

## EXPLANATORY NOTE

*(This Note is not part of the Regulations but is intended to indicate their general purport.)*

These Regulations set out the requirements for applications for licences to search and bore for and get petroleum to be issued under the Petroleum (Production) Act (Northern Ireland) 1964. They also prescribe model clauses which may be incorporated in licences granted in pursuance of applications under these Regulations.

1965. No. 48

[C]

## PETROLEUM PRODUCTION

## Royalties

REGULATIONS, DATED 10TH MARCH, 1965, MADE BY THE MINISTRY OF COMMERCE WITH THE CONSENT OF THE MINISTRY OF FINANCE UNDER SECTIONS 2 AND 13 OF THE PETROLEUM (PRODUCTION) ACT (NORTHERN IRELAND) 1964.

The Ministry of Commerce in exercise of the powers conferred on it by sections 2 and 13 of the Petroleum (Production) Act (Northern Ireland) 1964(a) and of all other powers enabling it in that behalf with the consent of the Ministry of Finance hereby makes the following Regulations:—

*Citation and Commencement*

1. These Regulations may be cited as the Petroleum Production (Royalties) Regulations (Northern Ireland) 1965 and shall come into operation on 15th March, 1965.

*Consideration*

2. The consideration payable to the Ministry of Commerce (hereinafter referred to as "the Ministry") in respect of a licence granted under section 2 of the Petroleum (Production) Act (Northern Ireland) 1964(a) shall be by way of royalties calculated in manner hereinafter provided.

*Calculation of Royalties*

3. The royalties referred to in Regulation 2 shall be calculated at the rate of  $7\frac{1}{2}$  per cent. of the value of all

- (a) crude oil won and saved; and
- (b) casinghead petroleum spirit recovered; and
- (c) natural gas won and saved

from the licensed area during the period ending on 31st December following the commencement of the licence, during each subsequent calendar year of the licence and during the period from the end of the last such year to the final expiry or determination of the licence: Provided that crude oil or casinghead petroleum spirit or natural gas used for drilling or production operations or pumping to field storage and refineries shall not be taken into account for the purposes of this Regulation.

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(a) 1964. c. 28 (N.I.).

*Meaning of "Value"*

4.—(1). Subject to the succeeding provisions of these Regulations the expression "value" in Regulation 3 shall mean—

(i) in respect of any petroleum therein mentioned which shall be sold before the expiry of two months after the end of each period or year therein referred to, the total amount for which all such petroleum is sold, provided that where a contract for the sale of petroleum is one to which any of the following conditions apply:—

- (a) the contract price is not the sole consideration for the sale;
- (b) the licensee or any person associated in business with him has any interest direct or indirect in the subsequent resale or disposal of the petroleum or any product thereof;
- (c) there has been or will be any commercial relationship between the licensee and the buyer whether created by contract or otherwise other than that created by the sale;

the contract price shall not be included in such total amount but there shall be included in lieu thereof the amount which in the opinion of the Ministry that petroleum would have realised under a contract of sale to which none of those conditions applied, but otherwise upon the same terms as were applicable to the sale of that petroleum; and

(ii) in respect of any such petroleum which is not sold before the expiry of two months after the end of each such period or year, the total amount which, in the opinion of the Ministry, all such petroleum would have realised if it had been sold at the time at which it was won and saved or recovered under a contract of sale to which none of the conditions set out at (a), (b) and (c) of sub-paragraph (i) applied.

(2) For the purpose of the foregoing paragraph two persons shall be deemed to be associated in business with each other if whether directly or indirectly either of them has any interest in the business or property of the other, or both have a common interest in any business or property or some third person has a common interest in the business or property of both of them.

(3) Where natural gas is sold before the expiry of two months after the end of each such period or year by the licensee to other licensees for the purpose of re-pressuring the natural oil reservoir, the amount to be included in respect thereof for the purpose of any calculation of value under Regulation 3 shall be one half of the contract price or where appropriate one half of such other amount as is calculated in accordance with sub-paragraph (i) of paragraph (1).

Sealed with the Official Seal of the Ministry of Commerce for Northern Ireland this tenth day of March, 1965.

(L.S.)

*H. Ruben,*  
Assistant Secretary.

The Ministry of Finance hereby consents to the foregoing Regulations.

Sealed with the Official Seal of the Ministry of Finance for Northern Ireland this tenth day of March, 1965.

(L.S.)

*W. W. Arthur,*  
Assistant Secretary.

## EXPLANATORY NOTE

*(This Note is not part of the Regulations but is intended to indicate their general purport.)*

These Regulations prescribe the consideration to be paid to the Ministry of Commerce in respect of a licence granted under the Petroleum (Production) Act (Northern Ireland) 1964.

**1965. No. 49**

As this Order has been classified as local it is not printed at length in this volume. A summary is given in the List of Statutory Rules and Orders of a Local Character under the heading ROADS.

**1965. Nos. 50, 51**

These Orders have been exempted from printing by the Statutory Rules Act (Northern Ireland) 1958. A summary of each Order is given in the List of Statutory Rules and Orders of a Local Character under the heading ROADS.

**1965. No. 52**

As this Order has been classified as local it is not printed at length in this volume. A summary is given in the List of Statutory Rules and Orders of a Local Character under the heading ROADS.

**1965. No. 53**

[C]

**NATIONAL INSURANCE****Mariners**

REGULATIONS, DATED 16TH MARCH, 1965, MADE BY THE MINISTRY OF HEALTH AND SOCIAL SERVICES, IN CONJUNCTION WITH THE MINISTRY OF FINANCE, UNDER THE NATIONAL INSURANCE ACT (NORTHERN IRELAND) 1946.

The Ministry of Health and Social Services, in conjunction with the Ministry of Finance, in exercise of powers conferred by section 55 of the National Insurance Act (Northern Ireland) 1946(a), and of all other powers enabling it in that behalf, hereby makes the following regulations:

*Citation and commencement*

1. These regulations, which may be cited as the National Insurance (Mariners) Amendment Regulations (Northern Ireland) 1965, shall be read

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(a) 1946. c. 23.