

PRESS RELEASE

MAXIMUM RETAIL PUMP PRICES OF PETROLEUM

In accordance with Legal Notice No.196, The Energy (Petroleum Pricing) Regulations, 2010, the Energy Regulatory Commission (ERC) has calculated the maximum retail pump prices of petroleum products which will be in force from 15<sup>th</sup> February 2012 to 14<sup>th</sup> March 2012.

The purpose of the fuel pricing regulations is to cap the pump prices of the products, which are already in the country, such that the importation and other prudently incurred costs are recovered while ensuring fair prices to the consumer. As always the oil marketing companies are encouraged to compete below the maximum prices.

The Free On Board (FOB) price of Murban crude oil lifted in January 2012 was posted at US \$ 114.20 per barrel, an increase of 2.15% from US \$ 111.80 per barrel in December 2011.

The average landed cost of imported Super Petrol increased by 6.62 %, from US \$ 1002.68 per tonne in December 2011 to US \$ 1069.01 per tonne in January 2012. Over the same period the average landed cost of imported Diesel decreased by 2.49% from US \$ 1019.74 per tonne to US \$ 994.37 per tonne, while the average landed cost of imported Kerosene increased by 0.88% from US\$ 1032.11 per tonne in December 2011 to US\$ 1041.19 per tonne in January 2012. The import price changes are summarized in the table below:

PRODUCT	DECEMBER, 2011	JANUARY, 2012	CHANGE
Murban Crude (US \$/bbl)	111.80	114.20	2.15% increase
Super Petrol (US \$/Tonne)	1002.68	1069.01	6.62% increase
Diesel (US \$/Tonne)	1019.74	994.37	2.49% decrease
Kerosene (US \$/Tonne)	1032.11	1041.19	0.88% increase

Over the same period the mean monthly exchange rate improved to KES 86.01 per US \$ in January 2012 from KES 86.79 per US \$ in the previous month, a change equivalent to 0.9 %.

Table below shows the trend of Monthly exchange rates and crude prices for the last 13 months.

Month	Jan 2011	Feb 2011	Mar 2011	Apr 2011	May 2011	Jun 2011	Jul 2011	Aug 2011	Sep 2011	Oct 2011	Nov 2011	Dec 2011	Jan 2012
Mean Exchange Rates (Kes/\$)	81.0	81.5	84.2	83.9	85.4	89.0	89.9	92.8	96.4	101.3	93.64	86.79	86.01
Crude Prices (\$/bbl)	95.55	103.6	112.6	120.7	113.6	112.2	113.9	109.05	110.9	108.95	114.45	111.80	114.20

Taking into account the actual costs of imported products and products refined locally, the overall result is that the maximum allowed price of **Super Petrol in Nairobi decreases by KES 0.63 per litre**, that of **Diesel decreases by KES 2.61 per litre** while that of **Kerosene decreased by KES 3.37 per litre**. Maximum prices for the other towns have been adjusted accordingly.

In the last several months, there has been an erratic trend in the price of crude and imported refined petroleum products in the international market coupled with volatile performance of key economies in the world. Recently, the local currency has remained stable over the review period relative to the US dollar and this has impacted positively on the local pump prices.



The Commission would wish to remind all petroleum marketing companies and dealers that it is an offence to sell petroleum products above the maximum prices published by the Commission. A person who contravenes this requirement shall be liable to a fine not exceeding Kenya Shillings one million or the withdrawal of the operating licence or both. The commission has noted with concern that some retail outlets flouted the provisions of the last price releases by selling the regulated products above the set price cap as revealed by a monitoring survey conducted during the period. Appropriate regulatory action is being taken in this regard.

The Commission would also wish to assure the public of its continued commitment to observance of the principles of fair competition and the protection of the interests of both consumers and investors in the energy sector.

The attached is a schedule of the maximum retail pump prices for selected towns in the country.



