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**THE ENERGY AND WATER UTILITIES REGULATORY
AUTHORITY ACT
(CAP.414)**

RULES

(Made under section 40(c) (d) (g) and (j))

**THE ENERGY AND WATER UTILITIES REGULATORY AUTHORITY
(PETROLEUM PRODUCTS PRICE SETTING) RULES, 2019**

ARRANGEMENT OF RULES

**PART I
PRELIMINARY PROVISIONS**

1. Citation
2. Application
3. Interpretation

**PART II
POWERS OF THE AUTHORITY TO INTERVENE**

4. Powers to intervene

**PART III
PRICING FORMULA**

5. The Authority to develop the formula

**PART IV
PRICE DETERMINATION**

6. Determination of Wholesale and Retail prices

PART IV
MARKET MANIPULATION

7. Interdiction

PART V
MONITORING AND ENFORCEMENT

8. Monitoring
9. Fines and Penalties

PART VI
POWERS OF THE AUTHORITY

10. Powers to Summon
11. Powers to suspend or revoke a licence
12. General powers of the Authority

PART VII
GENERAL

13. Standards of Petroleum Products

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(PETROLEUM PRODUCTS PRICE SETTING) RULES, 2019

PART I
PRELIMINARY PROVISIONS

- Citation 1. These Rules may be cited as the Energy and Water Utilities Regulatory Authority (Petroleum Products Price Setting) Rules, 2019.
- Application 2. These Rules shall govern the regulation of petroleum prices in Mainland Tanzania.
- Interpretation
Cap 414 3. For the purposes of these Rules, unless the context otherwise requires:
“Act” means the Energy and Water Utilities Regulatory Authority Act;
“Authority” means the Energy and Water Utilities Regulatory Authority (EWURA) established under section 4 of the Act;
“bulk quantity” means a single quantity of two hundred litres or more of a petroleum product;
“bulk customer” means any person supplied or having a contract to be supplied with a petroleum product in bulk quantity;
“Bulk Procurement System” means a system established pursuant to the Petroleum (Bulk Procurement) Regulations, 2017 to govern the importation of bulk procurement products into Tanzania and “BPS” shall be construed accordingly;
“customer” means any person supplied or applied to be supplied with petroleum product;
“CIF cost” means the amount of FOB cost plus freight charges and insurance premiums to be determined by the Authority pursuant

to rule 5;

“Declared State of Emergency” means the state of emergency declared pursuant to Article 32 of the Constitution of the United Republic of Tanzania;

“FOB cost” means an average of the cost of procuring a petroleum product at its source as determined in the pricing formula;

“indicative price” means a price of a petroleum product computed by using the pricing formula;

“licence” means an authorization issued by the Authority to conduct a licensed activity pursuant to these Rules;

“licensed activity” means an activity related to wholesale and retail business;

“PBPA” means the Petroleum Bulk Procurement Agency;

“petroleum product” includes motor spirits (petrol), gas oil (diesel), kerosene, Jet A1, Aviation Gas (AvGas), fuel oil, industrial diesel oil and Liquefied Petroleum Gas but shall not include natural gas;

“price gouging” means a situation where the weighted average wholesale price or pump price is above the indicative price under these Rules;

“pricing formula” means a formula developed by the Authority for the purpose of regulating a wholesale price or pump price under these Rules;

“pump price” means the maximum price at which a retailer offers a petroleum product for sale, to a customer at a retail outlet, computed by the Authority by using the pricing formula;

“regulated supplier” means any person engaging in an activity in relation to regulated service, and includes any person whom the Authority declares as such under section 40(6) of the Act;

“retail outlet” means any place where petroleum product is sold or offered for sale to a customer on retail basis, it includes the buildings, storage tanks and dispensing pumps in respect of which a retailer is conducting a retail business;

“retailer” means any person conducting a retail business;

“retail sale” means the sale or offer for sale of petroleum product at a retail outlet;

“wholesaler” means any person engaged in the importation or supply of a petroleum product in bulk quantity for the purpose of

wholesale business in Tanzania;

“wholesale business” means an activity necessary to the supply or importation of a petroleum product in bulk quantity; and

“wholesale price” means the maximum price at which a wholesaler sells a petroleum product to a retail or bulk customer, as computed by the Authority using the pricing formula.

