



STC PRESS RELEASE

The Petroleum Pricing Committee (PPC) met on 19 April 2022 and after verification of the computation of the retail prices of Mogas and Gas Oil, as provided for under Regulation 8 of the Consumer Protection (Control of Price of Petroleum Products) Regulations 2011 (as amended), recommended that the retail prices of Mogas and Gas Oil be increased as per Regulation 5 (3), as shown below:

Product	New Retail Price Rs / Litre
Mogas	67.40
Gas Oil	49.60

The Committee took note of the evolution of world prices of Mogas and Gas Oil, which have been continuously increasing since the past months. The Committee also considered the status of the Price Stabilisation Account (PSA). It has been noted that at the last PPC meeting of 26 February 2022, the retail price of Mogas should have been increased by Rs12.40 per litre or by 22.24% and that of Gas Oil should have increased by Rs17.05 per litre or 41.59% but the increases were limited to a maximum of 10%.

Mogas (L'Essence) – Using the new Reference Price of US\$1,065.54 per metric ton for Mogas as provided under the Regulation and an exchange rate of Rs43.50/US\$, the retail price of Mogas should increase to Rs73.93 per litre i.e by Rs12.63 per litre or by 20.60%. However, as provided for under Regulation 5 (3)(b), the increase in the retail price of Mogas has been limited to a maximum of 10% (9.95%). Thus, a loss of Rs5.68 per litre is being carried forward.

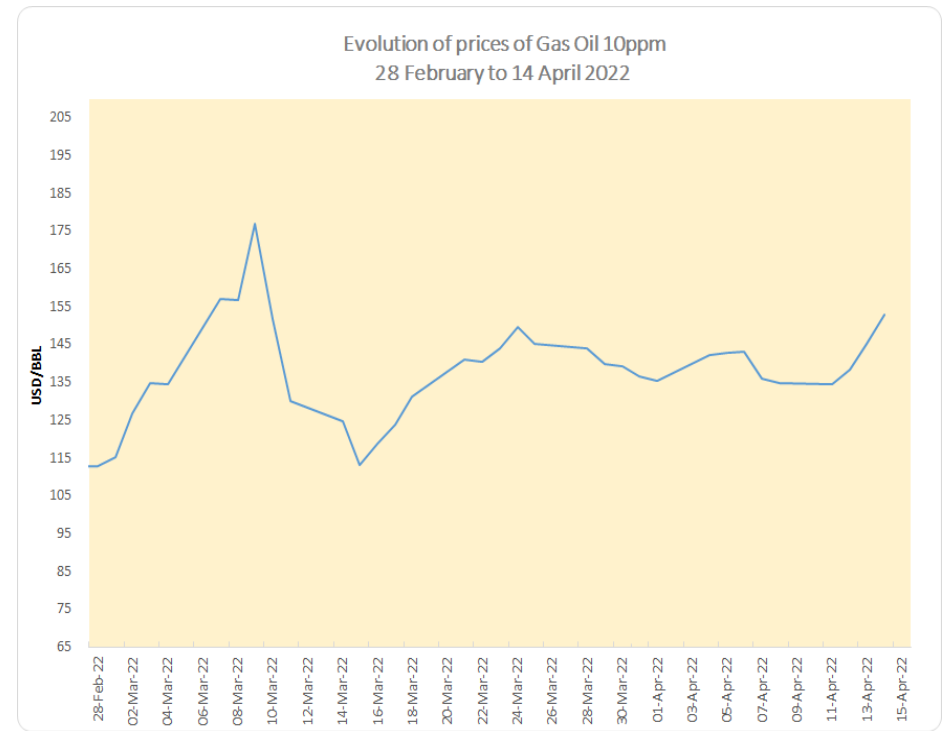
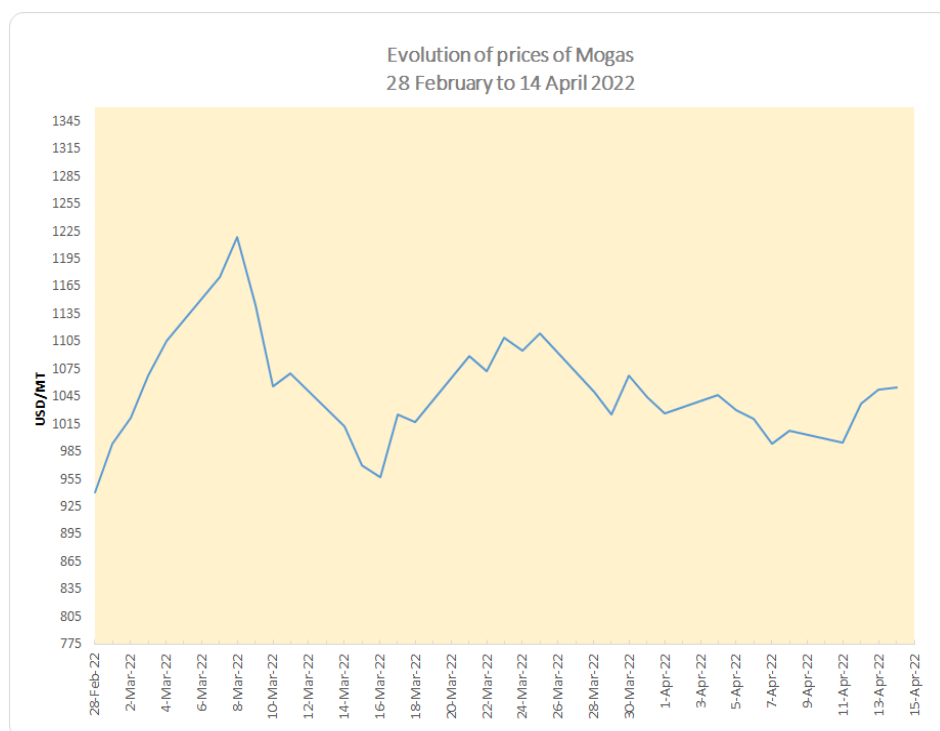
Gas Oil (Diesel) – Using the new Reference Price of US\$138.12 per barrel as provided under the Regulation and an exchange rate of Rs43.50/US\$, the retail price of Gas Oil should increase to Rs66.90 per litre i.e by Rs21.80 per litre or 48.34%. However, as provided for under Regulation 5 (3)(b), the increase in the retail price of Gas Oil has been limited to a maximum of 10%(9.98%). Thus, a loss of Rs15.05 per litre is being carried forward.

