



National Electric Power Regulatory Authority Islamic Republic of Pakistan

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Registrar

No. NEPRA/R/ADG(Trf)/TRF-80/SPL-2007/13401-05

August 21, 2024

Subject: Decision of the Authority in the matter of Reimbursement of 7.5% Withholding Tax on Dividends for the Period from August 01, 2024 to July 31, 2025 Saif Power Limited

Dear Sir,

Please find enclosed herewith the decision of the Authority along with **Annex-I** (total 02 pages) regarding reimbursement of 7.5% withholding tax on dividends for the period from **August 01, 2024 to July 31, 2025** in respect of Saif Power Limited 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 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.

Enclosure: As above

Wasim Anwar Bhinder
(Wasim Anwar Bhinder)

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

Copy to:

1. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad.
2. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad.
3. Chief Executive Officer, Central Power Purchasing Agency Guarantee Limited (CPPAG), Shaheen Plaza, 73-West, Fazl-e-Haq Road, Islamabad.
4. Chief Executive Officer, Saif Power Ltd., 4th Floor, Kashmir Commercial Complex (KCC), Fazal-ul-Haq Road, Block-E, Blue Area, Islamabad.



DECISION OF THE AUTHORITY IN THE MATTER OF REIMBURSEMENT OF 7.5% WITHHOLDING TAX ON DIVIDENDS FOR THE PERIOD FROM AUGUST 1, 2024 TO JULY 31, 2025 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) and decision of the Authority dated April 2, 2021 in the matter of application filed by CPPA-G for adjustment of ROE & ROEDC components pursuant to agreement with 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.
2. The Authority in its collective and joint wisdom considering all aspects decided with consensus as under; which will be hereafter called as decision of Authority in the matter:-

“Based on information and documentary evidence(s) provided by SPL, the Authority hereby allow SPL to claim Rs. 0.0207/kW/h from power purchaser for the period from August 1, 2024 to July 31, 2025 as a pass-through on the basis of Rs. 38,113,416 paid as withholding tax on dividends.”
3. The above decision of the Authority along with schedule attached as **Annex-I** are 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.
4. CPPA (G) to ensure that all payments are consistent with the tariff determination(s).

AUTHORITY

Mathar Niaz Rana (nsc)
Member

Engr. Maqsood Anwar Khan
Member

Amina Ahmed
Member

Engr. Rafique Ahmed Shaikh
Member

Waseem Mukhtar
Chairman



Waseem Khan

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.	Rs.
IT-20240520-0101-1576955	20-May-24	105,141,337	7.5%	7,885,943	7,885,943
IT-20240520-0101-1576956		5,464,260	7.5%	409,820	409,820
IT-20240520-0101-1576957		298,534,908	7.5%	22,390,121	22,390,121
IT-20240520-0101-1576958		99,033,756	7.5%	7,427,532	7,427,532
Total		508,174,261		38,113,416	38,113,416

Calculation of Hourly Rate:

Withholding Tax on dividend	Rs.	38,113,416
Capacity	kW	209,786
Hours in a year (24 x 365)	No.	8,760
Tariff Component of Withholding Tax on Dividend (August 1, 2024 to July 31, 2025)	Rs/kW/Hour	0.0207

Carry Forward of Unclaimed Dividend Tax:

Balance Brought Forward
 (NEPRA/TRF-80/SPL-2007/3097-3101 dated February 29, 2024)

Add:

Limit for the 14th Agreement year (April 30, 2023 to April 29, 2024)

Total Available Limit**Less:**

Claimed during 14th Agreement Year (Final Dividend @ 15% for December 31, 2023)

Unclaimable due to exemption of withholding tax on dividends*

Balance Carried Forward:

- Out of 386.471 million paid-up Shares, 47.686 million shares of Habib Bank Limited, Allied Bank Limited & other Mutual Funds/Trustees are 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.

- Based on data declared by Saif Power Limited.



Rs.
84,081,491

144,985,580

229,067,071

(38,113,416)

(5,364,716)

185,588,939