#### GOVERNMENT OF INDIA MINISTRY OF PETROLEUM & NATURAL GAS

#### LOK SABHA STARRED QUESTION NO.31 TO BE ANSWERED ON 5<sup>TH</sup> FEBUARY, 2018

### **RETAIL OUTLETS TO SCs/STs**

#### \*31. DR. KAMBHAMPATI HARIBABU :

#### QUESTION

पेट्रोलियम एवं प्राकृतिक गैस मंत्री

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

(a) the details of policy for allotment of Retail Outlets (ROs) to the people / candidates belonging to SCs/STs by the Oil Marketing Companies;

(b) whether there is a huge shortfall in allotment of ROs to SCs/STs and if so, the details thereof, State/UT-wise; and

(c) the action taken/being taken by the Government to fill this gap/shortfall?

#### ANSWER

पेट्रोलियम एवं प्राकृतिक गैस मंत्रालय में मंत्री (श्री धर्मेन्द्र प्रधान)

#### MINISTER IN THE MINISTRY OF PETROLEUM & NATURAL GAS (SHRI DHARMENDRA PRADHAN)

(a)to (c) - A statement is laid on the table of the House.

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#### STATEMENT REFERRED TO IN REPLY TO LOK SABHA STARRED QUESTION NO. 31 ASKED BY DR.KAMBHAMPATI HARIBABU FOR ANSWER ON 5.2.2018 REGARDING RETAIL OUTLETS TO SCs/STs.

(a) - Oil Marketing Companies (OMCs) have implemented Dealer Selection Guidelines by Draw of Lots / Bidding with effect from 21-5-2014. The reservation and the eligibility criteria and other parameters for selection of retail outlet dealers for SC/ST category and others in case of individual applicants (Proprietorship / Partnership) are given in **Anneuxre-1**.

(b) & (c) – Oil Marketing Companies (OMCs) had issued advertisement to fulfill backlog as per the dealership selection guidelines effective from 21-5-2014. The State/OMC-wise number of locations advertised are given in **Annexure 2**, for which the selection process is under various stages.

In addition to the above, the following steps are also taken by MOP&NG to fulfill the Reservation % for SC/ST category in allotment of Retail Outlet dealerships to SCs/STs :

- (a) Extension of time limit has been approved by Ministry of Petroleum and Natural Gas (MoPNG) for a further period of 2 years i.e. upto 31-3-2018 or for a period of five years from date of issue of offer letter, whichever is later, to the pending Letter of Intent (LOI) holders of SC/ST and other eligible candidates under corpus fund scheme to arrange land at a place of their choice anywhere in the country irrespective of State/Class of market subject to the offered land meeting techno commercial viability norms has been granted by MoPNG.
- (b) In addition there is a policy of divestment of temporary Company Owned Company Operated (COCO) for the certain categories of pending LOI holders including SCs/STs.
- (c) Ministry has also written to Chief Ministers of all States/UTs to make the suitable plots available especially for SCs/STs categories for fuel retailing so that they could be preferentially allotted to SCs/STs categories of allottees to meet the States/UTs objective of social upliftment.

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- (d) Relaxation provided to applicants belonging to SC/ST category to offer land or alternative land (as the case may be) in the advertised location/stretch in case the applicant has not offered the land in the application or if the offered land was rejected due to not meeting the laid down criteria provided the applicant meet all other eligibility criteria. This is applicable for the locations advertised under SC/ST category where selection could not be made either due to none of the offered land were found suitable or applicant(s) did not offer land. Further, approval for extension of time by additional 6 months to offer land/alternate land by SC/ST applicant was given on 23-1-2018.
- (e) OMCs are actively pursuing with all District / State authorities for allocation of land for commissioning of ROs for SCs/STs.
- (f) OMCs are also participating in auctions / bidding process of various Government agencies for getting land and thereby setting up ROs for SCs/STs.

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# Annexure referred to in reply to part (a) of Lok Sabha Starred Question No. 31 asked by Dr. Kambhampati Haribabu, Hon`ble MP regarding 'Retail Outlets to SCs/STs'.

Reservation for various categories in all the States except Arunachal Pradesh, Meghalaya, Nagaland and Mizoram are as under: -

| Category  | SC/ST  | OBC | Open   | Total  |
|---|--------|-----|--------|--------|
| Combined Category 1 (CC1)   |        |     |        |        |
| Comprising of :-  |        |     |        |        |
| (i) Defence Personnel &   | 2%     | 2%  | 4%     | 8%     |
| (ii) Para Military Personnel/Central/State<br>Govt. and Central/State PSU employees |        |     |        |        |
| Combined Category 2 (CC2)   |        |     |        |        |
| Comprising of :-  |        |     |        |        |
| (i) Physically Handicapped Persons (PH)   | 1%     | 1%  | 2%     | 4%     |
| (ii) Outstanding Sports Persons (OSP) &   |        |     |        |        |
| (iii) Freedom Fighters (FF)   |        |     |        |        |
| SC/ST   | 19.50% |     |        | 19.50% |
| OBC   |        | 24% |        | 24%    |
| Open  |        |     | 44.50% | 44.50% |
| Total   | 22.50% | 27% | 50.50% | 100%   |

