

Press Release (PPS) - 6 January 2017

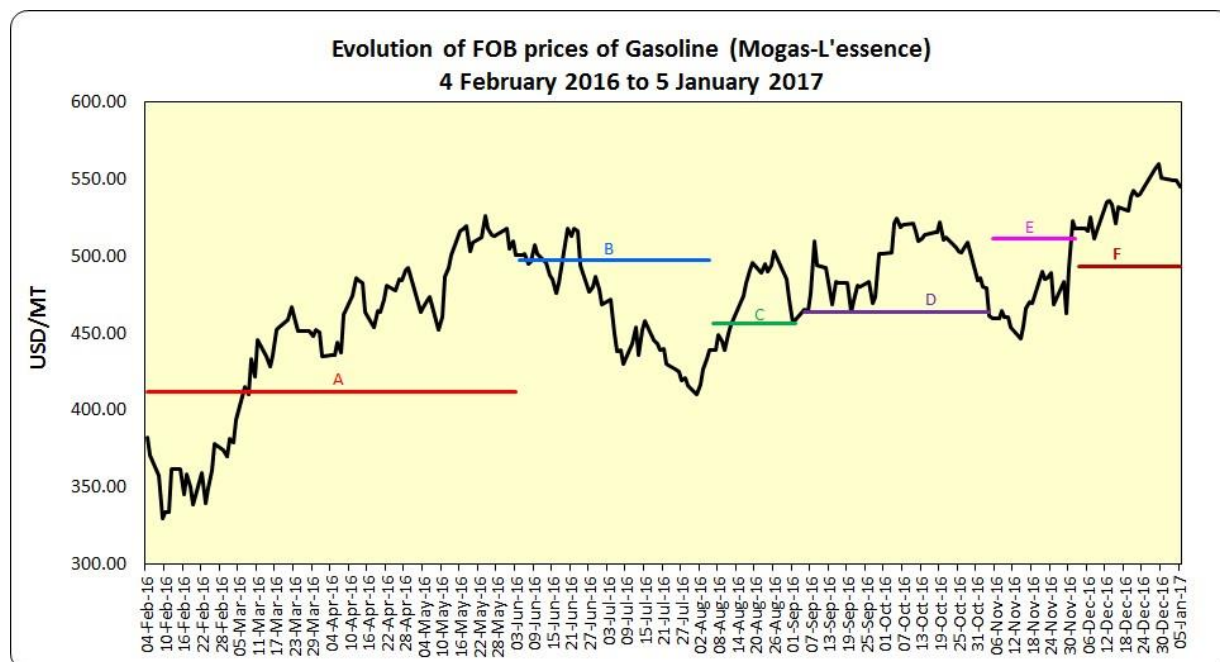
The Petroleum Pricing Committee (PPC) met on Friday 6 January 2017 and, after verification of the computation of the retail prices of Mogas and Gas Oil, as provided for under Regulation 8 of the Consumer Protection (Control of Price of Petroleum Products) Regulations 2011 (as amended by Government Notice No. 222 of 2015), approved that the retail prices be maintained as per Regulation 5(1):

Product	Retail Price (Rs/Litre)
Mogas	38.85
Gas Oil	29.50

On 4 February 2016, the retail prices of Mogas and Gas Oil were fixed at Rs38.85 and Rs29.50 per litre respectively. Since then, there has been an upward trend in the FOB prices on the world market. To maintain these retail prices at their current levels, funds from the Price Stabilisation Accounts (PSAs) were used.

