

# BIPDIESEL



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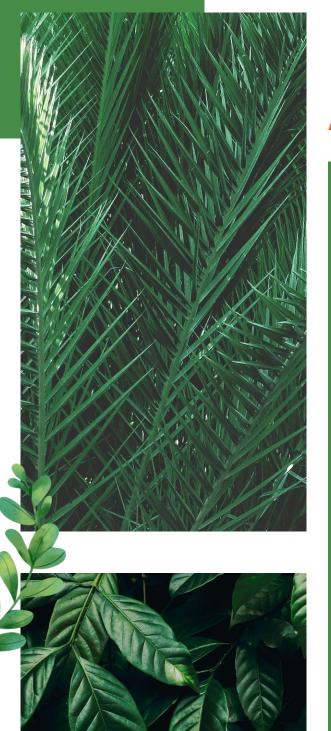
**BMAI INITIATIVES & UPDATES** 

newsletter

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AN INDUSTRY WELFARE INITIATIVE BY:









#### **ABOUT BMAI**

**Biodiesel Manufacturers Association** (**BMAI**) is India's premier association formed to foster and assist in the growth of the Biodiesel and ancillary industries in India.

BMAI takes pride in being a values driven association - with a vision to ensure the growth of the industry in a fair and transparent manner whilst protecting the interests of its members.

BMAI believes in holistic growth. We believe that an association plays a pivotal role in ensuring the growth of the industry.

BMAI works closely with its members and collects information from its members to formulate strategies to present to respective agencies to foster the growth of the industry.

**MISSION:** To ensure sustainable growth of the Biodiesel Industry in India by involving stakeholders for a common objective

**VISION:** To be a key contributor for India to become energy independent by empowering stakeholders of the Biodiesel industry







#### **CLIMATE CHANGE**

## Climate Change is real. It is happening right now, it is the most urgent threat facing our entire species and we need to work collectively together and stop procrastinating

There is an urgent need to immediately cut down emissions caused by use of fossil fuels.

The transport sector is the highest contributor to Global Warming and Climate Change.

Use of Biodiesel as a partial or complete replacement to regular petro-diesel will assist in mitigating the threats owing to Climate Change.

Change is the need of the hour.

This climate change issue is at the core of BMAI's objective to ensure wide availability of Biodiesel in India.

The following advantages accrue with an immediate partial replacement of Biodiesel:

- Contribute to reduction of harmful pollutants caused by the transport and other fuel related sectors
- Reduce India's dependency on foreign fuel
- Save the Nation's precious foreign exchange
- Generate millions of employment opportunities
- Empower various communities
- Make India a self reliant country





### CLIMATE GOALS OF COP26

#### सम्-गच्छ-ध्वम् , सम्-व-दद्वम् , सम् वो मानसि जानताम्।

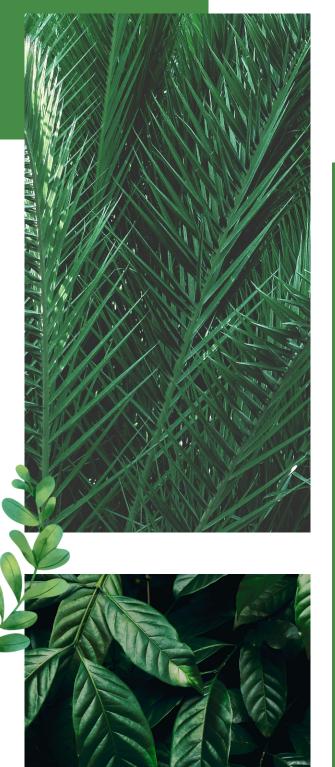
Our Hon'ble Prime Minister Shri Narendra Modi commenced his speech at COP26 with this Mantra - the relevance and need of the 21st Century: to move together, to interact together and everyone's minds should also be one. This statement is very core of BMAIs values and mission to assist in achieving India's climate goals.

Shri Modiji presented the world with five nectar elements, 'Panchamrit', to deal with the challenge of Climate Change

Non Fossil Energy Capacity to 500 GW by 2030 50% energgy from Renewable Energy by 2030 Reduce carbon emissions by 1 billion tonnes till 2030 Reduce carbon intensity of its economy by less than 45% Achieve target of Net Zero by 2070

Shri Modiji further added that "We all know this truth that the promises made till date regarding climate finance have proved to be hollow. While we all are raising our ambitions on climate action, the world's ambitions on climate finance cannot remain the same as they were at the time of the Paris Agreement. Today, when India has resolved to move forward with a new commitment and a new energy, the transfer of climate finance and low cost climate technologies have become more important. India expects developed countries to provide climate finance of \$1 trillion at the earliest. Today, it is necessary that as we track the progress made in climate mitigation, we should also track climate finance. The proper justice would be that the countries which do not live up to their promises made on climate finance, pressure should be put on them."

BMAI is in contention with the above Climate Goals and envisages to play a pivotal role in assisting India to be Net Zero by 2070 by involving its stakeholders to ensure higher availability of Biodiesel which will be a major contributor to reduce carbon emissions.