Reservations in states of Arunachal Pradesh, Meghalaya, Nagaland and Mizoram are as under as approved by MOP & NG: -

| State                | Percentage of Regular &<br>Rural RO Dealerships to be<br>awarded to ST category | Balance % to be<br>awarded to 'Open'<br>category |
|----------------------|---|--|
| Arunachal<br>Pradesh | 70  | 30   |
| Meghalaya            | 80  | 20   |
| Nagaland             | 80  | 20   |
| Mizoram              | 90  | 10   |

The locations identified by the Oil Companies for putting up the Retail Outlets are allotted to the Roster based on Draw of Lots in order to maintain transparency and avoid complaints.

The eligibility criteria & other parameters for selection of Retail Outlet Dealers for SC/ST category and others in case of Individual applicants (Proprietorship/Partnership) are as under:-

| Parameter     | SC/ST  | OBC/Open   |
|---------------|--|--|
| Nationality   | Should be Indian Citizen and   | Should be Indian Citizen and   |
|               | Resident of India.   | Resident of India.   |
| Age           | 21 – 55 years except for FF  | 21 – 55 years except for FF category                                   |
| Educational   | Creducto for regular DOs and 10+2                                      | Craduate for regular DOs and 1012                                      |
| Qualification | Graduate for regular ROs and 10+2 for rural ROs except for CC1 & CC2   | Graduate for regular ROs and 10+2 for rural ROs except for CC1 & CC2   |
| Quanioation   | categories.  | categories.  |
|               |  |  |
|               | For CC1 category (i.e. Defence,  |  |
|               | Para Military, Central/State   | Para Military, Central/State   |
|               | Government, Central/State PSU employees) and CC2 category (i.e.        | Government, Central/State PSU employees) and CC2 category (i.e.        |
|               | Physically handicapped, Freedom  | Physically handicapped, Freedom  |
|               | fighters, Outstanding Sports   | fighters, Outstanding Sports   |
|               | persons), the eligibility is 10+2 for                                  | persons), the eligibility is 10+2 for                                  |
|               | Regular ROs and 10 <sup>th</sup> Pass for                              | Regular ROs and 10 <sup>th</sup> Pass for Rural                        |
|               | Rural ROs.   | ROs.   |
|               | W.e.f. 3.3.2016 on prospective   | W.e.f. 3.3.2016 on prospective   |
|               | basis:   | basis:   |
|               | Minimum 10 <sup>th</sup> pass (examination                             | Minimum 10 <sup>th</sup> pass (examination                             |
|               | conducted by a Board/School) for all                                   | conducted by a Board/School) for all                                   |
|               | categories except Freedom Fighter                                      | categories except Freedom Fighter                                      |
|               | category. Freedom Fighter category                                     | category. Freedom Fighter category                                     |
|               | will be exempted from minimum educational qualification                | will be exempted from minimum educational gualification                |
|               | requirement.   | requirement.   |
| Land          | Land is an eligibility criteria.                                       | Land is an eligibility criteria.                                       |
|               | Offered land may be "Owned" (Own                                       | Offered land may be "Owned" (Own                                       |
|               | land or on long term basis) or "Firm                                   | Offered land may be "Owned" (Own land or on long term basis) or "Firm  |
|               | Offer" (Offer for a suitable piece of                                  | Offer" (Offer for a suitable piece of                                  |
|               | land for purchase or long term   | land for purchase or long term   |
|               | lease). Preference to candidates                                       | lease). Preference to candidates                                       |
|               | with "Owned" land.   | with "Owned" land.   |
|               | The offered land would be taken on                                     | The offered land would be taken on                                     |
|               | lease/purchased and fully developed                                    | lease/purchased and fully developed                                    |
|               | by Corporation.  | as Corporation owned sites.  |
|               | Relaxation has been provided to  | In case of Dealer controlled sites,                                    |
|               | candidates belonging to SC/ST  | the offered land and the super   |
|               | category to offer land or alternate                                    | structure will be developed by the                                     |
|               | land (as the case may be) in the advertised location / stretch in case | dealer. Pump, tank, automation, signages, etc. will be provided by the |
|               | the SC/ST category candidate has                                       | Corporation.   |
|               | not offered or offered land gets                                       | · ·  |
|               | rejected during technical evaluation.                                  |  |
|               | This condition is applicable for                                       |  |
|               | cases of SC/ST category locations,                                     |  |

