

SUI NORTHERN GAS PIPELINES LIMITED (SNGPL)

PUBLIC NOTICE

Petition Filed by Sui Northern Gas Pipelines Limited for Determination of its Estimated Revenue Requirement/Prescribed Prices for F.Y. 2014-15

Sui Northern Gas Pipelines Limited (the Petitioner) filed a petition before Oil and Gas Regulatory Authority (OGRA) 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 13, 2013, for determination of its estimated revenue requirements / prescribed prices for FY 2014-15. The Petitioner has worked out an increase of Rs. 179.55 per MMBTU in its average prescribed price w.e.f. 1st July, 2014.

The revenue requirement of the Petitioner will enable it to meet cost of gas, operating cost and return on assets. The cost of gas is linked to the international price of crude oil / fuel oil in accordance with the agreements between the Federal Government and the gas producers.

The comparison of current and projected prescribed prices is provided below:

| Particulars | Rs./MMBTU |
|---|---|
| | <u>Estimates</u> <u>For F.Y. 2014-15</u> <u>as per the Petition</u> |
| Volume (BBTU) | 509,103 |
| Cost of Gas | 440.58 |
| Operating Cost | 47.94 |
| Depreciation | 35.02 |
| Return on Assets | 39.58 |
| Other Operating Income | (8.48) |
| Average Prescribed Price | 554.64 |
| Current Average Prescribed Price | 375.09 |
| Increase in Average Prescribed Price | 179.55 |

Any interested/affected persons including gas consumers and general public are invited to furnish their comments, suggestions and intervention requests to **Registrar OGRA**, within 15 days from the date of publication of this notice in terms of Rule 7 of the Natural Gas Tariff Rules, 2002. All correspondence in this connection may be addressed to **Registrar, Oil and Gas Regulatory Authority, 54-B Fazal-e-Haq Road, Blue Area, Islamabad** and should contain the names and addresses of applicant.

All interveners must indicate the manner in which they are likely to be affected by determination of the Oil and Gas Regulatory Authority in this case. Intervention request should be accompanied by an affidavit verifying the contents of the intervention, intervention fee of Rs.500/- (demand draft in favour of OGRA) and authority letter if representing an organization.

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 required from the Petitioner, please contact:

Mr. Kamran Akram, Chief Accountant (RA),
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