

**GOVERNMENT OF INDIA
MINISTRY OF CIVIL AVIATION
LOK SABHA
UNSTARRED QUESTION NO. : 1932
(To be answered on the 28th July 2022)**

PRICE OF ATF

1932. SHRI THIRUNAVUKKARASAR SU:

Will the Minister of CIVIL AVIATION

नागर विमानन मंत्री

be pleased to state:-

- (a) whether higher State taxes coupled with greater incidence of central excise duties, Ukraine-Russia War and fallen rupee value has resulted in Aviation Turbine Fuel (ATF) becoming more expensive and if so, the details thereof;
- (b) whether there is a demand from the airline industry to reduce ATF duties and if so, the details thereof along with the reaction of the Government thereto;
- (c) whether the Government has held any consultations with the concerned stakeholders and undertaken any measures to control the rising aviation fuel prices in the country;
- (d) if so, the details thereof; and
- (e) if not, the reasons therefor?

ANSWER

Minister of CIVIL AVIATION

नागर विमानन मंत्री

(Shri Jyotiraditya M. Scindia)

(a) Yes, sir.

The table indicating price of ATF, Exchange Rate and Price of ATF before Taxes and after Taxes for Delhi (T3) as on 1st January, 2022 & 16th July, 2022 is Annexed.

(b) to (e): Government has constantly engaged in consultations with Airlines and OMCs on the issue of ATF pricing and has responded to aviation stakeholder needs and interests. Taking cognizance of the high VAT on ATF being levied by States, the issue of reduction in Value-Added Tax (VAT) on Aviation Turbine Fuel (ATF) was taken up with the States/ Union Territories. As a result of the efforts and follow-ups by the Ministry, VAT on ATF has since then been reduced by sixteen States/ UTs viz.: (i) Andaman & Nicobar Islands, (ii) Uttarakhand, (iii) Jammu & Kashmir, (iv) Ladakh, (v) Himachal Pradesh, (vi) Tripura, (vii) Madhya Pradesh, (viii) Haryana, (ix) Karnataka, (x) Uttar Pradesh, (xi) Gujarat, (xii) Dadra & Nagar Haveli and Daman & Diu, (xiii) Arunachal Pradesh, (xiv) Manipur, (xv) Jharkhand and (xvi) Mizoram.

Annex

Annexure in reply to Lok Sabha Unstarred Question No. 1932 for 28-07-2022 regarding Expensive ATF.

Price of ATF, Exchange Rate and Price of ATF before Taxes and after Taxes for Delhi (T3) as on 1st January, 2022 & 16th July, 2022 are tabulated below:

Price Effective	ATF (Jet kero)(*) (\$/bbl)	Exchange Rate (*) (Rs/KL)	Price of ATF at Delhi - T3			
			Price Before Tax (Rs/KL)	Excise Duty (11%) Rs/KL	VAT Delhi 25% (RS/KL)	Price After Tax (Rs/KL)
01.01.2022	83.28	75.56	54,839.49	6,032.34	15,217.96	76,089.79
16.07.2022	159.21	78.70	99,566.08	10,952.27	27,629.59	1,38,147.93
Increase	75.93	3.14	44,726.59	4,919.93	12,411.63	62,058.15

*Average of Pricing period of Effective date

Source: Indian oil Corporation Limited (IOCL)