GOVERNMENT OF INDIA PETROLEUM AND NATURAL GAS LOK SABHA

UNSTARRED QUESTION NO:1703 ANSWERED ON:16.07.2009 GAS PRODUCTION FROM KRISHNA GODAVARI BASIN Dhotre Shri Sanjay Shamrao

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

:

- (a) whether gas from Krishna Godavari-6 fields has started flowing into distribution network;
- (b) if so, the quantity and the price at which it is going to be distributed;
- (c) the annual capacity of natural gas production from KG-6 basin; and
- (d) the maximum life of KG-6 field for exploration?

Answer

Minister of State in the Ministry of PETROLEUM & NATURAL GAS (SHRI JITIN PRASADA)

- (a) Yes, Madam. Natural gas production from KG basin has commenced from April 2009.
- (b) Current Gas production from KG-6 Block is Standard Cubic Metres per Day (MMSCMD) and it is being sold as per gas sales and purchase agreements of gas from KG-6 between buyers and seller as per the Empowered Group of Ministers (EGoM) approved price formula which provides for US\$ 4.2 per Million British Thermal Unit (MMBTU), at crude oil price greater or equal to US \$ 60 per barrel.
- (c) The annual production from KG D-6 Basin for the year 2009-10 is expected to be 21.9 (Billion Cubic Metres) BCM.
- (d) The expected life of the field is thirteen years.