

PRESS RELEASE

MAXIMUM RETAIL PUMP PRICES OF PETROLEUM

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 November to 14th December 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, Diesel and Kerosene increases by KShs. 2.38, KShs. 3.11 and KShs. 2.99 per litre respectively. The prices are inclusive of Value Added Tax (VAT) at 8% in line with the provisions of the Finance Act 2018.

The changes in this month's prices have been as a consequence of the average landed cost of imported Super Petrol increasing by 4.02% from US\$ 729.04 per ton in September 2018 to US\$ 758.34 per ton in October 2018; Diesel increasing by 5.84% from US\$ 700.41 per ton to US\$ 741.33 per ton and Kerosene increasing by 5.80% from US\$ 721.64 per ton to US\$ 763.47 per ton. The changes in the landed costs are summarized in the table below:

PRODUCT	AUGUST 2018	SEPTEMBER 2018	CHANGE
Super Petrol (US\$/ton)	729.04	758.34	4.02% increase
Diesel (US\$/ton)	700.41	741.33	5.84% increase
Kerosene (US\$/ton)	721.64	763.47	5.80% increase

The Free On board (FOB) price of Murban crude oil lifted in October 2018 was posted at US\$ 82.30 per barrel, an increase of 2.43% from US\$ 80.35 per barrel in September 2018.

Over the same period, the mean monthly US Dollar to Kenya Shilling exchange rate depreciated by 0.28% from KShs. 100.88 per US\$ in September 2018 to KShs. 101.16 per US\$ in October 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	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	Jul-18	Aug-18	Sep-18	Oct-18
Crude Oil Prices (US\$/barrel)	63.65	64.85	69.75	66.15	66.10	71.90	78.25	77.20	76.30	75.05	80.35	82.30
Mean Exchange Rates (KShs/US\$)	103.43	103.12	102.68	101.44	101.16	100.54	100.87	101.01	100.60	100.71	100.88	101.16

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 Commission wishes to assure the public of its continued commitment to the observance of fair competition and protection of the interests of both consumers and investors in the energy sector.

Regards,



Robert Pavel Oimeke
DIRECTOR GENERAL
14th November 2018

ANNEX I

November 15, 2018 - December 14, 2018				
	TOWNS	MAXIMUM PUMP PRICES		
		Super Petrol (PMS)	Automotive Diesel (AGO)	Kerosene (IK)
		(KSh./ Ltr)	(KSh./ Ltr)	(KSh./ Ltr)
1	Mombasa	115.48	110.21	109.20
2	Kilifi	115.67	110.41	109.39
3	Likoni Mainland	115.83	110.57	109.56
4	Kwale	115.83	110.57	109.56
5	Malindi	116.32	111.05	110.04
6	Lungalunga	116.68	111.41	110.40
7	Voi	116.97	111.70	110.69
8	Taveta	118.42	113.15	112.14
9	Lamu	119.16	113.90	112.89
10	Hola	119.06	113.80	112.79
11	Nairobi	118.11	112.83	111.83
12	Thika	118.24	112.97	111.96
13	Machakos	118.24	112.97	111.96
14	Kajiado	118.51	113.24	112.23
15	Makuyu	118.65	113.38	112.37
16	Muranga	118.65	113.38	112.37
17	Sagana	118.74	113.47	112.46
18	Embu	119.25	113.97	112.96
19	Kerugoya	119.26	113.99	112.97
20	Narok	119.47	114.19	113.18
21	Nyeri	119.55	114.29	113.28
22	Namanga	119.65	114.37	113.36
23	Kiganjo	119.68	114.42	113.41
24	Chuka	119.73	114.45	113.44
25	Kitui	119.73	114.45	113.44
26	Mwingi	119.75	114.48	113.47
27	Nanyuki	120.11	114.84	113.83
28	Nkubu	120.34	115.08	114.06
29	Mtito Andei	120.58	115.30	114.29
30	Meru	120.60	115.34	114.32
31	Isiolo	121.12	115.85	114.84
32	Maua	121.12	115.85	114.84
33	Garissa	122.36	117.10	116.08
34	Marsabit	124.53	119.27	118.25
35	Liboi	125.04	119.76	118.76

