

PUBLIC NOTICE

Petition Filed by Sui Northern Gas Pipelines Limited for Determination of its Estimated Revenue Requirement/ Prescribed Prices for F.Y. 2020-21

Sui Northern Gas Pipelines Limited (the Petitioner) filed a petition before the Authority on December 31, 2019 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, for Determination of its Estimated Revenue Requirements / prescribed prices for FY 2020-21. Subsequently, the Petitioner filed a revised petition for Determination of its Estimated Revenue Requirements / prescribed prices for FY 2020-21 on February 12, 2020. The Petitioner has projected a shortfall in revenue requirement at Rs. 43,067 million for FY 2020-21 seeking increase in its average prescribed price by Rs.133.31 per MMBTU effective July 01, 2020. The Petitioner has also included Rs. 173,630 million, being shortfall pertaining to previous years, thereby seeking total increase in average prescribed price by Rs.670.75 / MMBTU w.e.f. 1st July, 2020.

The breakup of projected prescribed price in respect of natural gas is provided below:

Particulars	Rs./MMBTU
	The Estimates For F.Y. 2020-21 as per the Petition
Volume (BBTU)	323,070
Cost of Gas	531.66
UFG Adjustment	(2.32)
Operating Cost	107.00
Depreciation	73.42
Late Payment Surcharge & Short term borrowing	65.61
Return on Assets	74.89
Additional Revenue Requirement for LPG Air Mix Projects	2.80
Other Operating Income	(55.50)
Shortfall upto FY 2017-18 – as per accounts	378.18
Shortfall FY 2018-19 – as per RERR dated 27.02.2019	66.38
Shortfall FY 2019-20 – as per RERR dated 10.12.2019	92.88
Average Prescribed Price	1,334.99
Current Average Prescribed Price	664.25
Increase in Average Prescribed Price	670.75

Besides above, the Petitioner has estimated RLNG cost of service at Rs. 104.21/MMBTU w.e.f. July 01, 2020. Cost of RLNG diverted towards domestic sector has also been claimed at Rs.73,890 million.

Oil & Gas Regulatory Authority invites all interested/affected persons including gas consumers and general public to furnish their comments, suggestions and intervention requests, within 14 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, OGRA 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 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:

Ms. Zaib un Nisa,
General Manager (RA),
Sui Northern Gas Pipelines Limited, 21-Kashmir Road, Lahore.
Phone No. 042-99201483, Fax: 042-99204424

Registrar
Oil & Gas Regulatory Authority
54-B Fazal-e-Haq Road, Blue Area, Islamabad.
Phone: 051-9244296, 051-9244090-98 (Ext-157), Fax: 051-9244042
Website: www.ogra.org.pk