

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

UNSTARRED QUESTION NO:1962
ANSWERED ON:08.03.2013
COMPENSATION FOR INFRASTRUCTURE PROJECTS
Gutha Shri Sukender Reddy

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

- (a) whether the Government proposes to compensate the ongoing Public Private Partnership (PPP) infrastructure projects in the country to insulate these from hike in diesel prices;
- (b) if so, the details thereof;
- (c) if not, the steps taken by the Government to ensure that the Concession Agreement protects Net Present Value of PPP Projects from price hike;
- (d) whether any tentative compensation cost has been envisaged in this regard;and
- (e) if so, the details thereof.

Answer

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

- (a) to (c) The infrastructure projects in the Petroleum and Natural Gas sector are mostly large capital intensive projects with long gestation period and are quite insulated from impacts of small hikes in diesel prices that have been taken up presently.
- (d) to (e) In view of answer to (a) to (c), does not arise.