PART II

POWERS OF THE AUTHORITY TO INTERVENE

Powers to
intervene

4.-(1) The Authority shall intervene for purposes of regulating wholesale prices or pump prices where:

- (a) it has determined the existence of price gouging in the petroleum market;
- (b) there is evidence or proof of price fixing in the petroleum market; or
- (c) in the event of a Declared State of Emergency.

(2) Notwithstanding the generality of sub-rule (1), where the Authority intervenes to set wholesale prices or retail prices, it shall issue a Compliance Order to a regulated supplier pursuant to section 39 of the Act.

(3) Any person who:

- (a) offers or sells a petroleum product at a price which exceeds the wholesale price or the pump price as determined by the Authority;
- (b) either individually or jointly with another person creates an artificial shortage of a petroleum product;
- (c) disobeys the Compliance Order; or
- (d) willfully refuses to carry on business in accordance with or conduct its licensed activity,

commits an offence and shall, on conviction, be liable to a fine of not less than three million shillings or to imprisonment for a term of not less than five years or both.

PART III

PRICING FORMULA

The Authority
to develop the
formula

5. (1) For effective implementation of the purposes of sections 7(1), 17 and 19 of the Act, the Authority shall determine appropriate wholesale price and pump price in accordance to the Pricing Formula

specified in the Schedule to these Rules.

(2) The pricing formula referred to under sub-rule (1) shall be in use for a period specified by the Authority in a notice to the general public published in at least two newspapers of wide circulation in Tanzania, one in English and the other in Kiswahili.

(3) The pricing formula shall contain the following information:

- (a) the CIF Cost;
- (b) Local charges and levies;
- (c) Government taxes;
- (d) wholesale margins;
- (e) retail margins; and
- (f) distribution costs.

(4) Margins of wholesalers and retailers shall be adjusted annually as per the formula shown in the First Schedule. The adjustment shall be based on changes in the consumer price index as published by the National Bureau of Statistics.

(5) The pricing formula shall be subject to the Authority's procedures on tariff setting.

- (6) The Authority may amend the Pricing Formula
- (a) upon request by a regulated supplier; or
 - (b) on its own motion.

PART IV PRICE DETERMINATION

Wholesale and
Retail prices

6.-(1) The Authority shall determine wholesale and retail prices on the First Wednesday of every month based on the actual cost of petroleum products received in the previous month (m-1).

(2) Notwithstanding sub-rule (1), the Authority may determine wholesale and pump prices on any day other than the First Wednesday of the month for various reasons including:

- (a) specified dates for effectiveness of any changes in Government taxes; and
- (b) depletion of petroleum products from a given port such that retailers would have to source products from a different port other than the one from where the retailers were required to source the product as specified in the

petroleum price publication.

(3) In the event that petroleum products have not been imported through a given port and there is availability of petroleum products in storage depots at that port, wholesale and retail prices shall be determined based on the FOB prices of two months prior to the month of wholesale and retail price publication (m-2).

PART V

MARKET MANIPULATION

Interdiction

7.-(1) No person shall, in connection with the delivery of a regulated service, employ any fraudulent, manipulative or deceptive device or contrivance, in contravention of applicable laws and these Rules.

(2) No person shall, in matters relating to the delivery of a regulated service, directly or indirectly:

- (a) use or employ any device, scheme or artifice to defraud;
- (b) make any untrue statement of a material fact or omit to state a material fact necessary in order to make the statements made, in the light of the circumstances under which they were made, not misleading; or
- (c) engage in any act, practice or course of business that operates or would operate as a fraud or deceit upon any person.

(3) No person shall provide information to the Authority related to the delivery of a regulated service where the person:

- (a) knew, or within the circumstance ought to have known that such information was false or misleading; and
- (b) intended information should affect the data compiled by the Authority for statistical or analytical purposes with respect to the market for petroleum products.

(4) For the purpose of these Rules, fraudulent, manipulative or deceptive acts shall include or be implied by:

- (a) false reporting; or
- (b) misleading announcements made by a regulated supplier.

(5) Any person who contravenes the provision of this Rule commits an offence and shall, on conviction, be liable to a fine of not less than fifty million shillings or imprisonment for a term of 3 years or both..

