



Registrar

National Electric Power Regulatory Authority

Islamic Republic of Pakistan

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No. NEPRA/TRF-122/UCH-II-2008/3590-3592
January 30,
2020

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 1st January 2020 to 31st December 2020 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


30.01.20
(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 24th 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 st January 2020 to 31 st December 2020	0.0117


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.

CPPA (G) to ensure that all payments are consistent with the tariff determinations.


AUTHORITY



Saif Ullah Chattha
Member


27.1.2020

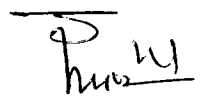

Rehmatullah Baloch
Member

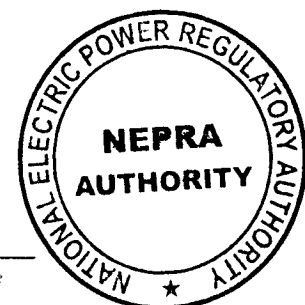
27/1/2020


Engr. Rafique Ahmed Shaikh
Member


Engr. Bahadur Shah
Member


Tauseef H. Farooqi
Chairman


30.01.20



UCH-II POWER (PRIVATE) LIMITED
REIMBURSEMENT OF 7.5% WITHHODING 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-20191104-1663-1032792	04-Nov-19	480,000,000	36,000,000	230,621	36,000,000	230,621
IT-20191204-1663-1057455	04-Dec-19	41,744,647	3,130,849	20,121	3,130,849	20,121
		521,744,647	39,130,848	250,743	39,130,848	250,742

*NBP TT & OD Selling Rate of USD as on Nov-4, 2019 and Dec-4, 2019 was Rs. 156.10 and Rs. 155.60, respectively.

Calculation of Hourly Rate:

Withholding tax on dividend

Capacity

Hours in a year (366 x 24)

Tariff component of withholding tax on dividend (1st January 2020 to 31st December, 2020)

Rs.	39,130,848
kW	380,750
No.	8,784
Rs./kW/Hour	0.0117

Carry Forward of Unclaimed Limit**Balance brought forward from 5th Agreement Year (04-04-2018 to 03-04-2019)**

(NEPRA/TRF-122/UCH-II-2008/22119-22121) dated November 1, 2019

6th Agreement year (04-04-2019 to 03-04-2020) $(15\% \text{ ROE} + \text{ROEDC}) \times 7.5\% = (15\% \times 116,162,522 + 5,023,644) \times 7.5\%$ **Total Available Limit**

Less: WHT on Dividend Claimed in 6th Agreement Year (Interim Dividend Sep 2019)

Balance Carried Forward

USD

2,860,252

1,683,602

4,543,854(250,742)4,293,112