

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

UNSTARRED QUESTION NO:1910

ANSWERED ON:08.03.2013

BENEFITS TO BULK CUSTOMERS BY OMCS

Majhi Shri Pradeep Kumar;Patel Shri Kishanbhai Vestabhai;Yaskhi Shri Madhu Goud

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

- (a) whether the Oil Marketing Companies (OMCs) are providing certain benefits, incentives and services to bulk customers in the country;
- (b) if so, the details thereof along with the details of oil products procured by various bulk customers during the years 2011-12 and 2012-13 so far along with the profits earned or losses suffered by various OMCs therefrom, OMC-wise;
- (c) the criteria fixed for inclusion of customers in the category of bulk customers;
- (d) whether the Government has received any representation from various other bulk users to include them in the list of bulk customers; and
- (e) if so, the details thereof and the action taken by the Government thereon?

Answer

MINISTER OF STATE IN THE MINISTRY OF PETROLEUM & NATURAL GAS (SMT. PANABAAGA LAKSHMI)

(a) & (b) Public Sector Oil Marketing Companies (OMCs) have reported that they do not offer discount in price on diesel except for credit. In case of other products, logistic discount /credit is considered depending upon market dynamics and competition.

OMC-wise detail of oil products sold to various bulk consumers during the years 2011-12 and 2012-13 (from April, 2012 to January, 2013) is at annexure. OMCs have reported that profits/ losses for bulk consumer segment is not captured.

(c) Government of India has allowed OMCs to sell diesel to bulk consumers taking supplies directly from OMC installations at market based prices.

Consumers having a large requirement of fuels for their own consumption and who can uplift minimum 12000 litres i.e. minimum a truck load supply from bulk supply locations are categorized as bulk consumers.

(d) No representation has been received.

(e) Does not arise in view of reply to part (d) above.