GOVERNMENT OF INDIA MINISTRY OFAGRICULTURE RAJYA SABHA QUESTION NO27.11.2009 ANSWERED ON MSP FOR RABI CROPS.

932 Shri D. Raja

Will the Minister of COALCOALAGRICULTURE be pleased to state :-

- (a) whether it is a fact that the Minimum Support Price (MSP) for many rabi crops has been raised;
- (b) if so, the details thereof;
- (c) whether Government of Punjab has rejected the hike for wheat describing it woefully inadequate and unjustified; and
- (d) if so, the details thereof and Government's reaction thereto?

ANSWER

MINISTER OF STATE IN THE MINISTRY OF AGRICULTURE AND MINISTER OF STATE IN THE MINISTRY OF CONSUMER AFFAIRS, FOOD AND PUBLIC DISTRIBUTION)

(SHRI K.V. THOMAS)

(a)&(b): The Minimum Support Prices (MSPs) of Rabi crops fixed for 2008-09 and 2009-10 season are given below:

(Rs.per quintal)

Commodity 2008-09 2009-10
Wheat 1080 1100
Barley 680 750
Gram 1730 1760
Masur(Lentil) 1870 1870
Rapeseed/Mustard 1830 1830
Safflower 1650 1680

(c) & (d): Government of Punjab had suggested a MSP of Rs.1500 per quintal for wheat for 2009-10 season.

The Minimum Support Prices (MSPs) for agricultural commodities, including wheat, seeks to ensure remunerative prices to the growers for encouraging higher production and investment. The Government fixes the MSPs for agricultural produce, inter-alia, taking into account the recommendations of the Commission for Agricultural Costs and Prices (CACP), the views of concerned State Governments and Central Ministries. The CACP, considers a number of important factors which include cost of production, while formulating its recommendations on MSP. The MSP of wheat has been fixed at Rs.1100 per quintal for 2009-10 season provides adequate margin over and above the cost of production (actual expenses in cash and kind, including rent paid for leased-in land, imputed value of wages for family labour, rent for owned land and interest on fixed capital) of Rs.643.37 per quintal for Punjab.