



Registrar

National Electric Power Regulatory Authority Islamic Republic of Pakistan

NEPRA Tower, Ataturk Avenue (East) G-5/1, Islamabad
Ph: +92-51-9206500, Fax: +92-51-2600021
Web: www.nepra.org.pk, E-mail: info@nepra.org.pk

No. NEPRA/TRF-124 /OPCL-2009/2496-2498
March 19, 2014

Subject: **Decision of the Authority in the Matter of Reimbursement of 7.5% Withholding Tax on Dividends for Orient Power Company (Pvt.) Ltd. (Case No. NEPRA/TRF-124/OPCL-2009(2))**

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 01.04.2014 to 31.03.2015 in respect of Orient Power Company (Pvt.) Ltd. in Case No. NEPRA/TRF-124/OPCL-2009(2).

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. Please note that the schedule attached to the decision as Annex-I is required 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.



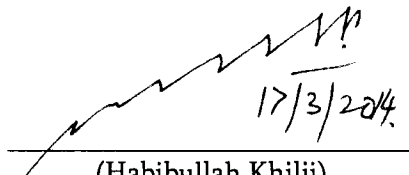
**DECISION OF THE AUTHORITY IN THE MATTER OF REIMBURSEMENT OF 7.5%
WITHHOLDING TAX ON DIVIDENDS FOR ORIENT POWER COMPANY Pvt. LIMITED**

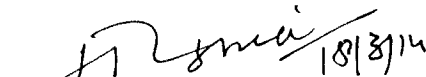
Pursuant to the decision of the Authority dated 12th January 2012 in the matter of motion for leave for review against the decision of the Authority dated 24th May 2010 at commercial operation date in the case of Orient Power Company Pvt. Limited (OPCL), withholding tax on dividend is a pass through 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:

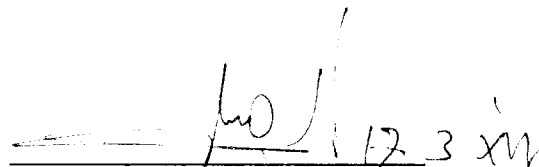
Period	7.5% Withholding tax on Dividend Rs./kW/Hour
1-April-2014 to 31-March-2015	0.0168

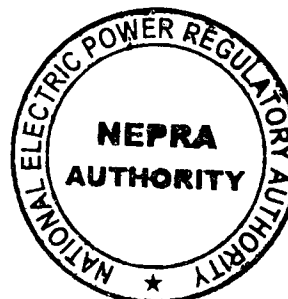
The schedule attached as Annex-I is to be notified in the official gazette in accordance with the provisions of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

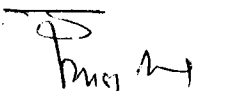
AUTHORITY


(Habibullah Khilji)
Member


(Maj (R) Haroon Rashid)
Member


(Khawaja Muhammad Naeem)
Vice Chairman




19.03.14

ORIENT POWER PVT. LIMITED
REIMBURSEMENT OF 7.5% WITHHODING TAX ON DIVIDENDS

Tax Challan #	payment Date	Dividend Amount agst. which Tax is Being Withheld	Tax Amount	
			Rs.	Equivalent USD*
IT-20140113-0044-1068084	13-Jan-14	101,004,003	7,575,300	71,940
IT-20140113-0044-1068085	13-Jan-14	178,275,794	13370685	126977
IT-20140113-0044-1068081	13-Jan-14	74,816,540	5,611,241	53,288
IT-20140113-0044-1068083	13-Jan-14	39,842,500	2,988,188	28,378
IT-20140113-0044-1068087	13-Jan-14	22,600,000	1,695,000	16,097
Total		416,538,837	31,240,414	296,680

*NBP TT & OD Selling Rate of USD as on 9th January 2014 is Rs. 105.3 .

Calculation of Hourly Rate:

Withholding tax on dividend	Rs.	31,240,414
Capacity	kW	212,700
Hours in a year	No.	8,760
Withholding tax on dividend	Rs./kW/Hour	0.0168
Reimbursement Period of 12 months (01-April-14 to 31-March-15)		

Carry Forward of Unclaimed Dividend Tax:

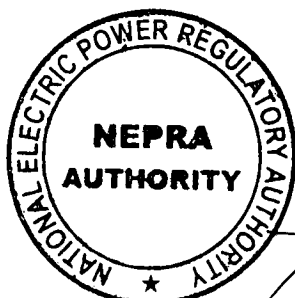
	USD
1st Agreement year (24-May-2010 to 24-May-2011)	826,031
2nd Agreement year (24-May-2011 to 24-May-2012)	826,031
3rd Agreement year (24-May-2012 to 24-May-2013)	826,031
4th Agreement year (24-May-2013 to 24-May-2014)	826,031

Total Available	<u><u>3,304,124</u></u>
------------------------	-------------------------

Less Claimed:

4th Agreement Year -1st interim dividend for FY 2013-14 (7.5%) 24-May 2013 to 23 May 2014	296,680
--	---------

Balance Carried Forward	<u><u>3,007,444</u></u>
--------------------------------	-------------------------



For attn.

M.