



Registrar

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/R/ADG(Trf)/TRF-85/HPGCL-2007/6563-6565

April 28, 2022

Subject: **Decision of the Authority in the Matter of Reimbursement of 7.5% Withholding Tax on Dividends for Halmore Power Generation Company Ltd. for the period April 1, 2022 to March 31, 2023 (Case No. NEPRA/TRF-85/HPGCL-2007)**

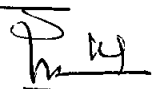
Dear Sir,

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 April 1, 2022 to March 31, 2023 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 in the official Gazette pursuant to Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997 within 30 days from the intimation of this Decision. In the event the Federal Government fails to notify the subject tariff Decision or refer the matter to the Authority for reconsideration, within the time period specified in Section 31(7), then the Authority shall notify the same in the official Gazette pursuant to Section 31(7) of NEPRA Act.

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

Enclosure: As above


28 04 22
(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 FOR THE PERIOD OF APRIL 1, 2022 TO MARCH 31, 2023.

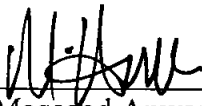
Pursuant to the decisions of the Authority dated January 8, 2014 in the matter of adjustment at Commercial Operation Date (COD) and Decision of the Authority dated November 6, 2014 in the matter of Motion for Leave for Review against COD decision, withholding tax on dividend is a pass through item and 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)
April 1, 2022 to March 31, 2023	0.0417

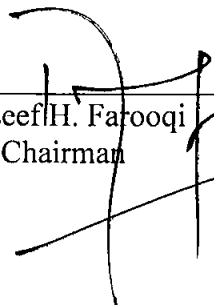
The schedule attached as Annex-I is to be notified in the official gazette in accordance with the provisions of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

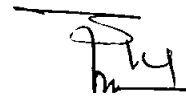
CPPA (G) to ensure that all payments are consistent with the tariff determination(s).

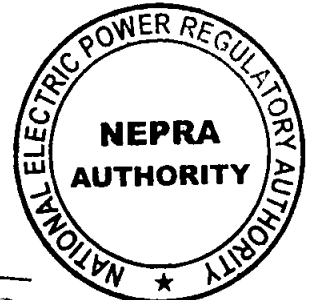
AUTHORITY


Engr. Maqsood Anwar Khan
Member


Engr. Rafique Ahmed Shaikh
Member


Tauseef H. Farooqi
Chairman


28 04 22



HALMORE POWER GENERATION COMPANY LIMITED
REIMBURSEMENT OF 7.5% WITHHODING 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-20220216-0101-1278713-1	16-Feb-22	66,022,025	4,951,652	28,094	4,951,652	28,094
IT-20220303-0101-1063804-1	3-Mar-22	951,382,552	71,353,691	400,638	71,353,691	400,638
		1,017,404,577	76,305,343	428,733	76,305,343	428,733

*NBP TT & OD Selling Rates of USD as on February 16, 2022 and March 3, 2022 were Rs. 176.25 and Rs. 178.1.

Calculation of Hourly Rate:

Withholding tax on dividend	Rs.	76,305,343
Capacity	kW	209,000
Hours in a year	No.	8,760
Tariff component of withholding tax on dividend (April 1 2022 to March 31, 2023)	Rs./kW/Hour	0.0417

Carry Forward of Unclaimed Dividend Tax:

USD

Balance Carried Forward from 9th Agreement Year
 (NEPRA/R/SA(Tariff)/TRF-85/HPGCL-2007/16731-16733 dated June 29, 2020)

7,840,190

Add:

Limit For 10th Agreement Year (June 25, 2020 to June 24, 2021)
 $(15\% \times \text{ROE} + \text{ROEDC}) \times 7.5\% = (15\% \times 60,047,573 + 4,365,029) \times 0.075$

1,002,912

Limit For 11th Agreement Year (June 25, 2021 to June 24, 2022)
 $(15\% \times \text{ROE} + \text{ROEDC}) \times 7.5\% = (15\% \times 60,047,573 + 4,365,029) \times 0.075$

1,002,912

Maximum Limit Available:

9,846,015

Less :

Claimed during 11th Agreement Year (Interim Dividend for the Financial Year 2021-2022)

(428,733)

Balance Carried Forward

9,417,282

