# OIL AND GAS REGULATORY AUTHORITY

Reference No. OGRA-10-3(8)/2019

Islamabad, the June 29, 2019

# **OFFICE MEMORANDUM**

Subject:

<u>SRO NOTIFICATION FOR PUBLICATION IN THE GAZETTE OF</u> PAKISTAN (EXTRA ORDINARY).

Please find enclosed herewith notification No. OGRA-10-3(8)/2019, dated June 29, 2019, in respect of natural gas sale prices and minimum charges, both in printed and electronic form.

2. Notification is required to be issued under Section 8 (3) of the Oil and Gas Regulatory Authority Ordinance, 2002, in the Gazette of Pakistan (Extra ordinary). The notification may please be published in the Gazette (Extra ordinary) and fifty (50) copies of the Gazette notification may be supplied to this Authority, for which the Authority will make payment.

(Atif Sajjad) Executive Director (Finance-I)

Manager, Printing Corporation of Pakistan Press, **Islamabad.** 

- 1. Secretary
  Cabinet Division,
  Islamabad.
- 3. Director General (Gas)
  Ministry of Energy, Petroleum Division, 1st
  Floor, Petroleum House, G-5/2, Islamabad.
- 5. Director General
  Revenue Receipt Audit (North),
  PT & T Audit Building,
  Mauj-e-Darya Road, Lahore.

- 2. Secretary
  Ministry of Energy, Petroleum
  Division, "A" Block, Pak Secretariat,
  Islamabad.
- 4. Director Audit, Customs & Petroleum, 5<sup>th</sup> Floor, Shafi Court, Merewether Road, **KARACHI**: **FAX NO. 021-99202324**
- 6. Managing Director
  Sui Northern Gas Pipelines Limited,
  21-Kashmir Road, Gas House,
  Lahore.

- 7. Managing Director, Sui Southern Gas Company Limited, St-4/B, Block-14, Sir Shah Suleman Road, Gulshan-e- Iqbal, **Karachi**.
- 9. Chairman
  WAPDA
  WAPDA House,
  Lahore.
- 11. General Secretary
  All Pakistan CNG Association
  Al-Mustafa Shopping Centre,
  Suite No.6, 2<sup>nd</sup> Floor, Chandni Chowk,
  Rawalpindi.
- Managing Director,
   Dawood Hercules Chemicals Limited,
   35-A, Empress Road, <u>Lahore.</u>
- 15. President,
  ENGRO Fertilizer Limited,
  7th and 8th Floor, Harbor Front Building Marine
  Drive, Block 4, Clifton, Karachi.
- 17. Chairman
  CNG Dealers Association,
  3<sup>rd</sup> Floor, P.I.I.A. Building,
  Moulana Din Muhammad Wafai Road,
  KarachiFAX NO. 021-5215886, 021-5684255

- Managing Director,
   Mari Petroleum Company Limited.
   21-Mauvi Area, 3<sup>rd</sup> Road,
   3<sup>rd</sup> Area, Sector G-10/4,

   ISLAMABAD
- Managing Director
   Karachi Electric Supply Corporation
   Limited, 7<sup>th</sup> Floor, State Life Building
   No. 11, Abdullah Haroon Road,
   Karachi 74400
- Managing Director,
   Fauji Fertilizer Bin Qasim Limited,
   73-Harley Street, <u>Rawalpindi.</u>
- Chairman,
   National Fertilizer Corporation,
   Alflah Building, <u>Lahore.</u>
- Chief Executive,
   Liberty Power Limited,
   4th Floor, Razia Sharif Plaza,
   Fazal-e-Haq Road, Blue Area,
   Islamabad.

# OIL AND GAS REGULATORY AUTHORITY

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Islamabad, the June 29, 2019

# NOTIFICATION

S.R.O. (I)/2019- . In exercise of the powers conferred by sub-section (3) of Section 8 of Oil and Gas Regulatory Authority Ordinance, 2002 (XVII of 2002), the Authority, in supersession of its notification No. S.R.O. 1234 (I)/2018 dated October 04, 2018, S.R.O. No. 1284 (I)/2018 dated October 18, 2018, S.R.O. No. 1523 (I)/2018 dated December 14, 2018 and S.R.O. No. 248 (I)/2018 dated February 21, 2019 is pleased to notify the sale prices and minimum charges specified in schedule below, for the purposes of the said Ordinance, in respect of natural gas sold by the following companies to various categories of their retail consumers with effect from July 01, 2019:-

