

PUBLIC HEARING NOTICE

Notice of Public Hearing by the Authority to consider Sui Northern Gas Pipelines Limited (SNGPL)'s Review of its Estimated Revenue Requirements / Prescribed Prices for F.Y. 2022-23

Sui Northern Gas Pipelines Limited (the petitioner) filed a petition before the Authority on October 14, 2022 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 Requirements / Prescribed Prices for F.Y.2022-23. The petitioner has projected a shortfall in revenue requirement for FY 2022-23 at Rs. 178,814 million, including Rs. 445 million on account of LPG Air-mix project for FY 2022-23 seeking increase in its average prescribed price by Rs. 488.08 per MMBTU effective July 01, 2022. The petitioner has also included Rs. 295,268 million, being shortfall pertaining to previous years, thereby seeking total increase in average prescribed price by Rs. 1,294.02 / mmbtu w.e.f. 1st July, 2022 to compensate for increase in cost of gas and other components of the petition.

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 projected prescribed price as claimed by the petitioner for F.Y. 2022-23 is as under:

Rs./MMBTU	
PARTICULARS	The Petition
Volume Sold (BBTU)	366,364
Cost of gas sold	809.03
UFG Adjustment	(13.89)
Transmission and Distribution cost including others	65.52
Depreciation	56.13
Late Payment Surcharge & short term borrowing	89.30
Return on net average operating fixed assets	75.15
LPG Air Mix Projects	1.21
Other Operating Income	(48.50)
Average Prescribed Price	1,033.97
Current Average Prescribed Price	545.89
Current increase in average prescribed price w.e.f. 01-7- 2022	488.08
Cumulative Previous Year Shortfall	805.94
Total increase in current average prescribed price w.e.f. 01-7-2022	1,294.02

Besides above, the petitioner has estimated RLNG cost of service at Rs. 1,015.64/MMBTU for 2022-23 including Rs. 762.44/MMBTU on account of differential impact of RLNG diversion.

Oil & Gas Regulatory Authority invites all interested/affected persons including gas consumers and general public to furnish their comments, suggestions and intervention requests. 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 is available on OGRA's official website which can also 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. Liaqat Ali, Incharge (RA),
Sui Northern Gas Pipelines Limited,
21-Kashmir Road, Lahore.
Phone No.: 042-99201306, Fax: 042-99204424

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

Date : **November 14, 2022 (Monday)**
Time : **2:00 p.m.**
Venue : **Avari 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-B Fazal-e-Haq Road, Blue Area, Islamabad.
Phone: 051-9244296, 051-9244090-98 (Ext-157)
Fax: 051-9244310, Website: www.ogra.org.pk

Public Service Message:

قدرتی گیس کے غیر ضروری استعمال سے اجتناب آپ کا اخلاقی اور معاشرتی فریضہ ہے۔