



Registrar

National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/R/ADG(Trf)/TRF-80/SPL-2007/20494-20496

October 21, 2022

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]**

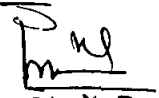
Dear Sir,

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 September 1, 2022 to August 31, 2023 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 in the official Gazette pursuant to Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997 within 30 days from the intimation of this Decision. In the event the Federal Government fails to notify the subject tariff Decision or refer the matter to the Authority for reconsideration, within the time period specified in Section 31(7), then the Authority shall notify the same in the official Gazette pursuant to Section 31(7) of NEPRA Act.

3. The Schedule attached as Annex-I is to be notified in the official Gazette.

Enclosure: As above


21 X 22
(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:

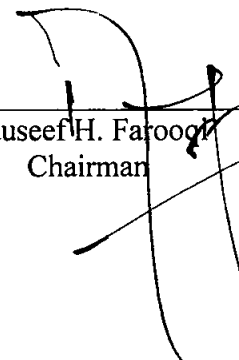
Period	7.5% Withholding tax on Dividend Rs./kW/Hour
September 1, 2022 to August 31, 2023	0.0615

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


Engr. Maqsood Anwar Khan
Member


Engr. Rafique Ahmed Shaikh
Member


Tauseef H. Farooq
Chairman




21 x 22

SAIF POWER LIMITED
REIMBURSEMENT OF 7.5% WITHHOLDING 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	Rs.	Equivalent USD*
IT-20220815-0101-1210168	15-Aug-22	298,197,878	7.5%	22,365,693	103,569	22,365,693	103,569
IT-20220815-0101-1210169		16,541,755	7.5%	1,240,632	5,745	1,240,632	5,745
IT-20220815-0101-1210172		894,574,219	7.5%	67,093,071	310,688	67,093,071	310,688
IT-20220818-0101-1320482	18-Aug-22	297,101,268	7.5%	22,282,595	103,472	22,282,595	103,472
Total		1,506,415,120		112,981,991	523,474	112,981,991	523,474

*NBP TT & OD Selling Rates of USD as on August 15, 2022 & August 18, 2022 were Rs. 215.95 & Rs. 215.35, respectively.

Calculation of Hourly Rate:

Withholding Tax on dividend	Rs.	112,981,991
Capacity	kW	209,786
Hours in a year (24 x 365)	No.	8,760
Tariff Component of Withholding Tax on Dividend (September 1, 2022 to August 31, 2023)	Rs/kW/Hour	0.0615

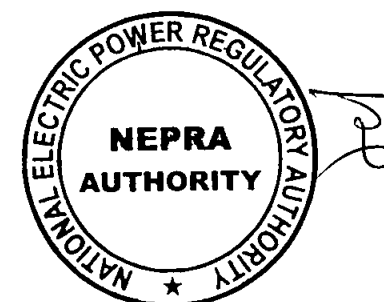
Carry Forward of Unclaimed Dividend Tax:

Balance Brought Forward from 12th Agreement Year (April 30, 2021 to April 29, 2022)
 (NEPRA/TRF-80/SPL-2007/11533-115535 dated June 30, 2022)

Less:

Claimed during 13th Agreement Year (1st interim Dividend @45%)
 Unclaimable due to exemption of withholding tax on dividends*

Balance Carried Forward:



USD
 1,636,825
 (523,474)
 (80,928)
1,032,423

* Out of 386.471 million paid-up Shares, 51.710 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.