



OMC Compensation & PMUY Subsidy Extension

Source: [IE](#)

The **Union Cabinet** approved **budgetary support** to public sector **Oil Marketing Companies (OMCs)** to **cover their losses from selling LPG cylinders below international prices** in FY 2024-25.

- It also **continued the targeted LPG subsidy** (through [Pratyaksh Hastantarit Labh \(PAHAL\)](#) **DBT scheme**) of **Rs 300 per 14.2-kg cylinder** under the [Pradhan Mantri Ujjwala Yojana \(PMUY\)](#) for up to 9 refills per year for FY 2025-26.

Pradhan Mantri Ujjwala Yojana (PMUY)

- **About: PMUY** was launched in **2016** by the **Ministry of Petroleum and Natural Gas** to provide **clean cooking fuel (and removing traditional firewood & coal)**, specifically **LPG**, to **rural and economically disadvantaged households**.
- **Ujjwala 2.0:** Under [Ujjwala 2.0](#) (Phase 2), **special provisions allow migrant families to obtain LPG connections** using self-declaration instead of requiring Proof of Address or Ration Cards.
- **Eligibility: Women aged 18+** from households **without existing LPG connections**, belonging to categories such as **SC/ST, PM Awas Gramin, Most Backward Classes, AAY, tribal groups, forest dwellers, island residents, SECC-listed households**, or other **poor families**.
- **Key Benefits: Beneficiary households** receive **subsidy for cooking gas cylinders**.
 - This has led to **improved women's health** by **reducing indoor air pollution, decreased women's drudgery, environmental protection through less deforestation, and enhanced nutrition** due to **easier cooking with clean fuel**.
- **Achievements:** As of July 2025, over **10.33 crore PMUY connections** have been issued nationwide.
 - The **average per capita LPG consumption** among PMUY beneficiaries has **risen around 49%** between **2019 & 2024** reflecting increased LPG usage.

Read More: [LPG Subsidy Initiatives in India](#)

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