



Ref: GEMA/OMC/2024-25/152

30<sup>th</sup> July, 2024

To,

OMC Coordination Committee (BPCL, HPCL & IOCL)

i) Shri Anurag Saragoi, Chief General Manager- BPCL, Mumbai

ii) Shri Sidharth Mitra, Chief General Manager- IOCL, Mumbai

iii) Shri K. K. Kishore, Chief General Manager-HPCL, Mumbai

**Subject: Revision of Transportation Rates for ESY Q4.**

Respected Sir's,

We have received the communication that the transportation rates have been revised downwards for Q4 with effect from 01 August 2024.

On behalf of the members of the association GEMA, we would like to highlight their concerns as below:

1. The transportation cost is not only dependent on diesel prices. It involves the cost of repair & maintenance, tyres depreciation, toll taxes which has been increased recently, bank loan interest, and together with the salaries of man power involved in the transportation system. You will see that all these costs have increased significantly during the period of ESY 2023-24.
2. We would also like to inform you that present rates are paid by OMCs on one way basis. Whereas all the tankers engaged in the transportation of Ethanol from plants to depots on the basis of round the trip cost. It is not possible to engage any tanker on one way basis because of the fact that it can result in contamination.
3. Even under the current rates all the ethanol supplying plants are compensating to the transporters in the range of Rs. 1.00 to Rs. 1.40 P/Liter in addition to the rates prescribed by the OMCs. This is further loading the cost of production.
4. Please look at our long pending demand of paying transportation rate based on **Round Trip Kilometers**.



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We therefore request you to withdraw this downward revision and sympathetically look for the long pending demand of paying transportation cost based on **Round Trip Kilometers**.

Thanking you,

Warm regards

A handwritten signature in black ink, appearing to read 'Chandra Kumar Jain'.

President

Dr. Chandra Kumar Jain