GOVERNMENT OF INDIA PETROLEUM AND NATURAL GAS LOK SABHA

UNSTARRED QUESTION NO:2927 ANSWERED ON:21.03.2002 IMPORT OF SOLVENT OIL PUTTASWAMY GOWDA

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

(a) the quantum of solvent oil imported during the last three years alongwith the price (C.I.P.value) and the year-wise source of supplier, Country-wise;

(b) the production of solvent oil in the country and the quantity distributed/sold by the oil companies to the parties alongwith its rate during the last three years, year-wise and company-wise;

(c) whether after the increase in prices of solvent oil has gone to its peak under O.G.L.;

(d) if so, the details thereof including the rate of duty;

(e) whether solvent oil has become a source of mixing in petrol; and

(f) if so, the steps taken to discourage the mixing of solvent oil in petrol?

Answer

MINIATER OF STATE IN THE MINISTRY OF PETROLEUM AND NATURAL GAS AND MINIOFERTATE IN THE MINISTRY OF PARLIAMENTARY AFFAIRS (SHRI SANTOSH KUMAR GANGWAR)

(a) : The only solvent oil imported by the public sector oil companies during the last three years was furnace oil. The details of furnace oil imported are given in Annexure-I.

(b): Production of solvent oils and their sales by the public sector oil companies during the last three years are given in Annexure-II & III, respectively.

(c)& (d): The rates of customs duty on different solvents are given in Annexure-IV. Solvent oils are decontrolled petroleum products and can be imported freely.

(e) & (f): Solvents could be used for adulteration of auto fuels. In order to prevent misuse of solvents for adulteration, Government have issued the Solvent, Raffinate and Slop (Acquisition, Sale, Storage and Prevention of Use in Automobiles) Order, 2000. In case a retail outlet dealer is found to be indulging in adulteration by solvents, action is taken against such dealer under the Marketing Discipline Guidelines (MDG) and Dealership Agreement.

ANNEXUREI REFERRED TO IN REPLY TO PART (a) OF LOK SABHA UNSTARRED QUESTO 12927 TO BE ANSWERED ON 21.3.2002 REGARDING IMPORT OF SOLVENT OIL.

Year Quantum(MMT+) Average CIF value (US \$/MT++) International Supplier Countries of origin 1998-1999 0.527 83.83 VITTOL/FAL OIL/BP/IPG/MARUBENI Bahrain/ Saudi Arabia/ Singapore/UAE 1999-2000 0.512 148.94 FAL OIL /MITSUBISHI/ STINNES/ GLENCOR/BP/ ONYXOIL/ BAKRI BUNSAER Arabia/ Singapore/ Indonesia 2000-2001 0.427 169.02 VITTOL/FAL OIL/BAKRI BUNKAR Saudi Arabia/ Singapore/ UAE

+ MMT - million metric tonnes ++ MT - metric tonnes

ANNEXURE - II REFERRED TO IN REPLY TO PART (b) OF LOK SABHA UNSTARREDESTION NO. 2927 TO BE ANSWERED ON 21.3.2002 REGARDING IMPORT OF SOLVENT OIL

QUANTITY OF SOLVENTS PRODUCED DURING 1998-99 (Figs TMT)

