPOSAL OF SECURITIES: U/S 37A			
Holding Period	**Disposal of securities Acquired between 1 July 22 to 30 June 2024**	**Rate of tax on disposable of Securities acquired on or after 1st day of July, 2024**	
Where the holding period does not exceed one year	15%	15% for persons appearing on the Active Taxpayers' List on the date of acquisition and the date of disposal of securities and at the rate specified in Division I for individuals and association of person and Division II for companies in respect of persons not appearing on the Active Taxpayers' Lison the date of acquisition and date of disposal of securities: Provided that the rate of tax for individual and association of persons not appearing on the Active Taxpayers' List, the rate of tax shall not be less tha15% in any case.	
Where the holding period exceeds one year but does not exceed two years	12.5%		
Where the holding period exceeds two years but does not exceed three years	10%		
Where the holding period exceeds three years but does not exceed four years	7.5%		
Where the holding period exceeds four years but does not exceed five years	5%		
Where the holding period exceeds five years but does not exceed six years	2.5%		
Where the holding period exceeds six years	0%		
Future commodity contracts entered into by members of PMEX	5%	5%	5%

PROVISO

Provided that for securities except future commodity contracts entered into by members of PMEX:

i. The rate of 12.5% shall apply on capital gain arising on disposal where the securities are acquired on or after the first day of July 2013 but on or before the 30th day of June 2022.

ii. Securities acquired before July,1 2013, capital gain shall continue to be taxed at 0%

SALE TAX ACT, 1990

Default Surcharge U/S Section 34	Rate
Default Surcharge Calculation	12% or KIBOR plus 3% Whichever is higher

3rd SCHEDULE ITEMS			
Sr.	**DESCRIPTION**	**Sr.**	**DESCRIPTION**
1	Fruit juices and vegetable juices	19	Mineral/bottled water
2	Ice Cream.	20	Household electrical goods, including air conditioners, refrigerators, deep freezers, televisions, recorders and players, electric bulbs, tube-lights, electric fans, electric irons, washing machines and telephone sets.
3	Aerated waters or beverages.	21	Household gas appliances, including cooking range, ovens, geysers and gas heaters.
4	Syrups and squashes	22	Foam or spring mattresses and other foam products for household use.
5	Cigarettes	23	Paints, distempers, enamels, pigments, colors, varnishes, gums, resins, dyes, glazes, thinners, blacks, cellulose lacquers and polishes sold in retail packing
6	Toilet soap	24	Lubricating oils, brake fluids, transmission fluid, and other vehicular fluids sold in retail packing.
7	Detergents	25	Storage batteries excluding those sold to automotive manufacturers or assemblers
8	Shampoo	26	Tyres and tubes excluding those sold to automotive manufacturers or assemblers
9	Toothpaste	27	Motorcycles
10	Shaving cream	28	Auto rickshaws
11	Perfumery and cosmetics	29	Biscuits in retail packing with brand name
12	Tea	30	Tiles
13	Powder drinks	31	Auto-parts, in retail packing, excluding those sold to automotive manufacturers or assemblers
14	Milky drinks	32	DAP
15	Toilet paper and tissue paper	33	Import of pet food including of dogs and cats sold in retail packing
16	Spices sold in retail packing bearing brand names and trademarks	34	Import of coffee sold in retail packing
17	Shoe polish and shoe cream	35	Import of chocolates sold in retail packing
18	Cement sold in retail packing	36	Import of cereal bars sold in retail packing

ELEVENTH SCHEDULE-WHT OF SALES TAX UNDER SALES TAX ACT 1990

Sr. No.	Withholding Agent	Supplier Category	Rate or Extent of deduction
1.	(a) Federal and provincial government departments; autonomous bodies; and public sector organizations (b) Companies as defined in the Income Tax Ordinance, 2001. (XLIX of 2001)	Active Taxpayer	1/5th of Sales Tax as shown on invoice
2.	(a) Federal and provincial government departments; autonomous bodies; and public sector organizations (b) Companies as defined in the Income Tax Ordinance, 2001 (XLIX of 2001) excluding companies exporting surgical instruments	Active Taxpayer registered as a wholesaler, dealer or distributor	1/10th of Sales Tax as shown on invoice
3.	Federal and provincial government departments; autonomous bodies; and public sector organizations	Persons other than Active Taxpayers	Whole of the tax involved or as applicable to supplies on the basis of gross value of supplies
4.	Companies as defined in the Income Tax Ordinance, 2001 (XLIX of 2001)	Persons other than Active Taxpayers	5% of gross value of Supplies
5.	Registered persons as recipient of advertisement services	Person providing advertisement services	Whole of sales tax applicable
6.	Registered persons purchasing cane molasses.	Persons other than Active Taxpayers	Whole of sales tax applicable
7.	Registered persons manufacturing lead batteries	Persons supplying reclaimed lead or scrap batteries	80% of the sales tax applicable
8.	Payment intermediaries and couriers in respect of digitally ordered goods from within Pakistan.	Persons supplying digitally ordered goods from within Pakistan through online market place, website, software applications	2% of gross value of supplies.
9.	Registered persons manufacturing cement	Person supplying any kind of gypsum under Chapter 25 or limestone flux under Chapter 25	80% of the sale tax applicable
10.	Registered persons	Person supplying any kind of coal under Chapter 27	80% of the sale tax applicable
11.	Registered persons	Person supplying any kind of waste of paper and paper board	80% of the sale tax applicable
12.	Registered persons	Person supplying any kind of plastic waste	80% of the sale tax applicable
13.	Registered persons	Person supplying crush stone and silica	80% of the sale tax applicable

