

LOK SABHA
STARRED QUESTION NO. 412
TO BE ANSWERED ON 21 AUGUST, 2025

Impact of Prices of Petrol and Diesel

†*412. SMT. GENIBEN NAGAJI THAKOR:

पेट्रोलियम और प्राकृतिक गैस मंत्री

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

- (a) the increase in the prices of petrol and diesel during each of the last five years and the current year, State-wise;
- (b) whether the Government has carried out any study or assessment of the economic impact of this increase on the consumers particularly the poor and middle class consumers and if so, the details thereof;
- (c) whether the Government proposes to reduce the taxes levied by the Union and the State Governments to check the retail prices of petrol and diesel and if so, the details thereof; and
- (d) whether the Government proposes to implement any new strategy or scheme to promote alternative energy sources like electric vehicles, ethanol, biofuel etc. and if so, the details thereof?

ANSWER

पेट्रोलियम और प्राकृतिक गैस मंत्री

(श्री हरदीप सिंह पुरी)

MINISTER OF PETROLEUM AND NATURAL GAS
(SHRI HARDEEP SINGH PURI)

- (a) to (d): A statement is laid on the Table of the House.

Statement referred to in reply to parts (a) to (d) of Lok Sabha Starred Question No. 412 asked by Smt. Geniben Nagaji Thakor to be answered on 21 August 2025 regarding “Impact of Prices of Petrol and Diesel”.

(a) to (c): Prices of petrol and diesel are market determined and Public Sector Oil Marketing Companies (OMCs) take appropriate decision on pricing of petrol and diesel.

The prices of petroleum products in the country are linked to the price of respective products in the international market. India imports more than 85% of its crude oil requirements. Crude oil prices (Indian basket) increased from \$55/bbl (March 2015) to \$113/bbl (March 2022) and further to \$116/bbl (June 2022) and have continued to fluctuate due to various geopolitical and market factors, whereas domestically, Petrol and Diesel prices have come down to Rs. 94.77 and Rs. 87.67 per litre respectively (Delhi prices) from Rs. 110.04 and Rs. 98.42 per litre in November 2021 as a result of various steps taken by Government and PSU OMCs.

Central Excise duty was reduced by the Central Government by a total of Rs. 13/litre and Rs. 16/litre on petrol and diesel respectively in two tranches in November 2021 and May 2022, which was fully passed on to consumers. Some State Governments also reduced state VAT rates to provide relief to citizens. In March, 2024, OMCs reduced the retail prices of petrol and diesel by Rs. 2 per litre each. In April 2025, excise duty on Petrol and Diesel was increased by Rs. 2 per litre each but this was not passed on to consumers.

PSU OMCs have also carried out an intra-state freight rationalisation. This has benefitted consumers located at remote areas, far from Petroleum Oil & Lubricants (POL) Depots in the form of reduced Petrol and Diesel prices in remote parts within the states. This initiative has also reduced the difference between the maximum and minimum retail prices of Petrol or Diesel within a state.

Government also took several other steps to insulate common citizens from high international prices, which included diversifying the crude import basket, invoking the provisions of Universal Service Obligation to ensure availability of petrol & diesel in domestic market etc.

The Government has taken several steps to control the impact of rising crude prices including augmenting domestic exploration and production of crude oil, ethanol blending program, improving the share of renewable sources in Indian energy basket etc.

The impact of increase/decrease in prices of petrol, diesel and LPG can be assessed through their impact on inflation measured by Wholesale Price Index (WPI). The weightage of Petrol and Diesel in the WPI index is 1.60% and 3.10% respectively.

The details of State-wise Retail Selling Prices (RSP) of Petrol and Diesel on 1st January of every year since 2021 are given at Annexure-I and II respectively.

(d): Government is committed towards security, affordability and accessibility of energy for every citizen. To achieve these objectives Government is promoting usage of alternate fuels like CNG, LNG, Hydrogen, biofuels including ethanol, electric vehicles, etc.

Government notified the National Policy on Biofuels - 2018 which laid out indicative target of 20% blending of ethanol in petrol and 5% blending of biodiesel in diesel by 2030 in the country. Subsequently, Government advanced the target of 20% blending of ethanol in petrol from 2030 to 2025-26. During the ongoing Ethanol Supply Year (ESY) 2024-25, Public Sector OMCs have achieved the average blending percentage of 19.05% as on 31.07.2025. During the month of July, 2025, Ethanol blending of 19.93% has been achieved.

