



Registrar

National Electric Power Regulatory Authority

Islamic Republic of Pakistan

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Web: www.nepra.org.pk, E-mail: registrar@nepra.org.pk

No. NEPRA/TRF-90/FPCDL-2007/17028-17030
December 27, 2016

Subject: Decision of the Authority in the Matter of Reimbursement of 7.5% Withholding Tax on Dividends for Foundation Power Company (Daharki) Ltd. (Case No. NEPRA/TRF-90/FPCDL-2007)

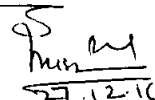
Dear Sir,

Please find enclosed herewith the decision of the Authority along with schedule of tariff (Annex-I) (02 pages) regarding reimbursement of 7.5% withholding tax on dividends for the period from 1st December 2016 to 30th November, 2017 in respect of Foundation Power Company (Daharki) Ltd. in Case No. NEPRA/TRF-90/FPCDL-2007.

2. The decision is being intimated to the Federal Government for notification in 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.

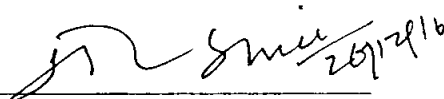
**DECISION OF THE AUTHORITY IN THE MATTER OF REIMBURSEMENT OF 7.5%
WITHHOLDING TAX ON DIVIDENDS FOR FOUNDATION POWER COMPANY DAHARKI
LIMITED.**

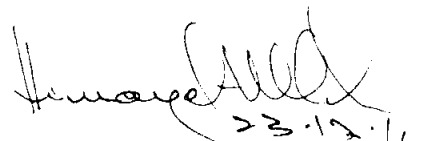
Pursuant to the decision of the Authority in the matter of Tariff Adjustment at Commercial Operation Date (COD) dated November 28, 2013 notified vide S.R.O No. 681(I)/2014 dated July 21, 2014 and in the matter of Motion for Leave for Review dated March 6, 2015 against the Decision of the Authority at COD, 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 decision referred above, the Authority approved following component for withholding tax on dividend for immediate application:


Period	7.5% Withholding tax on Dividend Rs./kW/Hour
1 st December 2016 to 30 th November, 2017	0.0213

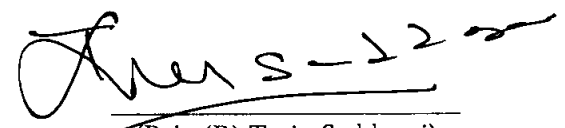
The schedule attached as Annex-I is to be notified in the official gazette in accordance with the provisions of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

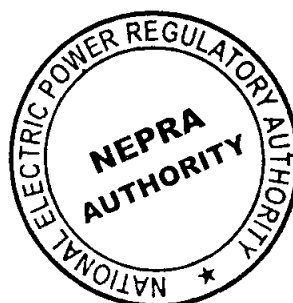
AUTHORITY

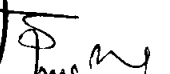

(Maj (R) Haroon Rashid)
Member


(Himayat Ullah Khan)
Vice Chairman


(Masood-ul-Hassan Naqvi)
Member


(Brig (R) Tariq Saddozai)
Chairman




27.12.16

FOUNDATION POWER COMPANY DAHARKI LIMITED
REIMBURSEMENT OF 7.5% WITHHODING TAX ON DIVIDENDS

Tax Challan #	Payment Date	Dividend Amount agst. which Tax is Being Withheld	Withholding Tax Paid		Tax Amount Admissible	
		(Rs)	(Rs)	Equivalent (USD)*	(Rs)	Equivalent (USD)*
IT-20161126-0394-1238175	26-Nov-16	448,925,677	33,669,426	321,887	33,669,426	321,887

*NBP TT & OD Selling Rate of USD as on 25 November, 2016 is Rs. 104.6

Calculation of Hourly Rate:

Withholding tax on dividend	Rs.	33,669,426
Capacity	kW	180,097
Hours in a year	No.	8,760
Tariff component of withholding tax on dividend (1st December, 2016 to 30th November, 2017)	Rs./kW/Hour	0.0213

Carry Forward of Unclaimed Dividend Tax:

USD

Balance Carried Forward from 5th Agreement Year 932,195

(NEPRA/TRF-90/FPCDL-2007/6983-6985 May 19, 2016)

Add:

Limit For 6th Agreement Year (16-05-2016 to 15-05-2017) 705,816

$=((53,017,000 \times 0.15) + (0.0770 \times 180097 \times 8760 / 83.3)) \times 0.075$

Maximum Limit available:

1,638,011

Less :

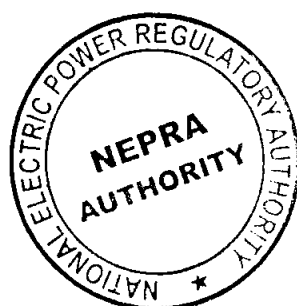
Claimed during 6th Agreement Year

(321,887)

Balance Carried Forward for 6th Agreement Year

1,316,124

NS



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