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Islamabad, the 13th July, 2015

From:
Director General
(Withholding Taxes)
Federal Board of Revenue
Tel/Fax.#051-9201948/9207664
Email: shaukat.mahmood@fbr.gov.pk

Subject: - **UPDATED WITHHOLDING TAX RATES FOR SECTIONS 151(1)(a) & 234 OF THE INCOME TAX ORDINANCE, 2001 AS PER FINANCE ACT, 2015**

Dear Sir,

I hope this letter finds you in best of health. This is to state that various amendments have been made in the Income Tax Ordinance, 2001, through the Finance Act 2015. The amendments made in the provisions of Income Tax Ordinance, 2001 and the latest withholding tax rates under various sections are applicable w.e.f 1st July, 2015. Major provisions of withholding tax being dealt by the Pakistan Post Office are:-

- (i) Section 151(1) (a) Profit on debt. (i.e from profit on debt on Post office savings accounts.)
- (ii) Section 234 Tax on motor vehicles. (i.e withholding tax along with token tax on vehicles)

2. The tax rates for the sections 151(1) (a) and 234 as per Finance Act, 2015 applicable w.e.f 1st July, 2015 are being given hereunder:-

Section	Provision of the Section	Tax Rate
151(1)(a)	Yield or profit (profit on debt) on account, deposit or a certificate under the National Saving Schemes or Post Office Savings Account.	
	Filer	10% of the gross yield paid
	Non Filer Upto Rs.5 Lac	10% of the gross yield paid
	Other Non-filers	17.5% of the gross yield paid
234	(i) In the case of goods Transport Vehicles.	
	Filer	Rs. 2.5 per kg of the laden weight
	Non filers	Rs. 4 per kg of the laden weight
Tax on Motor Vehicle	1(A)Transport vehicle with laden weight of 8120 Kg or more after a period of ten years from the date of first registration	Rs.1200 per annum

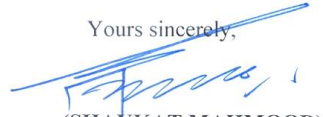
Passenger transport			
(2) In case of Passenger Transport Vehicles plying for Hire, seating capacity.		Filer	Non Filers
(a) 4 or more persons but less than 10 persons.		Rs 50	Rs 100
(b) 10 or more persons but less than 20 persons.		Rs 100	Rs 200
(c) 20 persons or more.		Rs 300	Rs 500
(3) Other Private Motor Cars With Engine Capacity of :-		Filer	Non Filers
	Upto 1000cc	Rs 800	Rs 1,200
	1001cc to 1199cc	Rs 1,500	Rs 4,000
	1200cc to 1299cc	Rs 1,750	Rs 5,000
	1300cc to 1499cc	Rs 2,500	Rs 7,500
	1500cc to 1599cc	Rs 3,750	Rs 12,000
	1600cc to 1999cc	Rs 4,500	Rs 15,000
	2000cc & above	Rs 10,000	Rs 30,000

3. In view thereof, it is requested that all the Field offices/Post Master Generals of Provinces may kindly be directed to deduct withholding tax at the revised rates including tax u/s 151(1)(a) and u/s 234 of the Income Tax Ordinance, 2001.

4. Your kind cooperation in this regard shall be highly appreciated.

With profoundest regards,

Yours sincerely,



(SHAUKAT MAHMOOD)

To:
Mr. Fakir Syed Shaharyudin
 Director General,
 Post Office. Islamabad