

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

UNSTARRED QUESTION NO:4637

ANSWERED ON:11.08.2014

EXTRACTION OF PETROLEUM PRODUCTS

Chaudhary Shri Haribhai Parthibhai;Khaire Shri Chandrakant Bhaurao

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

- (a) whether the Public Sector Undertakings are earning heavy profit by extraction of petroleum products and natural gas after acquisition of land from States;
- (b) if so, the details thereof along with the steps taken by the Government to share their profit with States and land owners; and
- (c) the other corrective steps being taken by the Government in this regard?

**Answer**

MINISTER OF STATE (INDEPENDENT CHARGE) IN THE MINISTRY OF PETROLEUM & NATURAL GAS ( SHRI DHARMENDRA PRADHAN)

(a): All the Public Sector Undertakings are not earning profit, although some of them have exploration blocks but are in various stages of exploration/appraisal. Profits after tax earned by Oil and Natural Gas Corporation (ONGC) Ltd. and Oil India Ltd. (OIL) for the last three years are as under:

(Rs. in Crore)

Name of PSU	2011-12	2012-13	2013-14
ONGC	25,123	20,926	22,095
OIL	3446.92	3589.34	2981.30

In addition to the above, Profit Petroleum has also been realized in two blocks/fields, namely, CB-ONN- 2000/1 and Unawa. The total Profit Petroleum realized by the Contractor till the Financial Year 2013-14 is to the tune of Rs. 80 Crores.

(b) & (c): As per the Production Sharing Contracts (PSCs), profit is shared with Government of India. Royalty and Cess on production of crude oil and natural gas is paid to the State and Central Governments respectively.

Royalty paid by ONGC and Oil to the State Governments on extraction of crude oil and natural for the last three years are as under:

(Rs. in Crore)

Name of PSU	2011-12	2012-13	2013-14
ONGC	6164.80	6869.90	7297.10
OIL	1349.49	1332.54	1276.48

M/s GSPCL has paid Rs. 51.05 Crores to the Central Government as Governments share of Profit Petroleum till the Financial Year 2013-14 from the two block/field. In addition, royalty of Rs. 92.16 Crores has been paid to the Gujarat Government till the Financial Year 2013-14 on oil/gas production from the 5 blocks/ fields in Gujarat, operated by M/s GSPCL.