

MINISTRY OF PETROLEUM AND NATURAL GAS

DEMAND NO. 74

Ministry of Petroleum and Natural Gas*(In ₹ crores)*

	Actual 2017-2018			Budget 2018-2019			Revised 2018-2019			Budget 2019-2020		
	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total
Gross	32061.10	1131.01	33192.11	27391.55	3709.00	31100.55	31670.34	2251.18	33921.52	42440.78	1667.31	44108.09
Recoveries	-0.05	...	-0.05	...	...	...	-1206.60	...	-1206.60	-1206.60	...	-1206.60
Receipts	...	...	...	...	...	...	...	-250.18	-250.18	...	...	...
Net	32061.05	1131.01	33192.06	27391.55	3709.00	31100.55	30463.74	2001.00	32464.74	41234.18	1667.31	42901.49
A. The Budget allocations, net of recoveries and receipts, are given below:												
CENTRE'S EXPENDITURE												
Establishment Expenditure of the Centre												
1. Secretariat	32.59	...	32.59	32.45	...	32.45	33.80	...	33.80	35.13	...	35.13
	-0.05	...	-0.05	...	...	...	...	...	...	...	...	...
<i>Net</i>	<i>32.54</i>	...	<i>32.54</i>	<i>32.45</i>	...	<i>32.45</i>	<i>33.80</i>	...	<i>33.80</i>	<i>35.13</i>	...	<i>35.13</i>
Central Sector Schemes/Projects												
2. Payment of differential royalty to State Governments	7004.67	...	7004.67	2325.51	...	2325.51	4255.00	...	4255.00	1954.00	...	1954.00
Strategic Oil Reserves												
3. Indian Strategic Petroleum Reserve Limited (ISPRL) Phase II (Construction of Cavems)	...	...	...	...	1.00	1.00	...	1.00	1.00	...	1.00	1.00
4. Payment to Indian Strategic Petroleum Reserve Limited (ISPRL) for Crude Oil Reserve	...	1121.28	1121.28	...	700.00	700.00	...	700.00	700.00	...	1.00	1.00
5. Payment to ISPRL for Strategic Crude Oil Reserve (O and M)	19.93	...	19.93	80.00	...	80.00	80.00	...	80.00	120.00	...	120.00
Total-Strategic Oil Reserves	19.93	1121.28	1141.21	80.00	701.00	781.00	80.00	701.00	781.00	120.00	2.00	122.00
Refinery and Conservation												
6. Pradhan Mantri JI-VAN Yojna	...	...	...	...	...	...	...	...	...	37.87	...	37.87
7. National Bio-Fuel Fund	...	...	...	...	...	...	...	...	...	1.00	...	1.00
Total-Refinery and Conservation	...	...	...	...	...	...	...	...	...	38.87	...	38.87
LPG Subsidy												
8. Direct Benefit Transfer - LPG	13097.13	...	13097.13	16477.80	...	16477.80	16477.80	...	16477.80	29500.00	...	29500.00
9. LPG Connection to Poor Households	2251.81	...	2251.81	3200.00	...	3200.00	3200.00	...	3200.00	2724.00	...	2724.00
10. Other subsidy payable including for North Eastern Region	282.40	...	282.40	608.00	...	608.00	513.38	...	513.38	674.00	...	674.00
11. Project Management Expenditure	25.00	...	25.00	92.00	...	92.00	92.00	...	92.00	91.00	...	91.00

(In ₹ crores)

