

FREQUENTLY ASKED QUESTIONS (FAQs)

1. What is Liquefied Petroleum Gas (LPG)?

Liquefied Petroleum Gas (LPG) is a clean, environmentally friendly, portable and economical fuel. “LPG” means any material having a vapour pressure not exceeding that allowed for commercial propane composed predominantly of the following hydrocarbons, either by themselves as mixtures: propane, propylene, butane (normal butane or isobutene) and butylenes;

2. What is the Role of OGRA in Licensing of LPG?

The Oil & Gas Regulatory Authority (OGRA) is empowered to regulate the LPG Sector under the OGRA Ordinance 2002 and LPG (Production & Distribution) Rules, 2001. OGRA issues licences for different categories of LPG facilities under the provisions of LPG Rules 2001.

3. Are LPG (Production & Distribution) Rules 2001 placed on OGRA’s website?

Yes, LPG Rules are placed on OGRA’s website.

4. Who can apply for LPG licence?

Company, entitled by its memorandum of association or any other appropriate instrument can apply for licence for different categories of LPG facilities under the provisions of LPG Rules 2001.

5. What are the requirements of Licence for various categories of LPG facilities?

OGRA issues licenses for LPG Production / extraction & air mix facilities, LPG Storage & Filling Plants and LPG and Auto Refueling Stations. The requirement / requisite for each category is placed on OGRA’s website.

6. How much LPG is produced on monthly basis?

Monthly LPG Production data is available on OGRA’s website.

7. How much LPG is imported on monthly basis?

Monthly LPG imported data is available on OGRA’s website.

8. Details of OGRA’s LPG Third Party Inspectors.

The details of OGRA’s Third Party Inspector are available on OGRA’s website.

9. What is the duration of licences for various categories LPG facilities?

The construction licence for various LPG facilities is granted for a period of one year which is further extendable to 15 years.

10. Who can Import LPG?

As per LPG Policy, any party having valid OGRA Licence can import LPG after paying applicable government duties and taxes.

11. In there any bar on the storage capacity of LPG Refueling Station?

The intended LPG storage capacity in case of Auto Refueling Stations should not be more than 10 Metric Tons.

12. Details of LPG Licences Issued by OGRA.

Details of LPG Licences issued by OGRA for various LPG Facilities are available on OGRA’s website.

13. What Standards are followed in LPG Sector?

The LPG Rules 2001 covers the LPG Standards as set out in Appendix I of the Rules.

14. What is LNG?

Liquefied natural gas, or LNG, is natural gas in its liquid form.

15. What is the Role of OGRA regarding Licensing of LNG?

The Licensing process related to the regulated activities of LNG sector is governed under OGRA (LNG) Rules, 2007 placed on OGRA's website.

16. Are LNG Rules 2007 placed on OGRA's website?

Yes, LNG Rules are placed on OGRA's website.

17. Who can apply for LNG Licence?

Any company incorporated inside or outside Pakistan may submit an application to the Authority for obtaining or renewing a licence to undertake a regulated activity, by filing it with the Registrar along with the requisites as per LNG Rules, 2007.

18. What is the duration of Provisional Licence for LNG facility?

Provisional Licence is granted for a period of one year and within this period the licensee shall have to submit application for grant of construction license fulfilling all formalities under Rule 4 (3) of LNG Rules 2007.

19. What is the duration of Construction Licence for LNG facility?

Construction is licence granted for two years.

20. Details of LNG Licences issued by OGRA.

Details of LNG licences issued by OGRA are available on OGRA's website.