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| 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 Gas Sale and Purchase Agreement (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.

The Power Sector Assets and Liabilities Management Corporation (PSALM) withdrew 4.61 PJ in 2013 for the Ilijan power plant and another portion, equivalent to 2.71 PJ, was oftaken by Pilipinas Shell Petroleum Corporation (PSPC) from June 2018 to January 2021 for its Tabangao Refinery.

Two (2) new GSPAs were executed in December 2021 with a total contracted volume of 31.019 PJ. On June 2022, another GSPA was signed by PNOC with a total contracted volume of 70.260 PJ.

Project Status as of 25 December 2023:

On PNOC's existing GSPAs signed in December 2021, the company continued to fulfill its obligation to deliver the contracted banked gas to the gas buyers. A total of 11.485 PJ was oftaken by the gas buyers as of 25 December 2023 of Contract Year 2023.

On the GSPA signed by PNOC in June 2022, delivery of banked gas has not yet started. PNOC continues to heed the directive of the Energy Secretary and PNOC Board Chairperson to undertake a whole-of-government approach considering the government's interest in Malampaya and the PNOC banked gas.