PART VI
MONITORING AND ENFORCEMENT

Monitoring

8.-(1) The Authority shall:

- (a) establish within its organization:
 - (i) a toll free hotline that any person may call to report an incident of price gouging; and
 - (ii) a programme to develop and distribute to the public information materials to assist customers in detecting and avoiding price gouging; and
- (b) conduct an investigation to determine whether any regulated supplier has violated a provision of the Rules, and upon such finding take appropriate action as provided for under these Rules and any other applicable laws.

(2) A regulated supplier who conducts wholesale business shall be obliged to supply information related to its licensed activity which shall include:

- (a) import returns including FOB price, freight charges and insurance premiums, if products are not procured through BPS;
- (b) import documents which shall include bill of lading, invoices and related documents, if the products are not procured through BPS;
- (c) wholesale price for each petroleum product when the prices are revised and if the prices are not determined by the Authority;
- (d) sales volumes by type of petroleum product and by regions;
- (e) stock positions on a monthly basis;
- (f) distribution margins and costs, if the costs are not determined by the Authority; and
- (g) annual reports.

(3) A regulated supplier shall provide the information referred to under sub-rule (2) of Rule 8 to the Authority not more than seven working days after it has been received, generated or upon such time as the Authority may determine.

(4) Any person who contravenes the provisions of sub-rule (3) commits an offence and shall, on conviction, be liable to a fine of not less than fifty million shillings or imprisonment for a term of 3 years

or both.

(5) A retailer shall, at all times, ensure that pump prices at the retail outlet are displayed in a conspicuous manner that is clearly visible from the road.

(6) The pump price boards shall be located in clearly visible places in front of petrol stations and shall show prices charged, discounts offered and any trade incentives or promotions on offer.

(7) Any person who contravenes the provisions of sub-rules (5) and (6) commits an offence and shall, on conviction be liable to a fine of not less three million shillings or imprisonment for a term of not less than five years or to both.

Fines and penalties

9.-(1) Any person who contravenes the provisions of these Rules where no specific penalty is prescribed commits an offence and shall, on conviction, be liable to a fine of not less than three million shillings or to imprisonment for a term of not less than five years or to both.

(2) A person commits an offence under these Rules if he aids, abets, counsels, procures or conspires with others to commit such offence.

(3) Where a person charged with an offence under these Rules is a body corporate, every person who, at the time of the commission of the offence was a director, manager or officer of the body corporate may be charged jointly in the same proceedings with such body corporate.

(4) Where the body corporate is convicted of an offence under these Rules, every such director, manager or officer of the body corporate shall be deemed to be guilty of the offence, unless he proves that the offence was committed without his knowledge or that he exercised all due diligence to prevent the commission of the offence.

(5) For the purpose of these Rules, any partner of a firm shall be jointly and severally liable for the acts or omissions of any other partner of the same firm done or omitted to be done in the course of such firm's business.

PART VII POWERS OF THE AUTHORITY

Powers to

10.-(1) The Authority may summon any person it believes to be

summon capable of supplying information necessary to assist the Authority to discharge its duties or perform its functions.

(2) Summons issued under sub-rule (1) may require a person to:

- (a) furnish information in writing;
- (b) produce any document to the Authority; or
- (c) appear before the Authority to give evidence.

(3) Any person who without lawful excuse refuses or fails to comply with a summons to provide information commits an offence and shall, on conviction, be liable to a fine of not less than three million shillings or imprisonment for a term of not less than five years or both.

Powers to suspend or revoke a licence

11. Notwithstanding the provisions of these Rules, the Authority may suspend or cancel the licence of any regulated supplier who contravenes the provisions of these Rules.

General powers of the Authority

12.-(1) Subject to provisions of the Act, the Authority shall have powers to do all things which are necessary or desirable to give effects to the provisions of these Rules.

(2) Nothing in these Rules shall be construed to limit or affect in any way the Authority's power to bring enforcement actions or take any other measure under these Rules, the Act or other applicable laws.

PART VIII GENERAL

Standards of petroleum products

13.-(1) All petroleum products imported into the country shall be in compliance with the standards specified by the Tanzania Bureau of Standards or any other agency mandated with providing standards of petroleum products.

