

GOVERNMENT OF INDIA
MINISTRY OF PETROLEUM AND NATURAL GAS
RAJYA SABHA
UNSTARRED QUESTION NO. 1259
ANSWERED ON 31/07/2023

Price mechanism of LPG

1259 Dr. V. Sivadasan:

Will the Minister of PETROLEUM AND NATURAL GAS be pleased to state:

- (a) the price of LPG in the international market since 2018, year-wise details thereof;
- (b) the pricing mechanism of LPG for the domestic and commercial LPG cylinders;
- (c) the prices of LPG domestic and commercial LPG cylinders in the country since 2018 year-wise data; and
- (d) whether Government has any plans to implement an Administered Price Mechanism to control prices, if not, the reasons therefor?

ANSWER

THE MINISTER OF STATE IN THE MINISTRY OF PETROLEUM AND NATURAL GAS
(SHRI RAMESWAR TELI)

(a) to (d): India imports more than 60% of its domestic LPG consumption. While for domestic LPG, Government continues to modulate the effective price to consumers, prices of commercial LPG are set by LPG marketing companies independently. The details of Retail Selling Prices (RSP) of Domestic (14.2 kg) and Commercial (19 kg) LPG cylinders since 2018 are given at Annexure.

The yearly average international prices of LPG (Saudi CP) since 2018-19 are given below:

Year	2018-19	2019-20	2020-21	2021-22	2022-23
LPG Saudi CP (\$/MT)	526	453.75	415.17	692.67	711.5

Government continues to modulate the effective price of domestic LPG. Under the Direct Benefit Transfer for LPG (DBTL) scheme, subsidy, as admissible, is deposited in the account of eligible beneficiaries. In addition, Government has started a targeted subsidy of Rs. 200 per 14.2 Kg cylinder for Pradhan Mantri Ujjwala Yojana (PMUY) beneficiaries for upto 12 refills a year for years 2022-23 and 2023-24.

Annexure

Annexure referred to in reply to Rajya Sabha Unstarred Question No. 1259 asked by Dr. V. Sivadasan to be answered on 31 July, 2023 regarding “Price mechanism of LPG”

Date Effective From	RSP of Domestic LPG (Rs./14.2Kg cylinder)	RSP of Commercial LPG (Rs./19Kg cylinder)
1-Apr-18	653.50	1,176.50
1-Apr-19	706.50	1,305.50
1-Apr-20	744.00	1,285.50
1-Apr-21	809.00	1,641.00
1-Apr-22	949.50	2,253.00
1-Apr-23	1,103.00	2,028.00

Source: IOCL

Note: Retail Selling Price of Domestic LPG excluding targeted subsidy of Rs.200 for PMUY consumers w.e.f. 21 May, 2022.