



Registrar

National Electric Power Regulatory Authority Islamic Republic of Pakistan

NEPRA Tower, Attaturk Avenue (East), G-5/1, Islamabad
Ph: +92-51-8206500, Fax: +92-51-2600026
Web: www.nepra.org.pk, E-mail: registrar@nepra.org.pk

No. NEPRA/R/ADG(Trf)/TRF-100/Laraib-2009/11242-11244

March 1, 2021

Subject: **Decision of the Authority in the matter of Reimbursement of Pass Through Withholding Tax on Dividends for Laraib Energy Limited (Case No. NEPRA/TRF-100/2009)**

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 in respect of Laraib Energy Limited in Case No. NEPRA/TRF-100/2009.

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 as Annex-I is to be notified in the official Gazette.

Enclosure: As above


01 03 21
(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.

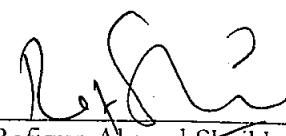
**DECISION OF THE AUTHORITY IN THE MATTER OF REIMBURSEMENT OF
PASS THROUGH WITHHOLDING TAX ON DIVIDENDS FOR LARAIB ENERGY
LIMITED (LEL)**


Pursuant to the Decisions of the Authority dated 14th April, 2016 in the matter of tariff adjustment at Commercial Operation Date (COD) notified vide S.R.O No 585(1)/2016 dated 28th June 2016, Motion for Recalculation dated 26th May 2016, and the Motion for Leave for Review dated 30th June, 2016, actual withholding tax on dividend paid by the power producer will be reimbursed subject to maximum of 7.5% of 17% return on equity (including return on equity during construction and special return on equity). The Authority hereby directs the Central Power Purchasing Agency Guarantee Limited to pay Rs. 41,403,234/- (Rupees Forty One Million, Four Hundred Three Thousands, Two Hundred Thirty Four only) to Laraib Energy Limited (LEL) as a pass through on account of withholding tax on dividend.


2. 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.
3. CCPA (G) to ensure that all payments are consistent with tariff determination(s).

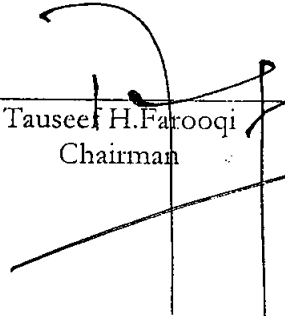
AUTHORITY

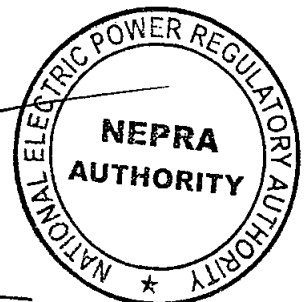

Engr. Bahadur Shah
Member

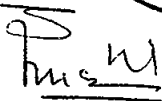

Rafique Ahmed Shaikh
Member 19/2/21


Rehmatullah Balodh
Member 2/19/2/2021


Saif Ullah Chattha
Vice Chairman 18.2.2021


Tauseef H. Farooqi
Chairman




01 03 21

LARAIB ENERGY LIMITED

REIMBURSEMENT OF 7.5% WITHHOLDING TAX ON DIVIDEND

Sr No.	CPR No	Payment Date	Dividend Amount agst. Which Tax is being Withheld	Withholding Tax @ 7.5%	Equivalent (USD)*
			Rf	Rf	USD
1	IT-20200720-2123-1270978	20-Jul-2020	131,412,454	9,855,934	58,736
2	IT-20200720-2123-1270977	20-Jul-2020	413,760,912	31,032,068	184,935
3	IT-20200720-2123-1270979	20-Jul-2020	6,869,766	515,232	3,071
Grand Total			552,043,132	41,403,234	246,742

*NBP TT & OD Selling Rate of USD on 20th July 2020 was 167.80

WORKING FOR MAXIMUM PASS THROUGH TAX ON DIVIDEND PAYMENT

<u>Withholding Tax Entitled</u>		Amount (USD \$)
Balance Brought Forward from 7th Agreement Year (NEPRA/TRF-100/Laraib-2009/11443-11445, April 28, 2020)	=	2,872,033
Total Withholding Tax Pass-Through Limit Available	=	2,872,033
Less: Allowed Claimed in 7th Agreement Year	=	(246,742)
Total Withholding Tax Limit Carried Forward	=	2,625,291