(2) Notwithstanding sub-rule (1), due to a wide spectrum of LPG standards, LPG imported through the country shall compose of 80% butane and 20% propane until such a time when either the Authority or the Tanzania Bureau of Standards specifies otherwise.

Revocation of GN No. 5 of 2009

14. The Energy and Water Utilities Regulatory Authority (Petroleum Products Price Setting) Rules, 2009 and its subsequent amendments are hereby revoked.

DRAFT

FIRST SCHEDULE

BASIS FOR DETERMINATION OF COST OF PETROLEUM PRODUCTS

- Cost Items
- (1) FOB cost for:
- (a) Petrol, Diesel and Jet A1/Kerosene shall be the weighted average Platts FOB price of two months prior to the publication of wholesale and retail/pump prices (m-2) for quantities of petroleum products received in the previous month (m-1) before the month of publication of the wholesale and pump prices. The Platts FOB price for each product shall be that of the Platts quoted symbol as specified in the Shipping and Supply Contract.
 - (b) LPG shall be the weighted average Saudi Aramco contract price for butane and propane two months prior to the publication of wholesale and retail prices.
- (2) Premium shall be the weighted average BPS premium for quantities of petroleum products received in the previous month (m-1) before the month of publication of the local wholesale and retail prices.
- (3) In the event that petroleum products that were contracted to be offloaded in a given month are offloaded in the following month, the FOB and BPS premium of such products will not be considered during computations of petroleum products prices in the month after products have been offloaded.
- (4) Local charges and levies
- (a) Surveyor cost shall be the weighted average surveyor cost, as per PBPA surveyor service tender results, for quantities of petroleum products received in the previous month (m-1) before the month of publication of the local wholesale and pump prices;
 - (b) Petroleum marking cost shall be as per the cost specified in the contract for the provision of marking services;
 - (c) Demurrage costs shall be the weighted average demurrage costs for vessels that discharged products in the previous month (m-1) before the month of publication of the local wholesale and pump price;

(d) Financing cost –shall be as determined and approved by the Authority;

(e) Charges and levies payable to Government agencies shall include all levies and charges payable to various government institutions or executive agencies at rates as provided in the legal instruments of the government institutions or executive agencies.

(5) Government taxes shall be as determined by the Government and published in the Finance Act;

(6) Wholesale margins shall be as approved by the Authority from time to time;

(7) Retail margins shall be as approved by the Authority from time to time; and

(8) Distribution cost shall be the transportation cost from a port to the destination district or town as approved by the Authority from time to time.

Adjustment of
Wholesale and
Retail Margins

(9) Margins of wholesalers and retailers shall be adjusted based on changes in the consumer price index as published by the National Bureau of Statistics. The formula for adjustment of margins shall be:

$$M_t = M_{t-1} * [1 + (Y - X) / X]$$

where:

M_t – is the margin for the current year

M_{t-1} – is the previous period's margin

X – underlying index to be calculated at the beginning of the previous period

Y – the current composite underlying index at the end of the period

SECOND SCHEDULE

PRICING FORMULA FOR PETROLEUM PRODUCTS IMPORTED THROUGH
DAR ES SALAAM PORT

| Weighted Average of Actual Exchange Rates of the Previous Month (M-1) plus the Difference between the Weighted Average of Actual Exchange Rates of the Previous Month (M-1) and that of three months ago (M-3) | | Exchange Rate | | |
|--|---|----------------|--------|----------|
| | | Petrol | Diesel | Kerosene |
| WT Average Actual Conversion Factors of the Previous Month (M-1) | | PRICE | PRICE | PRICE |
| DESCRIPTION | UNIT | PRICE | PRICE | PRICE |
| | Weighted Average Platt's FOB | TZS/Ltr | | |
| Plus | Weighted Average Premium as per Quotation (Freight+Insurance+Premium) | TZS/Ltr | | |
| Sub Total | COST CIF DAR | TZS/Ltr | | |
| LOCAL COSTS PAYABLE TO OTHER AUTHORITIES | | | | |
| | Wharfage (\$10/MT + 18% VAT) | TZS/Ltr | | |
| | Railway Development Levy (1.5% CIF) | TZS/Ltr | | |
| | Customs Processing Fee (TZS 4.80/Ltr) | TZS/Ltr | 4.80 | 4.80 |
| | Weights & Measures Fee (TZS. 1.00/Ltr) | TZS/Ltr | 1.00 | 1.00 |
| | TBS Charge (TZS 1.24/Ltr) | TZS/Ltr | 1.24 | 1.24 |
| | Actual Demurrage Cost | TZS/Ltr | | |
| | Surveyors Cost (Actual TENDERED rates) | TZS/Ltr | | |
| | Financing Cost (1.00% CIF) | TZS/Ltr | | |
| | Regulatory Levy | TZS/Ltr | 6.10 | 6.80 |
| | Evaporation Losses (0.5% MSP, 0.30% GO & IK) CIF | TZS/Ltr | | |
| | Petroleum Marking Cost (\$6.077/CM VAT Inc) | TZS/Ltr | | |
| | TOTAL LOCAL COSTS (LC) | TZS/Ltr | | |
| GOVERNMENT TAXES | | | | |
| | Fuel Levy | TZS/Ltr | 313.00 | 313.00 |
| | Excise Duty | TZS/Ltr | 379.00 | 255.00 |

