



# GAZİANTEP ENERGY & PETROLEUM SUMMIT

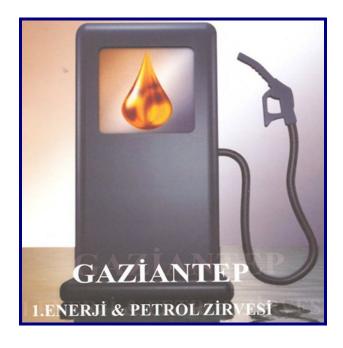
02.05.2008
Gaziantep Chamber of Commerce

## **Exclusive Report**













## 10:00 - 12:45 **1st Session**

## 🖶 Mustafa Koçer

(Chairman – Gaziantep Gas Stations Association)

- o Efforts to liberalize the Turkish fuel market must be maintained in parallel with supportings to players in regional markets.
- o Investments on alternative energy must be subsidized.

#### 🕌 Mehmet Aslan

(Chairman – Gaziantep Chamber of Commerce)

- o Fuel smuggling was prevented by courtesy of efforts of EMRA. But now gas stations are suffered by huge administrative fine.
- o Natural gas usage in Gaziantep's residential areas must be started as soon as possible.



## 🖶 Nejat Koçer

(Chairman – Gaziantep Chamber of Industry)

- o The cooperation with Syria on energy issues must be improved.
- o There should be 'regional pricing' in energy.





#### 🖶 Hasan Köktaş

(Chairman – EMRA [Energy Market Regulatory Authority])

- Fuel smuggling was mainly prevented by the system 'national marker'.
- EMRA is working on prevention of smuggling through 'lubricant no.10'.

## Soner Aksoy

(Chairman – TGNA Energy Commission)

- o I will put the Turkish Petroleum Law on the agenda of the Energy Commission as soon as possible and will pass after discussions only on 3 vetoed articles.
- o The delay in implementation of the Natural Gas Market Law is caused by the energy bureaucracy and definitely contrary to the government's main target, a free and competitive energy market. Import deregulation is a must for a competitive market structure.



#### 🖊 M.Hilmi Güler

(Minister of Energy and Natural Resources)

- o BOTAŞ has realized comprehensive projects to get natural gas to all cities by 'not losing even a penny'. The company has no 'loss', just 'some problems on receivables'.
- BOTAŞ sells gas by not making profit, but we will change that by starting to implement the Automatic Pricing Mechanism soon.
- We have great expectations from exploration activities in Black Sea region.





## 14:30 - 18:00 **2nd Session**

#### 🕌 Muhsin Alkan

(Chairman – PÜİS [Trade Union of Petroleum Product Employers])

- o The problems on lubricant no.10 can be solved by some arrangements on taxation.
- o There are some fault implementations on national marker inspections of EMRA.

## 🖶 Selim Şiper

(Chairman – Turkish LPG Association)

- o Excise tax (ÖTV) burden over LPG is 30 times more than natural gas.
- o There should be 'calorific-based taxation' on energy sources. Tax rates on LPG can be substituted by higher taxes on natural gas.



## 🕹 Atıf Ketenci

(Chairman – TABGİS [Trade Union of Turkish Petroleum and Gas Employers])

- o The problem of lubricant no.10 is caused by unfair taxation.
- o Fuel stations do not benefit from product promotions of main distribution companies efficiently. EMRA must establish a new legislation on promotions.





#### 🖶 A.Erdal Gülderen

#### (General Manager – GDPA [General Directorate of Petroleum Affairs])

- Turkish Petroleum Law must come into effect to fulfil 4 legislations energy sector based on: Natural Gas Market Law, Petroleum Market Law, LPG Market Law and Turkish Petroleum Law.
- o The number of companies in Turkish upstream sector is rising year by year: In 2002 there were only 21 companies (4 national), but in 2007 there were 41 companies (19 national).

## 🖶 Mustafa Erdin

#### (Head of Department – Revenue Administration Department)

- o The excise tax revenues of fuel, LPG, natural gas and lubricants cover 56% of all tax revenues.
- o Tax rate in unleaded gasoline in Turkey (57,5%) is not so higher than rates in European Union (64% in the UK and Germany, 62% in France).

## 🖶 Nuri Karaoğuz

#### (Petroleum Department Group Leader – EMRA)

- The outcome of meetings with sectoral organizations in February were classified under 129 subject and short – medium – long term action plans were set for each issues
- o EMRA has finished the whole legislative process for energy sector and licenced over 20.000 institutions.