



## **SENATE SECRETARIAT**

**REPORT NO. 04**

### **REPORT OF THE SENATE STANDING COMMITTEE ON CABINET SECRETARIAT**

**ON**

**“The Oil and Gas Regulatory Authority (Second Amendment) Bill,  
2022” Moved by Ali Muhammad Khan, Minister of State for  
Parliamentary Affairs, on 25<sup>th</sup> January, 2022.**

**PRESENTED BY**  
**Rana Maqbool Ahmad**

**Chairman Senate Standing Committee on Cabinet Secretariat**

## SENATE SECRETARIAT

### REPORT OF THE SENATE STANDING COMMITTEE ON CABINET SECRETARIAT

I, Senator Rana Maqbool Ahmad, Chairman Senate Standing Committee on Cabinet Secretariat have the honor to present the report of the Committee on "The Oil and Gas Regulatory Authority (Second Amendment) Bill, 2022" introduced by Mr. Ali Muhammad Khan, Minister of State for Parliamentary Affairs, in the Senate sitting held on 25<sup>th</sup> January, 2022. The House in its sitting held on 25<sup>th</sup> January, 2022 referred the matter to the Committee for Consideration and report.

2. The Committee comprises of the following honorable Members:-

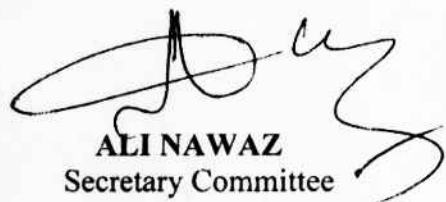
1. <b>Senator Rana Maqbool Ahmad</b>	<b>Chairman</b>
2. Senator Saifullah Sarwar Khan Nyazee	Member
3. Senator Kamil Ali Agha	Member
4. Senator Sarfaraz Ahmed Bugti	Member
5. Senator Khalida Ateeb	Member
6. Senator Syed Muzafar Hussian Shah	Member
7. Senator Moula Bux Chandio	Member
8. Senator Mushtaq Ahmad Khan	Member
9. Senator Engineer Rukhsana Zuberi	Member
10. Senator Saadia Abbasi	Member
11. Senator Naseebullah Bazai	Member
12. Senator Muhammad Talha Mahmood	Member
13. Minister-in-Charge Cabinet Division	Ex-Officio Member

3. The Committee considered the Bill in its meeting held on 16<sup>th</sup> February, 2022 at 02:30 pm, in Committee Room No. 3 Parliament House, Islamabad. The meeting was attended by the following Members.

1. <b>Senator Rana Maqbool Ahmad</b>	<b>Chairman</b>
2. Senator Saifullah Sarwar Khan Nyazee	Member
3. Senator Kamil Ali Agha	Member
4. Senator Khalida Ateeb	Member
5. Senator Engineer Rukhsana Zuberi	Member
6. Senator Naseebullah Bazai	Member
7. Engineer Ali Muhammad Khan	Ex-Officio Member

4. The Minister of State for Parliamentary Affairs briefed the Committee that the Bill was necessary in order to remove some lacunas from the existing Oil and Gas Regulatory Authority Ordinance, 2002. Representative of OGRA apprised the Committee about the Second Amendment Bill and stated that for regulating the gas price, they had a law known as Petroleum Levy Ordinance, 1961. He told that since LNG/RLNG was not there at that time, therefore it is was not included in that law and is still not included. So with this amendment, the fixation of price of LNG/RLNG will also be covered in the law.

5. After detailed discussion, the Committee decided to put the Bill to vote, whereupon the Bill was unanimously passed by the Committee as introduced in the House. The Committee approved presentation of report in the House.



**ALI NAWAZ**  
Secretary Committee



**SENATOR RANA MAQBOOL AHMAD**  
Chairman Committee

[AS PASSED BY THE NATIONAL ASSEMBLY]

A  
Bill

Further to amend the Oil and Gas Regulatory Authority Ordinance, 2002

**WHEREAS**, it is expedient further to amend the Oil and Gas Regulatory Authority Ordinance, 2002 (XVII of 2002), for the purposes hereinafter appearing;

It is hereby enacted as follows: -

1. **Short title and commencement.** - (1) This Act shall be called the Oil and Gas Regulatory Authority <sup>Second</sup> (Amendment) Act, 2021.

(2) It shall come into force at once.

2. **Amendment of section 2, Ordinance XVII of 2002.**- In the Oil and Gas Regulatory Authority Ordinance, 2002 (XVII of 2002), hereinafter referred to as the said Ordinance, in section 2, in sub-section (1), —

(a) in clause (xvii), after the words "products resulting from processing of gas", the expression "including RLNG" shall be inserted; and

(b) after clause (xxxv), the following new clause (xxxva) shall be inserted, namely: -

"(xxxva) "RLNG" means re-gasified LNG;"

3. **Amendment of section 8, Ordinance XVII of 2002.**- In the said Ordinance, in section 8, —

(a) in sub-section (2), after the words "as notified by the Authority", the words "cost of imported gases" shall be inserted;

(b) in sub-section (4), for the full stop at the end a colon shall be substituted and thereafter the following new shall be added, namely: -

"Provided that sub-sections (1) to (4) shall not be applicable in case of RLNG price determined under section 43B."

4. **Amendment of section 9, Ordinance XVII of 2002.**- In the said Ordinance, in section 9, the existing provision of section 9 shall be numbered as sub-section (1) thereof and thereafter the following section (2) shall be added, namely: -

"(2) The Authority may decide, without giving notice to the public and without holding a public hearing, if the prescribed price is required to be revised only on account of revision in well-head gas prices and cost of imported gases."

5. **Insertion of section 43B, Ordinance XVII of 2002.**- In the said Ordinance, after section 43A, the following new section shall be inserted, namely: -

"43B Sale price of RLNG - Notwithstanding anything to the contrary contained in this Ordinance or any other law for the time being in force, the Authority, in accordance with the policy guidelines issued by the Federal Government from time to time, shall determine and notify the sale price of RLNG to be charged by a licensee from its consumer."

#### Statement of Objects and Reasons

"Oil & Gas Regulatory Authority (Amendment) Act, 2011"

The purpose of the amendments is to bring entire Liquefied Natural Gas (LNG) Re-gasified Liquefied Natural Gas (RLNG) licensing and pricing, under regulatory framework. This shall also empower the OGRA to determine and notify the RLNG sale price under the OGRA Ordinance, 2002.

2. In order to carry out the mandate of law, the bill is aimed to achieve the above objects.

**IMRAN KHAN**  
**PRIME MINISTER OF PAKISTAN**