| | | | | | |
|-----------|---|----------------|---------------|---------------|---------------|
| | Petroleum Levy | TZS/Ltr | 100.00 | 100.00 | 150.00 |
| Sub Total | TOTAL GOVERNMENT TAXES | TZS/Ltr | 792.00 | 668.00 | 615.00 |
| | OMC's Overheads & Margins | TZS/Ltr | 118.00 | 118.00 | 118.00 |
| | Charges payable to Executive Agencies | TZS/Ltr | 1.03 | 1.03 | 1.03 |
| | Service Levy payable to LGAs (0.3% of turnover net of excise duty and VAT in wharfage and petroleum marking cost) | TZS/Ltr | | | |
| | WHOLESALE PRICE CAP | TZS/Ltr | | | |
| | Retailers Margin | TZS/Ltr | 103.00 | 103.00 | 103.00 |
| | Charges payable to Executive Agencies | TZS/Ltr | 5.44 | 5.44 | 5.44 |
| | Transport Charges (Local) | TZS/Ltr | 10.00 | 10.00 | 10.00 |
| | Service Levy payable to LGAs (0.3% of turnover net of excise duty and VAT in wharfage and petroleum marking cost) | TZS/Ltr | | | |
| Price | PUMP PRICE CAP (DAR ES SALAAM) | TZS/Ltr | | | |

THIRD SCHEDULE

PRICING FORMULA FOR PETROLEUM PRODUCTS IMPORTED THROUGH
TANGA PORT

| Weighted Average of Actual Exchange Rates of the Previous Month (M-1) plus the Difference between the Weighted Average of Actual Exchange Rates of the Previous Month (M-1) and that of three months ago (M-3) | | Exchange Rate | | |
|--|---|----------------|--------|----------|
| WT Average Actual Conversion Factors of the Previous Month (M-1) | | | | |
| | | Petrol | Diesel | Kerosene |
| DESCRIPTION | UNIT | PRICE | PRICE | PRICE |
| | Weighted Average Platt's FOB | TZS/Ltr | | |
| Plus | Weighted Average Premium as per Quotation (Freight+Insurance+Premium) | TZS/Ltr | | |
| Sub Total | COST CIF TANGA | TZS/Ltr | | |
| LOCAL COSTS PAYABLE TO OTHER AUTHORITIES | | | | |
| | Wayleave (\$3/MT + 18% VAT) | TZS/Ltr | | |
| | Railway Development Levy (1.5% CIF) | TZS/Ltr | | |
| | Customs Processing Fee (TZS 4.80/Ltr) | TZS/Ltr | 4.80 | 4.80 |
| | Weights & Measures Fee (TZS. 1.00/Ltr) | TZS/Ltr | 1.00 | 1.00 |
| | TBS Charge (TZS 1.24/Ltr) | TZS/Ltr | 1.24 | 1.24 |
| | Actual Demurrage Cost | TZS/Ltr | | |
| | Surveyors Cost (Actual TENDERED rates) | TZS/Ltr | | |
| | Financing Cost (1.00% CIF) | TZS/Ltr | | |
| | Regulatory Levy | TZS/Ltr | 6.10 | 6.80 |
| | Evaporation Losses (0.5% MSP, 0.30% GO & IK) CIF | TZS/Ltr | | |
| | Petroleum Marking Cost (\$6.077/CM VAT Inc) | TZS/Ltr | | |
| | TOTAL LOCAL COSTS (LC) | TZS/Ltr | | |
| GOVERNMENT TAXES | | | | |
| | Fuel Levy | TZS/Ltr | 313.00 | 313.00 |
| | Excise Duty | TZS/Ltr | 379.00 | 255.00 |
| | | | | 465.00 |