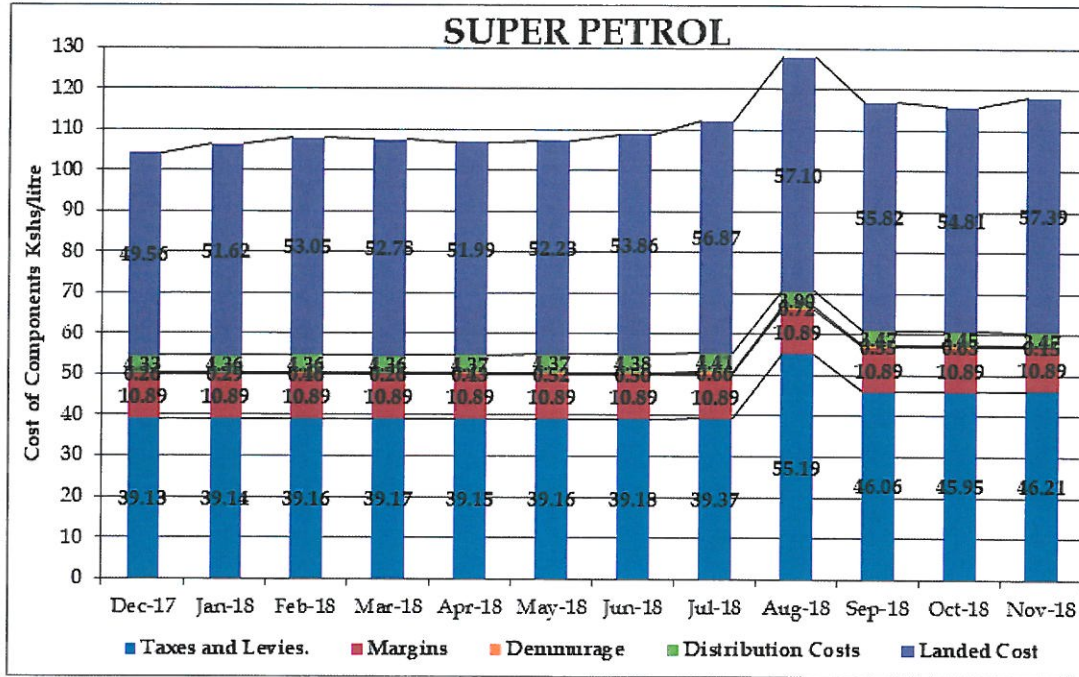
November 15, 2018 - December 14, 2018

	TOWNS	MAXIMUM PUMP PRICES		
		Super Petrol (PMS)	Automotive Diesel (AGO)	Kerosene (IK)
		(KSh./ Ltr)	(KSh./ Ltr)	(KSh./ Ltr)
36	Wajir	125.79	120.52	119.51
37	Mandera	130.97	125.69	124.68
38	Nakuru	118.57	113.51	112.50
39	Gilgil	118.57	113.51	112.50
40	Mogotio	118.62	113.56	112.55
41	Molo	118.71	113.65	112.65
42	Olunguruone	119.29	114.23	113.22
43	Londiani	118.71	113.65	112.65
44	Nyahururu	118.79	113.73	112.73
45	Naivasha	118.89	113.84	112.82
46	Marigat	119.21	114.16	113.15
47	Kabarnet	119.74	114.69	113.68
48	Bomet	120.36	115.29	114.29
49	Maralal	122.43	117.38	116.37
50	Eldoret	119.57	114.50	113.50
51	Kapsabet	119.58	114.53	113.51
52	Webuye	119.74	114.69	113.69
53	Kitale	119.87	114.82	113.82
54	Kapenguria	120.25	115.20	114.18
55	Bungoma	120.28	115.22	114.22
56	Malaba	120.70	115.65	114.64
57	Lokichogio	126.90	121.84	120.84
58	Kisumu	119.56	114.50	113.49
59	Sondu	119.56	114.50	113.49
60	Oyugis	119.56	114.50	113.49
61	Kakamega	119.62	114.57	113.56
62	Bondo	119.83	114.77	113.76
63	Siaya	119.88	114.83	113.82
64	Kericho	120.01	114.96	113.95
65	Nyamira	120.13	115.08	114.06
66	Kisii	120.44	115.38	114.38
67	Sotik	120.66	115.61	114.59
68	Keroka	120.77	115.70	114.70
69	Busia	120.77	115.70	114.70
70	Homabay	121.11	116.06	115.05
71	Migori	121.33	116.28	115.26
72	Isebania	121.50	116.44	115.44