To promote the use of biofuels, various programmes such as Ethanol Blended Petrol (EBP) Programme, wherein Oil Marketing Companies (OMCs) sell petrol blended with ethanol, Biodiesel blending programme wherein biodiesel is blended with diesel, Sustainable Alternative towards Affordable Transportation (SATAT) initiative wherein Compressed Bio Gas (CBG) is marketed along with Compressed Natural Gas (CNG) have been taken up.

For Biofuel production across the country including rural India, the Government has taken steps on pricing, incentives, opened alternate route for ethanol production, notified Pradhan Mantri JI-VAN Yojana for setting up second generation ethanol bio-refineries based on agri residues for ethanol production, SATAT initiative for production of CBG and bio-manure from various waste / biomass sources, notified interest subvention scheme for enhancement and expansion of ethanol distillation capacity etc.

Annexure referred to in reply to Lok Sabha starred question no. 412 asked by Smt. Geniben Nagaji Thakor to be answered on 21.08.2025 regarding “Impact of Prices of Petrol and Diesel”.

State-wise RSP of Petrol as on 1st January of every year

State	Reference City	01.01.2021	01.01.2022	01.01.2023	01.01.2024	01.01.2025	01.08.2025
Delhi	New Delhi	83.71	95.41	96.72	96.72	94.77	94.77
West Bengal	Kolkata	85.19	104.67	106.03	106.03	105.01	105.41
Maharashtra	Mumbai	90.34	109.98	106.31	106.31	103.50	103.50
Tamil Nadu	Chennai	86.51	101.40	102.63	102.63	100.80	100.80
Tripura	Agartala	84.13	98.23	99.49	99.49	97.53	97.53
Mizoram	Aizawl	81.30	94.50	95.64	95.64	99.06	99.29
Haryana	Ambala	81.35	95.30	97.48	97.48	95.54	95.94
Karnataka	Bengaluru	86.51	100.58	101.94	101.94	102.92	102.92
Madhya Pradesh	Bhopal	91.50	107.23	108.65	108.65	106.52	106.52
Odisha	Bhubaneswar	84.34	101.81	103.19	103.19	101.11	101.11
Chandigarh	Chandigarh	80.59	94.23	96.20	96.20	94.30	94.30
Uttarakhand	Dehradun	84.20	94.00	95.13	95.13	93.36	93.55
Gujarat	Gandhinagar	81.29	95.35	96.63	96.63	94.70	94.70
Sikkim	Gangtok	85.00	98.50	102.70	102.70	101.75	101.55
Assam	Guwahati	87.00	94.58	97.02	98.03	98.19	98.19
Telangana	Hyderabad	87.06	108.20	109.66	109.66	107.46	107.46
Manipur	Imphal	87.21	99.82	101.25	101.25	99.21	99.18
Arunachal Pradesh	Itanagar	77.80	92.02	93.23	92.73	90.87	90.92
Rajasthan	Jaipur	91.09	107.06	108.48	108.48	104.72	104.72
Nagaland	Kohima	87.04	98.05	99.46	99.46	97.71	96.49
Uttar Pradesh	Lucknow	83.59	95.28	96.57	96.57	94.69	97.55
Goa	Panaji	80.62	96.38	97.68	97.22	96.43	97.75
Bihar	Patna	86.25	105.90	107.24	107.24	105.23	94.69
Puducherry	Puducherry	85.43	94.94	96.16	96.16	96.26	96.43
Andaman & Nicobar Islands	Sri Vijaya Puram	70.48	82.96	84.10	84.10	82.46	105.23
Chhattisgarh	Raipur	82.46	101.11	102.45	102.45	100.45	96.26
Jharkhand	Ranchi	82.80	98.52	99.84	99.84	97.86	82.46
Meghalaya	Shillong	87.56	93.91	96.39	97.92	96.25	99.44
Himachal Pradesh	Shimla	81.81	95.78	96.96	96.96	94.78	97.86
Jammu & Kashmir	Srinagar	87.43	100.36	101.74	101.74	99.70	96.32
Kerala	Thiruvananthapuram	85.72	106.36	107.71	109.73	107.48	95.34
Jammu & Kashmir	Jammu	83.88	96.15	97.50	97.50	95.48	100.32
Punjab	Jalandhar	84.82	94.94	96.18	98.01	96.87	107.48
Dadra & Nagar Haveli & Daman & Diu	Daman	79.93	93.10	94.31	94.31	92.44	92.56
Ladakh	Leh	89.87	102.99	104.27	104.27	102.36	92.44
Andhra Pradesh	Amaravati	89.92	110.47	111.87	111.87	109.74	101.69
Maharashtra	Pune	90.04	109.52	105.84	105.84	103.82	109.74
Andhra Pradesh	Vishakhapatnam	88.62	109.05	110.48	110.48	108.35	100.75

Source: IOCL

Annexure referred to in reply to Lok Sabha starred question no. 412 asked by Smt. Geniben Nagaji Thakor to be answered on 21.08.2025 regarding “Impact of Prices of Petrol and Diesel”.

