

Project Title	:	MONETIZATION OF PNOC BANKED GAS
Project Location	:	
Nature of Project	:	Sale of the Remaining Volume of Banked Gas
Implementing Agency	:	PNOC

Project Description:

Banked gas is the accumulated unused gas of the Ilijan Power Plant, amounting to 108.6 Petajoules, as a result of the underutilization of the plant's Take-or-Pay quantity (TOPQ) within the period 2002 to 2007. Under TOP, a fixed quantity of gas is being paid for by the power plant every year, whether they use the gas or not. The banked gas was originally paid for by the Government of the Philippines (GOP), through the Net Government Share, in assistance to the National Power Corporation, then owner of the Ilijan Power Plant, to satisfy the plant's TOPQ provisions of their GSPA with the Service Contract Number 38 (SC38) Consortium. In September 2009, PNOC purchased from the DOE all the rights, benefits and entitlements of the banked gas.

Currently, the remaining volume of banked gas is equivalent to 97.67 PJ since Power Sector Assets and Liabilities Management Corporation (PSALM) withdrew 4.61 PJ in 2013 for the Ilijan power plant and another portion, equivalent to 6.324 PJ, was contracted to Pilipinas Shell Petroleum Corporation (PSPC) in 2016 for its Tabangao Refinery.

Project Status as of March 31, 2021:

PNOC has on-going discussion with party who signified interest to buy the banked gas. The Memorandum of Understanding, and a Non-Disclosure Agreement is being finalized between PNOC and the said party to facilitate exchange of information towards reaching a more definitive and binding agreement.