

Shastri Bhawan,
New Delhi, 10 June 2013

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05-7-13

To
The Director General,
Petroleum Planning & Analysis Cell,
2nd Floor, Core-8, SCOPE Complex,
7, Institutional Area, Lodhi Road,
New Delhi-110003

Sub : Marketing of indigenously produced LPG -- not permitted -- instructions reiterated.

Sir,
I am directed to refer to this Ministry's earlier letter No. P-17024/8/1999-Mkt. dated 02.01.2006 (copy enclosed) on the above-mentioned subject wherein the authorization to ONGC / GAIL and RIL for marketing of indigenously produced LPG was revoked pending review.

2. It is to be noted that the LPG (Regulation of Supply and Distribution) Order, 2000 and LPG (Regulation of Use in Motor Vehicles) Order, 2001 prohibits sale of LPG by any person other than a Government Oil Company or a parallel marketer or a distributor to the consumer. Parallel Marketeer can only source LPG through imports for sale in domestic market as per the sourcing details furnished by them vide schedule VII-I III of the LPG Control Order, 2000 and LPG (Regulation of Use in Motor Vehicles) Order, 2001 respectively while seeking authorization as a parallel marketer.

3. It has been observed that all indigenously produced LPG is not being sold to OMCs and some domestic LPG is also being sold to Parallel Marketeers in violation of Ministry's order dated 02.01.2006 and the provisions of the two LPG Control Orders of 2000 and 2001.

4. All domestic producers of LPG need to ensure compliance with provisions of LPG (Regulation of Supply and Distribution) Order, 2000 and LPG (Regulation of Use in Motor Vehicles) Order, 2001, and sell domestically produced LPG only to government oil companies. Parallel Marketeer can only source LPG through imports.

5. In so far as sale of indigenously produced LPG in the past is concerned which was not in accordance with above extant instructions / Control Orders, the decision will be communicated separately.

6. You are requested to inform all LPG producers including ONGC / GAIL / RIL and all Parallel Marketeers to comply with extant position as clarified above.

Encl. - As above.

Yours faithfully,

(Alok Tripathi)
Deputy Secretary (LPG)
Tel. 2338 3508

Copy to :-

- (i) PS to JS(M), P&NG
- (ii) Chairman, IOC, New Delhi
- (iii) C&MD, BPCL / HPCL, Mumbai
- (iv) To NIC, to host it on website of MoP&NG
- (v) Director (PIB), Shastri Bhawan
- (vi) CMD, GAIL, ONGC, OIL
- (vii) Vice President, Corporate Affairs, RIL, Petroleum (Refining & Marketing), New Delhi
- (viii) MD & CEO, Essar Oil Ltd, Mumbai

Copy also to :-

- (i) CRISIL House, Central Avenue, Hiranandani Business Park, Powai, Mumbai - 400076
- (ii) Credit Analysis & Research Ltd., 4th Floor, Godrej Coliseum, Somaiya Hospital Road, off Eastern Express Highway Sion (East) Mumbai - 400022
- (iii) Marketing and Development Research Associates (MDRA), 34-B, Community Centre, Saket, New Delhi - 110017
- (iv) Investment Information Credit Rating Agency of India Ltd. (ICRA) 1105, Kailash Building, 11th Floor, 26, Kasturba Gandhi Marg, New Delhi - 110001

O/c

(RAJESH KUKRETI)
Under Secretary (LPG)
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