

Corpus Fund Scheme (CFS)

The scheme was notified in 1992 and was aimed to help SC/ STs Category LPG distributors. Under the scheme public sector Oil Marketing Companies (OMCs) provided land and related infrastructure to the distributors availing the scheme. The recovery of the investment made by OMCs was through payment of License Fee defined on per refill basis. The scheme had several amendments and was finally replaced by the bank mediated financial assistance scheme in 2012 wherein OMCs were supposed to facilitate provision of loan to these distributors by tying up with banks.

Under CFS, OMCs also provided working capital to distributors. The recovery of working capital plus interest is through 100 installments commencing from the 13th month of the operation of distributorship. Several representations were received from LPG distributors primarily against the recovery on the investment made by OMCs to provide infrastructure.