

LOK SABHA
STARRED QUESTION NO. 105
TO BE ANSWERED ON 25TH JULY, 2016
PRICES OF PETROLEUM PRODUCTS

***105. SHRI BHAIRON PRASAD MISHRA:**
SHRI GAJANAN KIRTIKAR:

पेट्रोलियम और प्राकृतिक गैस मंत्री

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

- (a) the details of increase/decrease in the prices of petrol, diesel, LPG, CNG, PNG, Kerosene including reasons for not reducing the oil prices commensurate with the reduction of price of crude oil in the international market during the last three years and the current year;
- (b) the taxes/duties imposed and subsidy provided by the Government on the petroleum products during the above period, product-wise;
- (c) whether the Government proposes to control the petroleum production/prices with a view to keeping a check on export-import and has also prepared/discovered any substitute for petrol and diesel to provide clean energy in future and if so, the details thereof;
- (d) whether the Government has not been able to reap the benefits of cheaper crude oil in the international market on account of delay in construction of strategic reserves of crude oil; and
- (e) if so, the details thereof along with their installed capacity at present and the steps taken/being taken to construct the said reserves in a time-bound manner, location-wise?

ANSWER

पेट्रोलियम और प्राकृतिक गैस मंत्री (स्वतंत्र प्रभार)
(श्री धर्मेंद्र प्रधान)

MINISTER OF STATE (I/C) IN THE MINISTRY OF PETROLEUM AND NATURAL GAS
(SHRI DHARMENDRA PRADHAN)

(a) to (e): A statement is laid on the Table of the House.

Statement referred to in reply to parts (a) to (e) of the Lok Sabha Starred Question No. 105 asked by Shri Bhairon Prasad Mishra and Shri Gajanan Kirtikar to be answered on 25th July, 2016 regarding “Prices of Petroleum Products”.

(a): The details of revision in the Retail Selling Prices (RSP) of Petrol, Diesel, PDS Kerosene, Domestic LPG and CNG at Delhi since 1st April, 2013 are given in **Annexure I and II**.

The prices of Petrol and Diesel have been made market determined by the Government effective 26th June, 2010 and 19th October, 2014 respectively. Since then, the Public Sector Oil Marketing Companies (OMCs) take appropriate decision on pricing of these products in line with their international prices and other market conditions. The Government continues to modulate the effective price to consumer for Subsidized Domestic LPG and Retail Selling Price (RSP) of PDS Kerosene. Further, price of CNG/PNG is fixed by the concerned City Gas Distribution (CGD) entities as per market dynamics.

RSP of Petrol and Diesel in the country are linked to their respective international prices and OMCs are at present applying Trade Parity Pricing methodology to compute the RSP. Other cost elements in the RSP of Petrol & Diesel viz Excise Duty, BS IV premium, marketing cost and margins etc. are specific costs which do not increase/decrease with the volatility in international prices of Petrol and Diesel. The element of excise duty which is specific in nature has been increased since November, 2014. Most of the State Governments also have increased VAT on Petrol and Diesel. After taking into account these factors, Public Sector OMCs have passed on major portion of the decrease in price to the consumers of Petrol and Diesel.

(b): The details of taxes levied by the Central Government and State Governments on major petroleum products since 1.4.2013 are given in **Annexure III** and **Annexure IV** respectively. The details of subsidy/ under-recovery on major petroleum products since 2013-14 are given in **Annexure V**.

(c): Pricing of petroleum products, except Subsidized Domestic LPG and PDS Kerosene, is deregulated and Public Sector OMCs take appropriate decision on pricing of these products in line with their international prices and other market conditions. Besides, Public Sector Oil Companies also take appropriate decision regarding import/export of petroleum products, as per the demand- supply scenario. As regards substitution for Petrol and Diesel to provide clean energy, the Government, through Public Sector OMCs, is implementing Ethanol Blended Petrol (EBP) Programme under which, Public Sector OMCs sell ethanol blended petrol with percentage of ethanol upto 10%, depending upon availability of ethanol. Besides, the Government has opened second generation ethanol route (cellulosic and lignocellulosic route) for production of ethanol with effect from 10.12.2014. Also, retailing of bio-diesel blended diesel by Public Sector OMCs have started on World Biofuel Day, i.e, 10.8. 2015.

(d) & (e): Strategic reserve at Visakhapatnam has been commissioned and filled with crude oil in October, 2015. The strategic reserves at Mangalore and Padur have also been mechanically completed in November, 2015 and May, 2015 respectively. Now, Mangalore cavern is ready to receive crude oil. Commissioning of Padur reserve needs laying of pipeline which was delayed due to Right of Use (RoU) problems. Ministry of Petroleum and Natural Gas has been continuously monitoring the progress of pipelines and regular meetings have been held with the Government of Karnataka and local District Administration to resolve the issues.

Annexure I

Annexure referred to in reply to part (a) of the Lok Sabha Starred Question No. 105 asked by Shri Bhairon Prasad Mishra and Shri Gajanan Kirtikar to be answered on 25th July, 2016 regarding "Prices of Petroleum Products".

