

آئل اینڈ گیس  
ریگولیٹری اتھارٹی  
حکومت پاکستان



Oil & Gas  
Regulatory Authority  
Government of Pakistan

# PUBLIC HEARING NOTICE

## Notice of Public Hearing by the Authority to consider Sui Southern Gas Company Limited (SSGCL)'s request for review of its Estimated Revenue Requirement (RERR)/Prescribed Prices for F.Y. 2020-21

Sui Southern Gas Company Limited (the petitioner) has filed a petition on October 15, 2020, 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. 2020-21. The petitioner has projected a shortfall in revenue requirement for FY 2020-21 at Rs.28,242 million, seeking increase in average prescribed price by Rs. 78.95 per MMBTU in its prescribed prices effective from July 01, 2020 to compensate for increase in cost of gas and other components of the petition.

The petitioner has presented the following comparative analysis of various components of average prescribed price with previous years:

Particulars	Rs. / MMBTU
	FY 2020-21 The Petition
Units sold (BBTU)	357,722
Cost of gas sold	627.77
UFG adjustment	-
UFG adjustment on RLNG volume handled basis (ring fence)	(26.34)
Staggering of Financial Impact on account of SHC Order	(10.26)
Transmission and distribution cost including Others	65.97
Depreciation	19.60
Return on net average operating fixed assets	19.79
Prior year shortfall i.e. up to FY 2017-18	142.52
Other Operating Income	(19.86)
Subsidy for LPG Air-Mix Project	3.02
Average Prescribed Price	822.25
Current Average Prescribed Price	743.25
<b>Increase requested in Average Prescribed Price</b>	<b>78.95</b>

\*Besides above, the petitioner has estimated RLNG cost of service at Rs. 10.66/MMBTU for FY 2020-21.

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 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:

**Muhammad Asad Mustafa,**  
Deputy General Manager (RA),  
Sui Southern Gas Company Limited,  
ST 4/B, Block 14, Sir Shah Suleman Road,  
Gulshan-e-Iqbal, P.O. Box17989,  
**KARACHI.**

Phone No.: 021-99231351 Fax: 021-99231398

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

**Date : November 23, 2020 (Monday) Time : 11:00 a.m.**

**Venue : Pearl Continental Hotel, Karachi**

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