



REGISTRAR

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

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Website: [www.nepra.org.pk](http://www.nepra.org.pk), Email: [info@nepra.org.pk](mailto:info@nepra.org.pk)

No. NEPRA/TRF-100/Laraib/ 11759

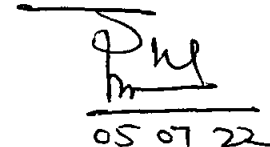
July 5, 2022

The Manager  
Printing Corporation of Pakistan Press (PCPP)  
Khayaban-e-Suharwardi,  
Islamabad

Subject: **NOTIFICATION REGARDING DECISION OF THE AUTHORITY  
ALONG WITH SCHEDULE REGARDING REIMBURSEMENT OF  
7.5% WITHHOLDING TAX ON DIVIDENDS IN RESPECT OF  
LARAIB ENERGY LTD.**

In pursuance of Sub-Section 7 of Section 31 of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997 (XL of 1997); enclosed please find herewith '*decision of the Authority along with schedule regarding reimbursement of 7.5% withholding tax on dividends in respect of Laraib Energy Ltd. in Case No. NEPRA/TRF-100/2009*' for immediate publication in the official Gazette of Pakistan. Please also furnish thirty five (35) copies of the Notification to this Office after its publication.

Encl: Notification (3 Pages) & CD

  
05 07 22

(Syed Safeer Hussain)

CC:

1. **Syed Mateen Ahmed**, Deputy Sectary (T&S), Ministry of Energy – Power Division, 'A' Block, Pak Secretariat, Islamabad
2. Chief Executive Officer, Central Power Purchasing Agency (Guarantee) Limited, 73 East, AKM Fazl-ul-Haq Road, Block H, G 7/2 Blue Area, Islamabad

**National Electric Power Regulatory Authority**

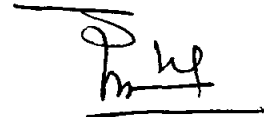
**NOTIFICATION**



Islamabad, the 5<sup>th</sup> day of July, 2022

S.R.O. 1002 (I)/2022.- In pursuance of Sub-Section 7 of Section 31 of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997 (XL of 1997), NEPRA hereby notifies the decision of the Authority along with schedule regarding reimbursement of 7.5% withholding tax on dividends in respect of Laraib Energy Limited in Case No. NEPRA/TRF-100/2009.

2. While effecting the Decision, the concerned entities including Central Power Purchasing Agency Guarantee Limited (CPPAGL) shall keep in view and strictly comply with the orders of the courts notwithstanding this Decision.

  
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(Syed Safeer Hussain)  
Registrar



**DECISION OF THE AUTHORITY IN THE MATTER OF REIMBURSEMENT OF  
PASS THROUGH WITHHOLDING TAX ON DIVIDENDS FOR LARAIB ENERGY  
LIMITED (LEL)**

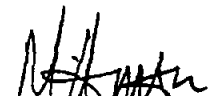
Pursuant to the Decisions of the Authority dated 14<sup>th</sup> April, 2016 in the matter of tariff adjustment at Commercial Operation Date (COD) notified vide S.R.O No 585(1)/2016 dated 28<sup>th</sup> June 2016, Motion for Recalculation dated 26<sup>th</sup> May 2016, and the Motion for Leave for Review dated 30<sup>th</sup> June, 2016, actual withholding tax on dividend paid by the power producer will be reimbursed subject to maximum of 7.5% of 17% return on equity (including return on equity during construction and special return on equity). The Authority hereby allows Laraib Energy Limited (LEL) to claim Rs. 67,845,637/- as a pass through on account of withholding tax on dividend from Central Power Purchasing Agency Guarantee Limited.


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 tariff determination(s).

**AUTHORITY**

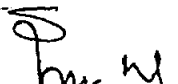
  
Rehmatullah Baloch  
Member

  
Engr. Maqsood Anwar Khan  
Member

  
Engr. Rafique Ahmed Shaikh  
Member

  
Tauseef H. Farooqi  
Chairman



  
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LARAIB ENERGY LIMITED  
REIMBURSEMENT OF 7.5% WITHHOLDING TAX ON DIVIDEND

Sr No.	CPR No	Payment Date	Dividend Amount agst. Which Tax is being Withheld	Withholding Tax @ 7.5%	Equivalent (USD)*
			R <sub>t</sub>	R <sub>t</sub>	USD
1	IT-20210728-0101-1852499	28-Jul-2021	215,339,736	16,150,480	99,818
2	IT-20210728-0101-1852496	28-Jul-2021	678,011,578	50,850,868	314,282
3	IT-20210728-0101-1852502	28-Jul-2021	11,257,180	844,289	5,218
Grand Total			904,608,494	67,845,636	419,318

\*NBP TT & OD Selling Rate of USD on July 28, 2021 was 161.80

WORKING FOR MAXIMUM PASS THROUGH TAX ON DIVIDEND PAYMENT

Withholding Tax Payable =  $[17\% * (E_{Ref} - E_{Red}) + ROEDC_{Ref} + SROE_{Ref}] * 7.5\%$

Where

Reference Equity

Equity Ref

Amount (USD \$)

54,969,129 =  $(1.9113 * 470,000,000 * 96.13) / 17\%$

Equity Redemption

Equity Redemption

0

Reference ROEDC

ROEDC CompRef

5,991,241 =  $1.2254 * 470,000,000 * 96.13$

Reference SROE

SROE CompRef

2,071,559 =  $0.4237 * 470,000,000 * 96.13$

Withholding Tax

1,305,566 =  $[17\% * (54,969,129) + 5,991,241 + 2,071,559] * 7.5\%$

=  $[17\% * (E_{Ref} - E_{Red}) + ROEDC_{Ref} + SROE_{Ref}] * 7.5\%$

Amount (USD \$)

Withholding Tax Entitled

= 2,209,400

Cumulative Balance Brought Forward of Earlier Periods

= 1,305,566

Withholding Tax Limit For 8th Agreement Year

= 3,514,967

Total Withholding Tax Pass-Through Limit Available

= (419,318)

Less: Allowed Claimed

= 3,095,649

Total Withholding Tax Limit Carried Forward

