



**Petroleum and Natural Gas Regulatory Board**  
**New Delhi**

**Tariff Order**

---

**Subject: Tariff for GAIL (India) Limited's Vizag- Secunderabad LPG Pipeline (VSPL)**

---

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

**Ref No. :TO/PPPL/2024-25/09**

**Date: :18<sup>th</sup> September, 2024**

**1. Background**

- 1.1. In terms of Sections 11(e) and 22 of the PNGRB Act, 2006, the Board is entrusted with the responsibility of regulating the transportation rates for common carrier or contract carrier pipelines. PNGRB (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 18.5.2015 issued final terms and conditions for acceptance of GAIL's Vizag Secunderabad LPG Pipeline (VSPL) under regulation 17(1) of PNGRB Authorization Regulations. The authorisation was amended for addition of new custody transfer/ entry point vide letter dated 4.2.2022
- 1.4. Tariff Orders were issued by the Board time to time. Last Tariff Order for VSPL was issued on 20.5.2024 with validity upto 30.6.2024.
- 1.5. The PPPL Tariff Regulations, 2010, have got repealed through new PPPL Tariff Regulations, 2024 w.e.f. 1.8.2024. However, in order to enable entities for charging tariff of the intervening period from 1.7.2024 to 31.7.2024, Tariff Order for the period of 1.7.2024 to 31.7.2024 based on tariff rates as on 30.6.2024 is now issued.

## **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. 15.4.2021. Distance and transportation tariff of VSPL in ₹ per MT for the period 1.7.2024 to 31.7.2024 is as under:

i) **Ex- New Vizag LPG Terminal (Petropark HPCL, Vizag)**

| Sl. No. | Entry point                   | Exit Point/<br>Tap Off Point | Equivalent Rail Distance (in Km) | Tariff for LPG Class 165 (₹/MT) |
|---------|-------------------------------|------------------------------|----------------------------------|---------------------------------|
| 1       | Vizag (HPCL) New LPG Terminal | HPCL Rajamundry BP           | 242.70                           | 467.80                          |
| 2       | Vizag (HPCL) New LPG Terminal | HPCL Kondapalli              | 386.30                           | 706.90                          |
| 3       | Vizag (HPCL) New LPG Terminal | IOCL Kondapalli              | 387.30                           | 706.90                          |
| 4       | Vizag( HPCL) New LPG Terminal | BPCL Kondapalli              | 388.30                           | 706.90                          |
| 5       | Vizag (HPCL) New LPG Terminal | HPCL Cherlapalli             | 704.55                           | 1274.20                         |
| 6       | Vizag (HPCL) New LPG Terminal | IOCL Cherlapalli             | 706.45                           | 1274.20                         |
| 7       | Vizag (HPCL) New LPG Terminal | BPCL Cherlapalli             | 706.65                           | 1274.20                         |

ii) **Ex-HPCL Bottling plant (VSPL – Interconnection Point at Old HPCL Bottling Plant)**

| Sl. No. | Entry point  | Exit Point/<br>Tap Off Point | Equivalent Rail Distance (in Km) | Tariff for LPG Class 165 (₹/MT) |
|---------|--------------|------------------------------|----------------------------------|---------------------------------|
| 1       | Vizag (HPCL) | HPCL Rajamundry BP           | 249.20                           | 467.80                          |
| 2       | Vizag (HPCL) | HPCL Kondapalli              | 392.80                           | 706.90                          |
| 3       | Vizag (HPCL) | IOCL Kondapalli              | 393.80                           | 706.90                          |
| 4       | Vizag (HPCL) | BPCL Kondapalli              | 394.80                           | 706.90                          |
| 5       | Vizag (HPCL) | HPCL Cherlapalli             | 711.05                           | 1274.20                         |
| 6       | Vizag (HPCL) | IOCL Cherlapalli             | 712.95                           | 1274.20                         |
| 7       | Vizag (HPCL) | BPCL Cherlapalli             | 713.15                           | 1274.20                         |
| 8       | Vizag (HPCL) | New Vizag LPG Terminal       | 18.50                            | 203.50                          |

iii) **Ex-HPCL Visakhapatnam Refinery (VSPL – Interconnection Point of SALPG)**

| Sl. No. | Entry point             | Exit Point/<br>Tap Off Point | Equivalent Rail Distance (in Km) | Tariff for LPG Class 165 (₹/MT) |
|---------|-------------------------|------------------------------|----------------------------------|---------------------------------|
| 1       | Vizag (Visakh Refinery) | HPCL Rajamundry BP           | 249.20                           | 467.80                          |
| 2       | Vizag (Visakh Refinery) | HPCL Kondapalli              | 393.30                           | 706.90                          |
| 3       | Vizag (Visakh Refinery) | IOCL Kondapalli              | 394.80                           | 706.90                          |
| 4       | Vizag (Visakh Refinery) | BPCL Kondapalli              | 395.30                           | 706.90                          |
| 5       | Vizag (Visakh Refinery) | HPCL Cherlapalli             | 711.60                           | 1274.20                         |
| 6       | Vizag (Visakh Refinery) | IOCL Cherlapalli             | 713.70                           | 1274.20                         |
| 7       | Vizag (Visakh Refinery) | BPCL Cherlapalli             | 713.70                           | 1274.20                         |
| 8       | Vizag (Visakh Refinery) | New Vizag LPG Terminal       | 19.00                            | 203.50                          |

iv) **Ex- EIPL Storage**

| Sl. No. | Entry point  | Exit Point/<br>Tap Off Point | Equivalent Rail Distance (in Km) | Tariff for LPG Class 165 (₹/MT) |
|---------|--------------|------------------------------|----------------------------------|---------------------------------|
| 1       | Vizag (EIPL) | HPCL Rajamundry BP           | 244.20                           | 467.80                          |
| 2       | Vizag (EIPL) | HPCL Kondapalli              | 387.80                           | 706.90                          |
| 3       | Vizag (EIPL) | IOCL Kondapalli              | 388.80                           | 706.90                          |
| 4       | Vizag (EIPL) | BPCL Kondapalli              | 389.80                           | 706.90                          |
| 5       | Vizag (EIPL) | HPCL Cherlapalli             | 706.05                           | 1,274.20                        |
| 6       | Vizag (EIPL) | IOCL Cherlapalli             | 707.95                           | 1,274.20                        |
| 7       | Vizag (EIPL) | BPCL Cherlapalli             | 708.15                           | 1,274.20                        |

**3. Order**

The pipeline tariff for the VSPL, as given at para 2 above, will be applicable from 1.7.2024 till 31.7.2024.

|   |  |  |  |
|---|--|--|--|
| Sd/-<br><b>(Dr. Anil Kumar Jain)</b><br>Chairperson | Sd/-<br><b>(Gajendra Singh)</b><br>Member- I | Sd/-<br><b>(Anjani Kumar Tiwari)</b><br>Member- II | Sd/-<br><b>(A Ramana Kumar)</b><br>Member- III |
|---|--|--|--|