

# PUBLIC NOTICE

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

Sui Southern Gas Company 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 February 04, 2020 for Determination of its Estimated Revenue Requirements / prescribed prices for FY 2020-21. The Petitioner has requested the Authority to approve a price increase of Rs.49,809 million or 138.43 per MMBTU in indigenous business and Rs.7,328 million or Rs. 14.98 per MMBTU in the revenue requirement of RLNG business w.e.f. 1<sup>st</sup> July, 2020 in its tariff for F.Y. 2020-21.

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 breakup of the current and projected prescribed prices is provided below:

PARTICULARS	Rs./MMBTU
	Estimates Related to Natural Gas
Volume (BBTU)	359,812
Cost of Gas	667.07
Operating Cost	72.87
Depreciation	20.89
Return on Assets	27.87
Prior year shortfall i.e. upto F.Y. 2017 -18	202.61
Subsidy for LPG Air-Mix Projects	3.00
UFG adjustment	-
UFG Adjustment RLNG volume handled basis (ring fence)	(31.35)
Staggering of Financial Impact on A/c of SHC Order	(10.20)
Other Operating Income	(18.15)
<b>Average Prescribed Price</b>	<b>934.61</b>
Current Average Prescribed Price	796.18
<b>Increase in Average Prescribed Price</b>	<b>138.43</b>

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

**Syed Fasihuddin Fawad,**  
**General Manager (RA),**  
Sui Southern Gas Company Limited,  
ST 4/B, Block 14, Sir Shah Suleman Road, Gulshan-e-Iqbal, P.O.Box 17989,  
**KARACHI.**  
Phone No.: 021-99231616, Fax: 021-99021398

**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