

MINISTRY OF PETROLEUM AND NATURAL GAS

DEMAND NO. 64

Ministry of Petroleum and Natural Gas

A. The Budget allocations, net of recoveries, are given below:

(In crores of Rupees)

Major Head	Budget 2001-2002			Revised 2001-2002			Budget 2002-2003			
	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total	
Revenue	...	7.21	7.21	...	6.60	6.60	...	6509.43	6509.43	
Capital	...	...	...	...	618.14	618.14	...	...	...
Total	...	7.21	7.21	...	624.74	624.74	...	6509.43	6509.43	
1. Secretariat-Economic Services	3451	...	7.21	7.21	...	6.60	6.60	...	9.43	9.43
2. <i>Post APM Subsidies and other expenditure</i>										
2.01 Subsidy on LPG & kerosene for PDS	2802	...	...	...	...	...	...	4495.80	4495.80	
2.02 Freight subsidy	2802	...	...	...	...	...	...	239.14	239.14	
2.03 Compensation for sale of ATF to Foreign Airlines	2802	...	...	...	...	...	...	229.57	229.57	
2.04 Compensation for irrecoverable levies	2802	...	...	...	...	...	...	1530.49	1530.49	
<i>Total</i>		...	...	...	...	...	...	<i>6495.00</i>	<i>6495.00</i>	
3. Downstream Petroleum Regulatory Authority	2802	...	...	...	...	...	...	5.00	5.00	
4. <i>Non-Plan Investment in Public Enterprises</i>										
4.01 Issue of Bonus shares by Oil India Ltd(OIL)	4802	...	...	...	618.14	618.14	...	...	...
5. Investment in Public Enterprises	4802	...	...	...	...	...	...	...	...
	6802	...	...	...	...	...	...	...	...
Grand Total		...	7.21	7.21	...	624.74	624.74	...	6509.43	6509.43
B. Investment in Public Enterprises	Head of Dev.	Budget Support	I.E.B.R	Total	Budget Support	I.E.B.R	Total	Budget Support	I.E.B.R	Total
<i>I. Petroleum Sector:</i>										
5.01 Oil & Natural Gas Corporation Ltd.	12802	...	6073.75	6073.75	...	8159.08	8159.08	...	8973.31	8973.31
5.02 Gas Authority of India Ltd.	12802	...	1139.85	1139.85	...	724.81	724.81	...	1492.95	1492.95
5.03 Hindustan Petroleum Corporation Ltd	12802	...	1300.00	1300.00	...	617.00	617.00	...	900.00	900.00
5.04 Bharat Petroleum Corporation Ltd	12802	...	398.70	398.70	...	299.90	299.90	...	650.00	650.00
5.05 Chennai Petroleum Corporation Ltd.	12802	...	599.70	599.70	...	399.24	399.24	...	1000.00	1000.00
5.06 Kochi Refineries Ltd.	12802	...	525.00	525.00	...	68.00	68.00	...	75.00	75.00
5.07 Bongaigaon Refinery and Petro Chemicals Ltd.	12802	...	47.75	47.75	...	35.10	35.10	...	10.00	10.00
5.08 Indian Oil Corporation Ltd.	12802	...	5844.92	5844.92	...	2615.77	2615.77	...	3000.00	3000.00
5.09 Oil India Limited	12802	...	800.01	800.01	...	650.00	650.00	...	900.00	900.00
5.10 Engineers India Limited	12802	...	6.93	6.93	...	6.93	6.93	...	...	...
5.11 Numaligarh Refinery Ltd.	12802	...	3.25	3.25	...	42.00	42.00	...	38.00	38.00
5.12 IBP Co. Ltd	12802	...	195.83	195.83	...	140.00	140.00	...	144.00	144.00
Total - Petroleum Sector		...	16935.69	16935.69	...	13757.83	13757.83	...	17183.26	17183.26
<i>II. Petro-Chemicals Sector:</i>										
5.13 Indian Oil Corporation Ltd.	12856	...	155.08	155.08	...	185.50	185.50	...	722.32	722.32
5.14 Bharat Petroleum Corporation Ltd	12856	...	1.30	1.30	...	0.10	0.10	...	0.10	0.10
5.15 Chennai Petroleum Corporation Ltd.	12856	...	0.30	0.30	...	...	...	...	...	...
5.16 Bongaigaon Refinery and Petro-Chemicals Ltd.	12856	...	4.34	4.34	...	13.22	13.22	...	7.00	7.00
5.17 Gas Authority of India Ltd.	12856	...	10.15	10.15	...	29.91	29.91	...	62.81	62.81
5.18 Oil & Natural Gas Corporation Ltd.	12856	...	3.32	3.32	...	...	...	...	...	...
Total - Petro-Chemicals Sector		...	174.49	174.49	...	228.73	228.73	...	792.23	792.23

(In crores of Rupees)

