

BLOOMFIELD LP WEEKLY ENERGY TITBITS (BWET)

Bloomfield LP's Energy Practice brings you highlights of interesting energy developments in Nigeria
April 02, 2024.

The National Grid Collapses, TCN seeks to collaborate with GenCos and GasCos to improve Power Generation.

The National Grid collapsed at about 4:28pm on March 28, 2024, causing power outage across various States in the country. The Transmission Company of Nigeria ("TCN") however announced at around 10:00pm on the same day that power has been restored.

TCN noted per a report from the National Control Centre ("NCC") in Oshogbo, Osun State, where the national grid is stationed, that the system disturbance was occasioned by a significant reduction in electricity generation capacity, primarily due to gas constraints, which led to a rapid decline in system frequency thus creating a sudden imbalance in the grid. The imbalance in the grid stability was further exacerbated by the sudden tripping of Egbin generation turbine 3, and the consequent collapse of the grid.

Read more at:

<https://nairametrics.com/2024/04/01/grid-collapse-power-minister-met-with-gencos-gas-companies-to-secure-more-gas-supply-tcn>

NNPCL Discountenances Rumors on the Adjustment in the Price of PMS and AGO

The Nigerian National Petroleum Company Limited ("NNPCL") has discountenanced rumors of a change in the price of Premium Motor Spirit ("PMS") and Automotive Gas Oil ("AGO") at its retail stations.

The clarification was made on Wednesday, March 27, 2024, to disregard speculations that the NNPCL had reduced the price of PMS from Five Hundred and Sixty-eight Naira (N568.00) to Five Hundred and Sixty Naira (N560.00), and reports that the company has increased the price of AGO to Nine Hundred and Twenty Naira (N920.00).

Read more at:

<https://nairametrics.com/2024/03/28/nnpcl-denies-adjustment-in-price-of-fuel-diesel>

FGN Announces New Date for Completion of AKK Pipeline Project

The Group Chief Executive Officer of the Nigerian National Petroleum Company Limited ("NNPCL"), Mr. Mele Kyari has announced that the completion date for the Ajaokuta-Kaduna-Kano ("AKK") has been moved to December 2024. The announcement was made on Thursday, March 28, 2024, in his address at the 2024 Society of Petroleum Engineers (SPE) Oloibiri Lecture Series & Energy Forum (OLEF).

He noted that the adjustment was required as efforts were ongoing at the NNPCL to develop the right infrastructure. He also noted that NNPCL is also making efforts to repair its pipelines to limit the use of tankers in delivering petroleum products.

Read more at:

<https://businessday.ng/energy/oilandgas/article/uncertainty-trail-nigerias-2-8-bn-akk-pipeline-project-as-nnpc-announces-new-date-for-completion>



The Nigerian National Petroleum Company Limited (“NNPCL”) Records One Hundred and Thirty-Six (136) Incidents of Crude Oil Theft in One Week.

The Nigerian National Petroleum Company Limited (“NNPCL”) has reported that it recorded about One hundred and Thirty-six (136) crude oil theft incidents within one (1) week, spanning through 16th to 22nd of March 2024.

The report highlighted that these incidents specifically covered the Niger Delta region and included Thirty-seven (37) instances of unauthorized connections, Twenty-nine (29) illegal refineries, and an oil spill incident, amongst others.

It is believed that proactive measures taken by NNPCL, particularly utilizing innovative technology will greatly assist in curbing crude oil theft menace in the country, and ultimately improve production and supply of crude oil, to meet its domestic and international obligations.

Read more at:

<https://nairametrics.com/2024/03/27/nnpcl-records-136-incidents-of-crude-oil-theft-in-one-week>

Federal Government of Nigeria to establish a Compressed Natural Gas Park at Ajaokuta Steel Company

The Minister of Steel Development, Prince Shuaibu Audu, has announced that the Federal Government of Nigeria (“FGN”) has plans to establish a Compressed Natural Gas (“CNG”) park at the Ajaokuta Steel Company in Kogi state.

He also noted that the initiative is aligned with President Bola Ahmed Tinubu’s Renewed Hope Agenda, which aims to alleviate hardships faced by Nigerians and further contribute to the worldwide shift towards energy transition.

It is believed that the establishment of a CNG park will further promote Nigeria’s transition to cleaner sources of energy, whilst also providing alternative fuel to Premium Motor Spirit (“PMS”) and Automotive Gas Oil (“AGO”) which are the prevalent types of fuel for vehicles in the country.

Read more at:

<https://nairametrics.com/2024/03/26/fg-to-set-up-natural-gas-park-at-ajaokuta-steel-coy>