| | | | | | |
|-----------|---|----------------|---------------|---------------|---------------|
| | Petroleum Levy | TZS/Ltr | 100.00 | 100.00 | 150.00 |
| Sub Total | TOTAL GOVERNMENT TAXES | TZS/Ltr | 792.00 | 668.00 | 615.00 |
| | OMC's Overheads & Margins | TZS/Ltr | 118.00 | 118.00 | 118.00 |
| | Charges payable to Executive Agencies | TZS/Ltr | 1.03 | 1.03 | 1.03 |
| | Service Levy payable to LGAs (0.3% of turnover net of excise duty and VAT in wharfage and petroleum marking cost) | TZS/Ltr | | | |
| | WHOLESALE PRICE CAP | TZS/Ltr | | | |
| | Retailers Margin | TZS/Ltr | 103.00 | 103.00 | 103.00 |
| | Charges payable to Executive Agencies | TZS/Ltr | 5.44 | 5.44 | 5.44 |
| | Transport Charges (Local) | TZS/Ltr | 10.00 | 10.00 | 10.00 |
| | Service Levy payable to LGAs (0.3% of turnover net of excise duty and VAT in wharfage and petroleum marking cost) | TZS/Ltr | | | |
| Price | PUMP PRICE CAP (TANGA) | TZS/Ltr | | | |

FOURTH SCHEDULE

PRICING FORMULA FOR PETROLEUM PRODUCTS IMPORTED THROUGH
MTWARA PORT

| Weighted Average of Actual Exchange Rates of the Previous Month (M-1) plus the Difference between the Weighted Average of Actual Exchange Rates of the Previous Month (M-1) and that of three months ago (M-3) | | Exchange Rate | | |
|--|---|----------------|--------|----------|
| | | Petrol | Diesel | Kerosene |
| WT Average Actual Conversion Factors of the Previous Month (M-1) | | PRICE | PRICE | PRICE |
| DESCRIPTION | UNIT | PRICE | PRICE | PRICE |
| | Weighted Average Platt's FOB | TZS/Ltr | | |
| Plus | Weighted Average Premium as per Quotation (Freight+Insurance+Premium) | TZS/Ltr | | |
| Sub Total | COST CIF MTWARA | TZS/Ltr | | |
| LOCAL COSTS PAYABLE TO OTHER AUTHORITIES | | | | |
| | Wharfage (\$10/MT + 18% VAT) | TZS/Ltr | | |
| | Railway Development Levy (1.5% CIF) | TZS/Ltr | | |
| | Customs Processing Fee (TZS 4.80/Ltr) | TZS/Ltr | 4.80 | 4.80 |
| | Weights & Measures Fee (TZS. 1.00/Ltr) | TZS/Ltr | 1.00 | 1.00 |
| | TBS Charge (TZS 1.24/Ltr) | TZS/Ltr | 1.24 | 1.24 |
| | Actual Demurrage Cost | TZS/Ltr | | |
| | Surveyors Cost (Actual TENDERED rates) | TZS/Ltr | | |
| | Financing Cost (1.00% CIF) | TZS/Ltr | | |
| | Regulatory Levy | TZS/Ltr | 6.10 | 6.80 |
| | Evaporation Losses (0.5% MSP, 0.30% GO & IK) CIF | TZS/Ltr | | |
| | Petroleum Marking Cost (\$6.077/CM VAT Inc) | TZS/Ltr | | |
| | TOTAL LOCAL COSTS (LC) | TZS/Ltr | | |
| GOVERNMENT TAXES | | | | |
| | Fuel Levy | TZS/Ltr | 313.00 | 313.00 |
| | Excise Duty | TZS/Ltr | 379.00 | 255.00 |

