



Energy Regulatory Commission

PRESS RELEASE

MAXIMUM RETAIL PUMP PRICES IN KENYA FOR THE PERIOD 15TH JULY - 14TH AUGUST 2018

14TH JULY 2018

In accordance with Legal Notice No.196 of 2010, the Energy (Petroleum Pricing) Regulations and the amendment thereof, the Energy Regulatory Commission (the Commission) has calculated the maximum retail pump prices of petroleum products which will be in force from 15th July to 14th August 2018.

Taking into account the weighted average cost of imported refined petroleum products, the changes in the maximum allowed petroleum pump prices in Nairobi are as follows: **Super Petrol** increases by **KShs. 3.39** while **Diesel** and **Kerosene** decrease by **KShs. 0.35** and **KShs. 1.48** per litre respectively.

The changes in this month's prices have been as a consequence of the average landed cost of imported **Super Petrol** increasing by 5.54% from **US\$ 700.01 per ton** in May 2018 to **US\$ 738.77 per ton** in June 2018; **Diesel** decreasing by 1.11% from **US\$ 689.62 per ton** to **US\$ 681.99 per ton** and **Kerosene** decreasing by 1.91% from **US\$ 745.54 per ton** to **US\$ 731.27 per ton**. The changes in the landed costs are summarized in the table below:

PRODUCT	MAY 2018	JUNE 2018	CHANGE
Super Petrol (US\$/ton)	700.01	738.77	5.54% increase
Diesel (US\$/ton)	689.62	681.99	1.11% decrease
Kerosene (US\$/ton)	745.54	731.27	1.91% decrease

The Free On board (FOB) price of Murban crude oil lifted in June 2018 was posted at **US\$ 77.20 per barrel**, a **decrease** of 1.34% from **US\$ 78.25 per barrel** in May 2018.

Over the same period, the mean monthly US Dollar to Kenya Shilling exchange rate depreciated by 0.14% from **KShs. 100.87 per US\$** in May 2018 to **KShs. 101.01 per US\$** in June 2018.

A summary of the resultant pump prices for major towns in Kenya is provided as Annex I. In addition, a detailed breakdown and a progression of the cost items for the pump prices in Nairobi are provided as Annex II and III for information. The table below shows the trend of monthly crude oil prices and exchange rates for the last 12 months:

Month	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18
Crude Oil Prices (US\$/barrel)	48.60	51.60	55.70	58.10	63.65	64.85	69.75	66.15	66.10	71.90	78.25	77.20
Mean Exchange Rates (KShs/US\$)	103.92	103.37	103.12	103.51	103.43	103.12	102.68	101.44	101.16	100.54	100.87	101.01

The purpose of the fuel pricing regulations is to cap the pump prices of the products which are already in the country, so that the importation and other prudently incurred costs are recovered, while ensuring reasonable prices to consumers. The actual pipeline loss factor has been calculated at 0.10% which is a reduction from the standard factor of 0.25%. Accordingly, the savings per litre on account of the reduced pipeline loss are as follows: Super Petrol KShs.0.15, Diesel KShs.0.14 and Kerosene KShs.0.11 respectively.

The Commission wishes to assure the general public of its continued commitment to the observance of fair competition and protection of the interests of both consumers and investors in the energy and petroleum sectors. As part of petroleum motor fuels quality management, consumer protection and prevention of tax evasion, the Commission undertakes petroleum fuels marking and monitoring to deter motor fuels adulteration and dumping of export bound petroleum products into the local market.

Over the years, the program has been successful with a compliance level of about 97%. Recently, the Commission in collaboration with the National Police Service undertook successful operations in Uasin Gishu and Bungoma Counties where seven (7) unlicensed petroleum storage sites were demolished and operators charged.

Motor fuels adulteration is detrimental to the economy with conservative estimates putting the total loss to the country at KShs.9.2 billion per annum. This is in addition to high vehicle maintenance costs that result after consumption of adulterated fuels. The Commission urges motorists who experience jerking, excessive smoke from the exhaust, loss of engine power and sometimes complete engine stalls immediately after fueling to report to the Commission through hot line numbers: 0708 444 000 and 0709 336 000. This will enable the Commission to undertake comprehensive tests of the motor fuels in the suspect retail station and sanction the operator in the event of non-conforming motor fuels. To this end, consumers are urged to always obtain receipts or retain evidence of transactions whenever they purchase petroleum fuels from retail stations.