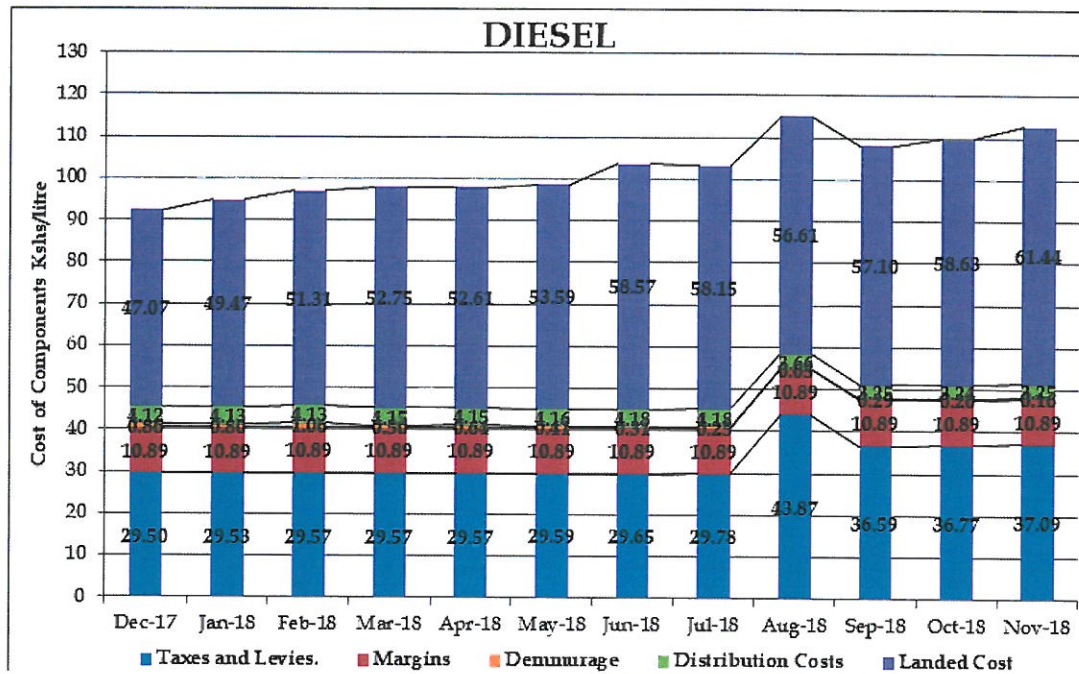
ANNEX II

Breakdown of the costs of Super Petrol (PMS), Diesel (AGO) and Kerosene (DPK) in Nairobi: 15th November - 14th December 2018				
Cost Item		Super Petrol	Diesel	Kerosene
		KShs/Litre	KShs/Litre	KShs/Litre
Landed Cost (a)		57.54	61.60	60.70
Pipeline Transport (Msa-Nrb)		2.35	2.34	2.35
Road Transport (Msa-Nrb) - Bridging		0.00	0.00	0.00
Pipeline Losses		0.09	0.09	0.09
Depot Losses		0.49	0.28	0.28
Delivery within 40kms of Nrb		0.54	0.54	0.54
Storage and distribution (b)		3.47	3.25	3.26
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	Tax	19.90	10.31	10.31
Road Maintenance Levy	Levy	18.00	18.00	0.00
Petroleum Development Levy	Levy	0.40	0.40	0.40
Petroleum Regulatory Levy	Levy	0.25	0.25	0.25
Railway Development Levy	Levy	0.83	0.88	0.87
Anti-adulteration levy	Tax	0.00	0.00	18.00
Merchant Shipping Levy	Levy	0.02	0.03	0.02
Import Declaration Fee	Levy	1.10	1.19	1.17
Value Added Tax (VAT)	Tax	5.71	6.03	5.96
Taxes and levies (d)		46.21	37.09	36.98
Retail Prices in Nairobi (a) + (b) + (c) + (d)		118.11	112.83	111.83
Summary		Super Petrol	Diesel	Kerosene
		KShs/Litre	KShs/Litre	KShs/Litre
Products Costs (a)		57.54	61.60	60.70
Distribution and storage Costs (b)		3.47	3.25	3.26
Margins (c)		10.89	10.89	10.89
Taxes & Levies (d)		46.21	37.09	36.98
Retail Prices in Nairobi		118.11	112.83	111.83

A. SUPER PETROL



B. DIESEL



C. KEROSENE

