

Government of Pakistan
Central Directorate of National Savings
ISLAMABAD.

IR-557-SAV-2021
10-2

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No.F.12(2-1)PS. [Rules-Procedure(63-2)]/2021,

February 3, 2021

CIRCULAR

SUBJECT: **AMENDMENT IN THE RULES OF NATIONAL SAVINGS SCHEMES PERTAINING TO LEVY OF WITHHOLDING TAX / RATE OF DEDUCTION THEREOF.**

The undersigned is directed to enclose copies of the Finance Division's Notification No.20 (8)-GS/2019-156, 157, 158, 159 & 160 dated 28.01.2021 containing amendment in rules of NSS on the subject noted above. The said amendments are made in following rules:-

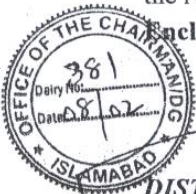
Sr. #	Scheme	Relevant Rule(s)
01	DSC Rules, 1966.	Rule 46 & 46A,
02	SSC Rules, 1990.	Rule-9 & 9A
03	RIC Rules, 1993	Rule-9
04	POSB, Rules, 1961	Rule-29-A , 29-B & 36-E
05	Prize Bonds Rules, 1999	Rule-17

2. In pursuance of the Tenth Schedule of the Finance Act, 2020, the rate of deduction of Withholding Tax on profit of NSS effective from 01.07.2020, are as under:-

Status of investor	In case Amount of Profit (In a Fiscal Year) is;	Rate of W.H.Tax
Persons appearing in the Active Tax Payer List	(i) up to Rs.500,000/-	(i) 10% on gross profit/yield
	(ii) exceeding Rs.500,000/-	(ii) 15% on gross profit/yield
Persons not appearing in the Active Tax Payer List	(i) up to Rs.500,000/-	(i) 20% on gross profit/yield
	(ii) exceeding Rs.500,000/-	(ii) 30% on gross profit/yield

3. All the Controlling Officers, National Savings are requested to instruct the NSC under their administrative control to ensure the compliance in letter and spirit.

Encl: (Five Notifications)



Waseem Sami
(Waseem Sami)
Assistant Director (PD&M)

DISTRIBUTION:-

1. All Regional Directorates of National Savings.
2. The Director, DIA, National Savings, Islamabad.
3. The Director (Accounts), BSC (Bank), State Bank of Pakistan, Karachi.
4. The Director General, Pakistan Post Office, Islamabad.
5. The Director (Accounts), Pakistan Post Office, Lahore.
6. The Principal, TINS, Islamabad/Karachi.
7. All Zonal Inspection and Audit Offices, National Savings.
8. All Regional Accounts Offices, National Savings.

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W D.Y.N.G.(SI)

TO BE PUBLISHED IN PART-II OF THE GAZETTE OF PAKISTAN – EXTRA ORDINARY

Government of Pakistan
Finance Division
(Budget Wing)

Islamabad, the 28th January, 2021.

NOTIFICATION

S.R.O. (I)/2021.- In exercise of the Powers conferred by section 28 of the Public Debt Act, 1944 (XVIII of 1944), the Federal Government is pleased to direct that the following amendments in the Defence Savings Certificates Rules, 1966, shall be made, the same having been previously published vide Notification No. S.R.O.1650(1)/2019, dated the 30th December, 2019 as required under sub-section (1) of section 28 of the said Act, namely:-

In the aforesaid Rules, -

(i) for rule 46, the following shall be substituted, namely:-

“46. The profit earned on these certificates shall be liable to deduction of advance income tax under the provisions of Income Tax Ordinance, 2001, (XLIX of 2001), and the rules made thereunder.” and

(ii) rule 46A shall be omitted.

[No.20(8)-GS/2019-156]

(Muhammad Hassan)
Section Officer (Borrowing)

The Manager,
Printing Corporation of Pakistan Press,
Islamabad.

Copy to:

- ✓ 1. The Director General, CDNS, Islamabad.
2. The Director General, P.P.O.D., Islamabad.
3. The Director (Accounts), State Bank of Pakistan, BSC (Bank), Karachi.

(Muhammad Hassan)
Section Officer (Borrowing)

D (P.P.M.)
29/1/21
AD (P.S.)
29/1/21

TO BE PUBLISHED IN PART-II OF THE GAZETTE OF PAKISTAN – EXTRA ORDINARY

Government of Pakistan
Finance Division
(Budget Wing)

Islamabad, the 28th January, 2021.

