

# BLOOMFIELD LP WEEKLY ENERGY TITBITS (BWET)

Bloomfield LP's Energy Practice brings you highlights of interesting energy developments in Nigeria  
March 11, 2024.

## Federal Government of Nigeria ("FGN") Settles Debt to Boost Power Generation

The Director of the Decade of Gas Secretariat, Mr. Ed Ubong, announced at the 7th edition of the Nigeria International Energy Summit (NIES 2024), that the Federal Government of Nigeria had paid over One Hundred and Twenty Million United States Dollars (US\$ 120,000,000.00) to offset part of its total debts of One Billion, Three Hundred Million United States Dollars (US\$1,300,000,000.00) owed to Nigerian Gas Companies for electricity generation.

He noted that the payment was made between October 2023 and January 2024, following the Nigerian government's effort to address its indebtedness to the Nigerian power sector, particularly to the Generation Companies and Gas Companies.

Read more at:

<https://businessday.ng/energy/article/gas-shortage-fg-pays-120m-debt-to-boost-power-generation>

## Power Supply Shortage: The Minister of Power Threatens to Issue Sanctions to DisCos for Deliberate Rejection of Power Supply from TCN

The Minister of Power, Mr. Adebayo Adedun on Wednesday, June 6, 2024, has warned that the licences of Distribution Companies ("DisCos") may be revoked for rejecting power supply from the Transmission Company of Nigeria ("TCN").

He alleged that certain DisCos had deliberately refused to take up power supply from TCN thereby contributing to the current power crisis in the country, notwithstanding the pressure mounted on Generating Companies by the Ministry of Power to improve their output capacity to Four Thousand Megawatts (4,000MW).

Read more at:

<https://nairametrics.com/2024/03/02/power-crisis-fg-accuse-discos-of-refusing-to-take-up-power-supply-from-tcn>

## Transcorp Power Limited Lists Shares, Becomes Second Power-related Company on the Nigerian Exchange

On March 4, 2024, Transcorp Power Plc ("Transcorp Power") announced its introduction to the Nigerian Exchange Limited (the "NGX") through listing by introduction on the Main Board of the NGX. Transcorp Power will be the second power-related Company to be listed on the exchange after Geregu Power Plc.

Transcorp Power issued Seven Billion, Five Hundred Million (7,500,000,000) ordinary shares, valued at Fifty Kobo (50k) and priced at Two Hundred and Forty Naira (N240) each. By March 7, 2024, the share price of Transcorp Power had increased by Thirty-Three per cent (33%) barely three (3) days after its listing, because of investors' continued interest in purchasing the shares.

Read more at:

<https://punchng.com/transcorp-power-lists-n1-8tn-shares-on-ngx>



## President Tinubu Signs Executive Orders on Oil and Gas Reforms

On March 6, 2024, the President of the Federal Republic of Nigeria, Bola Ahmed Tinubu, executed policy directives (the “Policy Directives”) to improve the investment sector and position Nigeria as an investor-friendly location, particularly the oil and gas sector.

The Policy Directives entail the introduction of fiscal incentives for non-associated gas, midstream and deepwater developments, streamlining of contracting process to compress the typical contracting cycle to six (6) months, and the application of the local content requirements without hindering investments or the cost competitiveness.

*Read more at:*

<https://nairametrics.com/2024/03/06/president-tinubu-signs-new-executive-orders-to-boost-investment-in-oil-and-gas-sector>

## Seplat to Commence Gas Production in the Third Quarter of 2024

Seplat Energy Plc. (“Seplat”) announced that it is about to commence gas production from its Six Hundred and Fifty Million United States Dollars (US\$650,000,000) ANOH Gas Processing Plant (the “Plant”), with the first gas production expected by the third quarter of 2024.

The Plant, which is owned by ANOH Gas Processing Company, an incorporated joint venture between Seplat and NNPC Gas Infrastructure Company (the “NGIC”) Ltd, is expected to deliver dry gas, condensate, and Liquefied Petroleum Gas (“LPG”).

*Read more at:*

<https://businessday.ng/energy/article/seplat-eyes-third-quarter-for-first-gas-from-650m-anoh-project>