

GOVERNMENT OF INDIA
MINISTRY OF AGRICULTURE AND FARMERS WELFARE
DEPARTMENT OF AGRICULTURE, COOPERATION AND FARMERS WELFARE

LOK SABHA
UNSTARRED QUESTION NO.3335
TO BE ANSWERED ON THE 6TH DECEMBER, 2016

MSP FOR AGRICULTURAL PRODUCE

3335. SHRI D.K. SURESH:
DR. C. GOPALAKRISHNAN:
SHRI KANWAR SINGH TANWAR:

Will the Minister of AGRICULTURE AND FARMERS WELFARE कृषि एवं किसान कल्याण मंत्री be pleased to state:

- (a) whether the Government fixes the Minimum Support Price (MSP) for all agricultural produce every year;
- (b) if so, the details for the last three years and the current year;
- (c) whether it is a fact that MSP for various agricultural produce has increased during the last three years but MSP for some agricultural produce has not been increased;
- (d) if so, the details thereof and the reasons therefor; and
- (e) whether the Government is considering to review the price fixation policy to provide benefit to the farmers as well as the consumers and if so, the details thereof?

ANSWER

MINISTER OF STATE IN THE MINISTRY OF AGRICULTURE AND FARMERS WELFARE

कृषि एवं किसान कल्याण मंत्रालय में राज्य मंत्री (SHRI S.S. AHLUWALIA)

(a) to (d): Government fixes Minimum Support Price (MSP) for twenty two (22) major crops and Fair and Remunerative Price (FRP) for sugarcane as recommended by Commission for Agricultural Costs and Prices (CACP). Twenty two crops covered under MSP are Paddy, Jowar, Bajra, Maize, Ragi, Arhar, Moong, Urad, Groundnut-in-shell, Soyabean, Sunflower, Sesamum, Nigerseed, Cotton, Wheat, Barley, Gram, Masur (Lentil), Rapeseed/Mustardseed, Safflower, Jute and Copra.

In addition, MSP for Toria and De-Husked coconut is fixed on the basis of MSPs of Rapeseed/Mustardseed and Copra respectively.

The MSPs fixed by Government for last three years and current year i.e. from 2013-14 to 2016-17 are given at **Annexure**.

(e): There is no proposal to change the formula for determining MSPs at present. Government fixes the Minimum Support Prices (MSPs) of various crops on the recommendations of the CACP, the views of concerned State Governments and Central Ministries/Departments. While formulating its recommendations on price policy, the CACP considers, inter alia, a number of important factors which include cost of production, trends in market prices, demand and supply situation, effect on general price level, effect on cost of living etc.

Annexure

Annexure referred to in reply to parts (a) to (d) of the Lok Sabha Unstarred Question No. 3335 due for reply on 06.12.2016

Minimum Support Prices (MSPs) and increase in MSPs for 2013-14 to 2016-17

(Rs. per quintal)					
Commodity	Variety	2013-14	2014-15	2015-16	2016-17
<u>Kharif Crops</u>					
Paddy	Common	1310	1360	1410	1470
	Grade A	1345	1400	1450	1510
Jowar	Hybrid	1500	1530	1570	1625
	Maldandi	1520	1550	1590	1650
Bajra		1250	1250	1275	1330
Maize		1310	1310	1325	1365
Ragi		1500	1550	1650	1725
Arhar (Tur)		4300	4350	4625^	5050^^
Moong		4500	4600	4850^	5225^^
Urad		4300	4350	4625^	5000^^
Cotton	Medium staple	3700	3750	3800	3860
	Long staple	4000	4050	4100	4160
Groundnut in shell		4000	4000	4030	4220*
Sunflower seed		3700	3750	3800	3950*
Soyabean	Black	2500	2500	-	-
	Yellow\$\$	2560	2560	2600	2775*
Sesamum		4500	4600	4700	5000^
Nigerseed		3500	3600	3650	3825*
<u>Rabi Crops</u>					
Wheat		1400	1450	1525	1625
Barley		1100	1150	1225	1325
Gram		3100	3175	3500**	4000^
Masur (Lentil)		2950	3075	3400**	3950 [!]
Rapeseed/Mustard		3050	3100	3350	3700*
Safflower		3000	3050	3300	3700*
Toria		3020	3020	3290	3560
<u>Other Crops</u>					
Copra	Milling	5250	5250	5550	5950
	Ball	5500	5500	5830	6240
De-Husked Coconut		1425	1425	1500	1600
Jute		2300	2400	2700	3200
Sugarcane\$		210.00	220.00	230.00	230.00

\$\$: MSP for soyabean yellow is applicable to black variety during 2015-16 and 2016-17.

\$: Fair & Remunerative Price (FRP).

*: Including Bonus of Rs. 100 per quintal.

**: Including Bonus of Rs. 75 per quintal is payable over and above the MSP.

^: Including Bonus of Rs. 200 per quintal.

^^: Including Bonus of Rs. 425 per quintal.

!: Including bonus of Rs. 150 per quintal
