



Registrar

# National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/R/ADG(Trf)/TRF-90/FPCDL-2007/42044-42046  
December 1, 2021

**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 Annex-I (02 pages) regarding reimbursement of 7.5% withholding tax on dividends for the period December 1, 2021 to November 30, 2022 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

  
01 12 21  
( Syed Safer Hussain )

Secretary,  
Ministry of Energy (Power Division),  
'A' Block, Pak Secretariat,  
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.**

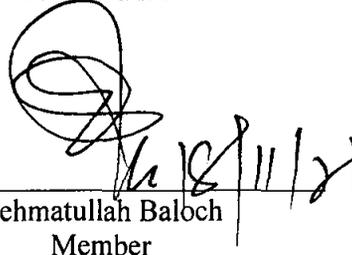
Pursuant to the decision of the Authority in the matter of Tariff Adjustment at Commercial Operation Date (COD) dated November 28, 2013 notified vide S.R.O No. 681(I)/2014 dated July 21, 2014 and in the matter of Motion for Leave for Review dated March 6, 2015 against the Decision of the Authority at COD notified vide S.R.O. No. 354(10)/2015 dated April 21, 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(s) referred above, the Authority approved following component for withholding tax on dividend for immediate application:

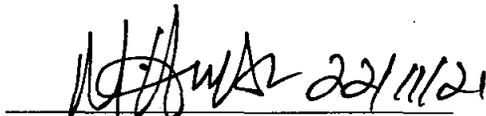
| Period                                | 7.5% Withholding tax on Dividend<br>(Rs./kW/Hour) |
|---------------------------------------|---|
| December 1, 2021 to November 30, 2022 | 0.0344  |

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.

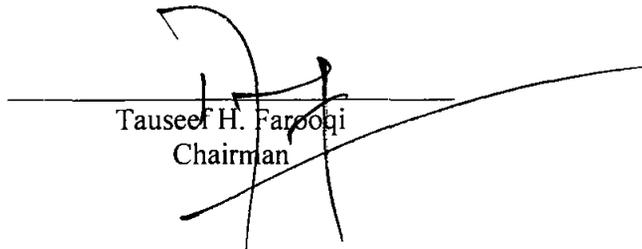
CPPA (G) to ensure that all payments are consistent with the tariff determination(s).

**AUTHORITY**

  
Rehmatullah Baloch  
Member

  
Engr. Maqsood Anwar Khan  
Member

  
Engr. Rafique Ahmed Shaikh  
Member

  
Tauseef H. Farooqi  
Chairman



  
01 12 24

**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-20211026-0101-1531660 | 26-Oct-21    | 722,846,429                                       | 54,213,482           | 310,057           | 54,213,482            | 310,057           |

\*NBP TT & OD Selling Rate of USD as on October 26, 2021 is Rs. 174.85

**Calculation of Hourly Rate:**

|  |             |            |
|--|-------------|------------|
| Withholding tax on dividend  | Rs.         | 54,213,482 |
| Capacity   | kW          | 180,097    |
| Hours in a year  | No.         | 8,760      |
| Tariff component of withholding tax on dividend<br>(December 1, 2021 to November 30, 2022) | Rs./kW/Hour | 0.0344     |

**Carry Forward of Unclaimed Dividend Tax:**

|  |     |           |
|--|-----|-----------|
| Balance Carried Forward from 10 <sup>th</sup> Agreement Year<br>(NEPRA/R/ADG(Trf)/TRF-90/FPCDL-2007/29358-29360 dated June 16, 2021) | USD | 1,247,153 |
|--|-----|-----------|

**Add:**

|   |  |         |
|---|--|---------|
| Limit For 11 <sup>th</sup> Agreement Year (May 16, 2021 to May 15, 2022)<br>$((53,017,000*0.15)+(0.0770*180097*8760/83.3))*0.075$ |  | 705,816 |
|---|--|---------|

**Maximum Limit Available:**


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**1,952,969**

**Less :**

Claimed during 11<sup>th</sup> Agreement Year (Final Dividend for the year ended June 30, 2021)

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(310,057)

**Balance Carried Forward**

3

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**1,642,912**