A need for Constant Change

### RECENT DEVELOPMENTS

There have been various developments in the Biodiesel and ancillary industries recently where BMAI has had the privilege to witness in its early days:

- 1. GST Rate Revision from 12% to 5% for Biodiesel sales to Oil Marketing Companies
- 2. Reduction in import duty on Vegetable Oils
- 3. OMC's EOI for non-UCO Biodiesel
- 4. Rate Revision by OMCs for Biodiesel from UCO and Biodiesel from other feedstock
- 5. Formation of State Level Committees for Used Cooking Oil in few states









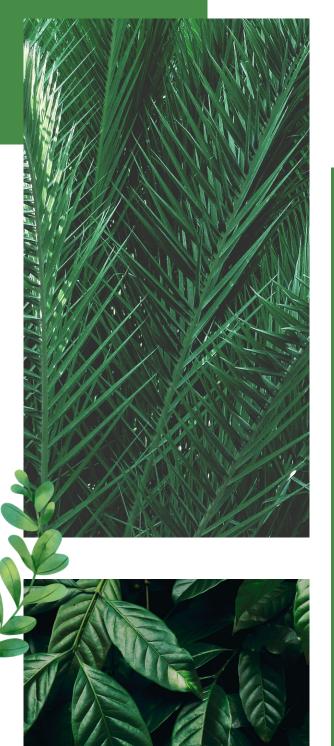
#### **OUR INITIATIVES**

We believe in quick action for the benefit of our members.

In our first few months itself we have aggressively undertaken various initiatives, few of which are listed as under:

- 1. Meeting with FSSAI CEO to discuss matters related to Used Cooking Oil procurement, pricing and availability
- 2. Meeting with Joint Secretary (Refineries), Ministry of Petroleum & Natural Gas regarding Feedstock (UCO, Palm Stearin, Tallow), Biodiesel pricing, Tenders
- 3. Meeting with Director General, DGFT regarding import of feedstock









#### **FSSAI MEET**

BMAI officials met with FSSAI CEO and Senior officials. The following few points were discussed:

- Organizing Collection of Used Cooking Oil in a manner which is traceable
- Pricing of Used Cooking Oil to kept under check
- Enforcement by FSOs to ensure correct disposal of UCO
- Re-examining the parameters of checking UCO, not only limited to current TPC
- Re-examining authorizations given to various companies for collection of UCO

FSSAI welcomed BMAI suggestions and permitted BMAI to make a presentation involving almost 85+ Food Commissioners and Officers across India for implementation of the above

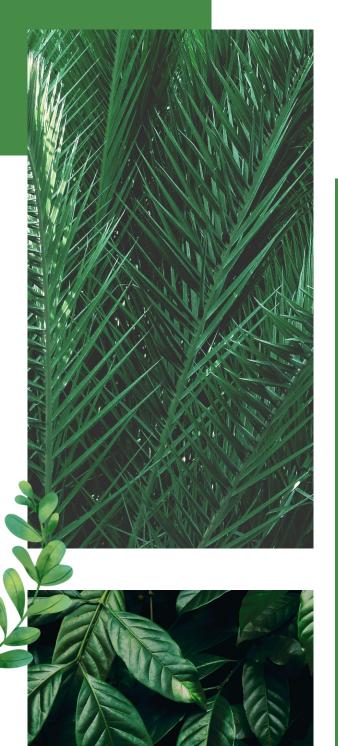






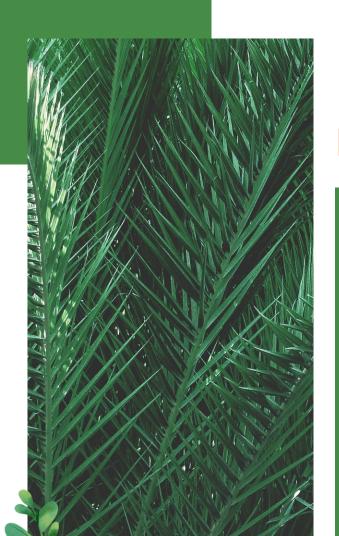
BMAI officials met with JS(R) MoP&NG and other senior officials and the following points were discussed during the meet:

- Export of Animal Tallow and Import of Use Cooking Oil (UCO)
- Import Duty on Palm Stearin
- Sourcing, pricing and availability of Used Cooking Oil (UCO)
- Pricing of Bio Diesel in OMCs/ Railways Tenders
- Inclusion of BMAI in State Level Committee (SLC) for addressing the issues related to collection of Used Cooking Oil (UCO) for making Biodiesel in States/UTs
- Ensuring longevity of the Biodiesel industry & protecting the investments of stakeholders



A Sustainable Biodiesel Industry







Market Geeding & Development

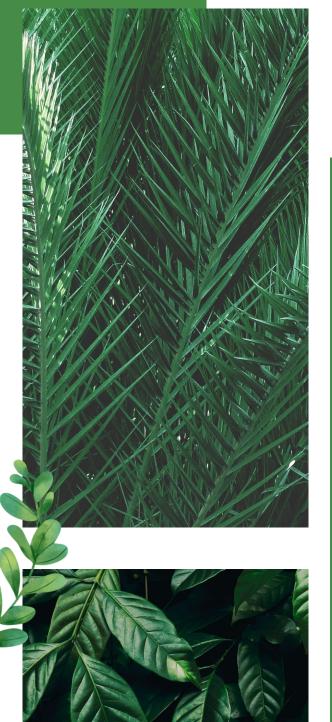


#### **DGFT MEET**

BMAI officials met the Director General, DGFT and during the meeting the following points were discussed:

- Import Duty Structure of raw materials and Biodiesel
- Possibility of reduction of duties of raw materials on end user basis for qualified Biodiesel manufacturers
- Fixing of Norms for imports
- Detailed discussions held and proposal given by BMAI to DGFT which is under active consideration and follow up





#### Constant Communication



#### **OTHER INITIATIVES**

- Communication to DGFT & MoP&NG regarding raw material imports. BMAI has proposed a detailed framework for the same.
- Further communication regarding GST reduction from 12% to 5% to The Office of the GST Council Secretariat
- Communication to the Office of the GST Council Secretariat for reduction in GST on raw materials
- Communication to MoP&NG requesting them to advise the FSSAI & State Authorities regarding UCO collection and allocation









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