



National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/R/ADG(Trf)/TRF-80/SPL-2007/28486-28488
June 8, 2021

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 June 1, 2021 to May 31, 2022 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


08 06 21
(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**

1. Pursuant to the order of the Authority dated June 20, 2011 in the matter of adjustment at Commercial Operation Date (COD) 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
June 1, 2021 to May 31, 2022	0.0334

2. 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.
3. CPPA (G) to ensure that all payments are consistent with the tariff determination(s).

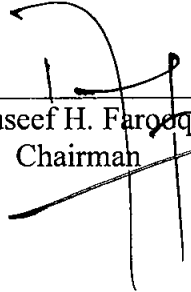
AUTHORITY


33/6/21
(Rehmatullah Baloch)
Member


(Engr. Rafique Ahmed Shaikh)
Member


(Engr. Maqsood Anwar Khan)
Member




(Tauseef H. Farooqi)
Chairman

080621

SAIF POWER LIMITED
REIMBURSEMENT OF 7.5% WITHHODING TAX ON DIVIDENDS

Tax Challan #	Payment Date	Dividend Amount agst. which Tax is Being Withheld	Withholding Tax Amount Requested			Withholding Tax Amount Allowed		
			Tax Rate	Rs.	Equivalent USD	Rate of Tax	Rs.	Equivalent USD*
IT-20210428-0101-1521561	28-Apr-21	165,056,260	7.5%	12,379,220	79,892	7.5%	12,379,220	79,892
IT-20210507-0101-1101433	7-May-21	493,238,178	7.5%	36,992,866	241,626	7.5%	36,992,866	241,626
IT-20210507-0101-1101434	7-May-21	149,591,627	7.5%	11,220,064	73,286	7.5%	11,220,064	73,286
IT-20210507-0101-1101438	7-May-21	9,685,516	7.5%	726,414	4,745	7.5%	726,414	4,745
Total		817,571,581		61,318,564	399,548		61,318,564	399,548

*NBP TT & OD Selling Rate of USD as on Apr 28, 2021 and May 7, 2021 was 154.95 and 153.1, respectively

Calculation of Hourly Rate:

Withholding Tax on dividend	Rs.	61,318,564
Capacity	kW	209,786
Hours in a year (24 x 365)	No.	8,760
Tariff Component of Withholding Tax on Dividend (June 1, 2021 to May 31, 2022)	Rs/kW/Hour	0.0334

Carry Forward of Unclaimed Dividend Tax:

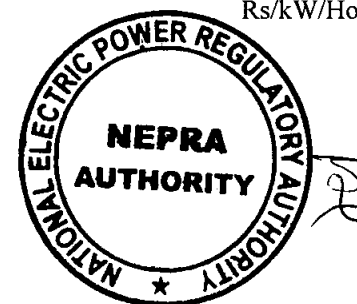
Balance Brought Forward from 11th Agreement year (April 30, 2020 to April 29, 2021)	USD	2,586,898
(NEPRA/TRF-80/SPL-2007/44194-44196 dated December 8, 2020)		

Less:

Claimed during 11th Agreement Year (Final Dividend Dec-2020)	(399,548)
Unclaimable due to exemption of withholding tax on dividends*	(72,796)

Balance Carried Forward:

2,114,554



* Out of 386.471 million paid-up Shares, 59.440 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.