NOTIFICATION

S.R.O. (I)/2021.- In exercise of the Powers conferred by section 28 of the Public Debt Act, 1944 (XVIII of 1944), the Federal Government is pleased to direct that the following amendments in the Special Savings Certificates Rules, 1990, shall be made, the same having been previously published vide Notification No. S.R.O.1651(1)/2019, dated the 30th December, 2019 as required under sub-section (1) of section 28 of the said Act, namely:-

In the aforesaid Rules,-

(i) for rule 9, the following shall be substituted, namely:-

“9. The profit earned on these certificates shall be liable to deduction of advance income tax under the provisions of Income Tax Ordinance, 2001, (XLIX of 2001), and the rules made thereunder.”

(ii) Rule-9A shall be omitted.




[No.20(8)GS-/2019- 157]

(Muhammad Hassan)
Section Officer (Borrowing)

The Manager,
Printing Corporation of Pakistan Press,
Islamabad.

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(Muhammad Hassan)
Section Officer (Borrowing)

D (PS/m) 29/1/21
AD (PS) 29/1/21

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TO BE PUBLISHED IN PART-II OF THE GAZETTE OF PAKISTAN – EXTRA ORDINARY

Government of Pakistan
Finance Division
(Budget Wing)

Islamabad, the 28th January, 2021.

NOTIFICATION

S.R.O. (I)/2021.- In exercise of the Powers conferred by section 28 of the Public Debt Act, 1944 (XVIII of 1944), the Federal Government is pleased to direct that the following amendments in the Regular Income Certificates Rules, 1993, shall be made, the same having been previously published vide Notification No. S.R.O.1652(1)/2019, dated the 30th December, 2019 as required under sub-section (1) of section 28 of the Act, namely:-

In the aforesaid Rules, for rule 9, the following shall be substituted, namely:-



“9. The profit earned on these certificates shall be liable to deduction of advance income tax under the provisions of Income Tax Ordinance, 2001, (XLIX of 2001), and the rules made thereunder.”

[No.20(8)GS-/2019- 158]

(Muhammad Hassan)
Section Officer (Borrowing)

The Manager,
Printing Corporation of Pakistan Press,
Islamabad.

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(Muhammad Hassan)
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AD (PS)
28/1/21

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TO BE PUBLISHED IN PART-II OF THE GAZETTE OF PAKISTAN – EXTRA ORDINARY

Government of Pakistan
Finance Division
(Budget Wing)

Islamabad, the 28th January, 2021.

NOTIFICATION

S.R.O. (I)/2021.- In exercise of the Powers conferred by section 28 of the Public Debt Act, 1944 (XVIII of 1944), the Federal Government is pleased to direct that the following amendments in the Post Office Savings Bank Rules, shall be made, the same having been previously published vide Notification No. S.R.O.1653(1)/2019, dated the 30th December, 2019 as required under sub-section (1) of section 28 of the said Act, namely:-

In the aforesaid Rules, -

- (i) for rule 29A, the following shall be substituted, namely:-
“29A. The profit earned on these accounts shall be liable to deduction of advance income tax under the provisions of Income Tax Ordinance, 2001, (XLIX of 2001), and the rules made thereunder.”
- (ii) rule-29B shall be omitted; and
- (iii) in rule 36-E, in clause (e), for sub-clause (4), the following shall be substituted namely:-
“(4). The profit earned on these accounts shall be liable to deduction of advance income tax under the provisions of Income Tax Ordinance, 2001, (XLIX of 2001), and the rules made thereunder.”; and
- (iv) in rule 36-E, in clause (e), sub-clause (5), shall be omitted.



[No.20(8)-GS/2019- 159]

(Muhammad Hassan)
Section Officer (Borrowing)

The Manager,
Printing Corporation of Pakistan Press,
Islamabad.

Copy to:

- ✓1. The Director General, CDNS, Islamabad.
2. The Director General, P.P.O.D., Islamabad.
3. The Director (Accounts), State Bank of Pakistan, BSC (Bank), Karachi

(Muhammad Hassan)
Section Officer (Borrowing)

D (P/O) [Signature]
AD(P&A) 29/1/21
29/1/21