



PETROLEUM PRODUCTS PRICING REGULATORY AGENCY (PPPRA)

Plot 1012 Cadastral Zone A00, Central Business District, Behind Central Mosque, Abuja.

Website: www.pppra-nigeria.org

LPG INFRASTRUCTURE: OPPORTUNITIES AND CHALLENGES

- **PPPRA: Commercial Regulator for the Downstream Sector.**
- **Commercial Environment key to attracting investment in the Sector.**
- **The Agency's Focus: Ensuring the creation of an investment friendly and conducive business environment.**
- **Relevance of LPG now more than ever before.**
- **Active demonstration: Storage Capacity has grown to 48,500 MT from 4000 MT over the last 10 years.**
- **25,000 MT additional capacity anticipated within the next 6 - 12 Months.**

- Brand new cylinder manufacturing plant (Techno Oil).
- Local consumption data moved from 49,091.92 MT in January, 2018 to 98,220.218 MT as at September, 2019.
- 800,000 MT - 900,000 MT annual consumption is expected by year end with per capita consumption moving from 1.8kg in 2015 to 4.4kg in 2019.

CHALLENGES / OPPORTUNITIES

- The Huge Potentials harnessed to actualize the 5 Million MT target by 2022 if the right commercial Policies and Regulatory environment is cultured.

PPPRA FOCUS

- Identify and Address Regulatory and Policy inhibitions.
- Focus on strategies to enhance and deepen penetration.
- Clarify and strengthen Industry structure.
- Identify levies, taxes and other Fiscal growth Stoppers.

- Generate accurate, reliable and timely data to aid planning and investment decision.
- Coordinate effective Public Enlightenment and Sensitization Advocacy.
- Address pricing distortion and unhealthy pricing practices.
- A well-developed Auto gas Industry with strong Private Sector Partnership.
- Stakeholder Management.
- Safety is Key in all of these.

CONCLUSION

The Ultimate objective of the Agency's regulatory Oversight in the LPG sector is entronement of a competitive efficient and vibrant market that delivers value to all stakeholders and ensure the maximization of the Nation's LPG Potentials.

Above all, that achieves the objective of transforming the LPG Infrastructure landscape in Nigeria.

Mission

To Re-position Nigeria's downstream Sub-sector for improved efficiency and transparency.

Vision

To attain a Strong, Vibrant Downstream sub-sector of the Petroleum Industry, where refining, supply, and distribution of petroleum products are self-financing and sustaining.

Functions

1. To Determine the Pricing Policy of Petroleum Products.
2. To Regulate the Supply and Distribution of Petroleum Products.
3. To create an information databank through liaison with all relevant agencies to facilitates the making of informed and realistic decisions on pricing policies.
4. To oversee the implementation of the relevant recommendations and programmes of the Federal Government as contained in the White Paper on the Report of the Special Committee on the Review of the Petroleum Products Supply and Distribution, taking cognizance of the phasing of specific proposals.
5. To moderate volatility in petroleum products prices, while ensuring reasonable returns to operators.
6. To establish parameters and codes of conduct for all operators in the downstream petroleum sector.
7. To maintain constant surveillance over all key indices relevant to pricing policy and periodically approve benchmark prices for all petroleum products;
To identify macro-economic factors with relationship to prices of petroleum products and advice the Federal Government on appropriate strategies for dealing with them.
8. To prevent collusion and restrictive trade practices harmful in the sector.

9. To create firm linkages with key segment of the Nigerian society, and ensure that its decision enjoy the widest possible understanding and support.
10. To exercise mediatory role as necessary for all stakeholders in the sector.
11. To carry out such other activities as appear to it necessary or expedient for the full and efficient discharge of its functions.