State-wise RSP of Diesel as on 1st January of every year

State	Reference City	01.01.2021	01.01.2022	01.01.2023	01.01.2024	01.01.2025	01.08.2025
Delhi	New Delhi	73.87	86.67	89.62	89.62	87.67	87.67
West Bengal	Kolkata	77.44	89.79	92.76	92.76	91.82	92.02
Maharashtra	Mumbai	80.51	94.14	94.27	94.27	90.03	90.03
Tamil Nadu	Chennai	79.21	91.43	94.24	94.24	92.39	92.39
Tripura	Agartala	77.25	85.61	88.44	88.44	86.55	86.55
Mizoram	Aizawl	73.32	79.55	82.12	82.12	87.92	88.07
Haryana	Ambala	73.94	86.53	90.31	90.31	88.37	88.37
Karnataka	Bengaluru	78.31	85.01	87.89	87.89	88.99	90.99
Madhya Pradesh	Bhopal	81.68	90.87	93.90	93.90	91.89	91.89
Odisha	Bhubaneswar	80.46	91.62	94.76	94.76	92.69	92.69
Chandigarh	Chandigarh	73.61	80.90	84.26	84.26	82.45	82.45
Uttarakhand	Dehradun	74.51	87.32	90.20	90.20	88.24	88.37
Gujarat	Gandhinagar	79.72	89.33	92.38	92.38	90.38	90.38
Sikkim	Gangtok	76.40	83.55	89.80	89.80	89.00	88.85
Assam	Guwahati	80.42	81.29	87.95	90.33	89.42	89.42
Telangana	Hyderabad	80.60	94.62	97.82	97.82	95.70	95.70
Manipur	Imphal	77.09	84.26	87.17	87.17	85.26	85.25
Arunachal Pradesh	Itanagar	71.44	79.63	82.32	82.17	80.38	80.41
Rajasthan	Jaipur	83.06	90.70	93.72	93.72	90.21	90.21
Nagaland	Kohima	77.79	84.59	87.56	87.56	88.83	83.33
Uttar Pradesh	Lucknow	74.21	86.80	89.76	89.76	87.81	87.38
Goa	Panaji	77.35	87.27	90.23	89.79	88.20	88.86
Bihar	Patna	79.04	91.09	94.04	94.04	92.09	87.81
Puducherry	Puducherry	78.40	83.58	86.33	86.33	86.47	88.20
Andaman & Nicobar Islands	Sri Vijaya Puram	69.22	77.13	79.74	79.74	78.05	91.49
Chhattisgarh	Raipur	80.10	92.33	95.44	95.44	93.39	86.47
Jharkhand	Ranchi	78.17	91.56	94.65	94.65	92.62	78.05
Meghalaya	Shillong	80.01	80.58	84.65	86.68	87.47	93.39
Himachal Pradesh	Shimla	73.68	80.35	82.94	88.94	87.13	92.62
Jammu & Kashmir	Srinagar	77.63	83.91	86.83	86.83	84.88	87.52
Kerala	Thiruvananthapuram	79.65	93.47	96.52	98.53	96.48	87.32
Jammu & Kashmir	Jammu	74.59	80.32	83.26	83.26	81.32	86.65
Punjab	Jalandhar	75.54	83.75	86.55	88.34	87.38	96.48
Dadra & Nagar Haveli & Daman & Diu	Daman	78.42	86.97	89.86	89.86	87.94	88.05
Ladakh	Leh	80.59	86.67	89.25	89.37	87.46	87.94
Andhra Pradesh	Amaravati	82.98	96.55	99.61	99.61	97.57	87.06
Maharashtra	Pune	79.01	92.31	92.36	92.36	90.35	97.57
Andhra Pradesh	Vishakhapatnam	81.73	95.18	98.27	98.27	96.22	95.71

Source: IOCL