

**AMENDEMENT TO PRODUCTION CURTAILMENT AND DOMESTIC CRUDE OIL
SUPPLY OBLIGATION REGULATIONS, 2023.**

1. The Production Curtailment and Domestic Supply Obligation Regulations, 2023 (in these Regulations referred to as the “Principal Regulations”) are to be amended as follows:

2. Amendment of Regulation 12 thereof-
The principal Regulation is amended-

By expunging sub- regulation 12(2)(c).

3. Amendment of Regulation 7 thereof-
The principal Regulation is amended-

By substituting sub- regulation 7(3) with a new Regulation 7(3) as follows-

7(3) A lessee who fails to notify the Commission in line with sub-regulation (2) of this regulation, contravenes these Regulations and is liable to an administrative penalty of N10,000,000 for every day the contravention subsists.

4. Amendment of Regulation 17 thereof-
The principal Regulation is amended-

By substituting sub- regulation 17(1)(b) with a new Regulation 17(1)(b) as follows-

17(1)(b) an allocation matrix for the supply of crude to domestic refineries is published from time to time.

5. Amendment of Regulation 18 thereof-
The principal Regulation is amended-

By substituting sub- regulation 18(1) with a new Regulation 18(1) as follows-

18(1) A licensee or lessee who fails to respond to an RFQ or responds to an RFQ outside the time specified is liable to pay an administrative fine of N20,000,000 to the Commission.

6. New Provision

The principal Regulation is amended-

By inserting a new Regulation 19 immediately after Regulation 18 as follows-

New 19 (Termination of a DCSO)

- 18. A DCSO may be terminated in any of the following circumstances where-**
- (1) a lessee has fulfilled the supply obligation to a refiner under the DCSO;**
 - (2) a lessee declares a force majeure**
 - (3) a buyer defaults in its obligation to the lessee under the supply contract to offtake the supply; or**
 - (4) the Commission directs the termination of a DCSO**

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