

**ALLOCATION OF REVENUE (ABOLITION OF DICHOTOMY IN THE APPLICATION OF
THE PRINCIPLE OF DERIVATION) ACT, 2004**



ARRANGEMENT OF SECTIONS

Section:

1. Abrogation of the Onshore and Offshore Dichotomy.
2. Short title.

**ALLOCATION OF REVENUE (ABOLITION OF DICHOTOMY IN THE
APPLICATION OF THE PRINCIPLE OF DERIVATION) ACT, 2004**

2004 ACT No.

[16th February, 2004]

Commen-
cement.

ENACTED by the National Assembly of the Federal Republic of Nigeria —

1.—(1) As from the commencement of this Act, the two hundred metre water depth Isobath contiguous to a State of the Federation shall be deemed to be a part of that State for the purposes of computing the revenue accruing to the Federation Account from the State pursuant to the provisions of the Constitution of the Federal Republic of Nigeria, 1999 or any other enactment.

Abrogation
of the
Onshore and
Offshore
Dichotomy
1999 No. 24.

(2) Accordingly, for the purposes of the application of the Principle of Derivation, it shall be immaterial whether the revenue accruing to the Federation Account from a State is derived from natural resources located onshore or offshore.

2. This Act may be cited as the Allocation of Revenue (Abolition of Dichotomy in the Application of the Principle of Derivation) Act, 2004.

Short title.

EXPLANATORY MEMORANDUM

This Act abolishes any dichotomy between resources derived onshore and those derived offshore in the application of the Principle of Derivation for the purposes of revenue allocation.

**SCHEDULE TO ALLOCATION OF REVENUE (ABOLITION OF DICHOTOMY
IN THE APPLICATION OF THE PRINCIPLE OF DERIVATION) BILL, 2004.**

(1) <i>Short Title of the Bill</i>	(2) <i>Long Title of the Bill</i>	(3) <i>Summary of the Contents of the Bill</i>	(4) <i>Date Passed by Senate</i>	(5) <i>Date Passed by House of Representatives</i>
Allocation of Revenue (Abolition of Dichotomy in the Application of the Principle of Derivation) Bill, 2004.	An Act to abolish the Dichotomy in the Application of the Principle of Derivation for the purpose of allocation of revenue accruing to the Federation Account; and for matters connected therewith.	This Bill seeks to abolish any dichotomy between resources derived onshore and those derived offshore in the application of the Principle of Derivation for the purposes of revenue allocation.	20th January, 2004	10th February, 2004

I certify that this Bill has been carefully compared by me with the decision reached by the National Assembly and found by me to be true and correct decision of the Houses and is in accordance with the provisions of the Acts Authentication Act Cap. 4, Laws of the Federation of Nigeria 1990.

IBRAHIM SALIM, CON
Clerk to the National Assembly
16th Day of February, 2004.

I ASSENT



CHIEF OLUSEGUN OBASANJO, GCFR
President of the Federal Republic of Nigeria
16th Day of February, 2004.