



STC PRESS RELEASE

The Petroleum Pricing Committee (PPC) met on Thursday 6 August 2020 and after verification of the computation of the retail prices of Mogas and Gas Oil, as provided for under Regulations 8 of the Consumer Protection (Control of Price of Petroleum Products) Regulations 2011 (as amended), approved that the retail prices be maintained at their present level as per Regulations 5(1)(b) & 5(1)(c) as shown below:

Product	Retail Price Rs / Litre
Mogas	44.00
Gas Oil	35.00

The Committee took note of the evolution of world prices of Mogas and Gas Oil and the status of the Price Stabilisation Account (PSA).

Mogas (L'essence): Based on the Reference Price of US\$389.04/metric ton for Mogas, that is, the actual prices for May-July 2020 & the future prices for August-October 2020 and an exchange rate of Rs40.25/US\$, the retail price of Mogas should have been increased by Rs2.30 per litre or by 5.23%. However, as provided under Regulations 5(1)(c), the retail price of Mogas has been kept at its present level by using fund from the PSA.

Gas Oil (Diesel): Using the Reference Price of US\$48.47/barrel, that is the actual prices for May-July 2020 & the future prices for August-October 2020 and an exchange rate of Rs40.25/US\$ the retail price of Gas Oil has remained unchanged according to Paragraph 5(1)(b) of the Regulations since the percentage increase is 0.03%, i.e. below 4%.

Based on the new Reference Prices, the retail prices of Mogas and Gas Oil remain unchanged at Rs44.00/Litre and Rs35.00/Litre respectively as shown below:

	Mogas	Gas Oil
Reference Price - US\$/metric ton	389.04	-
Reference Price - US\$/barrel	-	48.47
CIF - US\$/Litre	0.3325	0.3288
Exchange rate – Rs/US\$	40.25	40.25
	Rupees/Litre	
CIF	13.3831	13.2342
Excise duty	12.2000	4.7000
Contribution to Road Development Authority	1.8500	1.7500
Contribution to Rodrigues transportation and storage	0.4100	0.4100
Contribution to the construction of storage facilities for petroleum products	0.6500	0.5000
Contribution to subsidy on LPG, Flour and Rice	3.0000	1.2000
Contribution to the COVID-19 Solidarity Fund	4.0000	4.0000
STC's operational expenses	0.3500	0.4000
Fund from Price Stabilisation Account	(2.0022)	-
Adjustment	-	(0.0094)
TRANSFER PRICE TO OIL COMPANIES	33.8409	26.1848
Oil Companies' operational expenses and wholesale margin	2.3500	2.1800
VAT (15%)	5.7391	4.5652
WHOLESALE PRICE	41.9300	32.9300
Retail margin	2.0700	2.0700
RETAIL PRICE (Price at Petrol Service Station)	44.0000	35.0000

6 August 2020