

BLOOMFIELD LP WEEKLY ENERGY TITBITS (BWET)

Bloomfield LP's Energy Practice brings you highlights of interesting energy developments in Nigeria
February 04, 2025.

Dangote Petroleum Refinery Announces a Downward Review of Premium Motor Spirit ("PMS") Depot Price to Eight Hundred and Ninety Naira (N890.00)

Dangote Petroleum Refinery ("Dangote Refinery") recently announced a downward price adjustment in the ex-depot sale of Premium Motor Spirit ("PMS") from Nine Hundred and Fifty Naira (N950.00) to Eight Hundred and Ninety Naira (N890.00) per litre.

Mr. Anthony Chiejina, the Group Chief Branding and Communications Officer of Dangote Refinery, explained in an issued statement, that the earlier modest price increase announced on January 19, 2025, was due to rising crude oil costs. He however stated that this particular price reduction in the price of PMS was occasioned by favorable developments in the global energy sector.

It is envisaged that if the recent price reduction in PMS price remains relatively stable, it may indirectly lead to a decrease in prices of goods and services, as well as the overall cost of living, with a positive ripple effect on various sectors of the Nigerian economy.

Read more at:

<https://businessday.ng/energy/article/dangote-refinery-reduces-petrol-ex-depot-price-to-n890>

Rural Electrification Agency ("REA") advances the Africa Mini-Grids Program ("AMP") to Provide Energy Solutions to Nigeria's Agricultural Sector

The Rural Electrification Agency ("REA") has advanced the implementation of the Africa Mini-grids Program ("AMP"), by awarding eighteen (18) renewable energy developers with Five Million, Nine Hundred and Ten Thousand United States Dollars (US\$5,910,000) grant agreements for the development of Twenty-three (23) additional mini-grids across six (6) geo-political zones in Nigeria.

AMP in Nigeria is being funded by the Global Environment Facility ("GEF") and supported by the United Nations Development Program ("UNDP"). Mr Abba Abubakar Aliyu, the Chief Executive Officer of REA, stated that the AMP aligns with the Federal Government's focus on optimising decentralized renewable energy solutions to catalyze growth and unlock opportunities in Nigeria's Agricultural sector.

Read more at:

<https://businessday.ng/energy/power/article/rea-to-deliver-additional-23-mini-grids-in-nigeria-under-africa-mini-grids-program>

Nigeria Unveils Twenty-Three Billion, Two Hundred Million United States Dollars National Energy Compact towards Improving Energy Access in Nigeria

At the Mission 300 Africa Energy Summit, held in Dar es Salaam, Tanzania from January 27-28 2025, the President of the Federal Republic of Nigeria, Bola Ahmed Tinubu (the "President") through the Minister of Power, Mr Adebayo Adelabu, reaffirmed Nigeria's commitment to ensuring sustainable energy access and committed to the Es Salaam Energy Declaration.

The President also acknowledged the grants and other financial aid received from or promised by key regional and international organisations such as the African Development Bank ("AfDB"), the International Finance Corporation ("IFC") and the World Bank towards ensuring energy access in the country.

Read more at:

<https://businessday.ng/energy/article/nigeria-secures-11bn-afdb-fund-to-power-5m-people-by-2026-tinubu>



Nigeria's Liquefied Natural Gas ("LNG") Export Declines by Twenty Per cent (20%) Due to Increased Pipeline Attacks

There has been a decline in Liquefied Natural Gas ("LNG") export as a result of an increase in pipeline vandalism and other security challenges within the Niger Delta region in Nigeria.

Dr Sophia Horsfall, General Manager for External Relations in Nigeria Liquefied Natural Gas Limited ("NLNG"), particularly stated that the loss of facilities due to vandalism and sabotage impacts feed-gas supplies to NLNG and delivery timelines. She however emphasized that NLNG is working closely with its gas suppliers and relevant government security agencies to improve safety for upstream production and transportation.

It is thus envisaged that the Federal Government of Nigeria's partnership with relevant stakeholders and security agencies in this regard will significantly reduce these cases of thefts and vandalism and further address other security challenges within the area.

Read more at:

<https://businessday.ng/energy/article/nigerias-lng-exports-fall-20-amid-rising-pipeline-attacks>

The Nigerian National Petroleum Company Limited ("NNPCL") and its Partners launch the development of Five Mini-Liquefied Natural Gas ("LNG") Plants in Ajaokuta, Kogi State

On Thursday, January 28, 2025, the Nigerian National Petroleum Company Limited ("NNPCL") and its partners announced the commencement of the construction of five Mini-Liquefied Natural Gas ("LNG") plants namely: NNPC Prime LNG Limited ("Prime LNG"), NGML/Gasnexus LNG, BUA LNG Company Limited ("BUA LNG"), Highland LNG Limited ("Highland LNG") and LNG Arete Limited ("LNG Arete").

NNPCL holds ninety per cent (90%) interest in Prime LNG, fifty per cent (50%) interest in NGML/Gasnexus LNG and ten per cent (10%) in BUA LNG. Highland LNG and LNG Arete are owned by other private companies with no shares owned by the NNPCL.

It is envisaged that the establishment and functional operations of the mini-LNG plants will further increase the supply of LNG in the country thus providing a cleaner and cheaper energy source to households, businesses and industries, particularly for regions that lack access to gas pipeline infrastructure.

Read more at:

<https://nnpcgroup.com/insights/nnpc-ltd-partners-launch-97mmscf-d-capacity-five-mini-lng-plants-in-ajaokuta-as-fg-res-tates-commitment-to-use-gas-for-economic-growth-development>