



Registrar

National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/TRF-70/NCPL-2007/15375-15377
November 11, 2015

Subject: **Decision of the Authority in the Matter of Reimbursement of 7.5% Withholding Tax on Dividends for Nishat Chunian Power Ltd. (Case No. NEPRA/TRF-70/NCPL-2007)**

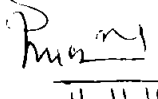
Dear Sir,

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 1st November 2016 to 31st October 2017 in respect of Nishat Chunian Power Ltd. in Case No. NEPRA/TRF-70/NCPL-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 (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


(Syed Safeer 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.



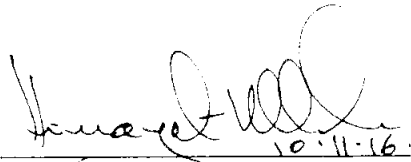
**DECISION OF THE AUTHORITY IN THE MATTER OF REIMBURSEMENT OF 7.5%
WITHHOLDING TAX ON DIVIDENDS FOR NISHAT CHUNIAN POWER LIMITED**

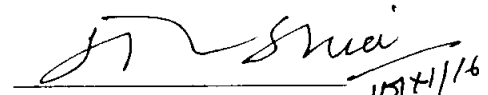
Pursuant to the decision of the Authority dated 31st December 2010 in the matter of adjustment at commercial operation date in the case of Nishat Chunian Power Limited (NCPL), withholding tax on dividend is a pass through item and the power purchaser shall make payment on account of withholding tax at 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:

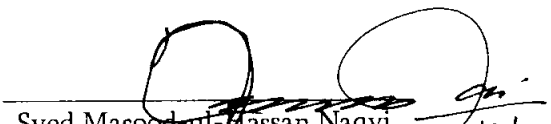
Period	7.5% Withholding tax on Dividend Rs./kW/Hour
1 st November 2016 to 31 st October 2017	0.02776

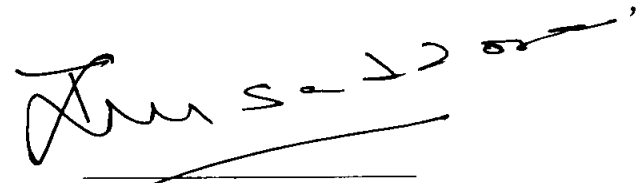
The schedule attached as Annex-I is to be notified in the official gazette in accordance with the provisions of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

AUTHORITY

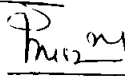

Himayat Ullah Khan
Vice Chairman


Maj (R) Haroon Rashid
Member


Syed Masood-ul-Massan Naqvi
Member


Brig (R) Tariq Saddozai
Chairman




11.11.16

NISHAT CHUNIAN POWER 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 Admissible	
			(Rs)	Equivalent (USD)*	(Rs)	Equivalent (USD)*
IT-20151211-1569-1071875	11-Dec-15	375,171,640	28,137,873	269,391	28,137,873	269,391
IT-20151211-1569-1071880	11-Dec-15	150,744,694	11,305,852	108,242	11,305,852	108,242
IT-20151222-1569-1169602	22-Dec-15	375,171,640	28,137,873	269,262	8,148,492	77,976
IT-20151222-1569-1169603	22-Dec-15	152,246,808	11,418,511	109,268	-	-
		1,053,334,782	79,000,109	756,163	47,592,217	455,609

*NBP TT & OD Selling Rate of USD as on 11th December & 22nd December, 2015 was Rs. 104.45 & 104.5 respectively.

Calculation of Hourly Rate:

Withholding tax on dividend	Rs.	47,592,217
Capacity	kW	195,722
Hours in a year	No.	8,760
Tariff component of withholding tax on dividend (1st November 2016 to 31st October, 2017)	Rs./kW/Hour	0.02776

Carry Forward of Unclaimed Dividend Tax:

USD

Balance Carried Forward for 5th Agreement Year

(As per decision No. NEPRA/TRF-70/NCPL/2007/8371-8373 dated 02 June 2015)

Maximum Pass Through on Dividend Tax for 6th Agreement Year (21st July 2015 to 20th July 2106) 636,166

[15% - \$47,481,395 - \$1,363,188] - 7.5%

Less claimed during 6th Agreement Year (Final 2015 and 1st interm Dividend 2016) (455,609)

[21 July 2015 to 20 July 2016]

Unclaimed due to maximum pass through limit* (180,557)

Balance Carried Forward for 5th Agreement Year

(0)

*Out of 367,346,939 paid-up shares, 104,388,772 shares and 103,637,715 shares at the time of payment of final Dividend 2015 and 1st interim dividend 2016 respectively were exempt from withholding tax on dividends. Accordingly the carry forward of unclaimed withholding tax on dividends has been reduced to the extent of dividends paid to them.

