

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

UNSTARRED QUESTION NO:2420
ANSWERED ON:10.03.2011
SETTING UP OF OIL REFINERY IN BARMER
Bairwa Shri Khiladi Lal;Meghwal Shri Arjun Ram

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

- (a) whether an oil refinery is proposed to be set up in Barmer, Rajasthan;
- (b) if so, the details of assistance likely to be provided to the State Government by the Union Government for this purpose; and
- (c) the role likely to be assigned to the Oil and Natural Gas Corporation in this regard?

Answer

MINISTER OF STATE IN THE MINISTRY OF PETROLEUM AND NATURAL GAS (SHRI R.P.N. SINGH)

(a) to (c): Oil and Natural Gas Corporation Limited has informed that as per the detailed feasibility for setting up of a refinery of 4.5 MMTPA refining capacity at Barmer by M/s. Engineers India Limited and subsequent financial appraisal by merchant banker M/s. SBI Capital Markets Limited (SBICAPS), the project is not viable on standalone basis and requires substantial fiscal / non fiscal support from Central and State Government in order to make the project bankable. ONGC is presently in consultation with the Government of Rajasthan for firming up the requisite incentives from the State Government for establishing refinery at Barmer.