**To BE OBTAIN ON COMPANY’S LETTERHEAD AND DULY SIGNED BY THE SIGATORIES AS PER OPERATING INSTRUCTION**

Date:

# ……………….. Bank Limited (the “Bank”) Branch:

**City:**

**CERTIFICATE FOR REDUCED RATE OF WITHHOLDING TAX ON PROFIT ON DEBT UNDER SECTION 151 OF INCOME TAX ORDINANCE, 2001**

We hereby declare that the amount of profit on debt received / to be received for the financial year July 1, 2020 to June 30, 2021, shall not exceed Rs.500,000/- in any manner whatsoever. Accordingly, the Bank should apply the **reduced rate of withholding tax under section 151**, in accordance with the prevailing law, on profit paid to our company for all the accounts maintained against our NTN number as account holder (the “**Accounts**”), linked term deposits, or other products paying profit maintained with your Bank, for the abovementioned period.

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| --- | --- |
| NAME OF ENTITY |  |
| NTN: |  |
| REGISTRATION NUMBER: |  |
| BRANCH |  |

We hereby, further declare, that:

1. If, however, for any reason, at any point in time, the amount of profit on debt **exceeds / expected to exceed** Rs. 500,000 during the abovementioned period, then we shall be responsible to inform the Bank of the same on immediate basis, and the Bank shall revert back to the normal rate of withholding tax under section 151 in accordance with the prevailing law on the whole amount of profit on debt paid during the year (including any profit paid after July 1, 2020).
2. In case, the profit on debt **paid by the Bank** on all of the Accounts, linked term deposits, or other products paying profit exceed Rs.500,000 at any time during the year, the Bank shall proceed to apply the normal rate of withholding tax under section 151 in accordance with the prevailing law on the whole amount of profit on debt paid during the year (including any profit paid after July 1, 2020) and the Bank shall be entitled to recover differential tax amount *inter alia* from my Accounts, in the manner, deems appropriate to the Bank in its discretion.
3. The reduced rate of tax will be applicable from the date of receipt of this certification, until the close of the financial year i.e. June 30, 2021 and will be in force in accordance with the prevailing law at the time of payment of profit on debt.
4. We hereby further declare that above submission is true and in case of any misrepresentation or omission or contradiction is observed/found at any stage, level, forum, We undertake to indemnify the ‘Bank’ against any/all cost expenses, losses, damages, claims and proceedings conducted by/at any authority including FBR etc., and also authorize the Bank to recover all such amounts from any of our Account(s) maintained with the Bank.

Signatory# 1…………………… Signatory# 2…………………….. Signatory# 3……………………..

Date: ……………………………. Date: ……………………………. Date: …………………………….