	Head of Dev.	Budget, 2001-2002			Revised, 2001-2002			Budget, 2002-2003		
		Budget Support	I.E.B.R	Total	Budget Support	I.E.B.R	Total	Budget Support	I.E.B.R	Total
<i>III. Engineering Sector:</i>										
5.19	IBP Co. Ltd.	12858	...	3.41	3.41	...	...	...	...	...
5.20	Balmer Lawrie & Co. Ltd.	12858	...	20.00	20.00	...	10.00	10.00	...	10.00
5.21	Biecco Lawrie Ltd.	12858	...	13.75	13.75	...	3.00	3.00	...	3.00
Total - Engineering Sector			...	37.16	37.16	...	13.00	13.00	...	13.00
Total			...	17147.34	17147.34	...	13999.56	13999.56	...	17988.49
C. Plan Outlay										
1.	Petroleum	12802	...	16935.69	16935.69	...	13757.83	13757.83	...	17183.26
2.	Petro-Chemicals	12856	...	174.49	174.49	...	228.73	228.73	...	792.23
3.	Engineering	12858	...	37.16	37.16	...	13.00	13.00	...	13.00
Total			...	17147.34	17147.34	...	13999.56	13999.56	...	17988.49

1. **Secretariat:** Provides for Secretariat expenditure of the Ministry.

2. **Post APM subsidy and other expenditure:** Provides for (i) subsidy on LPG and domestic kerosene for PDS (ii) freight subsidy on retail products for far-flung areas (iii) compensation for meeting the under recoveries of oil companies on account of sales tax payment on ATF sales to foreign airlines and (iv) compensating the oil marketing companies for levies by State Governments.

3. **Downstream Petroleum Regulatory Authority:** Provides for establishment related expenditure on the Authority to be set up to regulate the post APM petroleum sector including protection of consumer interests.

Investment in Public Enterprises

5.01 **Oil & Natural Gas Corporation Limited:** Oil & Natural Gas Corporation Ltd. (ONGC) was set up with the object of planning and implementing programmes of exploration and exploitation of petroleum resources of the country, both onshore and offshore. ONGC are implementing a number of projects for stepping up oil and gas production. The outlay includes provisions for surveys, exploratory and development drilling, capital acquisition, JVC participation, front areas and overseas operation, feasibility study, etc.

5.02 **Gas Authority of India Limited:** GAIL was set up to cater to processing, transportation and marketing of natural gas. The major projects being implemented include Gas Rehabilitation and expansion project, LPG Pipelines, LPG/Kerosene/Naptha Project at Gandhar upgradation of Telecom Links etc.

5.03 **Hindustan Petroleum Corporation Limited:** The main objective of the company is to refine crude oil and market Petroleum products. The company is implementing Projects like Hydro desulphurisation of HSD at Mumbai and Visakh, Bottling Plants at various locations, crude oil and product pipelines etc.

5.04 **Bharat Petroleum Corporation Limited:** The objectives of the company are mainly to refine crude oil, market and distribute petroleum products. The company in its annual plan has provided provision for Diesel Hydrosulphurisation at Maharashtra, Investment in Bharat Oman Refinery, Product terminal at Bina, POL jetty at JNPT, Bottling Plants at various location, etc.

5.05 **Chennai Petroleum Corporation Limited:** The Company was set up with the objective of installing and running

refinery. The major projects under implementation by the Company are product quality improvement HSD, crude oil pipeline, refinery expansion, facilities to bring crude to Cauvery Basin Refinery etc.

5.06 **Kochi Refinery Limited:** The Company was set up to refine crude oil and produce various petroleum products. The Company's annual plan includes for provisions for projects like DHDS Project, Expansion of Refinery, Additional LPG Recovery facilities, etc.

5.07 **Bongaigaon Refinery & Petro-Chemicals Limited:** This Company was set up to refine crude oil and set up a Petrochemical Unit producing xylene, DMT, PSF. Provisions have been made for DCS for Refinery Instrumentation, LPG Bottling Plants, Crude import storage etc.

5.08 **Indian Oil Corporation Limited:** The Indian Oil Corporation Ltd., operates pipelines and refines imported as well as indigenous crude oil and markets petroleum products. It has refineries at Guwahati, Barauni, Koyali, Haldia, Mathura and Digboi. The outlay includes provision for Expansion of Barauni Refinery, Quality improvement for HSD at Haldia, Gujarat, Mathura Grass Root Refinery in Eastern Sector, Residue Upgradation at Gujarat, Implementaion of Lube Quality improvement at Haldia etc.

5.09 **Oil India Limited:** OIL is engaged in oil exploration and production in the country. It has made provisions for drilling and surveys, Brahmaputra Exploration Project, overseas exploration development Projects, NELP participation etc.

5.11 **Numaligarh Refinery:** It is a joint venture Company amongst IBP Co. Ltd., Bharat Petroleum Corporation Ltd. and the Government of Assam. It is to implement a 3 MMTPA refinery at Numaligarh in Assam and setting up Wax Plant.

5.12 **IBP Company Limited:** This company is engaged in marketing of petroleum products and manufacturing high vacuum equipment and explosives.

5.20 **Balmer Lawrie & Co. Limited:** This company is engaged in the manufacture of lubricating greases and lube barrels, tea exports, marketing of products and in travel and shipping business.

5.21 **Biecco Lawrie Limited:** The company's main activity is to manufacture switchgears.