



Nepal Oil Corporation (NOC) Limited was established in the year 2027 BS. The corporation is fully owned by the Government of Nepal. Oil Corporation is responsible for importing, transporting, storing and distributing petroleum products in the country. The central office of Nepal Oil Corporation is located in Babarmahal, Kathmandu, while regional and branch offices are located in five development areas. About 600 employees are currently working in the corporation, which has an authorized energy depot with a working storage capacity of 68,384 kiloliters.

Nepal is a landlocked country due to the border of Himalayan Tibet in the north and India in the east, west and south. Since Nepal does not produce any petroleum product and does not have its own processing plant, it is forced to depend entirely on imports. Nepal Oil Corporation is one such corporation which transports petroleum through 1893 tank trucks daily and distributes through more than 1563 private wholesalers. Due to the high demand of petroleum products and the increasing dependence of the products, Nepal Oil Corporation has added an additional challenge to facilitate the supply. Every year, the demand for petroleum products is increasing by 10 percent, and there is an opportunity to face the challenge of facilitating demand and supply management.

Petroleum products are contributing 15 percent of the total energy. Another reality is that we have to transport from the Haldia port of Calcutta, which is the closest from Nepal, i.e. 900 km away, and we

have to depend on the provision of all the products from India. Oil is being imported and supplied in Nepal as per the five-year agreement with Indian Oil Corporation Limited on March 27, 2017. Petroleum products are supplied to Nepal from petroleum processing centers, terminals and depots in the eastern and northern regions of India. LPG Based on production and distribution requests, Indian Oil Corporation provides the supply to Nepal Oil Corporation from Haldia, Barauni, Mathura, Panipat. LPG The growing demand of Nepal Oil Corporation has become a matter of interest and concern. To meet its growing demand, an agreement has been signed between the Indian Oil Corporation and the Nepal Oil Corporation, due to which the two companies are discussing the proposed pipeline from Raxaul to Amlekhganj at various stages. In the same way, LPG on the Nepal-India border. Discussions and interactions are also going on at various stages about laying the pipeline.

The high level policy making and controlling body of Nepal Oil Corporation is the Steering Committee. The important person who bears the overall responsibility for management and implementation is the executive director who is also the member secretary of the Nepal Oil Corporation Board of Directors. However, the final authority to determine the price of petroleum products is vested in the Government of Nepal.