| | | | | | |
|-----------|---|----------------|---------------|---------------|---------------|
| | Petroleum Levy | TZS/Ltr | 100.00 | 100.00 | 150.00 |
| Sub Total | TOTAL GOVERNMENT TAXES | TZS/Ltr | 792.00 | 668.00 | 615.00 |
| | OMC's Overheads & Margins | TZS/Ltr | 118.00 | 118.00 | 118.00 |
| | Charges payable to Executive Agencies | TZS/Ltr | 1.03 | 1.03 | 1.03 |
| | Service Levy payable to LGAs (0.3% of turnover net of excise duty and VAT in wharfage and petroleum marking cost) | TZS/Ltr | | | |
| | WHOLESALE PRICE CAP | TZS/Ltr | | | |
| | Retailers Margin | TZS/Ltr | 103.00 | 103.00 | 103.00 |
| | Charges payable to Executive Agencies | TZS/Ltr | 5.44 | 5.44 | 5.44 |
| | Transport Charges (Local) | TZS/Ltr | 10.00 | 10.00 | 10.00 |
| | Service Levy payable to LGAs (0.3% of turnover net of excise duty and VAT in wharfage and petroleum marking cost) | TZS/Ltr | | | |
| Price | PUMP PRICE CAP (MIWARA) | TZS/Ltr | | | |

FIFTH SCHEDULE

PRICING FORMULA FOR LPG PRODUCTS IMPORTED THROUGH
DAR ES SALAAM PORT

| Weighted Average of Actual Exchange Rates of the Previous Month (M-1) plus the Difference between the Weighted Average of Actual Exchange Rates of the Previous Month (M-1) and that of three months ago (M-3) | | Exchange Rate | | | |
|--|--|---------------|--------|--------|--------|
| | | 3 Kg | 6 Kg | 15 Kg | |
| DESCRIPTION | | Unit | Price | Price | Price |
| | FOB: Weighted Average Saudi Aramco Contract Price of the Previous Month (M-1) for Butane (80%) and Propane (20%) | TZS/Kg | | | |
| Plus | Weighted Average Premium as per Quotation (Freight+Insurance+Premium+Security) | TZS/Kg | | | |
| Sub Total | COST CIF DAR | TZS/Kg | | | |
| | Wharfage (1.6% of CIF + VAT) | TZS/Kg | | | |
| | Railway Development Levy (1.5% of CIF) | TZS/Kg | | | |
| | GCLA Chemical Permit (0.5% of FOB) | TZS/Kg | | | |
| | TBS Certification (0.2% of CIF) | TZS/Kg | | | |
| | Regulatory Levy | TZS/Kg | 3.50 | 3.50 | 3.50 |
| | Weights & Measures Fee | TZS/Kg | 2.00 | 2.00 | 2.00 |
| Sub Total | Government Authority Charges | TZS/Kg | | | |
| | Actual Demurrage Cost | TZS/Kg | | | |
| | Surveyors Cost (Actual Weighted Tendered Rate) | TZS/Kg | | | |
| | TIPER Fees (TZS/Kg, VAT inclusive) | TZS/Kg | | | |
| | Financing Cost (1% of CIF) | TZS/Kg | | | |
| | Evaporation Losses (1% of CIF) | TZS/Kg | | | |
| Sub Total | Local Charges | TZS/Kg | | | |
| Sub Total | Landed Cost – DSM | TZS/Kg | | | |
| | Wholesale Operating Cost (including bridging cost) plus Margin | TZS/Kg | 960.00 | 770.00 | 620.00 |

| | | | | | |
|-----------|---|---------------|--------|--------|--------|
| Sub Total | WHOLESALE PRICE | TZS/Kg | | | |
| | Distributor's Cost plus Margin (including transport cost from Depot to Distributors/ Super Dealers) | TZS/Kg | 300.00 | 300.00 | 300.00 |
| Sub Total | DISTRIBUTOR/ SUPER DEALER PRICE | TZS/Kg | | | |
| | Retailer's Margin (including transport cost from Distributor to End User) | TZS/Kg | 400.00 | 400.00 | 400.00 |
| Sub Total | RETAIL PRICE (DSM) | TZS/Kg | | | |

Dodoma,
....., 2019

NZINYANGWA MCHANY,
Director General

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