



STC PRESS RELEASE

The Petroleum Pricing Committee (PPC) met on Friday 13 December 2024 to implement the Government's decision to reduce the retail prices of Mogas and Gas Oil by Rs 5.00 per litre. The Committee took note of Government decision to reduce Excise Duty on Mogas and to amend Regulations 5 of the Consumer Protection (Control of Price of Petroleum Products) Regulations 2011 (as amended) in order to bring a decrease in the retail prices of both Mogas and Gas Oil. After verification of the computation of the retail prices of Mogas and Gas Oil, as provided for under the Regulations the PPC recommended for approval by the Minister, that the retail prices be decreased as follows:

Product	Retail Price Rs/Litre
Mogas	61.20
Gas Oil	58.95

The Reference prices used for the present exercise, are the actual prices for September to November 2024 and the future prices for December 2024 to February 2025 are US\$695.27 per M.Ton for Mogas and US\$86.79 per barrel for Gas Oil.

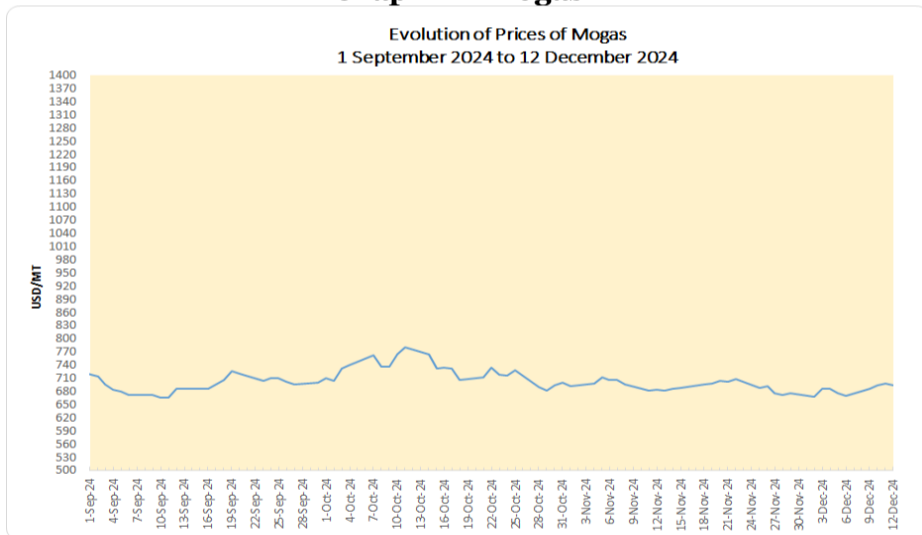
The committee took note of the status of the Price Stabilisation Account (PSA) which has an estimated negative balance of Rs 3.4 billion as at 13 December 2024 as shown hereunder:

Estimated Deficit in PSA			
	Mogas (Rs Billion)	Gas Oil (Rs Billion)	Total Estimated Deficit in PSA (Rs Billion)
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)
PPC meeting of 24 May 2024	0.1	(4.3)	(4.2)
PPC meeting of 18 September 2024	0.1	(3.9)	(3.8)
PPC meeting of 13 December 2024	0.2	(3.6)	(3.4)

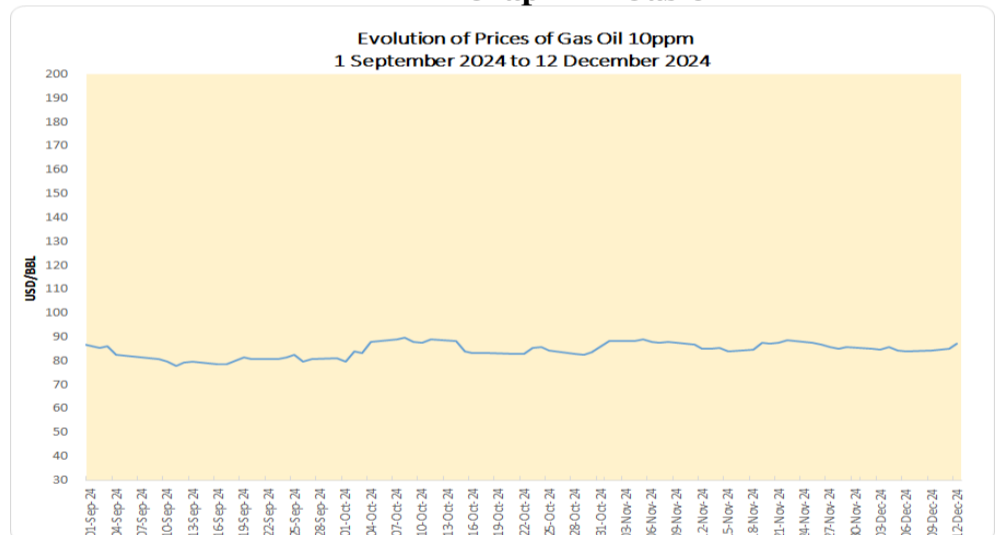
It is to be highlighted that the above deficits pertain only to Mogas and Gas Oil and not to the other operations of STC.

The evolution of the FOB prices of Mogas and Gas Oil since September 2024 are shown below:

Graph 1 – Mogas



Graph 2 – Gas Oil



Based on the new Reference Prices and changes in the price structures, the retail prices of Mogas and Gas Oil are Rs 61.20 per litre and Rs58.95 per litre respectively as shown below. The new retail prices are effective as from **00.00 hr on Saturday 14 December 2024**.

	Mogas	Gas Oil
Reference Price - US\$ per metric ton	695.2700	-
Reference Price - US\$ per barrel	-	86.7900
CIF - US\$/litre	0.5945	0.6015
Exchange rate – Rs/US\$	47.5021	47.5021
	Rupees per litre	
CIF	28.2400	28.5725
Excise duty	9.8700	4.2200
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	0.0500	0.0500
Contribution to subsidy on LPG, Flour and Rice	7.2000	7.2000
STC's operational expenses	0.3500	0.4000
Fund to/(from) Price Stabilisation Account	(0.1026)	3.4784
TRANSFER PRICE TO OIL COMPANIES	47.8674	46.0809
Oil Companies' operational expenses and wholesale margin	2.3500	2.1800
VAT (15%)	7.9826	7.6891
WHOLESALE PRICE	58.2000	55.9500
Retail margin	3.0000	3.0000
RETAIL PRICE (Price at Petrol Service Station)	61.2000	58.9500