	Actual 2017-2018			Budget 2018-2019			Revised 2018-2019			Budget 2019-2020		
	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total
Total-LPG Subsidy	15656.34	...	15656.34	20377.80	...	20377.80	20283.18	...	20283.18	32989.00	...	32989.00
Kerosene Subsidy												
12. Cash Incentives for Kerosene Distribution Reforms	105.63	...	105.63	254.00	...	254.00	254.00	...	254.00	257.00	...	257.00
13. Direct Benefit Transfer- Kerosene	34.25	...	34.25	96.00	...	96.00	96.00	...	96.00	168.00	...	168.00
14. Under-recovery (other Subsidy Payable)	8661.87	...	8661.87	4200.00	...	4200.00	4200.00	...	4200.00	4058.00	...	4058.00
15. Assistance to States/UTs for establishment of Institutional mechanism for direct transfer of subsidy in cash for PDS Kerosene beneficiaries	2.40	...	2.40	5.00	...	5.00	...	...	...	6.00	...	6.00
Total-Kerosene Subsidy	8804.15	...	8804.15	4555.00	...	4555.00	4550.00	...	4550.00	4489.00	...	4489.00
16. <i>Phulpur Dhamra Haldia Pipeline Project</i>												
16.01 Transfer to Central Road and Infrastructure Fund (CRIF)	...	...	...	...	...	...	1206.60	...	1206.60	1206.60	...	1206.60
16.02 Programme Component	400.00	...	400.00	...	1674.00	1674.00	1206.60	...	1206.60	1552.11	...	1552.11
16.03 Less- Amount Met from Central Road and Infrastructure Fund (CRIF)	...	...	...	...	...	...	-1206.60	...	-1206.60	-1206.60	...	-1206.60
<i>Net</i>	<i>400.00</i>	...	<i>400.00</i>	...	<i>1674.00</i>	<i>1674.00</i>	<i>1206.60</i>	...	<i>1206.60</i>	<i>1552.11</i>	...	<i>1552.11</i>
17. National Seismic Programme	...	9.73	9.73	...	1300.00	1300.00	...	1300.00	1300.00	...	1623.26	1623.26
Total-Central Sector Schemes/Projects	31885.09	1131.01	33016.10	27338.31	3675.00	31013.31	30374.78	2001.00	32375.78	41142.98	1625.26	42768.24
Other Central Sector Expenditure												
Autonomous Bodies												
18. Petroleum Regulatory Board	18.34	...	18.34	18.37	...	18.37	28.72	...	28.72	19.66	...	19.66
19. Indian Institute of Petroleum Energy	1.00	...	1.00	...	32.00	32.00	24.00	...	24.00	31.82	...	31.82
20. Rajiv Gandhi Institute of Petroleum Technology	121.75	...	121.75	...	...	...	...	...	...	...	...	...
21. Society for Petroleum Laboratories	2.33	...	2.33	2.42	...	2.42	2.42	...	2.42	2.59	...	2.59
22. Centre of Excellence for Energy, Assam	...	...	...	...	1.00	1.00	...	...	...	...	...	...
23. Centre of Excellence for Energy, Bengaluru	...	...	...	...	1.00	1.00	...	...	...	...	...	...
24. Establishment of Rajiv Gandhi Institute of Petroleum And Technology (RGIPT), Assam	...	...	...	...	...	...	0.01	...	0.01	1.00	...	1.00
25. Establishment of Centre of Excellence for Energy, Bangalore	...	...	...	...	...	...	0.01	...	0.01	1.00	...	1.00
Total-Autonomous Bodies	143.42	...	143.42	20.79	34.00	54.79	55.16	...	55.16	56.07	...	56.07
Public Sector Undertakings												
26. Issue of Bonus Shares by Oil India Limited (OIL)	...	...	...	...	...	...	...	250.18	250.18	...	...	...
<i>Net</i>	...	...	...	...	...	...	...	-250.18	-250.18	...	...	...
27. Interest Free Loan to Biecco Lawrie Limited	...	...	...	...	...	...	...	...	...	...	42.05	42.05
Total-Public Sector Undertakings	...	...	...	...	...	...	...	...	...	...	42.05	42.05
Total-Other Central Sector Expenditure	143.42	...	143.42	20.79	34.00	54.79	55.16	...	55.16	56.07	42.05	98.12
Grand Total	32061.05	1131.01	33192.06	27391.55	3709.00	31100.55	30463.74	2001.00	32464.74	41234.18	1667.31	42901.49

(In ₹ crores)

	Actual 2017-2018			Budget 2018-2019			Revised 2018-2019			Budget 2019-2020		
	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total
B. Developmental Heads												
Economic Services												
1. Petroleum	24915.81	...	24915.81	24774.59	...	24774.59	25920.94	...	25920.94	38982.05	...	38982.05
2. Secretariat-Economic Services	32.54	...	32.54	32.45	...	32.45	33.80	...	33.80	35.13	...	35.13
3. Capital Outlay on Petroleum	...	1131.01	1131.01	...	3709.00	3709.00	...	2001.00	2001.00	...	1625.26	1625.26
4. Loans for Petroleum	...	...	...	...	...	...	...	...	...	...	42.05	42.05
Total-Economic Services	24948.35	1131.01	26079.36	24807.04	3709.00	28516.04	25954.74	2001.00	27955.74	39017.18	1667.31	40684.49
Others												
5. Grants-in-aid to State Governments	7112.07	...	7112.07	2581.51	...	2581.51	4507.00	...	4507.00	2213.00	...	2213.00
6. Grants-in-aid to Union Territory Governments	0.63	...	0.63	3.00	...	3.00	2.00	...	2.00	4.00	...	4.00
Total-Others	7112.70	...	7112.70	2584.51	...	2584.51	4509.00	...	4509.00	2217.00	...	2217.00
Grand Total	32061.05	1131.01	33192.06	27391.55	3709.00	31100.55	30463.74	2001.00	32464.74	41234.18	1667.31	42901.49

