



Energy Regulatory Commission

# PRESS RELEASE

## MAXIMUM RETAIL PUMP PRICES IN KENYA FOR THE PERIOD 15<sup>TH</sup> JANUARY 2018 - 14<sup>TH</sup> FEBRUARY 2018

14<sup>th</sup> JANUARY 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 15<sup>th</sup> January to 14<sup>th</sup> February 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. 2.13, KShs. 2.39 and KShs. 3.36 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 3.99% from US\$ 636.22 per ton in November 2017 to US\$ 661.63 per ton in December 2017; Diesel increasing by 4.63% from US\$ 543.63 per ton to US\$ 568.82 per ton and Kerosene increasing by 6.36% from US\$ 579.64 per ton to US\$ 616.51 per ton.** The changes in the landed costs are summarized in the table below:

PRODUCT	NOVEMBER 2017	DECEMBER 2017	CHANGE
Super Petrol (US\$/ton)	636.22	661.63	3.99% increase
Diesel (US\$/ton)	543.63	568.82	4.63% increase
Kerosene (US\$/ton)	579.64	616.51	6.36% increase

The Free On board (FOB) price of Murban crude oil lifted in December 2017 was posted at US\$ 64.85 per barrel, an increase of 1.89% from US\$ 63.65 per barrel in November 2017.

Over the same period, the mean monthly US Dollar to Kenya Shilling exchange rate appreciated by 0.30% from KShs.103.43 per US\$ in November 2017 to KShs.103.12 per US\$ in December 2017.

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	Jan-17	Feb-17	Mar-17	Apr-17	May-17	Jun-17	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17
Crude Oil Prices (US\$/barrel)	55.35	56.10	52.6	53.40	51.45	47.30	48.60	51.60	55.70	58.10	63.65	64.85
Mean Exchange Rates (KShs/US\$)	103.88	103.41	102.95	103.32	103.31	103.59	103.92	103.37	103.12	103.51	103.43	103.12

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 **0.08%** which is a reduction from the previous 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. 0.13** and Kerosene **KShs. 0.10** 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 sector.

Regards



**Robert Pavel Oimeke**  
**DIRECTOR GENERAL**

14<sup>th</sup> January 2018



**ANNEX I**

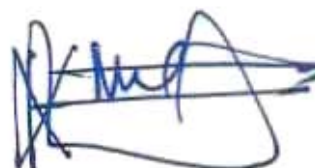
January 15, 2018 - February 14, 2018		MAXIMUM PUMP PRICES		
		Super Petrol (PMS)	Automotive Diesel (AGO)	Kerosene (DPK)
	TOWNS	KES/L	KES/L	KES/L
1	<b>Mombasa</b>	<b>103.01</b>	<b>91.55</b>	<b>72.01</b>
2	Kilifi	103.22	91.76	72.22
3	Likoni Mainland	103.34	91.88	72.34
4	Kwale	103.34	91.88	72.34
5	Malindi	103.92	92.45	72.91
6	Lungalunga	104.25	92.78	73.24
7	Voi	104.61	93.15	73.61
8	Taveta	106.17	94.71	75.16
9	Lamu	106.97	95.51	75.97
10	<b>Nairobi</b>	<b>106.30</b>	<b>94.82</b>	<b>74.78</b>
11	Thika	106.44	94.96	74.92
12	Machakos	106.44	94.96	74.92
13	Kajiado	106.73	95.26	75.21
14	Makuyu	106.88	95.41	75.37
15	Muranga	106.88	95.41	75.37
16	Sagana	106.98	95.51	75.46
17	Embu	107.52	96.05	76.00
18	Kerugoya	107.53	96.06	76.02
19	Narok	107.76	96.28	76.24
20	Nyeri	107.85	96.38	76.34
21	Namanga	107.95	96.48	76.44
22	Kiganjo	107.99	96.52	76.48
23	Chuka	108.03	96.56	76.52
24	Kitui	108.03	96.56	76.52
25	Mwingi	108.06	96.59	76.55
26	Nanyuki	108.45	96.98	76.94
27	Nkubu	108.70	97.23	77.19
28	Mtito Andei	108.95	97.48	77.44
29	Meru	108.98	97.51	77.46
30	Isiolo	109.53	98.06	78.02
31	Maua	109.53	98.06	78.02
32	Garissa	110.87	99.40	79.35
33	Marsabit	113.20	101.73	81.69
34	Liboi	113.74	102.27	82.23
35	Wajir	114.55	103.08	83.03





