



# National Electric Power Regulatory Authority

## Islamic Republic of Pakistan

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

No. NEPRA/R/SA(Tariff)/TRF-85/HPGCL-2007/16731-16733

June 29, 2019 2020

**Subject: Decision of the Authority in the Matter of Reimbursement of 7.5% Withholding Tax on Dividends for Halmore Power Generation Company Ltd. - (Case No. NEPRA/TRF-85/HPGCL-2007)**

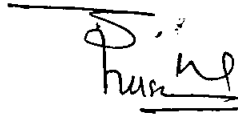
Dear Sir,

Please find enclosed herewith the decision of the Authority along with schedule (Annex-I) (02 pages) regarding reimbursement of 7.5% withholding tax on dividends for the period 01.05.2020 to 30.04.2021 in respect of Halmore Power Generation Company Ltd. in case No. NEPRA/TRF-85/HPGCL-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 (7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997.

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

Enclosure: As above

  
29 06 20  
( Syed Safeer Hussain )

Secretary,  
Ministry of Energy (Power Division),  
Government of Pakistan  
'A' Block, Pak Secretariat,  
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 HALMORE POWER GENERATION  
COMPANY LIMITED**

Pursuant to the decisions of the Authority dated 8<sup>th</sup> January 2014 in the matter of adjustment at Commercial Operation Date (COD) and Decision of the Authority dated 6<sup>th</sup> November 2014 in the matter of Motion for Leave for Review against COD decision, 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:

Period	7.5% Withholding tax on Dividend Rs. KW/Hour
1 <sup>st</sup> May 2020 to 30 <sup>th</sup> April 2021	0.0172

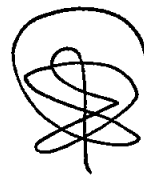
The schedule attached as Annex-I is to be notified in the official gazette in accordance with the provisions of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

**AUTHORITY**

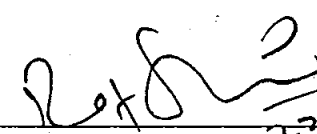
  
Saif Ullah Chattha

Member

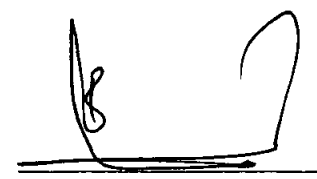
22.6.2020

  
Rehmatullah Baloch

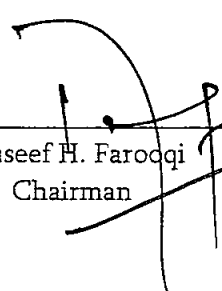
Member

  
Engr. Rafique Ahmed Shaikh

Member

  
Engr. Bahadur Shah

Member

  
Tauseef H. Farooqi  
Chairman



  
29 06 20

**HALMORE POWER GENERATION COMPANY 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-20200326-0044-1374958	26-Mar-20	393,675,539	29,525,665	181,362	29,525,665	181,362
IT-20200423-0356-1122368	23-Apr-20	27,319,458	2,048,959	12,742	2,048,959	12,742
		<b>420,994,997</b>	<b>31,574,625</b>	<b>194,104</b>	<b>31,574,625</b>	<b>194,104</b>

\*NBP TT & OD Selling Rates of USD as on 26th March, 2020 and 23rd April, 2020 were Rs. 162.8 and Rs. 160.8

**Calculation of Hourly Rate:**

Withholding tax on dividend	Rs.	31,574,625
Capacity	kW	209,000
Hours in a year	No.	8,760
Tariff component of withholding tax on dividend (1st May 2020 to 30th April, 2021)	Rs./kW/Hour	0.0172

**Carry Forward of Unclaimed Limit**

Balance brought forward from 8th Agreement year	USD	7,031,382
NEPRATIRF-85/H FCC L-2007/E204-E206 dated May 13, 2019		

9th Agreement year (25-06-2019 to 24-06-2020)	1,002,912
$(15\% \text{ ROE} + \text{ROEDC}) 7.5\% = (15\% \times 60,047,573 + 4,365,029) \times 0.075$	

Total Available Limit	8,034,294
WHT on Dividend Claimed in 9th Agreement Year	(194,104)
Balance Carried Forward	<u>7,840,190</u>