Regards,



Robert Pavel Oimeke
DIRECTOR GENERAL

14th July 2018

ANNEX I

July 15, 2018 - August 14, 2018		MAXIMUM PUMP PRICES		
		Super Petrol (PMS)	Automotive Diesel (AGO)	Kerosene (DPK)
	TOWNS	KES/L	KES/L	KES/L
1	Mombasa	108.90	99.96	82.94
2	Kilifi	109.11	100.17	83.15
3	Likoni Mainland	109.23	100.29	83.27
4	Kwale	109.23	100.29	83.27
5	Malindi	109.80	100.86	83.84
6	Lungalunga	110.13	101.19	84.17
7	Voi	110.49	101.56	84.54
8	Taveta	112.05	103.11	86.09
9	Lamu	112.86	103.92	86.90
10	Nairobi	112.20	103.25	85.73
11	Thika	112.34	103.40	85.87
12	Machakos	112.34	103.40	85.87
13	Kajiado	112.63	103.69	86.16
14	Makuyu	112.79	103.84	86.32
15	Muranga	112.79	103.84	86.32
16	Sagana	112.88	103.94	86.41
17	Embu	113.43	104.48	86.96
18	Kerugoya	113.44	104.49	86.97
19	Narok	113.66	104.71	87.19
20	Nyeri	113.76	104.81	87.29
21	Namanga	113.86	104.91	87.39
22	Kiganjo	113.90	104.95	87.43
23	Chuka	113.94	104.99	87.47
24	Kitui	113.94	104.99	87.47
25	Mwingi	113.97	105.02	87.50
26	Nanyuki	114.36	105.41	87.89
27	Nkubu	114.61	105.66	88.14
28	Mtito Andei	114.86	105.91	88.39
29	Meru	114.89	105.94	88.42
30	Isiolo	115.44	106.49	88.97
31	Maua	115.44	106.49	88.97
32	Garissa	116.77	107.83	90.30
33	Marsabit	119.11	110.16	92.64
34	Liboi	119.65	110.70	93.18
35	Wajir	120.46	111.51	93.99
36	Mandera	126.01	117.06	99.54
37	Nakuru	112.87	104.14	86.54
38	Gilgil	112.87	104.14	86.54
39	Mogotio	112.93	104.20	86.60
40	Molo	113.03	104.30	86.70