|  |  | ]   |
|--|--|---|
|  | where selection could not be made<br>either due to none of the offered<br>land found technically suitable or the<br>application did not offer land. This<br>relaxation has been extended as per<br>approval given on 23.1.2018 by<br>another period of six months. |   |
| Finance                                    | In case of locations reserved for SC/ST category, Finance will not be eligibility criteria.  | Finance is an eligibility criteria.<br>For Regular ROs the fund<br>requirement for eligibility will be Rs.<br>25 lakhs and in respect of Rural ROs<br>the fund requirement for eligibility<br>will be Rs. 12 lakhs. |
| Development<br>of RO                       | All locations rostered as SC/ST category will be developed as "A" site / "CC" ROs by the concerned Oil Company.  | Locations rostered as OBC & Open category may be developed as "A" site (CC ROs) or "B" site (DC ROs).   |
| Selection<br>Process                       | By Draw of Lots from among the eligible applicants.  | By Draw of Lots from among the eligible applicants for "B" site ROs.<br>By Bidding Process from among the eligible applicants for "A" site ROs  |
|  |  | (Draw of Lots in case of tie in the highest Bid amount).  |
| Application fee                            | Non refundable application fee of Rs.50/- in respect of Rural ROs & Rs. 500/- in respect of Other ROs.   | Non refundable application fee of Rs.100/- in respect of Rural ROs and Rs. 1000/- in respect of Other ROs.  |
| Non<br>refundable<br>fixed fee             | Not applicable.  | For Dealer Owned Dealer Operated ("B" Site) ROs. Rs. 5 lakhs for Rural and Rs. 15 lakhs for other ROs.  |
| Non<br>refundable<br>Minimum bid<br>amount | Not applicable.  | For Company Owned Dealer<br>Operated ("A" Site) ROs. Rs. 10<br>lakhs for Rural and Rs. 30 lakhs for<br>other ROs.   |
| Security<br>Deposit                        | Rs. 50,000/- for Rural ROs and Rs.<br>5 lakhs for others.  | Rs. 50,000/- for Rural ROs and Rs. 5 lakhs for others.  |
| Financial<br>Assistance                    | The Oil Company will make<br>available the ready Retail Outlet with<br>all basic facilities at its cost on the<br>land offered by the candidate and<br>procured by the Company.<br>Oil Company will also provide<br>adequate working capital loan for a            | No Financial assistance.  |

| 100 equal monthly installments<br>commencing from the 13th month of<br>commissioning of the Dealership.  |  |
|--|--|
| Oil Companies are empowered to<br>suitably amend working capital loan<br>guidelines considering the prevalent<br>financial scenario as there has been<br>decrease in the bank lending rates<br>than 11% per annum applied<br>presently against loan to SC/ST<br>candidate. |  |

## Annrexure referred to in reply to part (b) & (c) of Lok Sabha Starred Question No.31 asked by Dr. Kambhampati Haribabu, Hon`ble MP regarding 'Retail Outlets to SCs/STs'.

#### Industry - State/UT-wise number of location advertised and response received

| State             | No. of Locations<br>advertised | No. of locations for which<br>response received |
|-------------------|--------------------------------|---|
| Andaman & Nicobar | 1                              | 0   |
| Andhra Pradesh    | 252                            | 158   |
| Arunachal Pradesh | 3                              | 2   |
| Assam             | 52                             | 46  |
| Bihar             | 422                            | 160   |
| Chandigarh        | 0                              | 0   |
| Chattisgarh       | 160                            | 64  |
| Dadra & NH        | 1                              | 0   |
| Daman & Diu       | 2                              | 0   |
| Delhi             | 6                              | 5   |
| Goa               | 5                              | 2   |
| Gujarat           | 257                            | 129   |
| Haryana           | 432                            | 170   |
| Himachal          | 20                             | 9   |
| J&K               | 49                             | 13  |
| Jharkhand         | 116                            | 27  |
| Karnataka         | 530                            | 214   |
| Kerala            | 120                            | 56  |
| Lakshadweep       | 0                              | 0   |
| Madhya Pradesh    | 413                            | 164   |
| Maharashtra       | 671                            | 357   |
| Manipur           | 7                              | 7   |
| Meghalaya         | 5                              | 5   |
| Mizoram           | 23                             | 23  |
| Nagaland          | 0                              | 0   |
| Odisha            | 187                            | 72  |
| Pondicherry       | 12                             | 6   |
| Punjab            | 263                            | 56  |
| Rajasthan         | 318                            | 207   |
| Sikkim            | 6                              | 2   |
| Tamil Nadu        | 460                            | 229   |
| Telangana         | 242                            | 172   |
| Tripura           | 7                              | 6   |
| Uttar Pradesh     | 795                            | 596   |
| Uttarakhand       | 42                             | 19  |
| West Bengal       | 115                            | 41  |
| ALL-INDIA         | 5994                           | 3017  |