



OIL & GAS REGULATORY AUTHORITY (OGRA)

Notice of Public Hearing by the Authority to consider Sui Northern Gas Pipelines Limited (SNGPL)'s following petitions:

- i) **Determination of Estimated Revenue Requirement for F.Y. 20013-14.**
- ii) **Review of its Estimated Revenue Requirement/Prescribed Prices for F.Y. 2013-14**

Sui Northern Gas Pipelines Limited (the Petitioner) filed a petition before the Authority under Section 8 (1) of the Oil and Gas Regulatory Authority Ordinance, 2002, read with Rule 4 (2) of the Natural Gas Tariff Rules, 2002, on December 17, 2012, for determination of its estimated revenue requirements / prescribed prices for FY 2013-14 which was subsequently amended by the petitioner vide application dated March 13, 2013 and sought an increase of Rs.53.83 per MMBTU in its average prescribed price w.e.f July 1, 2013.

Public Notices were also published in leading newspapers on 11-02-2013 inviting general public to furnish their comments, suggestions and intervention requests within 21 days from the date of publication. After seeking comments of general public, Public Hearing in the instant matter was held on 03-04-2013 in Lahore and decision was issued by the Authority on 01-06-2013 accordingly.

Later on, Honourable Lahore High Court, Lahore vide its order dated 05-08-2013 passed in W.P No.702/2013 titled SNGPL Vs. OGRA etc. set aside the decision of the Authority dated 01-06-2013 due to short of quorum of the Authority.

Now, SNGPL vide its application dated October 14, 2013 has filed a petition before the Authority under Section 8(2) of the Oil & Gas Regulatory Authority Ordinance, 2002 read with Rule 4(3) of Natural Gas Tariff Rules, 2002 for review of its Estimated Revenue Requirement / Prescribed Prices for F.Y.2013-14 which was subsequently amended by the petitioner on 02-12-2013. The petitioner has projected a shortfall in revenue requirement at Rs. 53,425 million for FY 2013-14 seeking increase in its average prescribed price by Rs.96.80 per MMBTU effective July 01, 2013. The increase in prescribed prices has been claimed by the petitioner due to projected increase in cost of gas and additional requirements for capital expenditure on account of new contracts and extension in T&D network.

The petitioner has presented the following breakup of average prescribed prices for F.Y. 2013-14:

PARTICULARS	Rs. / MMBTU
	The Petition
Volume (BBTU)	551,933
Cost of gas	410.76
Operating Cost	41.43
UFG Disallowance	(12.29)
Depreciation	26.35
Prior Year Adjustment	3.57
35117-33144	(8.14)
Return on Assets	28.13
Average Prescribed Price	489.81
Current Average Prescribed Price	393.02
Increase in Average Prescribed price w.e.f. 01-07-2013, as requested by the petitioner	96.80

OGRA invites all consumers, interveners, general public and interested / affected persons and parties to furnish their comments / interventions / views, if any, on the petition filed by the petitioner, within 14 days from the date of publication of this notice. The intervention request be addressed to the Registrar, OGRA, must contain the name and address of the intervener and be accompanied by an affidavit verifying the contents of the intervention and intervention fee of Rs.500/- (demand draft in favour of Oil & Gas Regulatory Authority, payable at Islamabad). In case of a person representing any organization/agency/body, he/she must file an authority letter of the same.

Copy of the petition can be obtained on payment of prescribed charges of Rs. 2/- per page from the office of Registrar, OGRA, Islamabad. For any information from the petitioner, please contact:

Mr. Kamran Akram, Chief Accountant (RA),
Sui Northern Gas Pipelines Limited,
21-Kashmir Road, Lahore.
Phone No.: 042-99201483
Fax: 042-99204424

OGRA has decided to hold a Public Hearing in the subject cases according to the date, time and venue mentioned below:

Date : January 16, 2014 (Thursday)
Time : 10:30 a.m.
Venue : Pearl Continental Hotel, **Lahore**

All parties to the proceedings, stakeholders, general public and interested / affected persons are hereby informed of the above proceedings.

Registrar,
Oil & Gas Regulatory Authority,
54-Fazal-e-Haq Road, Blue Area, Islamabad.
Phone:051-9221704, Fax: 051-9221721
Web Site: www.ogra.org.pk