GOVERNMENT OF INDIA CIVIL AVIATION LOK SABHA

UNSTARRED QUESTION NO:1355 ANSWERED ON:21.03.2012 JET FUEL

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Will the Minister of CIVIL AVIATION be pleased to state:

- (a) whether the country is surplus in jet fuel and have also been exporting the same to foreign airlines;
- (b) if so, the cost difference in indigenous and imported oil;
- (c) whether Aviation Turbine Fuel (ATF) prices in the country are highest in the world;
- (d) if so, the details thereof and the prices of ATF during each of the last three years alongwith annual increase in prices; and
- (e) the steps taken by the Government to ease the taxation burden on the aviation sector?

Answer

MINISTER OF CIVIL AVIATION (SHRI AJIT SINGH)

- (a) and (b):- The information is being collected.
- (c) and (d):- The Aviation Turbine Fuel (ATF) prices in India is higher than in other countries. ATF prices in India and foreign countries (as on 09.3.2012) are as under:

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Cities abroad Cost of ATF Cities in India Cost of ATF (in Rs.) (in Rs.)

Sharjah 45574 Kolkata 72866
Bangkok 44168 Chennai 68765
Dubai 44384 Mumbai 65399
Singapore 43208 Delhi 63469
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(1\$=50.1600 sources: Yahoo Finance)

Prices of ATF in four metropolitan cities in India since 1st January 2009 are Annexed.

(e):- The issue of reduction of VAT on ATF has been taken up with the State Governments. Govt. of Chhattisgarh has reduced the VAT on ATF to 4%. Govt. of Maharashtra has also reduced VAT on ATF to 4%, except flight originating from Mumbai and Pune. Government of Rajasthan has also reduced VAT on ATF to 4%, applicable with certain conditions.