PROCEDURE GUIDE FOR THE GRANT OF STORAGE AND SALES LICENSE FOR LUBRICATING OILS IN NIGERIA

Code: DPR Guide 0018 - 2020

Revision Date: 2nd October 2020

# PROCEDURE GUIDE FOR THE GRANT OF STORAGE AND SALES LICENSE FOR LUBRICATING OILS IN NIGERIA

# **ISSUED BY**

# **DEPARTMENT OF PETROLEUM RESOURCES**

2020

# PROCEDURE GUIDE FOR THE GRANT OF STORAGE AND SALES LICENSE FOR LUBRICATING OILS IN NIGERIA

Code: DPR Guide 0018 - 2020

Revision Date: 2nd October 2020

# **Table of Contents**

1.	I. SCOPE 1							
2.	2. APPLICATION & APPROVAL PROCEDURE 1							
	2.1	Application Requirements	1					
	2.2	Storage and Sales Location Suitability Requirements	1					
	2.3	Facility Inspection	2					
	2.4	License Validity	2					
	2.5	Renewal of License	3					
3.	FEES .		4					
4. OFFENCES4								
5.	5. GLOSSARY5							
	· ULVJJANI							



Code: DPR Guide 0018 - 2020

Revision Date: 2nd October 2020

## Copyright

All rights reserved. This document is the property of the Department of Petroleum Resources (DPR), and the copyright thereof is vested in the DPR. The use of any part of this document as a quote or in any publication shall be acknowledged and/or referenced.



PROCEDURE GUIDE FOR THE GRANT OF STORAGE AND SALES LICENSE FOR LUBRICATING OILS IN NIGERIA

Code: DPR Guide 0018 - 2020

Revision Date: 2nd October 2020

#### 1. SCOPE

This procedure guide (for licensing of lubricant retailing and distribution outlets in Nigeria) is issued pursuant to the provisions of the Petroleum (Amendment) Decree No. 37 of 1977 section 4(1) which stipulates that, no person shall import, store, sell or distribute any petroleum products in Nigeria without a license granted by the Director/CEO, Department of Petroleum Resources.

#### 2. APPLICATION & APPROVAL PROCEDURE

#### 2.1 Application Requirements

All applications for grant of storage and sales license for lubricants shall be in the prescribed application format and forwarded to the Director, Department of Petroleum Resources via LSSL portal <a href="https://www.lssl.dpr.gov.ng">www.lssl.dpr.gov.ng</a>.

Each application shall be accompanied by the following documents:

- i. Letter from sponsoring blending company. Also, attach 'letter(s) of appointment' from lube blending company(s) where retailer or distributor is marketing lubricants from more than one sponsoring company.
- ii. State/Local Government/Local Council Development Authority site permit (for sites outside service stations).
- iii. Evidence of tax payment by retailer or distributor for the preceding year.
- iv. Proof of competence on safe handling and distribution/retailing of lubricating oils. They should be able to educate customers as applicable.

#### 2.2 Storage and Sales Location Suitability Requirements

The applicant shall provide a storage premises for the retailing and distribution of lubricants. The premises shall meet the following requirements:

i. It shall be comprised of a Store or a Warehouse for retailing and bulk distribution



PROCEDURE GUIDE FOR THE GRANT OF STORAGE AND SALES LICENSE FOR LUBRICATING OILS IN NIGERIA

Code: DPR Guide 0018 - 2020

Revision Date: 2nd October 2020

of lubricants respectively.

- ii. It shall be well ventilated (not in a cellar enclosure) and must be at least 15m from any possible source of ignition.
- iii. It shall be painted **Grey (60%)** with the sponsors(s) trade name(s)/logo(s) conspicuously embossed.
- iv. Be provided with adequate fire extinguishers (dry chemical powder or Carbon dioxide foam extinguishers). Sand buckets shall also be provided.
- v. Be provided with a sales register which must be maintained for records of every transactions with a sales receipt issued.
- vi. Be provided with waste disposal bins for the collection of used lubricant containers and must have an evacuation methodology of the waste derived therefrom.
- vii. Periodic returns on the total volume of lubricants retailed or distributed must be made to the nearest DPR office at prescribed intervals.
- viii. Storage and Sales of any other petroleum product is highly prohibited from the premises.

#### 2.3 Facility Inspection

Following a successful submission of an application for storage and sales license for lubricants, an inspection of the retailing or distribution location (with auxiliary facilities) shall be conducted by officers of the Department in line with set statutory provisions.

#### 2.4 License Validity

The validity of license for the storage and sales of lubricating oils shall be for a period of two years, expiring on the 31st December, of the other year, following issuance of license.



#### 2.5 Renewal of License

An application form for renewal of license shall be completed, statutory renewal fees paid, and a satisfactory facility inspection conducted before issuance of renewal license.



**LUBRICATING OILS IN NIGERIA** 

Code: DPR Guide 0018 - 2020

Revision Date: 2nd October 2020

#### 3. FEES

The following fees shall be applicable as statutory license fees and payable as both license issuance and renewal fees via DPR electronic payment platform.

S/N.	License Category	License Category Code	Licensed Volumes (Liters)	License Fees (N)
		E-D1	2,000,001 – 5,000,000	200,000.00
1	Lube Distributors	E-D2	1,000,001 – 2,000,000	150,000.00
		E-D3	100,001 - 1,000,000	100,000.00
		E-D4	20,001 - 100,000	75,000.00
		E-R1	10,001 – 20,000	50,000
2	Lube Retailers	E-R2	5,001 - 10,000	25,000
		E-R3	3,001 – 5,000	15,000
		E-R4	500 – 3,000	10,000

#### Note:

'E' denotes Category 'E' (Storage and Sales license category for lubricating oils) where, 'E-D' & 'E-R' represents Storage and Sales license for lubricants Distribution and Retailing respectively. In addition, a Processing fee of \$\\$50,000.00 and \$\\$10,000.00 shall respectively be paid by distributors and retailer for the grant/renewal of license.

#### 4. OFFENCES

Any person that contravenes any provision of these Procedure Guide shall be liable to a fine as listed below:

	Offence	Fine (₦)
a.	Operating without LSSL (Annually) – Retailer	100,000
b.	Operating without LSSL (Annually) – Distributor	200,000



### 5. GLOSSARY

Abbreviations, terms and references used in this document are explained hereunder:

**CAC** Corporate Affairs Commission

**DPR** Department of Petroleum Resources

Approved by						
Engr. Sarki Auwalu, MNSE  (Director/CEO, Department of Petroleum Resources)	Junn	nldmh'				
	Date	2nd October 2020				