



**National Electric Power Regulatory Authority**  
**Islamic Republic of Pakistan**

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Web: www.nepa.org.pk, E-mail: registrar@nepa.org.pk

No. NEPRA/TRF-122/UCH-II-2008/17835-17837  
November 16, 2018

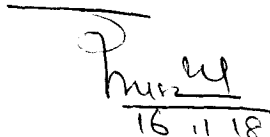
**Subject: Decision of the Authority in the matter of Reimbursement of 7.5% Withholding Tax on Dividends for Uch-II Power (Private) Ltd. (Uch-II) [Case No. NEPRA/TRF-122/UCH-II-2008 ]**

Dear Sir,

Please find enclosed herewith the decision of the Authority along with schedule (Annex-I) (02 pages) regarding reimbursement of 7.5% withholding tax on dividends for the period from 1<sup>st</sup> November 2018 to 31<sup>st</sup> October 2019 in respect of Uch-II Power (Private) Ltd. in Case No. NEPRA/TRF-122/UCH-II-2008.

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

  
16.11.18  
( Syed Safeer Hussain )

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

CC:

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

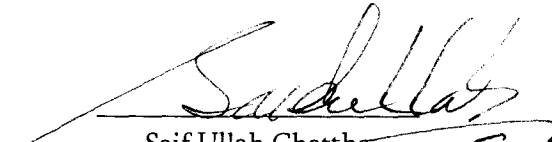
**DECISION OF THE AUTHORITY IN THE MATTER OF REIMBURSEMENT OF 7.5% WITHHOLDING TAX ON DIVIDENDS FOR UCH-II POWER (PRIVATE) LIMITED.**

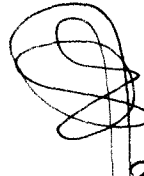
Pursuant to the decisions of the Authority dated 3rd July 2017 in the matter of adjustment at Commercial Operation Date (COD) and decision of the Authority dated 24<sup>th</sup> April 2018 in the matter of Motion for Leave for Review against COD decision, withholding tax on dividend is a pass through 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 <sup>st</sup> November 2018 to 31 <sup>st</sup> October 2019	0.1482

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  
15.11.2018

  
3/14/11/2018  
Rehmatullah Baloch  
Vice Chairman

  
Brig (R) Tariq Sadozai  
Chairman



  
16.11.18

**UCH-II POWER (PRIVATE) LIMITED**  
**REIMBURSEMENT OF 7.5% WITHHOLDING TAX ON DIVIDENDS**

Tax Challan #	Payment Date	Dividend Amount agst. which Tax is Being Withheld	Tax Amount		Tax Amount Allowed	
			Rs.	Equivalent USD*	Rs.	Equivalent USD*
IT-20171031-0341-1314843	31-Oct-17	4,929,754,640	369,731,598	3,502,905	369,731,598	3,502,905
IT-20180509-1663-1069542	9-May-18	1,160,205,772	87,015,433	752,078	87,015,433	752,078
IT-20180817-1663-1160950	17-Aug-18	500,590,714	37,544,304	303,757	37,544,304	303,757
		<b>6,590,551,126</b>	<b>494,291,334</b>	<b>4,558,739</b>	<b>494,291,334</b>	<b>4,558,739</b>

\*NBP TT & OD Selling Rate of USD as on 30th October, 2017, 9th May 2018 and 17th August 2018 was Rs. 105.55, 115.7 and 123.6 respectively.

**Calculation of Hourly Rate:**

Withholding tax on dividend	Rs.	494,291,334
Capacity	kW	380,750
Hours in a year	No.	8,760
Tariff component of withholding tax on dividend (1st November 2018 to 31st October, 2019 Rs./kW/Hour)		0.1482

**Carry Forward of Unclaimed Dividend Tax Limit**

USD

Maximum Pass Through on Dividend Tax for 1st Agreement Year (15%*116,162,522+5,023,644)*7.5%	1,683,602
Less claimed during 1st Agreement Year (04-04-2014 to 03-04-2015)	-
Maximum Pass Through on Dividend Tax for 2nd Agreement Year (15%*116,162,522+5,023,644)*7.5%	1,683,602
Less claimed during 2nd Agreement Year (04-04-2015 to 03-04-2016)	-
Maximum Pass Through on Dividend Tax for 3rd Agreement Year (15%*116,162,522+5,023,644)*7.5%	1,683,602
Less claimed during 3rd Agreement Year (04-04-2016 to 03-04-2017)	-
Maximum Pass Through on Dividend Tax for 4th Agreement Year (15%*116,162,522+5,023,644)*7.5%	1,683,602
Less claimed during 4th Agreement Year (04-04-2017 to 03-04-2018)	(3,502,905)
Less claimed during 4th Agreement Year (04-04-2017 to 03-04-2018)	(752,078)
Maximum Pass Through on Dividend Tax for 5th Agreement Year (15%*116,162,522+5,023,644)*7.5%	1,683,602
Less claimed during 5th Agreement Year (04-04-2018 to 03-04-2019)	(303,757)
<b>Balance Carried Forward</b>	<b>3,859,269</b>