Revision in RSP of Major Petroleum products at Delhi since 1.4.2013

Date	Petrol	Diesel	PDS SKO	Domestic LPG	
				Subsidized	Non- Subsidized
	(Rs./litre)			(Rs./14.2 KG Cyl.)	
01.04.2013	68.31	48.63	14.96	410.50	901.50
02.04.2013	67.29				
16.04.2013	66.09	48.67			
01.05.2013	63.09				847.00
11.05.2013		49.69			
01.06.2013	63.99	50.25			802.00
16.06.2013	66.39				
29.06.2013	68.58				
01.07.2013		50.26			832.00
02.07.2013		50.84			
15.07.2013	70.44				
01.08.2013	71.28	51.40			875.00
01.09.2013	74.10	51.97			932.50
14.09.2013	76.06				
01.10.2013	72.40	52.54			1004.00
01.11.2013	71.02	53.10			954.50
01.12.2013		53.67			1017.50
11.12.2013				414.00	1021.00
21.12.2013	71.52	53.78			
04.01.2014	72.43	54.34			1241.00
01.02.2014		54.91			1134.00
01.03.2014	73.16	55.48			1080.50
01.04.2014	72.26	55.49			980.50
16.04.2014	71.41				
01.05.2014					928.50
16.05.2014		56.71			
01.06.2014		57.28			905.00
07.06.2014	71.51				
25.06.2014	71.56				906.00
01.07.2014	73.60	57.84			922.50
01.08.2014	72.51	58.40			920.00
16.08.2014	70.33				
31.08.2014	68.51	58.97			
01.09.2014					901.00
01.10.2014	67.86				880.00

Date	Petrol	Diesel	PDS SKO	Domestic LPG	
				Subsidized	Non- Subsidized
	(Rs./litre)			(Rs./14.2 KG Cyl.)	
15.10.2014	66.65				
19.10.2014		55.60			
23.10.2014				417.00	883.50
01.11.2014	64.24	53.35	15.14*		865.00
01.12.2014	63.33	52.51			752.00
16.12.2014	61.33	50.51			
01.01.2015					708.50
17.01.2015	58.91	48.26			
01.02.2015					605.00
04.02.2015	56.49	46.01			
16.02.2015	57.31	46.62	15.24		
01.03.2015	60.49	49.71			610.00

Date	Petrol	Diesel	PDS SKO	Domestic LPG	
				RSP	Effective cost after DBTL Subsidy#
	(Rs./litre)			(Rs./14.2 KG Cyl.)	
01.04.2015	60.00	48.50		621.00	417.82
16.04.2015	59.20	47.20			
1.05.2015	63.16	49.57	15.24	616.00	
16.05.2015	66.29	52.28			
01.06.2015				626.50	
16.06.2015	66.93	50.93			
01.07.2015	66.62	50.22		608.50	
16.07.2015	66.90	49.72			
01.08.2015	64.47	46.12		585.00	
15.08.2015	63.20	44.95			
01.09.2015	61.20	44.45		559.50	
01.10.2015		44.95		517.50	
16.10.2015		45.90			
01.11.2015	60.70	45.93		545.00	
16.11.2015	61.06	46.80			
01.12.2015	60.48	46.55		606.50	
09.12.2015				608.00	419.26
16.12.2015	59.98	46.09			
01.01.2016	59.35	45.03		657.50	419.33
02.01.2016	59.35	45.03			

Date	Petrol	Diesel	PDS SKO	Domestic LPG	
				RSP	Effective cost after DBTL Subsidy#
				(Rs./litre)	
16.01.2016	59.03	44.18			
19.01.2016	59.99	44.71			
31.01.2016	59.99	44.71			
01.02.2016	59.95	44.68		575.00	419.22
18.02.2016	59.63	44.96			
01.03.2016	56.61	46.43		513.50	419.13
04.03.2016			15.42		
17.03.2016	59.68	48.33			
01.04.2016				509.50	
05.04.2016	61.87	49.31			
16.04.2016	61.13	48.01			
25.04.2016			15.36		
01.05.2016	62.19	50.95		527.50	419.15
17.05.2016	63.02	51.67			
01.06.2016	65.60	53.93		548.50	419.18
03.06.2016			15.02		
16.06.2016	65.65	55.19			
01.07.2016	64.76	54.70		537.50	421.16
07.07.2016			15.27		
16.07.2016	62.51	54.28			
	62.51	54.28	15.27*	537.50	421.16

Note – 1.Prices of Petrol since 26.6.2010, Non Subsidized Domestic LPG since 13.9.2012 and Diesel since 19.10.2014 are as per IOCL.

2. In cases price of Indian basket crude oil is not available for the date, the price for the previous working day has been given.

*Since there is 'Nil' allocation of PDS Kerosene in Delhi currently, RSP of PDS Kerosene 1.11.2014 onwards is at Mumbai.

effective 1st January 2015, Modified DBTL scheme has been implemented in entire country. The effective cost to consumer is after DBTL Subsidy.

Annexure II

Annexure referred to in reply to part (a) of the Lok Sabha Starred Question No. 105 asked by Shri Bhairon Prasad Mishra and Shri Gajanan Kirtikar to be answered on 25th July, 2016 regarding “Prices of Petroleum Products”.

