

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

UNSTARRED QUESTION NO:1931

ANSWERED ON:11.08.2011

PRODUCTION OF CRUDE OIL BY PSUs

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

(a) whether Public Sector Undertakings especially Oil and Natural Gas Corporation (ONGC) and Indian Oil Corporation (IOC) are primarily responsible for production of crude oil and natural gas in the country;

(b) if so, the details of production of crude oil and natural gas alongwith the average cost of production by these PSUs during the last three years; and

(c) the average price on which the above products were sold to oil refineries during the said years alongwith the discount given/dividend earned per barrel?

**Answer**

Minister of State in the Ministry of PETROLEUM AND NATURAL GAS (SHRI R.P.N. SINGH)

(a) One of the main objects of Oil and Natural Gas Corporation (ONGC) is production of crude oil and natural gas. Indian Oil Corporation (IOC) is primarily involved in refining and marketing of petroleum products.

(b) The details of production of crude oil & gas and average cost of production by ONGC during last three years is as under:-

| Year | Quantum of Oil Production (in MMT) Ton | Average cost (Rs/Metric Ton) | Quantum of Gas production (in lakh BCM) /BCM | Average cost (in lakh Rs) |
|------|--|------------------------------|--|---------------------------|
|------|--|------------------------------|--|---------------------------|

|         |        |        |        |       |
|---------|--------|--------|--------|-------|
| 2008-09 | 25.366 | 10,776 | 22.486 | 45.59 |
|---------|--------|--------|--------|-------|

|         |        |        |        |       |
|---------|--------|--------|--------|-------|
| 2009-10 | 24.671 | 12,815 | 23.109 | 53.73 |
|---------|--------|--------|--------|-------|

|         |        |        |        |       |
|---------|--------|--------|--------|-------|
| 2010-11 | 24.419 | 12,783 | 23.095 | 57.99 |
|---------|--------|--------|--------|-------|

(c) The average sale price, discount given on crude oil and Gross margin earned on oil by ONGC is as under:-

| Year | Gross Price (Pre discount) | Discount on oil (\$/Barrel) | Gross Margin |
|------|----------------------------|-----------------------------|--------------|
|------|----------------------------|-----------------------------|--------------|

|         |       |       |       |
|---------|-------|-------|-------|
| 2008-09 | 86.15 | 38.45 | 16.49 |
|---------|-------|-------|-------|

|         |       |       |       |
|---------|-------|-------|-------|
| 2009-10 | 71.65 | 15.71 | 20.00 |
|---------|-------|-------|-------|

|         |       |       |       |
|---------|-------|-------|-------|
| 2010-11 | 89.41 | 35.64 | 16.47 |
|---------|-------|-------|-------|

The average sale price of natural gas and Gross margin earned on gas by ONGC is as under:-

| Year | Sale Price (Rs./MSCM) | Gross margin in Rs.per MSCM |
|------|-----------------------|-----------------------------|
|------|-----------------------|-----------------------------|

2008-09 3191 -1368

2009-10 3215 -2158

2010-11 6216 417