

GOVERNMENT OF INDIA
MINISTRY OF PETROLEUM AND NATURAL GAS
LOK SABHA

UNSTARRED QUESTION NO: 1278

ANSWERED ON: 30.11.2012

SALE PRICE OF KG D GAS

RAJIV RANJAN (LALAN) SINGH

ANANT KUMAR HEGDE

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

- (a): the sale price fixed by the Government for the gas produced from the Krishna Godavari (KG) D6 basin;
- (b): whether the said gas is being sold at a higher price by the operator than the sale price fixed by the Government;
- (c): if so, the actual selling price thereof; and
- (d): the reasons for charging higher price by the operator?

ANSWER

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

- (a): The current NELP gas produced from the block KG-DWN-98/3 operated by Reliance Industries Ltd. (RIL) works out to be US\$ 4.2 per Million Metric British Thermal Unit (MMBTU)
- (b) to (d): RIL charges a marketing margin of US \$ 0.135/MMBTU in addition to the gas price approved by EGOM. The issue of determination of marketing margin on sale of natural gas to end consumers was referred to PNGRB under Section 11 (i) of PNGRB Act, 2006. The report of PNGRB has been received in this Ministry on 22.11.2012.