**Eng. Kaburu Mwirichia**  
**DIRECTOR GENERAL**

**14<sup>th</sup> February 2012**

February 15, 2012 - March 14, 2012		MAXIMUM PUMP PRICES			
		Super Petrol (PMS)	Automotive Diesel (AGO)	Kerosene (DPK)	Regular Petrol (RMS)
	TOWNS	KES/L	KES/L	KES/L	KES/L
1	<b>Mombasa</b>	<b>108.07</b>	<b>102.05</b>	<b>80.95</b>	<b>112.54</b>
2	Kilifi	108.27	102.25	81.15	112.74
3	Likoni Mainland	108.40	102.38	81.28	112.87
4	Kwale	108.41	102.39	81.29	112.88
5	Malindi	108.90	102.88	81.78	113.37
6	Lungalunga	109.23	103.21	82.11	113.70
7	Voi	109.53	103.51	82.41	114.00
8	Taveta	110.94	104.92	83.82	115.41
9	Lamu	111.67	105.65	84.55	116.14
10	<b>Nairobi</b>	<b>111.32</b>	<b>105.29</b>	<b>83.74</b>	<b>115.40</b>
11	Thika	111.46	105.42	83.88	115.54
12	Machakos	111.46	105.42	83.88	115.54
13	Kajiado	111.72	105.68	84.14	115.80
14	Makuyu	111.86	105.82	84.28	115.94
15	Muranga	111.86	105.82	84.28	115.94
16	Sagana	111.95	105.91	84.37	116.03
17	Embu	112.44	106.40	84.86	116.52
18	Kerugoya	112.45	106.41	84.87	116.53
19	Narok	112.65	106.62	85.08	116.74
20	Nyeri	112.74	106.70	85.16	116.82
21	Namanga	112.83	106.79	85.25	116.91
22	Kiganjo	112.87	106.83	85.29	116.95
23	Chuka	112.90	106.87	85.33	116.99
24	Kitui	112.90	106.87	85.33	116.99
25	Mwingi	112.93	106.89	85.35	117.01
26	Nanyuki	113.28	107.25	85.70	117.37
27	Nkubu	113.51	107.47	85.93	117.59
28	Mtito Andei	113.74	107.70	86.16	117.82
29	Meru	113.76	107.72	86.18	117.84
30	Isiolo	114.26	108.23	86.69	118.35
31	Maua	114.26	108.23	86.69	118.35
32	Garissa	115.47	109.44	87.89	119.56
33	Marsabit	117.59	111.55	90.01	121.67
34	Liboi	118.08	112.04	90.50	122.16
35	Wajir	118.81	112.77	91.23	122.89
36	Mandera	123.84	117.81	96.26	127.92
37	<b>Nakuru</b>	<b>111.92</b>	<b>106.09</b>	<b>84.51</b>	<b>115.88</b>
38	Gilgil	111.88	106.05	84.47	115.84
39	Molo	111.88	106.05	84.47	115.84
40	Mogotio	111.98	106.15	84.57	115.94
41	Londiani	112.07	106.24	84.66	116.03
42	Nyahururu	112.15	106.32	84.73	116.10
43	Naivasha	112.25	106.42	84.83	116.20
44	Marigat	112.56	106.73	85.15	116.52

February 15, 2012 - March 14, 2012		MAXIMUM PUMP PRICES			
		Super Petrol (PMS)	Automotive Diesel (AGO)	Kerosene (DPK)	Regular Petrol (RMS)
	TOWNS	KES/L	KES/L	KES/L	KES/L
45	Bomet	113.67	107.84	86.25	117.63
46	Kabarnet	113.08	107.25	85.66	117.04
47	Maralal	115.70	109.87	88.28	119.65
48	<b>Eldoret</b>	<b>113.03</b>	<b>107.20</b>	<b>85.53</b>	<b>116.91</b>
49	Kapsabet	113.06	107.23	85.56	116.93
50	Webuye	113.22	107.39	85.72	117.09
51	Kitale	113.35	107.52	85.85	117.22
52	Kapenguria	113.71	107.88	86.21	117.58
53	Bungoma	113.74	107.91	86.24	117.61
54	Malaba	114.15	108.32	86.65	118.02
55	Lokichogio	120.18	114.35	92.68	124.05
56	<b>Kisumu</b>	<b>113.09</b>	<b>107.26</b>	<b>85.53</b>	<b>116.90</b>
57	Sondu	113.08	107.25	85.51	116.89
58	Oyugis	113.10	107.27	85.54	116.91
59	Kakamega	113.17	107.34	85.60	116.97
60	Bondo	113.37	107.54	85.80	117.18
61	Siaya	113.42	107.59	85.85	117.23
62	Kericho	113.54	107.71	85.98	117.35
63	Nyamira	113.66	107.83	86.09	117.46
64	Kisii	113.96	108.13	86.39	117.77
65	Sotik	114.17	108.34	86.61	117.98
66	Busia	114.27	108.44	86.71	118.08
67	Keroka	114.27	108.44	86.71	118.08
68	Homabay	114.61	108.78	87.05	118.42
69	Migori	114.83	109.00	87.26	118.64
70	Isebania	114.99	109.16	87.43	118.80