



# National Electric Power Regulatory Authority Islamic Republic of Pakistan

NEPRA Tower, Attaturk Avenue (East), G-5/1, Islamabad  
Ph: +92-51-9206500, Fax: +92-51-2600026  
Web: www.nepra.org.pk, E-mail: registrar@nepra.org.pk

No. NEPRA/TRF-72/EPQL-2007/9722-9724  
July 1, 2016

**Subject: Decision of the Authority in the Matter of Reimbursement of 7.5% Withholding Tax on Dividends for Engro Powergen Qadirpur Ltd. (Case No. NEPRA/TRF-72/EPQL-2007)**

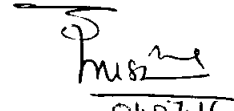
Dear Sir,

Please find enclosed herewith Decision of the Authority along with Annex-I (02 pages) regarding reimbursement of 7.5% withholding tax on dividends for the period 01.07.2016 to 30.06.2017 in respect of Engro Powergen Qadirpur Ltd. in Case No. NEPRA/TRF-72/EPQL-2007.

2. The decision is being intimated to the Federal Government for the purpose of notification of adjustment in the approved tariff through the official Gazette pursuant to Section 31 (4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act (XL of 1997) and Rule 16(11) of the National Electric Power Regulatory Authority Tariff (Standards and Procedure) Rules, 1998.

3. The Schedule attached as Annex-I is to be notified in the official Gazette.

Enclosure: As above

  
( Syed Safeer Hussain )

Secretary,  
Ministry of Water & Power,  
Government of Pakistan  
Islamabad.

CC:

1. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad
2. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad.




**DECISION OF THE AUTHORITY IN THE MATTER OF REIMBURSEMENT OF 7.5%  
WITHHOLDING TAX ON DIVIDENDS FOR ENGRO POWERGEN QADIRPUR  
LIMITED**

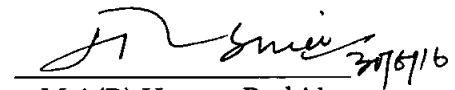
Pursuant to the decisions of the Authority in the matter of adjustment at Commercial Operation Date (COD) regarding Engro Powergen Qadirpur Limited (EPQL) dated 3rd November 2010 and 26th August 2011, withholding tax on dividend is a pass through item and the power purchaser shall make payment on account of withholding tax at the time of actual payment of dividend as hourly payment spread over a period of 12 months. In accordance with the decisions referred above, the Authority approved following component for withholding tax on dividend for immediate application:

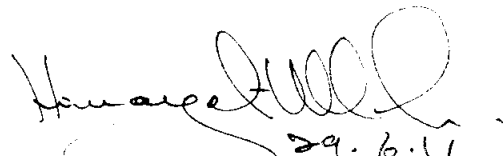
S.No #	Period	Plant Operation	7.5% Withholding tax on Dividend Rs. KW/Hour
1	1st July, 2016 to 30th June, 2017	GAS	0.0035
2		HSD	0.0036


The schedule attached as Annex-I is to be notified in the official gazette in accordance with the provisions of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

**AUTHORITY**

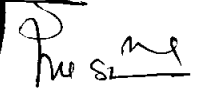
  
Syed Masood-ul-Hassan  
Member

  
Maj (R) Haroon Rashid  
Member

  
Himayat Ullah Khan  
Vice Chairman

  
Brig (R) Tariq Saddozai  
Chairman



  
01.07.16

**ENGRO POWERGEN QADIRPUR LIMITED**  
**(Formerly Engro Energy Limited)**  
**REIMBURSEMENT OF 7.5% WITHHOLDING TAX ON DIVIDENDS**

Tax Challan #	payment Date	Dividend Amount agst. which Tax is Being Withheld	Tax Amount		Tax Amount Allowed	
			Rs.	Equivalent USD*	Rs.	Equivalent USD*
IT-20160509-0250-1052062	9-May-16	62,814,497	4,711,087	45,039	4,711,087	45,039
IT-20160509-0250-1052063	9-May-16	22,424,455	1,681,834	16,079	1,681,834	16,079
IT-20160509-0250-1052064	9-May-16	3,822,003	286,650	2,740	286,650	2,740
		89,060,955	6,679,572	63,858	6,679,572	63,858

\*NBP TT & OD Selling Rate of USD as on 9th May, 2016 was Rs. 104.6

**Calculation of Hourly Rate:**

Withholding tax on dividend

Capacity

Hours in a year

Tariff component of withholding tax on dividend (1st July 2016 to 30th June, 2017)

	GAS	HSD
Rs.	6,679,572	6,679,572
kW	217,298	212,861
No.	8,760	8,760
Rs./kW/Hour	0.0035	0.0036

**Carry Forward of Limit**

Balance Carried Forward from 5th Agreement year

(NEPRA/TRF-72/EPQL-2007/9453-9455 dated June 23, 2015)

Limit Available for 6th Agreement Year (27-07-2015 to 26-07-2016)

$(15\% \times \text{ROE} + \text{ROEDC}) \times 7.5\% = (15\% \times 51820500 + 2859817) \times 0.075$

**Total Available Limit**

	USD	USD
		434,735
	<u>797,467</u>	<u>797,467</u>
		1,232,202
	63,858	<u>(63,858)</u>
		<u>1,168,344</u>

WHT on 1st Interim Dividend Claimed for 6th Agreement Year (27-07-2015 to 26-07-2016)

Balance Carried Forward for 6th Agreement year