SECTORS EXCLUDED FROM WITHHOLDING OF SALE TAX:

i) Electrical energy;
ii) Natural gas;
iii) Petroleum products as supplied by petroleum production and exploration companies, oil refineries, oil marketing companies and dealers of motor spirit and high-speed diesel;
iv) Vegetable ghee and cooking oil;
v) Telecommunication services;
vi) Goods specified in the Third Schedule to the Sales Tax Act, 1990;
vii) Supplies made by importers who paid value addition tax on such goods at the time of import;
viii) Supplies made by an Active Taxpayer as defined in the Sales Tax Act, 1990 to another registered person with the exception of supplies referred to in S. Nos. 5, 7, 9, 10, 11,12 and 13 of the Table.
ix) Supply of sand, and clay to low cost housing schemes sponsored or approved by Naya Pakistan Housing and Development Authority.

WITHHOLDING OF SALES TAX ON SERVICES

PUNJAB

WITHHOLDING AGENTS:

Description	Rate
Departments of Federal Government, Provincial & Local Government	100% of Sales Tax will be withheld.
Public Sector Organizations & Autonomous Bodies	
Company Resident in Punjab	
Company having place of business in Punjab	
Recipient of advertisement services registered with PRA or FBR	
PRA registered persons receiving services from unregistered persons	

EXEMPTIONS

- Telecommunication
- Banking Companies
- Courier Companies
- Insurance Companies (Other than re-insurance)
- Active Companies (Except advertisement service providers)

KHYBER PAKHTUNKHWA

WITHHOLDING AGENTS:

Description	Rate
Departments of Federal Government, Provincial & Local Government	100% of Sales Tax will be withheld.
Public Sector Organizations & Autonomous Bodies	
Recipient of advertisement services registered with KPRA or FBR	
KPRA registered persons receiving services from unregistered or Inactive persons	
KPRA registered persons receiving services liable to tax @ reduce rate	
Withholding Agent in all other Cases	50% of Sales Tax will be withheld.

EXEMPTION

The telecommunication services (excluding such services as are provided or received by telecom companies to or from each other) shall not be liable to withholding.

SINDH

WITHHOLDING AGENTS:

Description	Rate
Departments of Federal Government, Provincial & Local Government	20% of Sales Tax will be withheld.
Public Sector Organizations & Autonomous Bodies	
Organization funded by Budget of Federal/Provincial Budget	
Company defined in Sindh Sales Tax Act, 2011	
Recipient of advertisement services registered with SRB or FBR	100% of Sales Tax will be withheld.
Registered persons receiving advertisement services (other than advertisement in newspapers and periodicals), auctioneers, renting of immovable property, intercity transport or carriage of goods by road (other than those through pipeline or conduit), advertising agent services from agents who issue release order or book advertisements space in relation to advertisement services. (use tax fraction formula)	
Withholding agent receiving taxable services from SRB registered persons where the amount of sales tax is not indicated on the invoice.	
SRB registered persons receiving services from unregistered persons (use tax fraction formula)	

PROVISO

Provided that a person shall be treated as withholding agent if a person resident in Sindh or person has a place of business in Sindh.

EXEMPTIONS

- Telecommunication
- Banking Companies
- Financial institutions, Insurance Companies in relation to its services of life insurance (Other than Re-insurance)
- Port Operator
- Airport Operator
- Terminal Operator
- Airport Ground Services

BALOCHISTAN

WITHHOLDING AGENTS:

Description	Rate
Departments of Federal Government, Provincial & Local Government (Registered including FBR)	20% of Sales Tax will be withheld.
Public Sector Organizations & Autonomous Bodies (Registered including FBR)	
Organization funded by Budget of Federal/Provincial Budget (Registered including FBR)	
Company (Registered including FBR)	
Registered persons receiving advertisement services (other than advertisement in newspapers and periodicals), auctioneers, renting of immovable property, intercity transport or carriage of goods by road, services from non-filers or unregistered persons or Persons not resident in Pakistan, services from registered person where invoice does not show sales tax	100% of Sales Tax will be withheld.

PROVISO

Provided that a person shall be treated as withholding agent if a person resident in Balochistan or a person has a place of business in Baluchistan.

EXEMPTIONS

- Telecommunication
- Banking Companies
- Financial institutions, Insurance Companies (Other than Re-insurance)
- Port Operator
- Airport Operator
- Terminal Operator
- Airport Ground Services

SDISCLAIMER:

We have prepared this Tax card by using provisions of Income Tax Ordinance, 2001, Sales Tax Act 1990 updated to the effect of Finance Act, 2025 & Provincial Sales Tax Acts.

We have exercised due professional care in compiling the above details, however, the above expresses our general interpretation of applicable tax statute and does not constitute any opinion or advice. Further, the above interpretation 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 not accept any responsibility to update the same.

We expressly disclaim any responsibility towards any person relying on the details given above.

With Best Regards

ASIF ASSOCIATES
Chartered Accountants

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