



National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/TRF-80/SPL-2007/13673-13675

July 30, 2019

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)

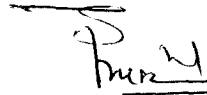
Dear Sir,

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 July, 2019 to 30th June, 2020 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


30 07 19
(Syed Safer 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:

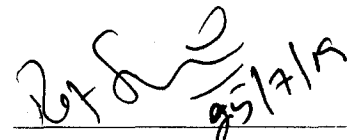
Period	7.5% Withholding tax on Dividend Rs./kW/Hour
1 st July, 2019 to 30 th June, 2020	0.0163

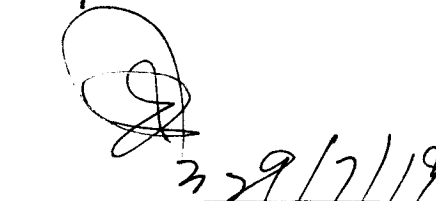
The schedule attached as Annex-I is to be notified in the official gazette in accordance with the provisions of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

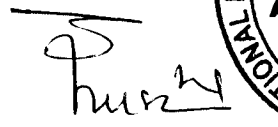
AUTHORITY

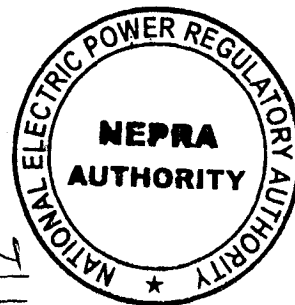

Saif Ullah Chattha
Member

4.7.2019


Rafique Ahmed Shaikh
Member


329/7/19
Rehmatullah Baloch
Member


30.07.19.



SAIF POWER 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-20190520-2221-1183402	17-May-19	85,829,255	6,437,194	43,835
IT-20190527-0882-1244048	27-May-19	256,480,535	19,236,040	127,222
IT-20190527-0882-1244049	27-May-19	58,188,162	4,364,112	28,863
Total		400,497,952	30,037,346	199,920

*NBP TT & OD Selling Rate of USD as on May-17-2019 and May-27-2019 was 146.85 and 151.2, respectively

Calculation of Hourly Rate:

Withholding Tax on dividend	Rs.	30,037,346
Capacity	kW	209,786
Hours in a year	No.	8,784
Tariff Component of Withholding Tax on	Rs/kW/Hour	0.0163
Reimbursement Period of 12 Months	1st July, 2019 to 30th June, 2020	

Carry Forward of Unclaimed Dividend Tax:

USD

Balance brought Forward from 9th agreement Year (30-04-2018 to 29-04-2019) 1,975,488

(NEPRA/TRF-80/SPL-2007/3263-3265) dated 26.08.2019

Add:

Limit for the 10th Agreement year (30-04-2019 to 29-04-2020) 813,899
 [15% x \$55,880,000+\$2,469,990] x 7.5%

Maximum Limit available:

2,789,387

Less:

Claimed during 10th agreement year (199,920)
 Unclaimable due to exemption of withholding tax on dividends* (51,289)

Balance Carried Forward

2,538,178

*Out of 386.471 million paid-up Shares, 78.393 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.

