

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

UNSTARRED QUESTION NO:4498

ANSWERED ON:22.04.2010

INCREASE IN REVENUE BY PETROLEUM SECTOR

Hegde Shri Anant Kumar; Rama Devi Smt.

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

- (a) whether due to massive changes effected recently in the tax structure of petroleum products, the contribution of petroleum sector in revenue generation for the Government is likely to increase;
- (b) if so, the details of the contribution of petroleum sector to the central revenues during the years 2007-08, 2008-09 and 2009-10;
- (c) the estimated amount to be contributed by petroleum sector during the fiscal year 2010-11, and
- (d) the estimated amount of subsidy likely to be given by the Government to petroleum sector during 2010-11?

Answer

MINISTER OF STATE IN THE MINISTRY OF PETROLEUM AND NATURAL GAS (SHRI JITIN PRASADA)

(a): Yes, Madam. Ministry of Finance has informed that the additional revenue gain due to recent changes in duty rates is estimated to be around Rs.26,000 crore for the full financial year.

(b): The details of the contribution of petroleum sector to the Central Exchequer during the years 2007-08, 2008-09 and 2009-10 (April-December 2009) are given below:

(Rs.Crore)
Particulars 2007-08 2008-09 2009-10
 (April-December 2009) (prov.)

Customs Duty 12626 6299 2638

Cess on Crude Oil 6924 6758 4896

Excise Duty 54761 54117 39931

Royalty 3064 3146 2607

Corporate Tax 16319 12031 4489

Dividend 7646 4504 948

Tax on Dividend 1850 1077 116

Petroleum Profit 4152 4710 4652

Others

(includes Service Tax) 944 870 740

Contribution to Central 108286 93512 61017
Exchequer

(c): The contribution of the petroleum sector to the Central Exchequer during the year 2010-11 will, inter-alia, depend upon the rates of taxes and duties applicable.

(d): The amount of subsidy for petroleum products will depend on the international oil prices, level of domestic retail prices, rates of taxes and duties on petroleum products, etc. A provision of Rs.2900 crore has been made in the fiscal budget of 2010-11 for subsidy on PDS Kerosene and Domestic LPG.