SOLVENTS HPC BPCL IOC KRL CPCL BRPL NRL MRPL GAIL ONGC TOTAL

1 SBP SPIRITS/ SBP SOLVENTS 16.3 28.8 3.0 19.4 67.5 SBP SOLVENT/ 2 C-9 SOLVENT/ 7.6 7.6 3 C-6 RAFFINATES 4 PENTANE 14.5 14.5 5 CIXON 6 SOLVENT 90 5.7 5.7 7 HEXANE 38.6 28.3 17.8 10.7 95.4 8 HEPTANE 0.1 0.1 9 RESOL 10 NGL 720.7 720.7 11 MTO 37.9 117.2 39.2 12 AROMEX 14.5 14.5 194.3 12 AROMEX 14.5 13 TOMEX 14 FURNACE OIL (FO) 1264.0 290.0 2667.4 734.0 914.2 537.0 6406.6 15 LIGHT DIESEL OIL (LDO) 256.6 90.2 703.3 51.0 19.4 209.0 1329.5 QUANTITY OF SOLVENTS PRODUCED DURING 1999-00 (Figs TMT) SOLVENTS HPC BPCL IOC CPCL BRPL KRL MRPL GAIL ONGC TOTAL 1 SBP SPIRTTS/ SBP SOLVENTS 12.9 21.5 4.0 28.8 67.2 2 C-9 SOLVENT/ 7.4 7.4 RAFFINATE 3 C-6 RAFFINATES 4 PENTANE 16.8 16.8 5 CIXON 6 SOLVENT 90 7.4 7.4 7 HEXANE 45.1 23.0 6.6 8.9 83.6 8 HEPTANE 9 RESOL 316.2 316.2 10 NGL 11 MTO 52.8 124.0 71.5 248.3 12 AROMEX 10.2 10.2 13 TOMEX 14 FURNACE OIL (FO) 1398.2 565.7 2455.2 893.9 536.0 702.9 6551.9 15 LIGHT DIESEL OIL (LDO) 334.9 98.7 914.5 32.3 222.3 21.0 1623.7 OUANTITY OF SOLVENTS PRODUCED DURING 2000-01 (Figs TMT) SOLVENTS HPC BPCL IOC KRL CPCL BRPL NRL MRPL GAIL ONGC TOTAL 1 SBP SPIRITS/ SBP SOLVENTS 14.7 19.1 4.0 30.8 68.6 SBP SOLVENT/ 2 C-9 SOLVENT/ 3.3 3.3 3 C-6 RAFFINATES 4 PENTANE 10.5 10.5 5 CIXON 6 SOLVENT 90 0.1 0.1 7 HEXANE 37.8 25.3 1.5 8.1 72.7 8 HEPTANE 9 RESOL 10 NGL 32.9 32.9 11 MTO 56.6 97.2 47.6 12.0 213.4 12 AROMEX 9.5 9.5 13 IOMEX 14 FURNACE OIL (FO)1427.8 707.5 1974.6 784.0 833.5 773.8 6501.2 15 LIGHT DIESEL OIL (LDO) 309.5 128.2 806.4 2.0 25.3 206.9 1478.3

ANSWERED ON 21.3.2002 REGARDING IMPORT OF SOLVENT OIL.

Company-Wise Product-Wise Overall Industry

Sales For Solvents

1998-1999

PRODUCT AOD BPC KRL BRPL HPCL IOC IBP CPCL OTHS TOTAL

(Figs. in MTs.)

0 0 0 0 106190 223335 0 0 0 329525 NGT. HEXANE-64/69 0 27771 0 0 0 23652 71 0 0 51495 HEXANE (HPC) 0 0 0 0 42888 0 0 0 0 42888 HEXANE TOTAL 0 27771 0 0 42888 23652 71 0 0 94383 SBP 55/115 0 28011 0 0 0 2210 0 0 0 30220 SOLVENT-1425 0 0 0 0 17873 0 0 0 0 17873 RUBBER SOLVENT 0 0 3132 0 0 11701 0 0 0 14834 S B P 32/110 0 0 24 0 0 0 0 0 0 24 SBP TOTAL 0 28011 3156 0 17873 13911 0 0 0 62950 NATURAL HEPTANE 0 0 0 0 0 60 0 0 60 M.T (LAWS) 0 115339 0 0 0 0 0 0 0 115339
 M.T
 140/205
 202
 13
 0
 38459
 37329
 0
 0
 76004

 M T O
 TOTAL
 202
 115351
 0
 38459
 37329
 0
 0
 191342
 AROMEX 4246 16 0 0 0 5704 0 0 0 9966 IOMEX 0 0 0 0 0 2378 0 0 0 2378

AROMEX IOMEX Total 4246 16 0 0 0 8082 0 0 12345 FO 58474 960524 0 0 1426698 4288923 32394 0 0 6767013 LDO 2340 159402 71 0 290829 814685 10633 0 0 1277960

Company-Wise Product-Wise Overall Industry Sales For Solvents

1999-2000

PRODUCT AOD BPC KRL BRPL HPCL IOC IBP CPCL OTHS TOTAL

(Figs. in MTs.)

