

**GOVERNMENT OF INDIA
PETROLEUM AND NATURAL GAS
LOK SABHA**

UNSTARRED QUESTION NO:3725
ANSWERED ON:17.04.2008
SALE OF NATURAL COMPRESSED GAS BY IGL
Patel Shri Kishanbhai Vestabhai;Sai Shri Nand Kumar

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

- (a) the rate at which IGL is buying and selling Compressed Natural Gas (CNG) in the NCT Delhi;
- (b) whether IGL is making huge profit margin to the tune of about 57%;
- (c) if so, the details thereof; and
- (d) the reasons for making such huge profit by IGL?

Answer

MINISTER OF STATE IN THE MINISTRY OF PETROLEUM & NATURAL GAS(SHRI DINSHA PATEL)

- (a): Indraprastha Gas Limited (IGL) is buying natural gas from GAIL (India) Limited @ Rs. 5220/ MSCM (thousand standard cubic metres) at calorific value of 8422 Kcal/SCM. The selling price of Compressed Natural Gas (CNG) is fixed after considering various costs viz., gas cost, compression charges, operation and maintenance cost, safety related cost, selling and distribution cost, depreciation and income tax. At present, IGL is selling CNG in NCT of Delhi @ Rs. 18.90/kg, which is inclusive of excise duty of Rs. 2.38/kg.
- (b): No, Sir.
- (c) & (d): Does not arise.