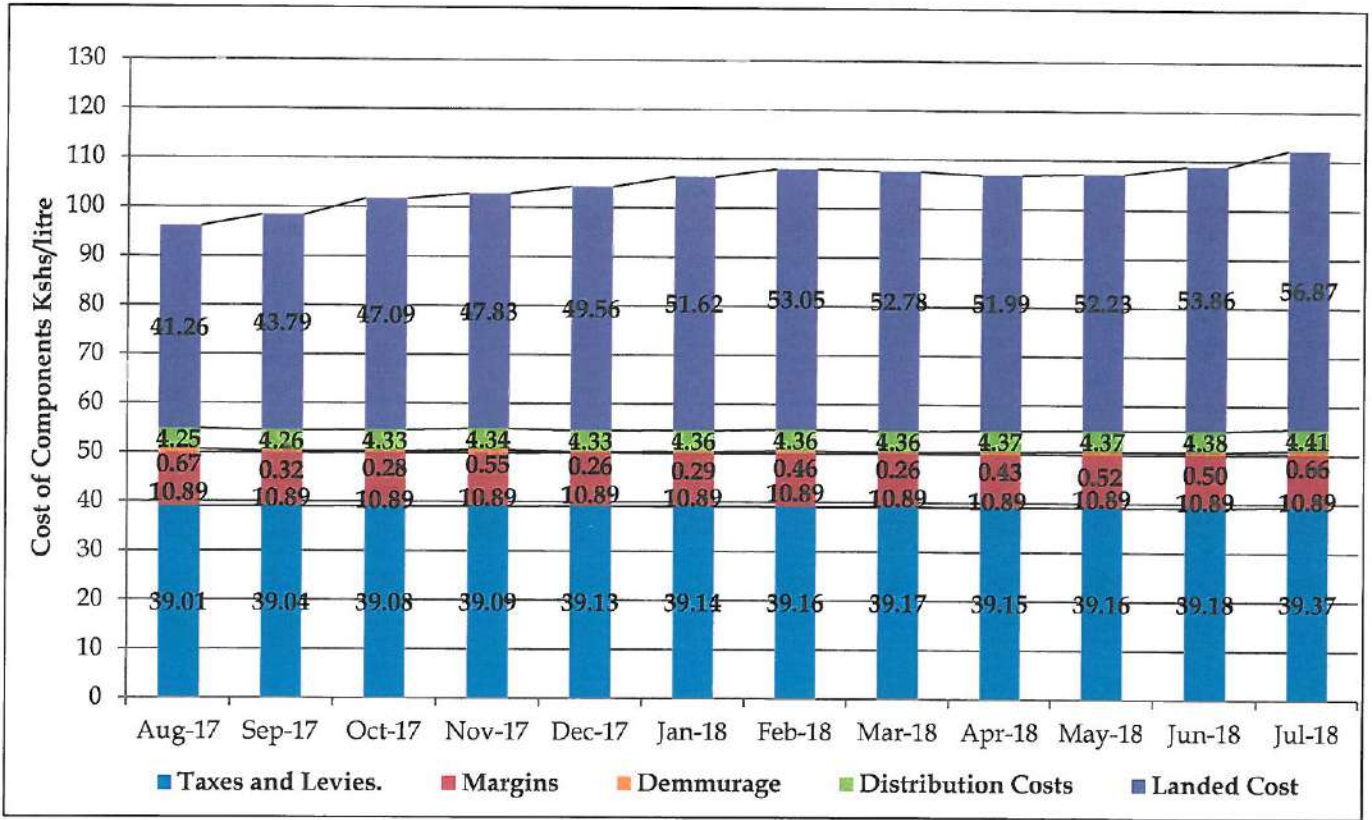
July 15, 2018 - August 14, 2018		MAXIMUM PUMP PRICES		
		Super Petrol (PMS)	Automotive Diesel (AGO)	Kerosene (DPK)
41	Olenguruone	113.65	104.92	87.32
42	Londiani	113.03	104.30	86.70
43	Nyahururu	113.11	104.38	86.78
44	Naivasha	113.22	104.49	86.89
45	Marigat	113.57	104.84	87.24
46	Kabarnet	114.14	105.41	87.81
47	Bomet	114.79	106.06	88.46
48	Maralal	117.03	108.30	90.70
49	Eldoret	114.05	105.32	87.61
50	Kapsabet	114.07	105.34	87.63
51	Webuye	114.25	105.52	87.81
52	Kitale	114.39	105.66	87.95
53	Kapenguria	114.79	106.06	88.35
54	Bungoma	114.82	106.09	88.38
55	Malaba	115.28	106.55	88.84
56	Lokichogio	121.93	113.20	95.49
57	Kisumu	114.12	105.39	87.61
58	Sondu	114.12	105.39	87.61
59	Oyugis	114.12	105.39	87.61
60	Kakamega	114.19	105.46	87.68
61	Bondo	114.41	105.68	87.90
62	Siaya	114.47	105.74	87.96
63	Kericho	114.61	105.88	88.10
64	Nyamira	114.73	106.00	88.22
65	Kisii	115.07	106.34	88.55
66	Sotik	115.30	106.57	88.79
67	Keroka	115.41	106.68	88.90
68	Busia	115.41	106.68	88.90
69	Homabay	115.79	107.06	89.28
70	Migori	116.02	107.30	89.51
71	Isebania	116.20	107.48	89.69