#### **SCHEDULE**

- (1) Sui Northern Gas Pipelines Limited
- (2) Sui Southern Gas Company Limited

#### I. Domestic Sector:

a) Standalone meters

b) Mosques, churches, temples, madrassas, other Religious Places and Hostels attached thereto:

Sale price:	Rs./MMBTU
Upto 0.5 hm <sup>3</sup> per month	121.00
Upto 1 hm <sup>3</sup> per month	300.00
Upto 2 hm³ per month	553.00
Upto 3 hm <sup>3</sup> per month	738.00
Upto 4 hm <sup>3</sup> per month	1,107.00
Above 4 hm <sup>3</sup> per month	1,460.00

The billing mechanism will be revised so that the benefit of one previous/preceding slab is available to domestic consumer (residential use).

### Minimum charges

Rs. 172.58 per month

c) Government and Semi-Government Offices, Hospitals, Clinics, Maternity Homes, Government Guest Houses, Armed Forces Messes, Langars, Universities, Colleges, Schools and Private Educational Institutions, Orphanages and other Charitable Institutions along-with Hostels and Residential Colonies to whom gas is supplied through bulk meters including Captive Power.

The tariff for captive gas use in this category will be charged as per captive power category i.e. Rs. 1021 per MMBTU.

All off-takes at flat rate of

Rs. 780.00 per MMBTU

Minimum charges

Rs. 4,680.09 per month

and

#### II. Commercial:

All establishments registered as commercial units with local authorities or dealing in consumer items for direct commercial sale like cafes, bakeries, milk-shops, tea stalls, canteens, barber shops, laundries, hotels including hotel industry, malls, places of entertainment like cinemas, clubs, theaters and private offices, corporate firms etc.

All off-takes at flat rate of

Rs. 1,283.00 per MMBTU

Minimum charges

Rs. 5,880.10 per month

# III. Special Commercial (Roti Tandoors)

Sale price:	Rs./MMBTU
Upto 0.5 hm <sup>3</sup> per month	121.00
Upto 1 hm <sup>3</sup> per month	300.00
Upto 2 hm <sup>3</sup> per month	553.00
Upto 3 hm <sup>3</sup> per month	738.00
Above 3 hm <sup>3</sup> per month	1,283.00

Minimum charges

Rs. 172.58 per month

#### IV. Ice Factories:

All off-takes at flat rate of

Rs. 1,283.00 per MMBTU

Minimum charges

Rs. 5,880.10 per month

#### V. General Industrial:

All consumers engaged in the processing of industrial raw material into value added finished products irrespective of the volume of gas consumed but excluding such industries for which a separate rate has been prescribed.

All off-takes at flat rate of

Rs 1,021.00 per MMBTU

Minimum charges

Rs. 26,301.60 per month

# VI. Registered manufacturers or exporters of five zero-rated sectors and their captive Power namely: Textile (including jute) carpets, leather, sports and surgical goods.

All off-takes at flat rate of

Rs. 786.00 per MMBTU

Minimum charges

Rs. 20,232.00 per month

#### VII. Compressed Natural Gas (CNG):

All off-takes at flat rate of

Rs. 1,283.00 per MMBTU

Minimum charges

Rs. 33,045.60 per month

#### VIII. Cement:

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# Minimum charges

Rs. 32,877.00 per month

# IX. Fertilizer Companies:

# a) ON SNGPL SYSTEM

(i) Pak-American Fertilizer Company Limited:

Sale price:

All off-takes at the flat rate of

- (a) Rs. 300.00 per MMBTU for gas used as feed-stock; and
- (b) Rs. 1,021.00 per MMBTU for gas used as fuel for generation of electricity, steam and for usage of housing colonies.
- (ii) Dawood Hercules Chemicals Limited, Chichoki Mallian, Sheikhupura District:

Sale price:

All off-takes at the flat rate of

- (a) Rs. 300.00 per MMBTU for gas used as feed-stock; and
- (b) Rs. 1,021.00 per MMBTU for gas used as fuel for generation of electricity, steam and for usage of housing colonies.
- (iii) Pak-Arab Fertilizer Limited, Multan:

Sale price:

All off-takes at the flat rate of

- (a) Rs. 300.00 per MMBTU for gas used as feed-stock; and
- (b) Rs. 1,021.00 per MMBTU for gas used as fuel for generation of electricity, steam and for usage of housing colonies.
- (iv) Pak-China Fertilizer Limited, Haripur:

Sale price:

All off-takes at the flat rate of

- (a) Rs. 300.00 per MMBTU for gas used as feed-stock; and
- (b) Rs. 1,021.00 per MMBTU for gas used as fuel for generation of electricity, steam and for usage of housing colonies.
- (v) Hazara Phosphate Fertilizer Plant Limited, Haripur:

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Sale price:

All off-takes at the flat rate of

- (a) Rs. 300.00 per MMBTU for gas used as feed-stock; and
- (b) Rs. 1,021.00 per MMBTU for gas used as fuel for generation of electricity, steam and for usage of housing colonies.
- (vi) ENGRO Fertilizer Company Limited:

Sale price:

All off-takes at the flat rate of

- (a) US \$ 0.70 per MMBTU for gas used as feed-stock; and
- (b) Rs. 1,021.00 per MMBTU for gas used as fuel for generation of electricity, steam and for usage of housing colonies.

### b) ON SSGCL SYSTEM

Fauji Fertilizer Bin Qasim Limited:

Sale price:

All off-takes at the flat rate of

- (a) Rs 300.00 per MMBTU for gas used as feed-stock; and
- (b) Rs. 1,021.00 per MMBTU for gas used as fuel for generation of electricity, steam and for usage of housing colonies.

#### X. Power Stations (WAPDA's and KESC's Power Stations):

(i) WAPDA's and KESC's Power Stations and other electricity utility companies
All off-takes at flat rate of Rs. 824.00 per MMBTU

Minimum charges

Rs. 21,209.88 per month

(ii) WAPDA's Gas Turbine Power Station, Nishatabad, Faisalabad

All off-takes at flat rate of

Rs. 824.00 per MMBTU

Fixed charge:

Rs. 975,000 per month

(iii) Liberty Power Limited's Gas Turbine Power Plant (Phase 1) at Daharki

All off-takes at flat rate of

Rs. 1,283.47 per MMBTU

Minimum charges

Rs. 43,278.61 per month

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# XI. Independent Power Producers:

All off-takes at flat rate of

Rs. 824.00 per MMBTU

# Minimum charges

Rs. 21,209.88 per month

# XII. Captive Power:

Captive Power Plant/Unit means an industrial undertaking/unit carrying out the activity of power production (with or without co-generation) for self-consumption and/or for sale of surplus power to a Distribution Company or bulk-power consumer.

All off-takes at flat rate of:

Rs. 1,021.00 per MMBTU

Minimum charges

Rs. 26,301.60 per month

# XIII. Mari Petroleum Company Limited

(i) ENGRO Fertilizer Company Limited:

Sale price: All off-takes at flat rate of

- (a) Rs. 300.00 per MMBTU for gas used as feed-stock; and
- (b) Rs. 1,021.00 per MMBTU for gas used as fuel for generation of electricity, steam and for usage of housing colonies.

Minimum charges:

As per Gas Sale Purchase Agreement between ENGRO Fertilizer Company Limited and Mari Petroleum Company Limited.

(ii) Fauji Fertilizer Company Limited- Goth Machhi, District Rahim Yar Khan and Mirpur Mathelo, District Ghotki (ex-PSFL):

Sale price:

All off-takes at flat rate of

- (a) Rs. 300.00 per MMBTU for gas used as feed-stock; and
- (b) Rs. 1,021.00 per MMBTU for gas used as fuel for generation of electricity, steam and for usage of housing colonies.

Minimum charges:

As per Gas Sale Purchase Agreement between Fauji Fertilizer Company

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Limited and Mari Petroleum Company Limited.

# (iii) Fatima Fertilizer Company Limited:

Sale price:

All off-takes at flat rate of

- (a) US \$ 0.70 per MMBTU for gas used as feed-stock; and
- (b) Rs. 1,021.00 per MMBTU for gas used as fuel for generation of electricity, steam and for usage of housing colonies.

Minimum charges:

As per Gas Sale Purchase Agreement between Fatima Fertilizer Company Limited and Mari Petroleum Company Limited.

# (iv) Foundation Power Company (Daharki) Limited:

Sale price:

All off-takes at flat rate of

(a) Rs. 824.00 per MMBTU

Minimum charges:

As per Gas Sales Purchase Agreement between Foundation Power Company (Daharki) Limited and Mari Petroleum Company Limited in addition to Rs. 15,510.78 per month.

[File No. OGRA-10-3(8)/2019]

Executive Director (Finance-I)