

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

UNSTARRED QUESTION NO:2466
ANSWERED ON:08.12.2014
CRUDE OIL PRODUCTION
Hegde Shri Anant Kumar Dattatreya

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

- (a) the details of crude oil produced by various public/private sector oil marketing companies in KG D 6 in the country during the last three years, company-wise;
- (b) whether the Government has fixed the selling prices of crude oil which has produced by the private/public producers in various oil wells/fields;
- (c) if so, the formula fixed by the Government to determine the selling prices of domestically produced crude oil in the country;; and
- (d) the details of the subsidy being provided by the Government to State run refineries/ private refineries in selling crude oil to them?

Answer

MINISTER OF STATE IN THE MINISTRY OF PETROLEUM & NATURAL GAS (I/C) (SHRI DHARMENDRA PRADHAN)

(a) Reliance Industries Limited is the operator of the KG D6 block. The details of crude oil produced in KG-D6 during the last three years (2011-12 to 2013-14) and the current year (2014-15), is as under:

Block	Operator	Unit	2011	2012	2013	2014
-12	-13	-14	-15			
	(April					
	-October,					
	2014)					
KG-DWN-98/	(Reliance MMT	0.681	0.394	0.274	0.160	
3 (KG-D6)	Industries					
	Ltd.)					

MMT- Million Metric Tonnes

(b) & (c) The price of crude oil produced is fixed between buyers and sellers and is benchmarked to prices of a basket of international crude oil prices.

(d) The under-recoveries incurred by the Public Sector Oil marketing Companies (OMCs) on sale of regulated petroleum products, are compensated by the Government through budgetary assistance to the OMCs and by the upstream companies through discount on crude oil sold to the OMCs. The details of under-recovery and subsidy provided by Government during last 3 years and current year is given below:

(In Rs. Crores)

Year	Total Under-recovery Amount	Budgetary assistance by Government Amount	Discount by Upstream Oil companies Amount
2011-12	138541	83500	55000
2012-13	161029	100000	60000
2013-14	139869	70772	67021
(H1) 2014-15	51110	17000	31926