ANNEX II

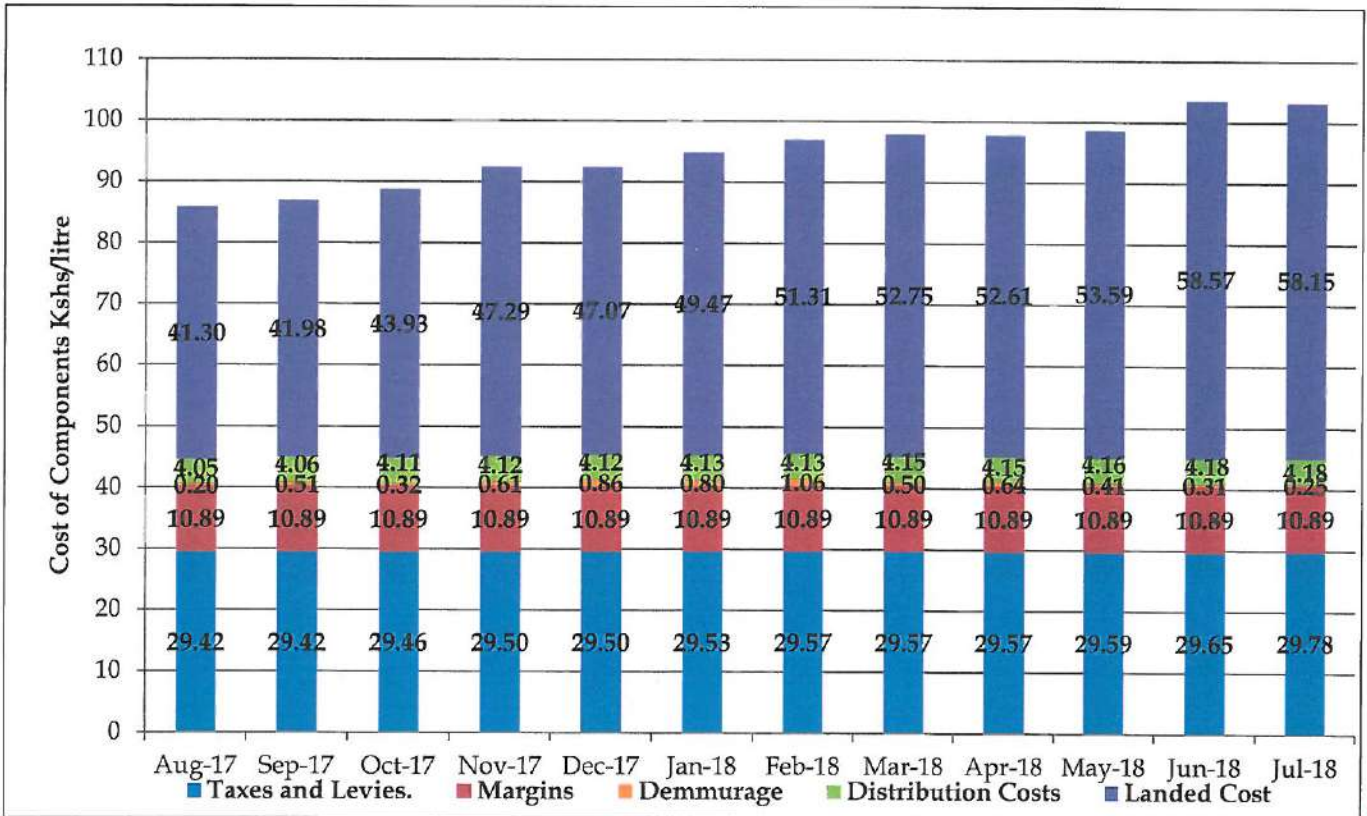
Breakdown of the costs of Super Petrol (PMS), Diesel (AGO) and Kerosene (DPK) in Nairobi: July 15, 2018 - August 14, 2018

Cost Item	Super Petrol	Diesel	Kerosene
	KShs/Litre	KShs/Litre	KShs/Litre
Landed Cost (a)	57.53	58.40	59.42
Pipeline Transport (Msa-Nrb)	2.18	2.18	2.73
Road Transport (Msa-Nrb) - Bridging	1.03	1.03	0.00
Pipeline Losses	0.10	0.09	0.07
Depot Losses	0.48	0.26	0.21
Delivery within 40kms of Nrb	0.62	0.62	0.62
Storage and distribution (b)	4.41	4.18	3.63
Importers Margin	7.00	7.00	7.00
Dealers Margin	3.89	3.89	3.89
Oil marketing companies margins (c)	10.89	10.89	10.89
Excise Duty	19.90	10.31	10.31
Road Maintenance Levy	18.00	18.00	0.00
Petroleum Development Levy	0.40	0.40	0.40
Petroleum Regulatory Levy	0.25	0.25	0.25
Railway Development Levy	0.82	0.82	0.83
Taxes and levies (d)	39.37	29.78	11.79
Retail Prices in Nairobi (a) + (b) + (c) + (d)	112.20	103.25	85.73
Summary	Super Petrol	Diesel	Kerosene
	KShs/Litre	KShs/Litre	KShs/Litre
Products Costs (a)	57.53	58.40	59.42
Distribution and storage Costs (b)	4.41	4.18	3.63
Margins (c)	10.89	10.89	10.89
Taxes & Levies (d)	39.37	29.78	11.79
Retail Prices in Nairobi	112.20	103.25	85.73

SUPER PETROL



DIESEL



KEROSENE

