

**LOK SABHA  
UNSTARRED QUESTION NO. 3145  
TO BE ANSWERED ON 15<sup>th</sup> March 2021**

**GST on Natural Gas**

**3145. MS. PRATIMA BHOUMIK:**

**पेट्रोलियम और प्राकृतिक गैस मंत्री**

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

- (a) the current share of energy mix in India, fuel-wise;
- (b) whether the Government is contemplating to bring natural gas within the Goods and Services Tax(GST) ambit;
- (c) if so, the details thereof;
- (d) the State-wise levies charged on natural gas; and
- (e) the steps taken/being contemplated to make natural gas as people's fuel?

**ANSWER**

पेट्रोलियम एवं प्राकृतिक गैस मंत्री (श्री धर्मेंद्र प्रधान)  
MINISTER OF PETROLEUM AND NATURAL GAS (SHRI DHARMENDRA  
PRADHAN)

(a) As per BP Statistics Review 2020 the current share of energy mix in India fuel-wise is as below:-

*(in percentage)*

Oil	Natural Gas	Coal	Nuclear energy	Hydro electric	Renewables	Total
30.1	6.3	54.7	1.2	4.2	3.5	100.0

(b) & (c) As per Article 279A (5) of the Constitution, Goods and Services Tax Council shall recommend the date on which goods and services tax shall be levied on all excluded products i.e petroleum crude, high speed diesel, motor spirit, natural gas and aviation turbine fuel, Petroleum products are constitutionally included under GST, however, the date on which GST shall be levied on all excluded petroleum products, including Natural Gas shall be as per the decision of the GST Council.

(d) Currently, VAT rates on Natural Gas vary from Nil to 25% across States, with some States levying an additional tax on taxable turnover.

(e) Government is taking steps to increase the share of natural gas in the primary energy mix in the country by developing infrastructure in the form of Natural Gas Pipelines/LNG Terminals/CGD networks, promoting Compressed Bio gas (CBG) sector. A scheme of Sustainable Alternative Towards Affordable Transportation (SATAT) on 1<sup>st</sup> October 2018 to promote Compressed Bio-Gas as an alternative and green transport fuel has also been launched.

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