



Petroleum and Natural Gas Regulatory Board
New Delhi

Tariff Order

Subject: Tariff for Petronet MHB Limited's Mangalore Bangalore Pipeline (MBPL)

PNGRB/COM/3-PPPL Tariff(1)/2012Vol-VI (E-4698)

Ref No. : TO/PPPL/2024-25/04

Date: : 20th May 2024

1. Background

- 1.1. In terms of Sections 11(e) and 22 of the PNRB Act, 2006, the Board is entrusted with the responsibility of regulating the transportation rates for common carrier or contract carrier pipelines. PNRB (Determination of Petroleum and Petroleum Products Pipeline Transportation Tariff) Regulations, 2010 ("PPPL Tariff Regulations"), as amended vide Amendment Regulations, 2012; Amendment Regulations, 2014; Amendment Regulations, 2016; Amendment Regulations, 2017; Amendment Regulations, 2018 and Amendment Regulations, 2019; Amendment Regulations, 2020: Second Amendment Regulations, 2020; Third Amendment Regulations, 2020; Fourth Amendment Regulations, 2020, Amendment Regulations, 2021, Amendment Regulations, 2023, Second Amendment Regulations, 2023 and Second Amendment Regulations, 2024 read with Statutory Provisions, empower the Board to approve/ determine the Petroleum and Petroleum Products Pipeline Transportation Tariff to be charged by the entity laying, building, operating or expanding petroleum and petroleum products pipeline.
- 1.2. The period and methodology for determination of the pipeline tariff has been specified in the relevant provisions (Regulation 4 and 5) of the PPPL Tariff Regulations. Under the provisions of these regulations, the Board has to determine the Petroleum and Petroleum Products Pipeline Transportation Tariff by benchmarking against alternate mode of transport i.e. 75% of rail tariff except for LPG, where it will be 100%, on a train load basis, for equivalent rail distance along the Petroleum and Petroleum Product Pipeline

route. This tariff was initially applicable for a transition period of two years. Subsequently, the transition period was extended through issuance of the Amendment Regulations, 2012 (w.e.f. 20.12.2012 extension of 02 years), Amendment Regulations 2014 (w.e.f. 20.12.2014 extension of 02 years), Amendment Regulations 2016 (w.e.f. 20.12.2016 extension of 01 year), Amendments Regulations 2017 (w.e.f. 20.12.2017 extension of 01 year), Amendments Regulations, 2018 (w.e.f. 20.12.2018 to 31.03.2019), Amendment Regulations, 2019 (extension up to 31.12.2019), tariff orders were issued by the Board. Subsequent to that Amendment Regulations, 2020 (extension up to 31.03.2020), Second Amendment Regulations, 2020 (extension up to 30.06.2020), Third Amendment Regulations, 2020 (extension up to 30.09.2020), Fourth Amendment Regulations, 2020 (extension up to 30.09.2021), Amendment Regulations, 2021 (extension up to 30.09.2023), Amendment Regulations, 2023 (extension upto 31.12.2023), Second Amendment Regulations, 2023 (extension upto 31.3.2024) and Second Amendment Regulations, 2024 (extension upto 30.6.2024). The regulations stipulate that if the goods tariff table of the railways is revised during the further extended period of transition, the Board may consider the benchmarking of the petroleum and petroleum products transportation tariff against such revision.

- 1.3. PNGRB vide letter dated 24.11.2011 issued final terms and conditions for acceptance of Petronet MHB Limited's Mangalore Bangalore Pipeline (MBPL) under regulation 17(1) of PNGRB Authorization Regulations.
- 1.4. Tariff Orders were issued by the Board time to time. Last Tariff Order for MBPL was issued on 27.12.2023 with validity upto 31.3.2024.
- 1.5. Now, vide the Second Amendment Regulations, 2024, the transition period of regulations has been extended up to 30.6.2024. Therefore, this Tariff Order is being issued for the period 1.4.2024 to 30.6.2024 or till the time goods tariff table of the railways is revised, whichever is earlier.

2. Tariff

The table provided below shows the currently prevailing Petroleum and Petroleum Products Pipeline Transportation Tariff rates, based on the 'goods tariff table' of Indian Railways on a train load basis for equivalent rail distance, w.e.f. 01.11.2018. Distance and transportation tariff of MBPL for the period 1.4.2024 to 30.6.2024 is as under:

Entry Point	Tap-Off Points (TOPs)	Equivalent Rail Distance (Km)	Tariff for SKO Class 165 (₹/MT)	Tariff for HSD & Others Class 180A (₹/MT)
Mangalore	Hassan	206	320.10	321.15
	Devangonthi	466	620.78	622.73

3. Order

The pipeline tariff for the MBPL as given at para 2 above, will be applicable for the period from 1.4.2024 to 30.6.2024 or till the time goods tariff table of the railways is revised, whichever is earlier.

Sd/-
(Dr. Anil Kumar Jain)
Chairperson

Sd/-
(Gajendra Singh)
Member- I

Sd/-
(Anjani Kumar Tiwari)
Member- II