GENERAL NOTICE

NOTICE 1035 OF 2007

DEPARTMENT OF MINERALS AND ENERGY

NATIONAL ENERGY REGULATOR

NOTICE IN TERMS OF SECTION 2(7) OF THE PETROLEUM PIPELINE LEVIES ACT 2004 (NO.28 OF 2004)

Levy on Petroleum Pipelines Industry

The Minister of Minerals and Energy with the concurrence of the Minister of Finance have approved the budget and levies for the petroleum pipelines industry in terms of section 2(4) of the Petroleum Pipelines Levies Act No.28 of 2004 as proposed by the National Energy Regulator for the 2007/2008 financial year.

The levy for the petroleum pipelines is 0,208 c/l in respect of the amount of petroleum, measured in litres, delivered by importers, refiners and producers to the inlet flanges of petroleum pipelines and will be paid by the person holding the title to the petroleum immediately after it has entered the inlet flange.

The levy was determined based on an estimate of 16,5 billion litres per annum and the 2007/2008 Business Plan and Budget requirement, for the regulation of the petroleum pipelines industry, of R34 283 437 submitted to the Minister of Minerals and Energy.

The National Energy Regulator, acting under section 2(7) of the Petroleum Pipeline Levies Act No. 28 of 2004, hereby publishes the 30 days notice on the imposition of the levies for petroleum pipelines industry at 0,208 c/l for the 2007/2008 financial year, as approved by the Minister of Minerals and Energy with the concurrence of the Minister of Finance.

The collection of the levy will be effective from 25 September 2007.

Enquiries to be directed to: the Head of Department: Finance and Administration, Ms Carlyn Keulder on Tel no: 012 401 4795.

Smunda Mokoena CHIEF EXECUTIVE OFFICER

> Regulator Members: Mr MC Matjila (Chairperson) Ms DD Mokgatle (Deputy Chairperson) * Mr SS Mokoena (Chief Executive Officer) *Mr T Bukula *Dr RD Crompton Adv L Makatini Mr SS Ntsaluba Prof D Singh *Ms E Teljeur *Full-time Regulator Members

> > NERSA is a Regulatory Authority established in terms of the National Energy Regulator Act, 2004 (Act No 40 of 2004)