



Ministry of  
Natural Gas  
Development

## INFORMATION LETTER

PAR2017-01

January 20, 2017

**POLICY and ROYALTY BRANCH**

**SUBJECT: NATURAL GAS POSTED MINIMUM PRICE  
FOR THE MONTH OF DECEMBER 2016**

The British Columbia Posted Minimum Prices (PMP) for raw and residue gas volumes made available for sale in the production month of December are as follows:

<b><u>Plant Group</u></b>	<b><u>\$/10<sup>3</sup>m<sup>3</sup></u></b>
<b>Group 1 – Fort Nelson</b>	<b>35.350</b>
<b>Group 2 – McMahan</b>	<b>49.907</b>
<b>Group 3 – Pine River</b>	<b>10.000</b>
<b>Group 4 – Other BC</b>	<b>59.244</b>
<b>Group 5 – Alberta</b>	<b>63.054</b>

The PMP are the lowest prices that may be used in both the determination of the Crown royalty rates and in the valuation of the Crown's royalty and freehold production tax shares.

For a complete description of the plants included within each group, please refer to website <http://www2.gov.bc.ca/gov/content/taxes/natural-resource-taxes/oil-natural-gas/forms-publications/publications/posted-minimum-price>

Any questions regarding PMP can be directed to Cindy Wan at 250-952-0215.

Ines Piccinino  
Royalty Administrator

**For changes to the mailing list or additional copies, please contact:**

Cindy Head

Telephone: (250) 356-1366 or 1-800-667-1182 FAX: (250) 952-0191

or visit our website at [www.gov.bc.ca/oilandnaturalgastaxes](http://www.gov.bc.ca/oilandnaturalgastaxes)

**PMP TABLE**  
**For the Period December 2015 to December 2016**  
**\$/10<sup>3</sup>m<sup>3</sup>**

<b>Month</b>	<b>Group 1</b>	<b>Group 2</b>	<b>Group 3</b>	<b>Group 4</b>	<b>Group 5</b>
Dec-15	15.635	33.479	25.415	37.559	38.980
Jan-16	19.439	36.649	26.792	43.344	39.676
Feb-16	10.000	24.158	10.000	38.602	30.657
Mar-16	10.000	10.000	10.000	12.065	15.612
Apr-16	10.000	10.000	10.000	10.000	10.000
May-16	10.000	10.000	10.000	10.000	10.000
June-16	10.000	15.795	10.000	22.244	11.631
July-16	12.981	31.718	10.316	38.504	31.039
Aug-16	11.728	29.222	10.000	39.666	40.999
Sept-16	20.627	38.616	14.498	43.631	41.657
Oct-16	25.294	43.770	10.000	49.210	52.079
Nov-16	22.781	38.914	10.000	46.425	53.445
Dec-16	35.350	49.907	10.000	59.244	63.054

Rates are expressed in \$/10<sup>3</sup>m<sup>3</sup>

Group 1 - Fort Nelson

Group 2 - McMahan

Group 3 - Pine River

Group 4 - Other BC

Group 5 - Alberta

For further details on PMP, refer to Section 5.4 of the Oil and Gas Royalty Handbook or refer to Information Letter F98-5.