



The Petroleum Pricing Committee (PPC) met on Saturday 27 January 2024 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 price of Mogas be decreased from Rs 69.00 to Rs 66.20 per litre and that of Gas Oil be maintained at its present level as per Regulation 5 (2).

The Committee took note of the evolution of world prices of Mogas and Gas Oil and also considered the **deficit of Rs 4.5 billion in the Price Stabilisation Account (PSA) of Gas Oil**.

**Mogas (L'Essence)** – Based on the new Reference Price of US\$ 804.35 per metric ton for Mogas, that is, the actual prices for November 2023 to January 2024 and the future prices for February to April 2024 at an exchange rate of Rs 45.15/US\$, the new retail price works at Rs 66.20 per litre, that is a decrease of 4.1%.

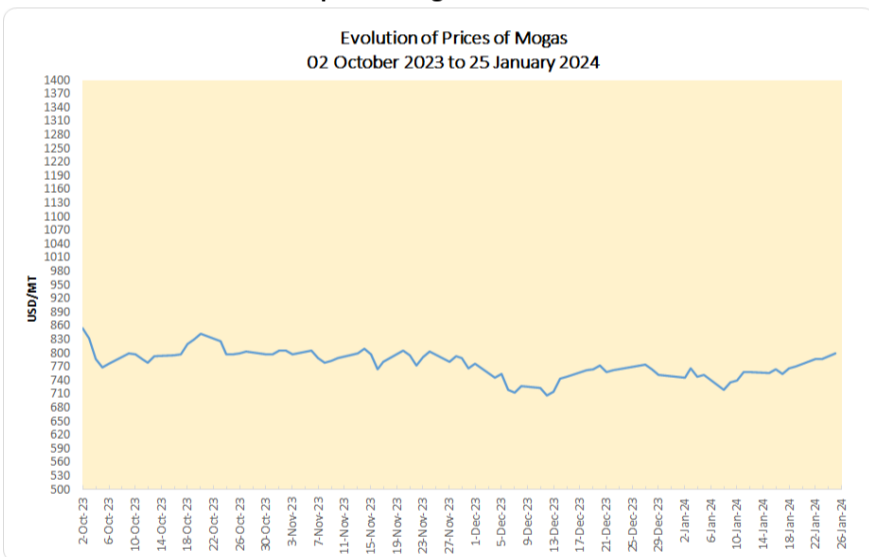
**Gas Oil (Diesel)** – Regulation 5 (2) states that “subject that there are funds in the PSA, the retail price of a petroleum product shall be decreased.” Therefore, in line with the provisions of the Regulations, as the PSA of Gas Oil is in deficit by about Rs 4.5 billion, the retail price of Gas Oil is maintained at Rs 63.95 per litre.

The Committee also took note of the total deficit of about Rs 4.2 billion in the Price Stabilisation Accounts as shown in the table below. Moreover, it is to be highlighted that these losses pertain only to Mogas and Gas Oil and not to the other operations of STC. The deficits in the PSA have evolved as follows:

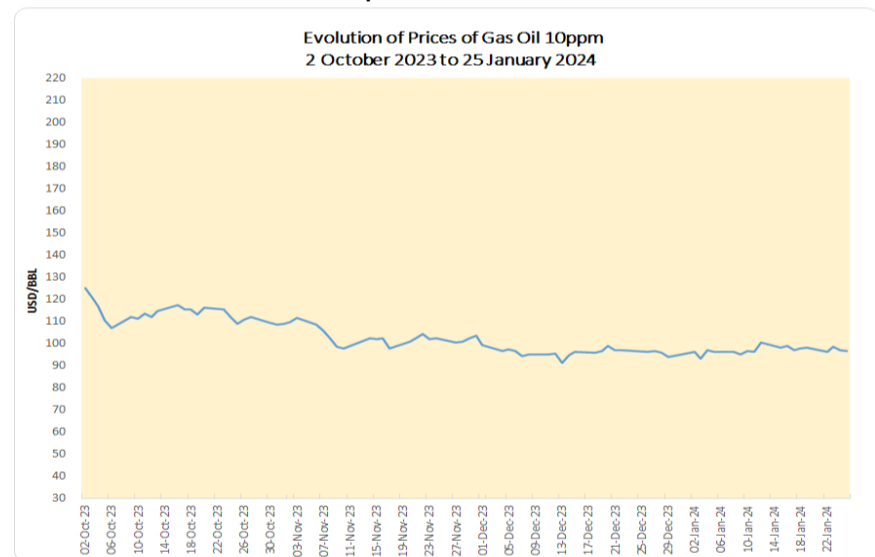
Deficit in PSA			
	Mogas (Rs Billion)	Gas Oil (Rs Billion)	Total Deficit in PSA (Rs Billion)
PPC meeting of 28 December 2021	(0.6)	(0.9)	(1.5)
PPC meeting of 26 February 2022	(0.8)	(1.3)	(2.1)
PPC meeting of 19 April 2022	(1.0)	(1.8)	(2.8)
PPC meeting of 18 May 2022	(1.1)	(2.2)	(3.3)
PPC meeting of 13 September 2022	(1.0)	(3.5)	(4.5)
PPC meeting of 12 January 2023	(0.6)	(3.8)	(4.4)
PPC meeting of 11 May 2023	(0.3)	(4.4)	(4.7)
PPC meeting of 2 June 2023	0.1	(4.4)	(4.3)
PPC meeting of 30 September 2023	(0.1)	(5.1)	(5.2)
PPC meeting of 6 October 2023	0.1	(5.1)	(5.0)
PPC Meeting of 27 January 2024	0.3	(4.5)	(4.2)

The evolution of the world prices of Mogas and Gas Oil from 2 October 2023 to 25 January 2024 is shown in the graphs below:

**Graph 1 – Mogas**



**Graph 2 – Gas Oil**



**The retail prices of Mogas (L'Essence) is decreased to Rs 66.20 per litre and that of Gas Oil (Diesel) is maintained at Rs 63.95 per litre and will be effective as from 0.00 hr. on 28 January 2024.**

**The new Price Structures are as follows:**

	Mogas	Gas Oil
Reference Price - US\$ per Metric Ton	<b>804.3500</b>	-
Reference Price - US\$ per barrel	-	<b>100.7600</b>
CIF - US\$/litre	0.6747	0.6831
Exchange rate – Rs/US\$	45.1500	45.1500
	<b>Rupees per litre</b>	
CIF	30.4627	30.8420
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	7.2000	7.2000
STC's Operational Expenses	0.3500	0.4000
Rounding of figures	0.0225	-
Fund to Price Stabilisation Account	-	5.5567
<b>TRANSFER PRICE TO OIL COMPANIES</b>	<b>53.1452</b>	<b>51.3587</b>
Oil Companies' Operational Expenses and Wholesale Margin	2.3500	2.1800
VAT (15%)	8.6348	8.3413
<b>WHOLESALE PRICE</b>	<b>64.1300</b>	<b>61.8800</b>
Retail Margin	2.0700	2.0700
<b>RETAIL PRICE (Price at Petrol Service Station)</b>	<b>66.2000</b>	<b>63.9500</b>