## ANNEX I

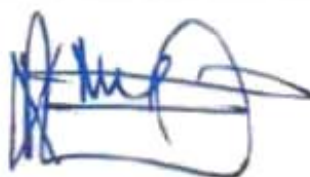
January 15, 2018 - February 14, 2018		MAXIMUM PUMP PRICES		
		Super Petrol (PMS)	Automotive Diesel (AGO)	Kerosene (DPK)
	TOWNS	KES/L	KES/L	KES/L
36	Mandera	120.11	108.63	88.59
37	<b>Nakuru</b>	<b>106.99</b>	<b>95.74</b>	<b>75.62</b>
38	Gilgil	106.99	95.74	75.62
39	Mogotio	107.05	95.79	75.68
40	Molo	107.15	95.89	75.78
41	Londiani	107.15	95.89	75.78
42	Nyahururu	107.23	95.98	75.86
43	Naivasha	107.34	96.09	75.97
44	Marigat	107.69	96.43	76.32
45	Kabarnet	108.26	97.00	76.89
46	Bomet	108.91	97.66	77.54
47	Maralal	111.15	99.89	79.78
48	<b>Eldoret</b>	<b>108.17</b>	<b>96.92</b>	<b>76.69</b>
49	Kapsabet	108.19	96.93	76.71
50	Webuye	108.37	97.11	76.89
51	Kitale	108.51	97.25	77.03
52	Kapenguria	108.91	97.66	77.43
53	Bungoma	108.94	97.68	77.46
54	Malaba	109.40	98.14	77.92
55	Lokichogio	116.05	104.80	84.57
56	<b>Kisumu</b>	<b>108.24</b>	<b>96.99</b>	<b>76.69</b>
57	Sondu	108.24	96.99	76.69
58	Oyugis	108.24	96.99	76.69
59	Kakamega	108.31	97.06	76.76
60	Bondo	108.53	97.28	76.98
61	Siaya	108.59	97.33	77.04
62	Kericho	108.73	97.47	77.18
63	Nyamira	108.85	97.60	77.30
64	Kisii	109.19	97.93	77.63
65	Sotik	109.42	98.17	77.87
66	Keroka	109.54	98.28	77.98
67	Busia	109.54	98.28	77.98
68	Homabay	109.91	98.65	78.36
69	Migori	110.15	98.89	78.59
70	Isebania	110.33	99.07	78.77



