



PAKISTAN COUNCIL OF
ARCHITECTS AND TOWN PLANNERS
(Ordinance IX of 1983)

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NO. PCATP/PCATP Members/09-01-03/2021
Dated: September 1, 2021

All PCATP Members,

SUBJECT: REDUCTION OF WITHHOLDING TAX ON ARCHITECTURAL SERVICES

Dear All,

It gives me great pleasure to inform you that PCATP finally managed to bring down the withholding tax on Architectural services from 10% to 3% (at par with Engineering Services) and have it included in the description of Section 153(1) b of Withholding Income Tax Rates Card-2021 of FBR, attached herewith, which can also be downloaded from the FBR Website for using it as a reference to present to your clients.

This milestone was achieved through the continuous efforts of the Chairman and Executive Committee including meetings with the concerned officials and the ministers before the budget.

I congratulate all of you and looking forward to your continuous support to achieve more for the profession of Architecture and Town Planning by the present Executive Committee of PCATP.

With regards,

AR. M. ARIF CHANGEZI
Chairman

Encl. As stated.

Copy to:

1. Registrar, PCATP, Islamabad.



Withholding Tax Regime (Income Tax)

Under the Income Tax Ordinance, 2001

Withholding Income Tax Rates Card

Updated up to 30-06-2021

Facilitation Guide

FOR THE TAXPAYERS, TAX COLLECTORS & WITHHOLDING/COLLECTING AGENTS

Disclaimer: This Withholding Tax Rates Card is just an effort to have a ready reference for facilitation of all the Stakeholders of Withholding Tax Regime. The original statute (Income Tax Ordinance, 2001, as amended) shall always prevail in case of any contradiction/error herein. This card shall never be produced as a legal document before any Court of law / legal forum nor can be used for any statutory proceedings. However, in case any clarification is required in respect of any provision of the Income Tax Ordinance, 2001, please feel free to contact Secretary/Chief Inland Revenue Policy (Income Tax Clarifications), IR Policy Wing, FBR House, FBR, Islamabad (email: memberir@fbr.gov.pk)

Section	Relevant summary of WHT section	Tax Rate	Who will deduct / collect / agent	From whom	When	Time of deposit	Taxation Status
153(1)(b)	<p>i. in case of 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 in section 2, tracking services, advertising services (other than by print or electronic media), share registrar services, engineering services including architectural services, warehousing services, services rendered by asset management companies, data services provided under license issued by the Pakistan Telecommunication Authority, telecommunication infrastructure (tower) services, car rental services, building maintenance services, services rendered by Pakistan Stock Exchange Limited and Pakistan Mercantile Exchange Limited, inspection, certification, testing and training services, oilfield services, telecommunication services, collateral management services, travel and tour services</p> <p>ii. In case of rendering or providing of services other than as mentioned at (i) above;</p> <p>a) In case of company b) In any other case c) In respect of persons making payment to electronic & print media for advertising services</p>	<p>3% of the gross amount.</p> <p>Persons not appearing in the Active Taxpayers' List : The applicable tax rate is to be increased by 100% (Rule-1 of Tenth Schedule to the Ordinance),</p> <p>8% of the gross amount. 10% of the gross amount 1.5% of the gross amount</p> <p>Persons not appearing in the Active Taxpayers' List : The applicable tax rate is to be increased by 100% (Rule-1 of Tenth Schedule to the Ordinance), i.e.</p> <p>Services : No deduction of tax where payment is less than Rs. 30,000/- in aggregate during a financial year [S.153(1)(b)]</p>	Prescribed Person	Resident Person; Resident Person; and Permanent Establishment in Pakistan of a Non-Resident	At the time the amount is actually paid	In case of Federal / provincial Government on the day the tax is deducted. Rule 43(a). In other than Federal / Provincial Government cases, within 7 days from the end of each week ending on every Sunday. Rule 43(b)	Minimum Tax

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