

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

UNSTARRED QUESTION NO:4525
ANSWERED ON:21.02.2014
ALLOCATION OF GAS
Pathak Shri Harin;Veljibhai Jat Poonamben

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

- (a) whether priority has been finalized for allocation of Krishna-Godavri (KG) D-6 gas for various sectors;
- (b) if so, the details thereof including the quantity of gas allocated to each sector;
- (c) whether KG D-6 gas has also been allocated to small and medium enterprises based on recommendations of the Group of Ministers and if so, the quantity of gas allocated to them;
- (d) whether the Government has received any request from various States in this regard; 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. PANABAACA LAKSHMI)

(a) & (b): Yes, Madam. The Empowered Group of Ministers (EGoM) constituted for pricing and commercial utilization of gas under New Exploration Licensing Policy (NELP) has laid down following sectoral priority for allocation of gas from KG-D6 block:

- i. Gas-based Urea plants
- ii. Gas-based LPG plants
- iii. Gas-based power plants for supply of electricity to State discoms at regulated tariff for the period of PPA.
- iv. City Gas Distribution (CGD) entities for supply to domestic and transport sectors.
- v. Other sectors such as Steel plants (only for feedstock and not for captive power requirement), Petrochemicals plants (only for feedstock and not for captive power requirement), Refineries, CGD entities for supply to commercial & industrial sector customers consuming up to 50,000 scmd (standard cubic meters per day), Captive power plants etc.

So far, EGoM has allocated 63.172 Million Standard Cubic Meters per Day (MMSCMD) and 30.165 MMSCMD of KG-D6 gas on firm and fallback basis respectively. The sector wise allocation of KG-D6 gas is as follows:

KG-D6			
	Firm	Fall Back	Total
Fertilizers	15.668		15.668
Power	32.580	12.000	44.580
LPG	2.594	2.594	
CGD	1.222	2.165	3.387
Small Consumers		0.000	
Petrochemicals	1.918		1.918
Refineries	5.000	6.000	11.000
Others	10.000		10.000
Steel	4.190	4.190	
Total	63.172	30.165	93.337

(c): 2.165 MMSCMD of KG-D6 gas has been allocated to CGD sector to supply it to its commercial and industrial consumers having requirement less than 50,000 SCMD.

(d) & (e): Requests have been received from various state Governments. However, in view of reduced availability of domestic gas, it is not possible to make fresh allocation of domestic gas to new small and medium enterprises.