



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/TRF-80/SPL-2007/14401-14403  
August 22, 2017

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)**

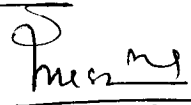
Dear Sir,

Please find enclosed herewith the decision of the Authority along with schedule (Annex-1) (02 pages) regarding reimbursement of 7.5% withholding tax on dividends for the period from 1<sup>st</sup> July 2017 to 30<sup>th</sup> June 2018 in respect of Saif Power Ltd. in Case No. NEPRA/TRF-80/SPL-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-1 is to be notified in the official Gazette.

Enclosure: As above

  
22 08 17  
( 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, 'Q' Block, Pak Secretariat, Islamabad.



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

Pursuant to the order of the Authority dated 20<sup>th</sup> 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 <sup>st</sup> July, 2017 to 30 <sup>th</sup> June, 2018	0.0242

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**

Hidayat Ullah Khan  
Member

Maj (R) Haroon Rashid  
Member

Syed Masood Hassan Naqvi  
Member

Saif Ullah Chattha  
Vice Chairman

21.8.2017



Brig (R) Tariq Sadozai  
Chairman

22.08.17

**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-20170602-0882-1014609	2-Jun-17	374,817,976	28,111,348	268,494
IT-20170524-0882-1215164	24-May-17	150,633,148	11,297,486	107,903
IT-20170606-0882-1035330	6-Jun-17	38,190	2,864	27
IT-20170606-0882-1035331	6-Jun-17	68,126,515	5,109,317	48,800
<b>Total</b>		<b>593,615,829</b>	<b>44,521,016</b>	<b>425,224</b>

\*NBP TT & OD Selling Rate of USD as on 24th May, 2017, 2nd June, 2017 & 6th June 2017 was Rs. 104.7

**Calculation of Hourly Rate:**

Withholding Tax on dividend	Rs.	44,521,016
Capacity	kW	209,786
Hours in a year	No.	8,760
Tariff Component of Withholding Tax on	Rs/kW/Hour	0.0242
Reimbursement Period of 12 Months	1st July, 2017 to 30th June, 2018	

**Carry Forward of Unclaimed Dividend Tax:**

Balance brought Forward from 7th agreement Year

USD 2,153,562

(NEPRA/TRF-80/SPL-2007/15671-15673) dated 15.11.2016

**Add:**

Limit for the 8th Agreement year (30-04-2017 to 29-04-2018)

813,899

[15% x \$55,880,000 + \$2,469,990] x 7.5%

**Maximum Limit available:**

2,967,461

**Less:**

Claimed during 8th agreement year (Final Dividend 2016)

(425,224)

Unclaimable due to exemption of withholding tax on dividends\*

(100,771)

**Balance Carried Forward**

2,441,466

\*Out of 386.471 million paid-up Shares, 74.039 million shares of Habib Bank Limited, Allied Bank Limited & other Mutual Funds/Trustees were exempt from withholding tax on dividend. Accordingly, the carry forward of unclaimed withholding tax on dividend has been reduced to the extent of dividends paid to them.