	Budget Support			IEBR			Total			(In ₹ crores)		
	Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total
C. Investment in Public Enterprises												
Exploration and Production												
1. Oil and Natural Gas Corporation Limited	...	72901.58	72901.58	...	32077.12	32077.12	...	33006.90	33006.90	...	32920.85	32920.85
2. Gas Authority of India Limited	...	3565.54	3565.54	...	4592.00	4592.00	...	5656.55	5656.55	...	5061.78	5061.78
3. Hindustan Petroleum Corporation Limited	...	8.57	8.57	...	...	...	...	...	...	...	...	...
4. Bharat Petroleum Corporation Limited	...	1788.12	1788.12	...	800.00	800.00	...	800.00	800.00	...	800.00	800.00
5. Indian Oil Corporation Limited	...	2239.19	2239.19	...	409.04	409.04	...	3152.02	3152.02	...	1008.38	1008.38
6. Oil India Limited	...	8154.44	8154.44	...	4299.99	4299.99	...	3848.61	3848.61	...	4105.20	4105.20
7. Oil Natural Gas Corporation Videsh Limited	...	6797.98	6797.98	...	5886.00	5886.00	...	6111.00	6111.00	...	5161.00	5161.00
Total-Exploration and Production	...	95455.41	95455.41	...	48064.15	48064.15	...	52575.08	52575.08	...	49057.21	49057.21
Refinery and Marketing Sector												
8. Indian Oil Corporation Limited	...	16421.96	16421.96	...	20331.16	20331.16	...	20922.77	20922.77	...	22237.62	22237.62
9. Hindustan Petroleum Corporation Limited	...	7201.15	7201.15	...	8425.00	8425.00	...	8425.00	8425.00	...	9500.00	9500.00
10. Bharat Petroleum Corporation	...	6454.30	6454.30	...	4900.00	4900.00	...	5200.00	5200.00	...	5275.00	5275.00

									<i>(In ₹ crores)</i>					
			Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total
11.	Limited Chennai Petroleum Corporation Limited	...	1020.32	1020.32	...	1010.00	1010.00	...	1190.00	1190.00	...	1105.00	1105.00	
12.	Numaligarh Refinery Limited	...	419.93	419.93	...	428.00	428.00	...	403.00	403.00	...	455.00	455.00	
13.	Mangalore Refineries and Petrochemicals Limited	...	1275.93	1275.93	...	744.00	744.00	...	995.00	995.00	...	818.00	818.00	
Total-Refinery and Marketing Sector			...	32793.59	32793.59	...	35838.16	35838.16	...	37135.77	37135.77	...	39390.62	39390.62
Petrochemical Sector														
14.	Indian Oil Corporation Limited	...	2796.05	2796.05	...	2122.14	2122.14	...	1507.51	1507.51	...	1837.52	1837.52	
15.	Gas Authority of India Limited	...	114.92	114.92	...	130.00	130.00	...	245.45	245.45	...	277.22	277.22	
16.	Mangalore Refineries and Petrochemicals Limited	...	5.38	5.38	...	...	...	...	...	...	...	...	...
17.	Bharat Petroleum Corporation Limited	...	755.34	755.34	...	1700.00	1700.00	...	1400.00	1400.00	...	1825.00	1825.00	
Total-Petrochemical Sector			...	3671.69	3671.69	...	3952.14	3952.14	...	3152.96	3152.96	...	3939.74	3939.74
Engineering Sector														
18.	Balmer Lawrie and Company Limited	...	83.18	83.18	...	125.00	125.00	...	125.00	125.00	...	40.00	40.00	
19.	Engineers India Limited	...	...	...	...	1355.64	1355.64	...	1449.24	1449.24	...	1211.73	1211.73
Total-Engineering Sector			...	83.18	83.18	...	1480.64	1480.64	...	1574.24	1574.24	...	1251.73	1251.73
Total			...	132003.88	132003.88	...	89335.09	89335.09	...	94438.05	94438.05	...	93639.30	93639.30

- Secretariat:** Provision is for Secretariat expenditure of the Ministry.
- Payment of differential Royalty to State Governments:** The provision is for the payment of difference between the rates as per the Production Sharing Contracts and notified royalty on crude oil, to state governments concerned, for the blocks.
- Indian Strategic Petroleum Reserve Limited (ISPRL) Phase II (Construction of Cavems):** Construction of caverns under Phase II at locations with an aggregate capacity of 12.5 MMT.
- Payment to Indian Strategic Petroleum Reserve Limited (ISPRL) for Crude Oil Reserve:** Taking into account the oil security concerns of India, strategic crude oil storages in underground rock caverns of 5.33 Million Metric Turns (MMT) at Visakhapatnam, Mangalore and Padur, are being set up by Indian Strategic Petroleum Reserve Limited (ISPRL). Provision is for filling of caverns with crude oil.
- Payment to ISPRL for Strategic Crude Oil Reserve (O and M):** Operation and maintenance cost of caverns at Visakhapatnam, Mangalore and Padur.
- Pradhan Mantri JI-VAN Yojna:** Pradhan Mantri JI-VAN Yojana is for providing financial support for setting up of Integrated Bioethanol projects based on lignocellulosic biomass and other renewable feedstock.

