

GOVERNMENT OF INDIA
MINISTRY OF FINANCE
DEPARTMENT OF ECONOMIC AFFAIRS

LOK SABHA
STARRED QUESTION NO. 8
TO BE ANSWERED ON 19.07.2021

IMPACT OF RISING EXCISE DUTIES AND ON FUEL/LPG TAXES

*8. DR. A. CHALLAKUMAR:
DR. AMAR SINGH:

Will the Minister of FINANCE be pleased to state:

- (a) whether the Government has assessed the impact of rising excise duties and taxes on fuel/Liquefied Petroleum Gas (LPG) on income inequality;
- (b) if so, the details of the incidence of fuel excise duties on varying income groups of the population;
- (c) whether the Government has made any assessment about how rising fuel excise duties can increase costs of goods and inflation; and
- (d) if so, the detailed assessment of the impact of current fuel excise duties on inflation?

ANSWER

THE FINANCE MINISTER
(SMT. NIRMALA SITHARAMAN)

(a) to (d): A Statement is laid on the Table of the House.

**STATEMENT REFERRED TO IN REPLY TO THE LOK SABHA STARRED QUESTION NO. 8
ON IMPACT OF RISING EXCISE DUTIES AND ON FUEL/LPG TAXES
BY DR. A. CHALLAKUMAR AND DR. AMAR SINGH
DUE FOR ANSWER ON JULY 19, 2021**

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(a) & (b) No Sir, such assessment has not been made.

(c) & (d) The CPI- Combined inflation in June 2021 was 6.26 percent as against the average CPI- Combined inflation of 6.16 percent during 2020-21. The weight of fuels like petrol, diesel and other fuels in the total CPI-Combined is only 2.52 percent.
