

# ETHAN OL GROUTH STORY

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- 3<sup>rd</sup> largest energy consumer in the world-Energy consumption expected to double by 2050
- Reduction in hydrocarbon import
- Green Economy-lowering carbon emission
- Abundant resources- 2<sup>nd</sup> largest sugarcane producer, other agricultural produces



## **Ethanol Growth Story**

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- Ethanol blending in petrol (EBP) started in 2001 on pilot basis
- OMCs start selling 5% EBP in 20 states and 4 UTs from 2006
- In 2014, re-introduced administered price mechanism, directed Oil PSEs to set up bio-refineries and Tendering processes simplified
- In 2018-National Policy on biofuels [involving all stakeholders, target 20% EB & 5% BB 2030, 2G Ethanol, Incentives, R&D, distribution & marketting, pricing, FDI ]
- Interest Subvention Scheme[@5% or 50% of total interest] & GST reduction- 18% to 5%



- Allowed conversion of heavy molasses, sugarcane juice and damaged food grains
  Simplified Ethanol Procurement policy
- Further ease of tender for ethanol supply to Oil Cos.
- In 2021- Roadmap for ethanol blending for 2020-25-20%EBP target revised from 2030 to 2025, Interest subvention scheme for molasses and grain-based distilleries, BS-VI norms for E20 vehicles from 1 April 2020



## **Ethanol Growth Story**

- Launch of new vehicles compatible to run on E20 fuel from 2023 and flex fuel vehicles from 2024.
- Ethanol production-1.38 billion litres in 2023 [Molasses-.87 billion &Grain.51 billion]
- Blending percentage increased to 12 % [2022-23]
- Reduction in Greenhouse gas emissions due to the EBP Programme [31.82 million tons during 2014 to November 2022.]
- Foreign currency saving in 2022-23- USD 3 billion



## **Global Biofuels Alliance**

Multi-stake holder alliance initiated by India, Brazil, US<sub>[the</sub> biggest consumers and producers of biofuels] & other countries launched in September 2023 in New Delhi to drive development and deployment of biofuels

- Joined by 22 countries and 12 international organizations
- Eight G20 countries: 1. Argentina, 2. Brazil, 3. Canada, 4. India 5. Italy, 6. Japan 7. South Africa 8. USA
- 14 other countries: 1. Bangladesh, 2. Finland, 3. Guyana, 4. Iceland, 5.Kenya, 6. Mauritius, 7. Paraguay, 8. Philippines, 9.Seychelles, 10. Singapore, 11. Sri Lanka, 12.Tanzania, 13. Uganda, 14. UAE

12 International organizations: ADB, WEF, World LPG Organization, UN Energy for All, UNIDO, Biofutures Platform, ICAO, IEA, International Energy Forum, International Renewable Energy Agency, World Biogas Association. World Bank

#### Viet Nam was invited to join in 2023