7. **National Bio-Fuel Fund:** Creation of National Biofuel Fund is envisaged under National Policy on Biofuels 2018 notified in June, 2018. The fund is proposed to be created in MoPNG for supporting Biofuel initiatives.

8. **Direct Benefit Transfer:** Payment to Oil Marketing Companies (OMCs) for direct transfer of LPG cash subsidy to consumer under PAHAL Direct Benefit Transfer (DBT) Scheme.

9. **LPG Connection to Poor Households:** A scheme to provide support to BPL households to motivate the poor families to shift from fossil fuels such as kerosene, coal, fuel wood, cow dung, crop residue, etc., to a cleaner fuel. While providing the new connections to BPL households, preference would be given to uncovered States and pockets, particularly in the Eastern parts of the country.

10. **Other subsidy payable including for North Eastern Region:** The provision is made for subsidy on account of arrears of previous years/schemes (freight subsidy and subsidy on LPG and Kerosene for PDS), payment to oil companies on account of subsidies for supply of natural gas to North Eastern region, etc.

11. **Project Management Expenditure:** Payment to OMCs for Project Management Expenditure for implementation of direct transfer of cash subsidy under PAHAL (DBT) LPG Scheme.

12. **Cash Incentives for Kerosene Distribution Reforms:** Provision to incentivize States/UTs to implement DBT in Kerosene.

13. **Direct Benefit Transfer:** A provision to implement DBT in kerosene under which the amount of subsidy will be transferred directly to the bank account of the beneficiary.
14. **Under-recovery (other Subsidy Payable):** The provision is made for subsidy on account of arrears of previous years/schemes (freight subsidy and subsidy on LPG and kerosene for PDS), under-recovery on sale of PDS kerosene.
15. **Assistance to States/UTs for establishment of Institutional mechanism for direct transfer of subsidy in cash for PDS Kerosene beneficiaries:** The objective of the scheme is to transfer subsidy directly into the bank account of eligible consumers of DKO through the Public Distribution System (PDS) as identified by the State/UT Government, on purchase of PDS Kerosene at non-subsidized Retail Selling Price to be sold by the person/entity authorised by the respective State/UT Government.
16. **Phulpur Dhamra Haldia Pipeline Project:** PDHPL will connect the States of Uttar Pradesh, Bihar, Jharkhand, Odisha and West Bengal with National Gas Grid. This is an important gas infrastructure which will facilitate industrialization in these economically backward States.
17. **National Seismic Programme:** Ministry has formulated a plan to conduct 2D seismic survey of all sedimentary basins of India where no/scanty data is available. Survey work has already been started by ONGC and OIL and is proposed to be completed by the FY 2019-20. Acquisition processing and interpretation of 48243 LKM 2D seismic data will be done at an estimated cost of ₹2932.99 crore.
18. **Petroleum Regulatory Board:** Petroleum and Natural Gas Regulatory Board Act 2006 was notified by the Petroleum Regulatory Government on 3.4.2006 and the Board has since been set up to regulate the refining, processing, storage, transportation, distribution, marketing and sale of petroleum, petroleum products and natural gas excluding production of crude oil and natural gas so as to protect the interests of consumers and entities engaged in specified activities relating to petroleum, petroleum products and natural gas.
19. **Indian Institute of Petroleum Energy:** Provision is for setting up Petroleum University in Andhra Pradesh in accordance with the provisions under Andhra Pradesh Reorganisation Act, 2014.
21. **Society for Petroleum Laboratories:** Provision is for Society for Petroleum Laboratory for testing of fuel.
24. **Establishment of Rajiv Gandhi Institute of Petroleum And Technology (RGIPT), Assam:** Establishment of Rajiv Gandhi Institute of Petroleum and Technology (RGIPT), Assam has been set up including basic research.
25. **Establishment of Centre of Excellence for Energy, Bangalore:** Establishment of Centre of Excellence for Energy, Bangalore has been set up including basic research.
27. **Interest Free Loan to Biecco Lawrie Limited:** Budgetary support of ₹42.05 crore by Government of India in the form of interest free loan and subsequent conversion of the said loan into equity.