GOVERNMENT OF INDIA MINISTRY OF AGRICULTURE & FARMERS WELFARE DEPARTMENT OF AGRICULTURE & FARMERS WELFARE

RAJYA SABHA UNSTARRED QUESTION NO-1163 TO BE ANSWERED ON 16/12/2022

MSP FOR PADDY

1163. DR. SASMIT PATRA:

Will the Minister of AGRICULTURE AND FARMERS WELFARE be pleased to state:

(a) whether Government is planning to fix the Minimum Support Price (MSP) of Paddy at

₹2930 per quintal as per the unanimous resolution by the Odisha Legislative Assembly in 2017; and

(b) if so, by when Government would implement it across the country?

ANSWER

MINISTER OF AGRICULTURE AND FARMERS WELFARE

(SHRI NARENDRA SINGH TOMAR)

(a) to (b) Government fixes Minimum Support Prices (MSP) for 22 mandated agricultural crops including Paddy on the basis of the recommendations of the Commission for Agricultural Costs and Prices (CACP), after considering the views of State Governments and Central Ministries/Departments concerned and other relevant factors.

In addition to cost of production, CACP also considers other important factors while recommending MSP which include overall demand and supply, domestic & international prices, inter-crop price parity, the likely effect of the price policy on the rest of the economy, rational utilization of land, water and other production resources and a minimum of 50 percent as the margin over the cost of production. Based on the recommendations of CACP, Government announces MSP for the country as a whole and not region or state-specific. However, region specific parameters are kept in view by the CACP while recommending MSP.
