

# RM2.70

The Star - 5/6/2008

## Petrol price up by 78 sen – and will be reviewed every month



»We try our best to help the people. We cannot satisfy everyone«

DATUK SERI ABDULLAH AHMAD BADAWI

**PUTRAJAYA:** New petrol and diesel prices were announced yesterday as part of the Government's move to restructure the country's subsidy package.

Besides an increase in petrol and diesel prices by 78 sen and RM1 per litre respectively, Prime Minister Datuk Seri Abdullah Ahmad Badawi also said new electricity tariffs would also be going to be revamped for Peninsular Malaysia users beginning July 1.

The fuel prices, he said, would be reviewed every month in line with world oil prices.

Abdullah said with the revamp, the Government would save RM13.7bil, a large part of which will be given back to the rakyat through rebates and other subsidies.

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### THE CHANGES



#### Petrol

#### Price increase

Petrol – RM0.78/litre  
Diesel – RM1/litre

**Electricity:**  
Commercial and industrial – 26%

Retailers and small restaurant operators – 18% (for first 200kWh per month)  
Residential – new pricing structure for users above 200kWh per month

#### Prices effective today (per litre)

Petrol – RM2.70 (previously RM1.92)  
Diesel – RM2.58 (previously RM1.58)



#### Rebates

> RM625 per year  
For private vehicle with engine capacity of 2000cc and below, including private pickup trucks and jeeps with engine capacity of 2500cc and below.

> RM150 per year  
For each private motorcycle with engine capacity of 250cc and below  
> RM200 reduction on road tax

For private petrol and diesel vehicles with engine capacity above 2000cc  
> RM50 reduction on road tax  
For private motorcycles with engine capacity above 250cc



#### Diesel

#### Streamlined diesel subsidy

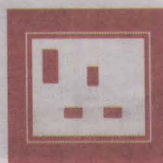
(for approved transportation companies, vessel owners and fishermen)

> Diesel – RM1.43 per litre (previously RM1 per litre for fishermen and RM1.20 per litre for vessel owners)  
> RM200 per month for every owner and employee of Malaysian-owned vessels registered with the Fisheries Department  
> 10sen per kilo incentive for every kilogram of fish caught by registered vessels  
> 10sen per litre for every litre of diesel used by river transportation operators according to approved quota

#### Gas subsidies restructure

(for Peninsular Malaysia)

> For power producers – from RM6.40 per mmBtu to RM14.31 per mmBtu  
> For industrial users (consuming less than 2mmscfd) – from RM9.40 per mmBtu to RM24.54 per mmBtu  
> For industrial users (consuming above 2mmscfd) – from RM11.32 per mmBtu to RM32.56 per mmBtu



#### Electricity tariff restructure

> Households using 200kWh and below every month will not be affected. This cov-

ers 59% of households in Peninsular Malaysia with a monthly bill under RM43.60.

> Commercial and industrial users face 26% increase. Small retail and business outlets consuming under 200kWh per month face 18% increase.



#### Liquefied Petroleum Gas (LPG) and Natural Gas for Vehicle (NGV)

> No change. Prices remain at RM1.75 per kg (LPG) and RM0.635 per litre (NGV)



#### Oil palm windfall tax

> For Peninsular Malaysia 15% for every tonne of CPO exceeding RM2,000

> Sabah and Sarawak 7.5% for every tonne of CPO exceeding RM2,000  
> Abolition of cess tax



#### Service tax threshold for restaurants and eateries

> Service tax now for restaurants with annual sales of RM3mil (previously RM500,000)