



# 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-90/FPCDL-2007/9448-9450  
June 20, 2018

**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 1<sup>st</sup> July 2018 to 30<sup>th</sup> June 2019 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 (7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997.

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

Enclosure: As above

  
20 06 18  
( Syed Safeer Hussain )

Secretary,  
Ministry of Energy (Power Division),  
Government of Pakistan  
Islamabad.

CC:

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



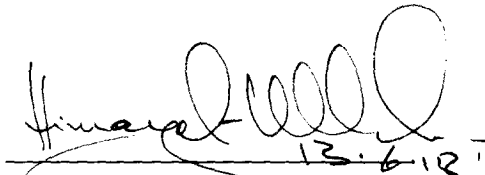
**DECISION OF THE AUTHORITY IN THE MATTER OF REIMBURSEMENT OF 7.5%  
WITHHOLDING TAX ON DIVIDENDS FOR FOUNDATION POWER COMPANY DAHARKI  
LIMITED.**


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 notified vide S.R.O. No. 354(I)/2015 dated 21<sup>st</sup> April 2015, 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:

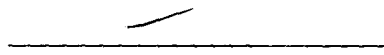
Period	7.5% Withholding tax on Dividend (Rs./kW/Hour)
1 <sup>st</sup> July 2018 to 30 <sup>th</sup> June, 2019	0.0222

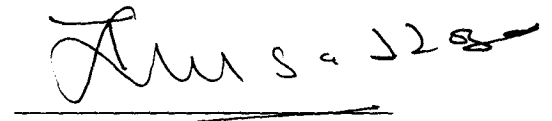
The schedule attached as Annex-I is to be notified in the official gazette in accordance with the provisions of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

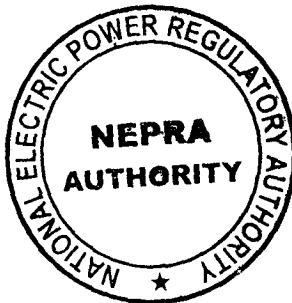
**AUTHORITY**

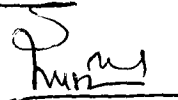
  
Himayat Ullah Khan  
Member

  
Saif Ullah Chattha  
Member 19.6.2018

  
Rehmatullah Baloch  
Member

  
Brig (R) Tariq Saddozai  
Chairman



  
20.06.18

**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-20180414-0394-1126780	14-Apr-18	467,947,951	35,096,096	303,599	35,096,096	303,599

\*NBP TT & OD Selling Rate of USD as on April 14, 2017 is Rs. 115.6

**Calculation of Hourly Rate:**

Withholding tax on dividend	Rs.	35,096,096
Capacity	kW	180,097
Hours in a year	No.	8,760
Tariff component of withholding tax on dividend (1st July, 2018 to 30th June, 2019)	Rs./kW/Hour	0.0222

**Carry Forward of Unclaimed Dividend Tax:**

Balance Carried Forward from 7th Agreement Year USD 1,381,370

(NEPRA/TRF-90/FPCDL-2007/872-874 January 18, 2018)

Less :

Claimed during 7th Agreement Year (16-05-2017 to 15-05-2018) (303,599)

Balance Carried Forward 1,077,770



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