

Contribution to Exchequer by Petroleum Sector: 9M, 2013-14

Highlights

1. Minor change in tax/ duties collection of Central Exchequer

There is a minor increase in collection of taxes on POL products by the Central Government such as Customs duty, Excise duty, Cess on Crude oil etc. and the same has largely remained constant during 9M, 2013-14 (Rs. 83,619 Crore) as compared to corresponding period of 2012-13 i.e. April – December 2012 (Rs. 81,294 Crore). Thus there is a marginal increase of 3% in total contribution to central exchequer in April – December 2013.

2. Increase in tax/ duties collection of State Exchequer

i. The total contribution to state exchequer has increased from Rs. 90,652 Crore in 9M, 2012-13 to Rs. 1,01,510 Crore in 9M, 2013-14 (12% increase) largely due to:

- a. Increase in VAT/ Sales tax collection by around 12% as the VAT/ Sales tax rates are on ad-valorem basis.
- b. Increase in Entry tax payment by around 21% mainly due to higher payment of entry tax by IOCL (including under protest payment of Rs. 384 Crore in Bihar.)

ii. The states having major collection of VAT/ sales tax are as under:

a. Maharashtra:	Rs. 13,667 Crore
b. Tamil Nadu:	Rs. 9,001 Crore
c. Gujarat:	Rs. 8,942 Crore

iii. Collection of VAT/ Sales tax on POL products is NIL in Andaman & Nicobar Islands and Lakhsdeep.

3. The total contribution made by petroleum sector to the state exchequer during Apr-Dec' 2013 is around 21% higher than the total contribution to the central exchequer during the same period.