



National Electric Power Regulatory Authority
Islamic Republic of Pakistan

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No. NEPRA/TRF-92/HUBCO-2008/16068-16070
November 29, 2016

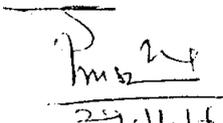
Subject: Decision of the Authority in the Matter of Reimbursement of 7.5% Withholding Tax on Dividends for Hub Power Company Ltd. (HUBCO) (Case No. NEPRA/TRF-92/HUBCO-2008)

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 November 2016 to 31st October 2017 in respect of Hub Power Company Limited in Case No. NEPRA/TRF-92/HUBCO-2008.

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


29.11.16
(Syed Safer 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.



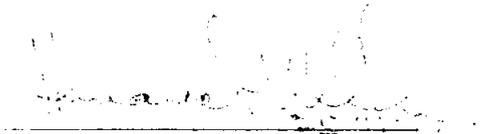
DECISION OF THE AUTHORITY IN THE MATTER OF REIMBURSEMENT OF 7.5% WITHHOLDING TAX ON DIVIDENDS FOR HUB POWER COMPANY LIMITED- NAROWAL (HUBCO)

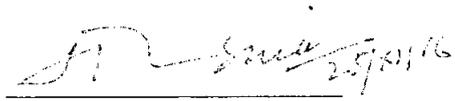
Pursuant to decision of the Authority dated 8th June 2012 in case No. NEPRA/TRF-92/HUBCO-2008 regarding HUB Power Company Limited (hereinafter "HUBCO"), based on information submitted by HUBCO, withholding tax on dividend is a pass through item and the power purchaser shall make payment on account of 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:

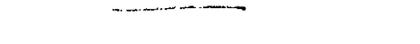
Period	7.5% Withholding tax on Dividend Rs./kW/Hour
1 st November 2016 to 31 th October 2017	0.0126

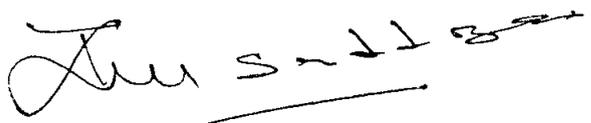
The schedule attached as Annex-I is to be notified in the official gazette in accordance with the provisions of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

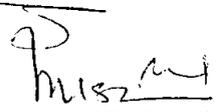
AUTHORITY


Himayat Ullah Khan
Vice Chairman


Maj (R) Haroon Rashid
Member


Syed Masood-ul-Hassan
Member

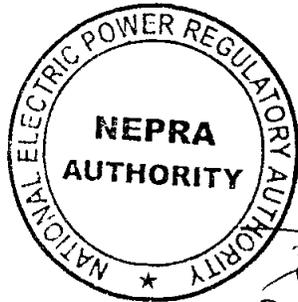

Brig (R) Tariq Saddozai
Chairman



29 11.16

HUB POWER COMPANY LIMITED
(Narowal Project)

REIMBURSEMENT OF 7.5% WITHHODING TAX ON DIVIDENDS

Description	Formula	Unit	FY 2015-16	
				Total
Hub - Project Company Equity Return	A	PKR	2,870,001,111.00	2,870,001,111
Narowal - ROE & ROEDC	B	PKR	378,396,657.00	378,396,657
Total	C	PKR	3,248,397,768	3,248,397,768
Ratio				
Hub - Project Company	D=A/C	%	88.35%	
Narowal - Project	E=B/C	%	11.65%	
Total	F=D+E	%	100.00%	
Total Withholding tax paid	G	PKR	202,148,796.00	202,148,796
Total Exempted Withholding Tax	H	PKR	101,604,231.00	101,604,231
HUBCO Narowal - portion				
Withholding tax paid	I=G*E	PKR	23,547,741	23,547,741
	J=I/O	USD	225,337	225,337
Unclaimable due to WHT exemption	K=H*E	PKR	11,835,589	11,835,589
	L=K/O	USD	113,259	113,259
Actual Tax Payment Date	M		4 Jul-16	
Tax Challan Number(s)	N		IT-20160704-1027- 1010890, IT-20160704-1027- 1010889, IT-20160704-1027- 1010886, IT-20160704-1027- 1010888 & IT-20160704-1027- 1010887	
NBP TT&OD Selling Rate of USD	O	Rs.	104.50	



Maximum Limit Available:

USD

Balance carried forward from 5th Agreement Year

1,317,958

As per decision No. NEPRA/TRF-92/HUBCO-2008/9128-9130 dated June 28, 2016

Less claimed:

5th Agreement Year's 2nd Interim Dividend (22-04-2015 to 21-04-2016)

(225,337)

Less Un-claimable due to exemption of WHT on Dividend

(113,259)

Balance Carried Forward

979,362

Calculation of Hourly Rate:

Rs

Withholding tax on dividend

Rs.

23,547,741

Capacity

kW

213.820

Hours in a year

No.

8,760

Withholding tax on dividend

Rs./kW/Hour

0.0126

Reimbursement Period of 12 months (1st November 2016 to 31st October 2017)

/s/

/s/