The details of revision in CNG prices at Delhi since 01.04.2013

From	To	Sale Price (Rs/Kg)
01.04.2013	24.06.2013	39.90
25.06.2013	07.09.2013	41.90
08.09.2013	26.12.2013	45.60
27.12.2013	07.02.2014	50.10
08.02.2014	02.05.2014	35.20
03.05.2014	01.04.2015	38.15
02.04.2015	17.05.2015	37.55
18.05.2015	01.10.2015	38.00
02.10.2015	01.04.2016	37.20
02.04.2016	01.07.2016	36.60
02.07.2016	Till Date	36.85

Annexure III

Annexure referred to in reply to part (b) of the Lok Sabha Starred Question No. 105 asked by Shri Bhairon Prasad Mishra and Shri Gajanan Kirtikar to be answered on 25th July, 2016 regarding “Prices of Petroleum Products”.

Taxes levied by the Central Government on Major petroleum products since 1.4.2013

Customs duty rates since 1st April 2013

(in %)

Date	Petrol	Diesel	PDS Kerosene	Domestic LPG
Since 01/04/2013	2.5	2.5	Nil	Nil

Excise Duty Rates since 1st April 2013

Date	Petrol*	Diesel*	PDS Kerosene	Domestic LPG
As on 01/04/13	9.48	3.56	NIL	NIL
12/11/14	11.02	5.11	NIL	NIL
03/12/14	13.34	6.14	NIL	NIL
02/01/15	15.40	8.20	NIL	NIL
17/01/15	17.46	10.26	NIL	NIL
01/03/15	17.46	10.26	NIL	NIL
07/11/15	19.06	10.66	NIL	NIL
17/12/15	19.36	11.83	NIL	NIL
02/01/16	19.73	13.83	NIL	NIL
16/01/16	20.48	15.83	NIL	NIL
31/01/16	21.48	17.33	NIL	NIL
01/03/16	21.48	17.33	NIL	NIL

*including education cess as applicable until 1.3.2015.

Annexure IV

Annexure referred to in reply to part (b) of the Lok Sabha Starred Question No. 105 asked by Shri Bhairon Prasad Mishra and Shri Gajanan Kirtikar to be answered on 25th July, 2016 regarding “Prices of Petroleum Products”.

	July'13	July'16	July'13	July'16
	Effective tax rate		Effective tax rate	
State	Petrol (%)		Diesel (%)	
Andhra Pradesh	31.00	39.51	22.25	31.20
Assam	27.50	30.08	16.50	20.00
Bihar	24.50	24.50	16.00	18.00
Chhattisgarh	25.00	30.20	25.00	27.19
Delhi	20.00	27.00	13.14	17.40
Goa	0.10	15.00	20.00	22.00
Gujarat	25.46	28.96	24.63	28.96
Haryana	21.00	26.25	9.24	17.22
Himachal Pradesh	25.00	27.00	9.60	16.00
Jammu & Kashmir	25.17	29.99	14.15	18.10
Jharkhand	20.00	34.14	18.00	24.71
Karnataka	31.25	36.50	22.59	24.95
Kerala	25.94	34.23	20.00	26.98
Madhya Pradesh	28.27	38.68	24.23	31.59
Maharashtra – Mumbai, Thane & Navi Mumbai	27.73	35.41	24.00	28.42
Maharashtra (Rest of State)	26.70	34.54	21.00	25.43
Meghalaya	18.35	22.44	11.66	13.77
Mizoram	20.00	20.00	12.00	12.00
Nagaland	21.00	24.68	12.60	14.18
Odisha	19.18	27.26	19.18	27.26
Punjab	33.17	36.34	9.63	17.29
Rajasthan	26.92	33.20	17.91	25.88
Sikkim	20.49	33.43	13.21	23.09
Tamil Nadu	27.00	27.00	21.43	21.43
Telangana	NA	35.20	NA	27.00
Uttarakhand	25.00	35.92	18.26	22.34
Uttar Pradesh	26.55	35.49	17.23	20.92
West Bengal	26.71	28.52	18.56	18.53
Chandigarh	20.02	24.76	12.53	16.43
Dadra & Nagar Haveli	20.00	20.00	15.00	15.00
Daman & Diu	20.00	20.00	15.00	15.00
Puducherry	15.00	15.00	14.00	14.00

Annexure V

Annexure referred to in reply to part (b) of the Lok Sabha Starred Question No. 105 asked by Shri Bhairon Prasad Mishra and Shri Gajanan Kirtikar to be answered on 25th July, 2016 regarding “Prices of Petroleum Products”.

Subsidy/ Under-recovery on Petroleum Products since 2013-14

(Rs. Crore)

Particulars	2013-14	2014-15	2015-16
Petrol	0	0	0
Diesel	62837	10935	0
PDS Kerosene #	31255	24804	11496
Domestic LPG #	52247	40569	16074
Total	146339	76308	27570

Includes Subsidy under “PDS Kerosene and Domestic LPG Subsidy Scheme, 2002” & “Freight Subsidy (For Far-Flung Areas) Scheme, 2002” on payment basis.

