

# BLOOMFIELD LP WEEKLY ENERGY TITBITS (BWET)

Bloomfield LP's Energy Practice brings you highlights of interesting energy developments in Nigeria  
October 15, 2024.

## Meter Installation by Electricity Distribution Companies ("DisCos") Decreased by Sixty Percent (60.8%) in the Second Quarter of 2024

On October 10, 2024, the Nigerian Electricity Regulatory Commission ("NERC") published its Second Quarter Report (the "Report"). The Report reflects that when compared to the first quarter, meter installation by electricity distribution companies ("DisCos") declined by sixty percent (60.86%) in the second quarter ("Q2") of 2024.

As contained in the Report, DisCos installed only forty-nine thousand, one hundred and eighty-eight (49,188) meters in Q2 2024. This is a decline from the one hundred and twenty-five thousand, six hundred and sixty-four (125,664) meters installed in the first quarter of the year.

Read more at:

<https://www.vanguardngr.com/2024/10/discos-meter-installation-rate-dips-60-8>

## The Federal Government of Nigeria gives Consideration to Gas Reticulation Systems for Urban Buildings in Nigeria

On October 9, 2024, the Permanent Secretary of the Ministry of Petroleum Resources, Mr. Nicholas Ella, inaugurated a Technical Working Group ("TWG") to develop an initiative for smart, safe and efficient direct gas distribution using Liquefied Petroleum Gas ("LPG"), Piped Natural Gas ("PNG"), and Biogas in Nigeria's building sector (the "Initiative").

The TWG is a collaboration between the National Gas Expansion Programme ("NGEP") and the Council of Registered Builders of Nigeria ("CORBON"). The TWG is expected to submit its report for the Initiative by November 15, 2024. The Initiative will require compliance with the National Building Code, which provides guidelines for building design, among others.

Read more at:

<https://gazettengr.com/fg-inaugurates-committee-to-enhance-gas-distribution-in-urban-buildings>

## The Nigerian National Petroleum Company Limited ("NNPCL") Approves Gas Supply to the Methanol-Manufacturing Plant of Brass Fertilizer & Petrochemical Company Limited

On October 11, 2024, the Nigerian National Petroleum Company Limited ("NNPCL") executed an agreement to commence gas sales to the methanol-manufacturing project of the Three Billion, Three Hundred Million Dollar (\$3,300,000,000.00) worth Brass Fertilizer & Petrochemical Company Limited (the "Agreement") (the "Project").

The Agreement was executed with Shell Petroleum Development Company of Nigeria Limited (Shell), Total Energies and Nigerian Agip Oil Company Ltd ("NAOC").

Read more at:

<https://punchng.com/fg-approves-gas-supply-to-3-3bn-methanol-plant>



## Revenue of Electricity Distribution Companies Rise to Four Hundred and Thirty-One Billion, One Hundred and Sixty Million Naira (N431,160,000,000.00) in the Second Quarter of 2024

On October 9, 2024, the Nigerian Electricity Regulatory Commission (“NERC”) released its quarterly report covering the second quarter (“Q2”), 2024 (the “Report”). As contained in the Report, Electricity Distribution Companies (“DisCos”) recorded a total revenue of Four Hundred and Thirty-One Billion, One Hundred and Sixty Million Naira (N431,160,000,000.00) in the second quarter of 2024 (the “Revenue”).

The Revenue is significantly higher than the revenue generated by DisCos in the first quarter of the year, which was Two Hundred and Ninety-One Billion, Six Hundred and Twenty Million Naira (N291,620,000,000.00) which was derived from a total billing of Five Hundred and Forty-Three Billion, Six Hundred and Fourty Million Naira (N543,640,000,000.00).

Read more at:

<https://dailytrust.com/band-a-customers-push-discos-revenue-up-by-48-in-3-months>

## The Federal Government of Nigeria Authorises Petroleum Marketers to Buy Premium Motor Spirit Directly from Dangote Refinery and Other Local Refineries

On October 11, 2024, the Minister of Finance and Chairman of the Naira-crude sale implementation committee, Mr. Wale Edun, issued a statement reflecting that the Federal Government has authorized marketers of Premium Motor Spirit (“PMS” or “Petrol”) to purchase PMS directly from Dangote Refinery and other local refineries, thereby bypassing the Nigerian National Petroleum Company Limited (“NNPCL”) (the “Authorisation”).

By the Authorization, the NNPCL will no longer be the sole off-taker of Petroleum from the Dangote Refinery and other local refineries.

The Authorisation is expected to enhance a highly deregulated oil industry and enable marketers negotiate commercial terms directly with the refineries, thereby fostering a competitive energy market. It will also enable a smoother supply chain and stabilise market conditions for Petroleum products.

Read more at:

[https://businessday.ng/news/article/marketers-cleared-to-lift-petrol-from-dangote-refinery-fg/?utm\\_source=auto-read-also&utm\\_medium=web&amp](https://businessday.ng/news/article/marketers-cleared-to-lift-petrol-from-dangote-refinery-fg/?utm_source=auto-read-also&utm_medium=web&amp)