The new retail price for both Mogas and Gas Oil is effective as from **00.00 hr on Wednesday 20 April 2022**.

The evolution of the world prices of Mogas and Gas Oil since 28 February to 14 April 2022 is shown in the graphs below:

Graph 1 – Mogas

Graph 2 – Gas Oil



Based on the new Reference Prices, the retail price of Mogas (L'Essence) is increased to Rs67.40 per litre and that of Gas Oil (Diesel) is increased to Rs49.60 per litre. The new Price Structures are as follows:

	Mogas	Gas Oil
Reference Price - US\$ per Metric Ton	1,065.5400	-
Reference Price - US\$ per barrel	-	138.1200
CIF - US\$/litre	0.8553	0.8958
Exchange rate – Rs/US\$	43.5000	43.5000
Rupees per litre		
CIF	37.2056	38.9673
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	4.2000	4.2000
Contribution to the COVID-19 Solidarity Fund	1.0000	1.0000
Contribution to finance the cost of COVID-19 vaccines	2.0000	2.0000
STC's Operational Expenses	0.3500	0.4000
Adjustment	(5.6769)	(15.0469)
TRANSFER PRICE TO OIL COMPANIES	54.1887	38.8804
Oil Companies' Operational Expenses and Wholesale Margin	2.3500	2.1800
VAT (15%)	8.7913	6.4696
WHOLESALE PRICE	65.3300	47.5300
Retail Margin	2.0700	2.0700
RETAIL PRICE (Price at Petrol Service Station)	67.4000	49.6000