0 26590 63931 0 0 0 90521 NGL 0 0 0 HEXANE-64/69 0 25337 0 0 0 11682 48 0 0 37067 HEXANE (HPC) 0 0 0 0 40954 0 0 0 40954 HEXANE TOTAL 0 25337 0 0 40954 11682 48 0 0 78022 NATURAL HEPTANE 0 0 0 0 818 0 0 0 818 SBP 55/115 0 22393 0 0 0 15585 0 0 0 37978 SOLVENT-1425 0 0 0 0 13871 0 0 0 0 13871 RUBBER SOLVENT 0 0 3591 0 0 19831 0 0 0 23422 S B P 32/110 0 0 326 0 0 0 0 0 0 326 SBP TOTAL 0 22393 3917 0 13871 35416 0 0 0 75597 M.T (LAWS) 0 121758 0 0 0 0 0 0 0 121758 M.T 140/205 217 5 0 0 52370 62087 0 0 0 114678 M T O TOTAL 217 121763 0 0 52370 62087 0 0 0 236436 AROMEX 4742 0 0 0 0 6013 0 0 0 10755 IOMEX 0 0 0 0 0 3223 0 0 0 3223 AROMEX IOMEX Total 4742 0 0 0 0 9236 0 0 0 13978 FO 59097 1171200 0 0 1305088 4212910 67711 0 0 6816006 LDO 3694 169148 0 0 341904 976062 20885 0 0 1511694

Company-Wise Product-Wise Overall Industry Sales For Solvents

2000 - 2001

PRODUCT AOD BPC KRL BRPL HPCL IOC IBP CPCL NRL OTHS TOTAL

(Figs. in MTs.)

NGL 0 0 0 0 6504 1 0 0 0 6505 HEXANE-64/69 0 29084 0 0 0 3117 8 0 0 0 32209 HEXANE (HPC) 0 0 0 0 38179 0 0 0 0 38179 HEXANE TOTAL 0 29084 0 0 38179 3117 8 0 0 0 70388

 SBP
 55/115
 0
 16997
 0
 0
 373
 0
 0
 0
 17370

 SOLVENT-1425
 0
 0
 0
 13807
 0
 0
 0
 28
 13835

 RUBBER
 SOLVENT
 0
 3746
 0
 12833
 0
 0
 0
 16579

 SBP TOTAL 0 16997 3746 0 13807 13206 0 0 0 28 47784

 M.T (LAWS) 0 100915 0 0 0 0 0 0 0 0 100915

 M.T 140/205 242 0 11542 0 55164 50234 0 0 0 0 117182

 M T 0 TOTAL 242 100915 11542 0 55164 50234 0 0 0 0 218097

 AROMEX 3373 0 0 0 0 5181 0 0 0 8554

 IOMEX 0 0 0 0 98 0 0 0 98

 Sub Total 3373 0 0 0 0 5279 0 0 0 8652

 F0 60507 1260114 0 0 1304759 3705590 40153 0 224 0 6371347

 LDO 3345 153520 0 0 341289 884828 16033 0 0 0 1399015

ANNEXURE IV REFERRED TO IN REPLY TO PART (c) & (d) OF LOK SABHA UNSTARRED STION NO. 2927 TO BE ANSWERED ON 21.2.2002 REGARDING IMPORT OF SOLVENT OIL.

Product specification Basic duty Rate Additional. Duty (Counter Veiling Duty) Additional. Duty of excise Special. Additional Duty 27.10 (a) Furnace oil 20% 16% Rs.56.60 per kilo litre -27.10 (b) Light Diesel Oil 20% 16% Rs.129.45 per kilo litre -29.01 Organic acyclic saturated compounds 15% 16% - 4% 38.14 Composite Solvents 35% 16% - 4%