GOVERNMENT OF INDIA PETROLEUM AND NATURAL GAS LOK SABHA

UNSTARRED QUESTION NO:6697 ANSWERED ON:17.05.2012 ALLOCATION OF KG D GAS TO STEEL SECTOR. Majumdar Shri Prasanta Kumar;Tirkey Shri Manohar

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

- (a) whether the Government has reviewed its decision regarding allocation of gas from Krishna Godavari (KG) D6 basin to the steel sector;
- (b) if so, the reasons therefor alongwith the names of the steel companies to which the Government had assured gas supply; and
- (c) the cascading effect on the projects of the steel sector due to non-availability of gas from the KG D6 basin?

Answer

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

- (a): No, Madam.
- (b): Does not arise, in view of (a) above.
- (c): Steel sector is a decontrolled industry wherein the input cost can be passed on to the consumers. The steel sector can meet its requirement of natural gas from imported Liquefied Natural Gas.