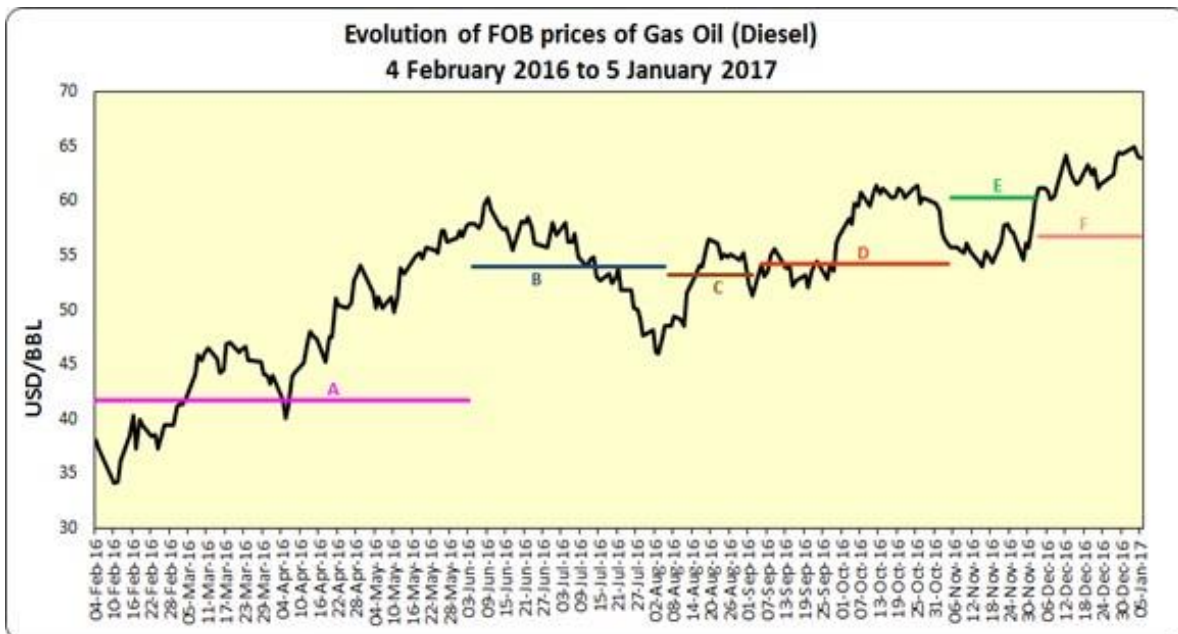
The evolution of the FOB prices of Mogas and Gas Oil are shown below:

Graph 1 – Mogas



	Effective Date	Reference Price US\$/MT	Retail Price Rs/Litre	Amount absorbed from PSA to maintain Retail Price Rs/Litre
A	4-Feb-16	412.09	38.85	3.1156
B	4-Jun-16	497.09	38.85	5.1646
C	6-Aug-16	455.98	38.85	4.2298
D	3-Sep-16	463.74	38.85	4.3539
E	5-Nov-16	511.55	38.85	5.7535
F	3-Dec-16	493.31	38.85	5.3554

Graph 2 – Gas Oil



	Effective Date	Reference Price US\$/BBL	Retail Price Rs/Litre	Amount absorbed from PSA to maintain Retail Price Rs/Litre
A	4-Feb-16	41.76	29.50	2.2136
B	4-Jun-16	53.95	29.50	4.7498
C	6-Aug-16	53.24	29.50	4.7671
D	3-Sep-16	54.15	29.50	4.0641
E	5-Nov-16	60.24	29.50	5.5502
F	3-Dec-16	56.69	29.50	4.8284

Since November 2015 to date, a total amount of Rs1.9 billion has been used from the PSAs for Mogas and Gas Oil.

Based on the new Reference Prices, the retail prices of Mogas and Gas Oil should have been increased by 19.01 % and 24.15 % respectively. However, as funds are available in the PSAs, the retail prices of these products have remained unchanged as shown below:

	Mogas	Gas Oil
Reference Price - US\$ per metric ton	532.0800	-
Reference Price - US\$ per barrel	-	62.6100
CIF - US\$/litre	0.4370	0.4204
Exchange rate - Rs/ US\$	36.7500	36.7500
	Rupees per litre	
CIF	16.0598	15.4497
Excise duty	10.8000	3.3000
Maurice Ile Durable levy	0.3000	0.3000
Contribution to Road Development Authority	1.8500	1.7500
Contribution to Rodrigues transportation and storage	0.4100	0.4100
Contribution to the Build Mauritius Fund	4.0000	4.0000
Contribution to the construction of Storage facilities for petroleum products	0.1000	0.1000
Contribution to subsidy on LPG, Flour and Rice	2.7000	2.7000
STC's operational expenses	0.3500	0.4000
Fund from Price Stabilisation Account	(6.4212)	(6.1955)
TRANSFER PRICE TO OIL COMPANIES	30.1486	22.2142
Oil Companies' operational expenses and wholesale margin	1.8200	1.6600
VAT (15%)	5.0674	3.8478
WHOLESALE PRICE	37.0360	27.7220

Retail margin (Filling station's margin)	1.8140	1.7780
RETAIL PRICE (Price at Filling Station)	38.8500	29.5000

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