

**GOVERNMENT OF INDIA  
FINANCE  
LOK SABHA**

UNSTARRED QUESTION NO:1780  
ANSWERED ON:22.08.2012  
EXCISE DUTY ON CARS  
Bajirao Shri Patil Padamsinha

**Will the Minister of FINANCE be pleased to state:**

- (a) whether there is any move of the Government to hike excise duty on diesel cars and if so, the details thereof;
- (b) whether the Government has received any proposal from the Union Minister of Petroleum in this regard; and
- (c) if so, the details thereof and the action taken thereon?

**Answer**

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S. PALANIMANICKAM)

- (a): Representations have been received by the Government for increasing excise duty on diesel cars. These are under examination.
- (b); Yes Madam.
- (c): The request has been made to impose additional Excise duty on diesel driven vehicles to discourage dieselization of economy and also to bring `additional revenue that can be used for meeting the under-recoveries of Oil Manufacturing Companies.