



National Electric Power Regulatory Authority
Islamic Republic of Pakistan

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No. NEPRA/TRF-80/SPL-2007/12795-12797
August 9, 2018

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)

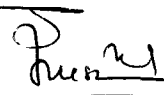
Dear Sir,

Please find enclosed herewith the decision of the Authority along with (Annex-I) (02 pages) regarding reimbursement of 7.5% withholding tax on dividends for the period from 1st August 2018 to 31st July 2019 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 (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


59 08 18
(Syed Safeer Hussain)

Secretary
Ministry of Energy (Power Division),
'A' Block, Pak Secretariats
Islamabad

CC: 1. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad.
2. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad.



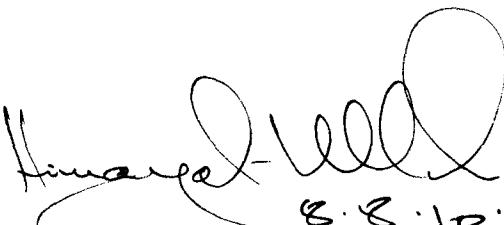
**DECISION OF THE AUTHORITY IN THE MATTER OF REIMBURSEMENT OF 7.5%
WITHHOLDING TAX ON DIVIDENDS FOR SAIF POWER LIMITED**

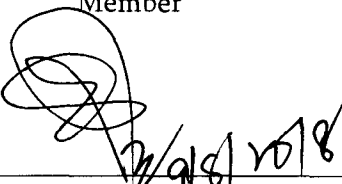
Pursuant to the order of the Authority dated 20th June 2011 in the matter of adjustment at commercial operation date in the case of Saif Power Limited (SPL), withholding tax on dividend is a pass through item and the power purchaser shall make payment on account of withholding tax at the time of actual 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 August, 2018 to 31 st July, 2019	0.0238

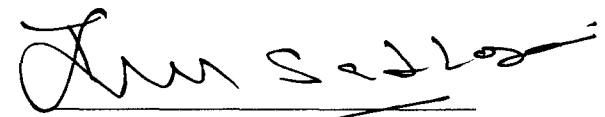
The schedule attached as Annex-I is to be notified in the official gazette in accordance with the provisions of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

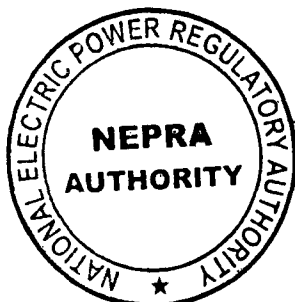
AUTHORITY

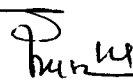

8.8.18
Himayat Ullah Khan
Member


2/9/18
Rehmatullah Baloch
Vice Chairman


Saif Ullah Chattha
Member 9.8.2018


Brig (R) Tariq Sadozai
Chairman




09.08.18

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-20180625-0882-1206652	22-Jun-18	374,818,167	28,111,362	231,179
IT-20180625-0882-1206653	22-Jun-18	125,442,758	9,408,207	77,370
IT-20180625-0882-1206654	22-Jun-18	38,000	2,853	23
IT-20180625-0882-1206655	22-Jun-18	83,512,914	6,263,334	51,508
Total		583,811,839	43,785,756	360,080

*NBP TT & OD Selling Rate of USD as on 22nd June 2018 was 121.6

Calculation of Hourly Rate:

Withholding Tax on dividend	Rs.	43,785,756
Capacity	kW	209,786
Hours in a year	No.	8,760
Tariff Component of Withholding Tax on	Rs/kW/Hour	0.0238
Reimbursement Period of 12 Months	1st August, 2018 to 31st July, 2019	

Carry Forward of Unclaimed Dividend Tax:

USD

Balance brought Forward from 8th agreement Year (30-04-2017 to 29-04-2018) 1,960,799

(NEPRA/TRF-80/SPL-2007/18356-18358) dated 08.11.2017

Add:

Limit for the 9th Agreement year (30-04-2018 to 29-04-2019) 813,899

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

Maximum Limit available:

2,774,698

Less:

Claimed during 8th agreement year (360,080)

Unclaimable due to exemption of withholding tax on dividends* (92,815)

Balance Carried Forward

2,321,803

*Out of 386.471 million paid-up Shares, 79.202 million shares of Habib Bank Limited, Allied Bank Limited, Samba Bank Limited, Bank Al-Habib 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.