## ANNEX II

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

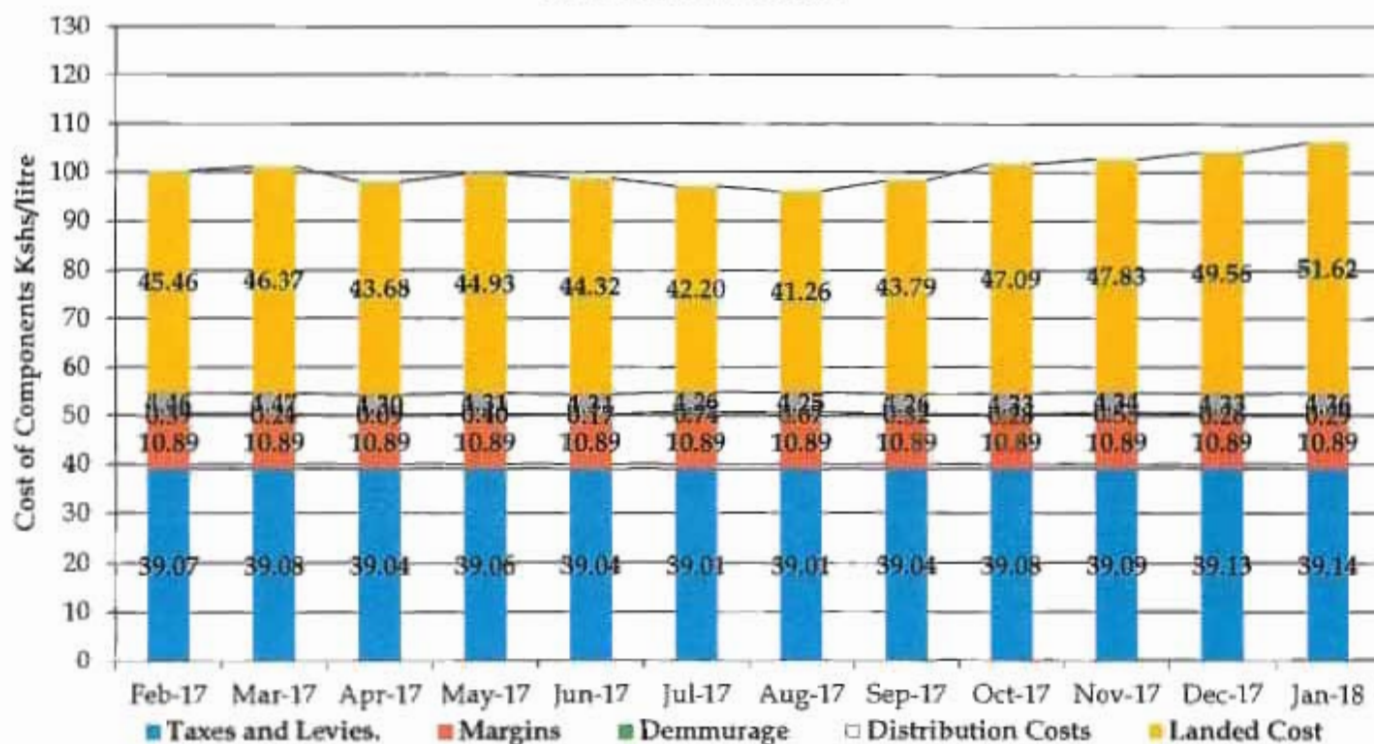
Cost Item	Super Petrol	Diesel	Kerosene
	KShs/Litre	KShs/Litre	KShs/Litre
<b>Landed Cost (a)</b>	<b>51.91</b>	<b>50.27</b>	<b>51.94</b>
Pipeline Transport (Msa-Nrb)	2.18	2.18	2.72
Road Transport (Msa-Nrb) - Bridging	1.03	1.03	0.00
Pipeline Losses	0.07	0.06	0.05
Depot Losses	0.46	0.24	0.18
Delivery within 40kms of Nrb	0.62	0.62	0.62
<b>Storage and distribution (b)</b>	<b>4.36</b>	<b>4.13</b>	<b>3.57</b>
Importers Margin	7.00	7.00	7.00
Dealers Margin	3.89	3.89	3.89
<b>Oil marketing companies margins (c)</b>	<b>10.89</b>	<b>10.89</b>	<b>10.89</b>
Excise Duty	19.90	10.31	7.21
Road Maintenance Levy	18.00	18.00	0.00
Petroleum Development Levy	0.40	0.40	0.40
Petroleum Regulatory Levy	0.12	0.12	0.05
Railway Development Levy	0.72	0.70	0.72
<b>Taxes and levies (d)</b>	<b>39.14</b>	<b>29.53</b>	<b>8.38</b>
<b>Retail Prices in Nairobi (a) + (b) + (c) + (d)</b>	<b>106.30</b>	<b>94.82</b>	<b>74.78</b>
<b>Summary</b>	<b>Super Petrol</b>	<b>Diesel</b>	<b>Kerosene</b>
	KShs/Litre	KShs/Litre	KShs/Litre
Products Costs (a)	51.91	50.27	51.94
Distribution and storage Costs (b)	4.36	4.13	3.57
Margins (c)	10.89	10.89	10.89
Taxes & Levies (d)	39.14	29.53	8.38
<b>Retail Prices in Nairobi</b>	<b>106.30</b>	<b>94.82</b>	<b>74.78</b>



