

No. P – 25011/4/2011-Mkt.
Government of India
Ministry of Petroleum & Natural Gas

MOST IMMEDIATE

497

Shastri Bhawan,
New Delhi, 24 December 2012

To

The Director (Marketing),
IOCL / BPCL / HPCL
Mumbai.

Sub : Corpus Fund Scheme for LPG distributorships and MS/HSD ROs.

Sir,

I am directed to refer to IOC's letter No. SL/AKM/1703 dated 17.08.2012 & 02.10.2012 and letter No. SL/1702 dated 30.11.2012 on the above mentioned subject and to inform that the matter has been examined and the scheme proposed by IOC on behalf of industry, has been approved for LPG distributorships and Retail Outlets.

2. The Corpus Fund Scheme is now replaced by a bank mediated financial assistance scheme to SC/ST LOI holders and to any other set of beneficiaries to whom the scheme is applicable. OMCs will tie up with their own / other scheduled commercial banks to formulate a scheme to provide loan instead of themselves becoming a lender.
3. If the banks require margin money towards the loan under this scheme then,
 - a) OMCs shall provide the amount towards such margin money in the form of secured loan, if required to the extent of maximum 20% of the applicable amount as per present corpus fund policy option-II (Rs. 5 Lakh for urban distributorship and Rs. 3 lakh for rural /urban-rural distributorship) i.e. maximum Rs. 1 lakh for urban distributorship and Rs. 0.60 lakh for rural / urban-rural distributorship or 20% of project cost against which loan has been sanctioned by bank, whichever is lower.
 - b) Recovery of the secured loan towards margin money provided by the OMCs shall be recovered as per the prevailing terms of corpus fund scheme.
4. A compliance report in the matter may be sent to this Ministry urgently.
5. This issues with the approval of the Hon'ble Minister (P&NG).

Yours faithfully,

Rajesh Kukreti

(Rajesh Kukreti)
Under Secretary (LPG)
Tel. 2338 7008

Copy to :-

- (i) PS to Minister (P&NG)
- (ii) PS to Minister of State (P&NG)
- (iii) PPS to Secretary (P&NG)
- (iv) Sr. PPS to Additional Secretary (P&NG)
- (v) PS to AS&FA, P&NG
- (vi) PS to Joint Secretary (Marketing), P&NG
- (vii) Director (D&MC), P&NG / Deputy Secretary (LPG), P&NG
- (viii) Under Secretary (IOC &MC), P&NG
- (ix) Section Officer (LPG), P&NG / Section Officer (MC), P&NG/ Section Officer (IOC), P&NG
- (x) Guard File, LPG Section

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Issue B
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