



Registrar

National Electric Power Regulatory Authority
Islamic Republic of Pakistan

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No. NEPRA/TRF-80/SPL-2007/10762-10764
September 2, 2013

Subject: Decision of the Authority in the Matter of Reimbursement of 7.5% Withholding Tax on Dividends for Saif Power Ltd. (Case No. NEPRA/TRF-80/SPL-2007) - Intimation of Decision of Tariff pursuant to Section 31 (4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act (XL of 1997)

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 from 1st July 2013 to 30th June 2014 in respect of Saif Power Ltd. in Case No. NEPRA/TRF-71/NPL-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. Please note that revised tariff to be notified in the official Gazette is attached as Annex-I.

Enclosure: As above

(Syed Safeer Hussain)

Secretary
Ministry of Water & Power,
'A' Block, Pak Secretariats
Islamabad

CC: 1. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad.
2. Secretary, Ministry of Finance, Islamabad.



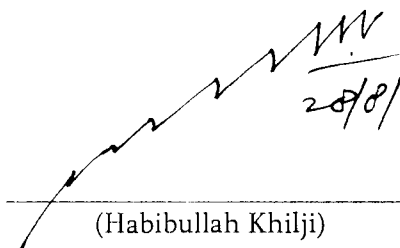
**DECISION OF THE AUTHORITY IN THE MATTER OF REIMBURSEMENT OF 7.5%
WITHHOLDING TAX ON DIVIDENDS FOR SAIF POWER LIMITED**

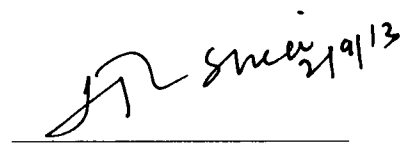
Pursuant to Para II of the order of the Authority dated 20th June 2011 in the matter of adjustment at commercial operation date in the case of Saif Power Limited (SPL), withholding tax on dividend is a pass through item and the power purchaser shall make payment on account of withholding tax at the time 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:

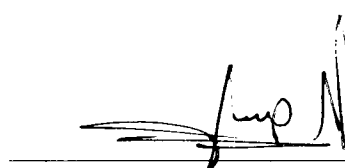
Period	7.5% Withholding tax on Dividend Rs./kW/Hour
1 st July 2013 to 30 th June 2014	0.0506 ✓

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.

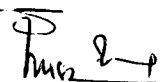
AUTHORITY


(Habibullah Khilji)
Member


(Maj (R) Haroon Rashid)
Member


(Khawaja Muhammad Naeem)
Vice Chairman




02.07.13

SAIF POWER LIMITED
REIMBURSEMENT OF 7.5% WITHHOLDING TAX ON DIVIDENDS

Tax Challan #	payment Date	Dividend Amount agst. which Tax is Being Withheld	Tax Amount	
			Rs.	Equivalent USD*
IT-20130719-0854-3371541	18-Jul-13	689,971,874	51,747,890	513,627
IT-20130719-0854-3371400	18-Jul-13	549,740,114	41,230,508	409,236
Total		1,239,711,988	92,978,398	922,863

*NBP TT & OD Selling Rate of USD as on 18th July 2013 is Rs. 100.75

Calculation of Hourly Rate:

Withholding Tax on dividend	Rs.	92,978,398
Capacity	kW	209,768
Hours in a year	No.	8,760
Tariff Component of withholding tax on dividend	Rs/kW/Hour	0.0506 ✓
Reimbursement Period of 12 Months	1st July 2013 to 30th June 2014	

Carry Forward of Unclaimed Dividend Tax:

Maximum Limit Available:

	USD	USD
1st Agreement Year (30-04-2010 to 29-04-2011)	813,899	
2nd Agreement Year (30-04-2011 to 29-04-2012)	813,899	
3rd Agreement Year (30-04-2012 to 29-04-2013)	813,899	
4th Agreement Year (30-04-2013 to 29-04-2014)	813,899	3,255,597
[15% x \$55,880,000 + \$2,469,990] x 7.5%		

Less claimed:

1st Agreement Year (30-04-2010 to 29-04-2011)	-	
2nd Agreement Year (30-04-2011 to 29-04-2012)	-	
3rd Agreement Year (30-04-2012 to 29-04-2013)	-	
4th Agreement Year (30-04-2013 to 29-04-2014)	(922,863)	(922,863)
Less un-claimable due to exemption of withholding tax on dividends*		(84,074)
Balance Carried Forward		2,248,660

*Out of 386.471 million paid-up Shares, 32.268 million shares of Habib Bank Limited were exempt from withholding tax on dividend. Accordingly the carry forward of unclaimed withholding tax on dividends has been reduced to the extent of dividends paid to them.

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