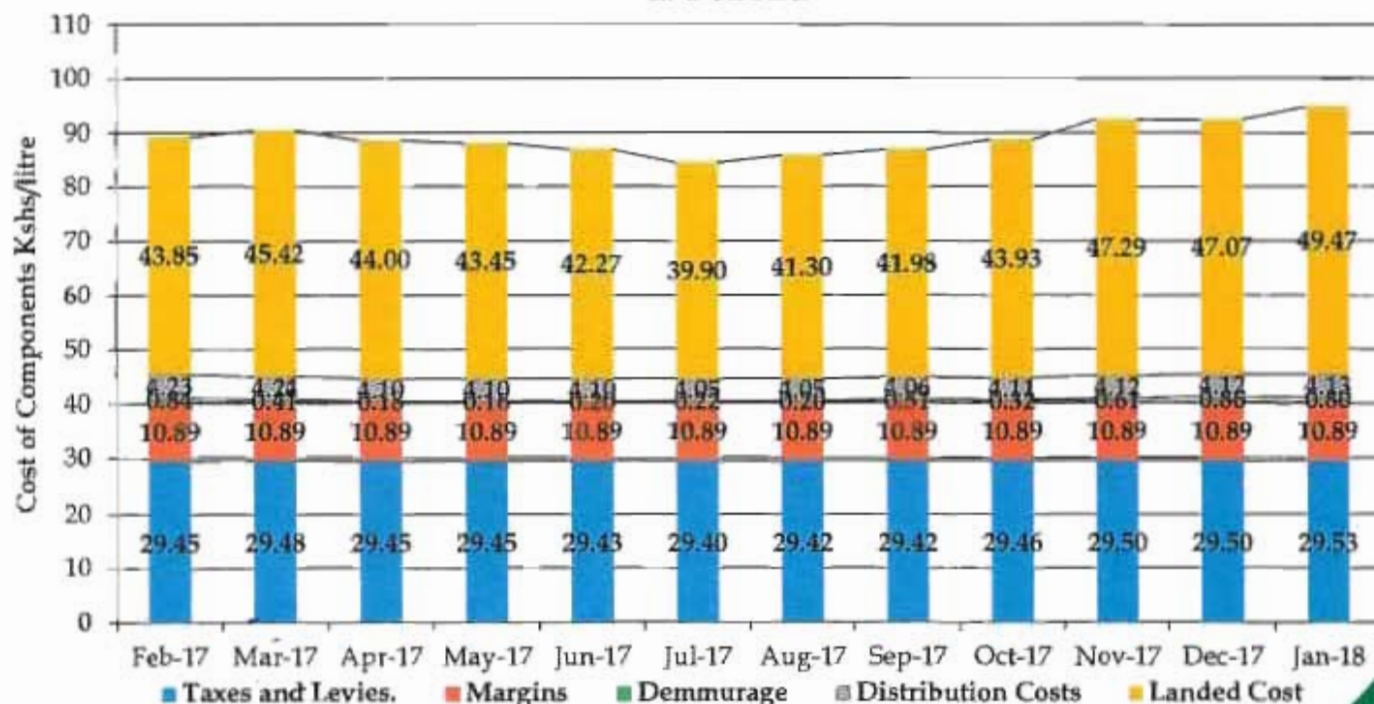


**ANNEX III**

**1. SUPER PETROL**



**2. DIESEL**



### 3. KEROSENE

