

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

LOK SABHA
UNSTARRED QUESTION NO.1561
TO BE ANSWERED ON THE 25TH JULY, 2017

MSP OF WHEAT AND PULSES

1561. PROF. K.V. THOMAS:
SHRI Y.V. SUBBA REDDY:

Will the Minister of AGRICULTURE AND FARMERS WELFARE ढाँढँढँढँढँढँढँ एवं किसान कल्याण १/२०००-०१ be pleased to state:

- (a) the details of each of the 23 crops for which MSP is fixed by the Government;
- (b) the details of the MSP fixed by the Government for each of the above crops during the last decade;
- (c) whether the farmers are satisfied with the latest MSP for rice, wheat and pulses, if so, the details thereof;
- (d) whether the Government is considering to provide some additional assistance to compensate the farmers, if so, the details thereof;
- (e) the details of the cost of production of each of the 23 crops during the last decade, year-wise and crop-wise;
- (f) the details of the crops which qualified under the Market Intervention Scheme as and when the prices of such crops fall lower than the production cost; and
- (g) the various steps taken by the Government to provide adequate MSP to farmers?

ANSWER

MINISTER OF STATE IN THE MINISTRY OF AGRICULTURE AND FARMERS WELFARE

ढाँढँढँढँढँढँढँ एवं किसान कल्याण १/२०००-०१ ढाँढँढँ ढाँढँढँ ढाँढँढँढँढँढँ (SHRI S.S. AHLUWALIA)

(a) to (d): Government fixes Minimum Support Prices (MSPs) for twenty two (22) major crops viz. 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 and Fair and Remunerative Price (FRP) for Sugarcane on the recommendation of the Commission for Agricultural Costs & Prices (CACP).

Suggestions from State Governments and various farmer organizations are received from time to time for increasing the MSP of crops. Government fixes Minimum Support Price (MSP) for the major agricultural produce on the recommendations of the Commission for Agricultural Costs & Prices (CACP), the views of concerned State Governments and Central Ministries/Departments. While formulating its recommendations on price policy, CACP considers various important factors that include cost of cultivation, trends in market prices, demand and supply situation, effect on general price level, effect on cost of living etc.

The Government offers to procure the agricultural produce at MSP. However, farmers are free to sell their produce to Government procurement agencies at MSP or in the open market as is advantageous to them.

The MSPs fixed by Government since 2007-08 is given at **Annexure I**.

(e): The all India weighted average all paid out cost of production including family labour (A2+FL) as estimated by CACP since 2007-08 is at **Annexure II**.

(f): Government also implements Market Intervention Scheme (MIS) for procurement of agricultural and horticultural commodities not covered under the Minimum Support Price on the request of State/UT Government. The MIS is implemented in order to protect the growers of these commodities from making distress sale in the event of bumper crop when the prices tend to fall below the economic level/cost of production. Losses, if any, incurred by the procuring agencies are shared by the Central Government and the concerned State Government on 50:50 basis (75:25 in case of North-Eastern States).

(g): Government has taken several steps to ensure MSP for agricultural produce which *inter alia* includes setting up of procurement centers keeping in view the potential in the areas; creating awareness among the farmers of the MSP operations; making payment through arthias/co-operative societies to the farmers; encouraging decentralized procurement; adopting e-procurement system; engaging private players in certain States to participate in procurement operations, implementing e-National Agriculture Market, promoting Farmer Producer Organizations (FPOs) etc.

Annexure -I

Annexure referred to in reply to parts (a) to (d) of Lok Sabha Unstarred Question No. 1561 due for reply on 25.07.2017

Minimum Support Prices

(Rs. per quintal)

Sl. No.	Commodity	Variety	2007-08	2008-09	2009-10	2010-11	2011-12
	<u>KHARIF CROPS</u>						
1	PADDY	Common	745\$\$/850~	900\$	1000\$	1000	1080
		Grade 'A'	775\$\$/880~	930\$	1030\$	1030	1110
2	JOWAR	Hybrid	600	840	840	880	980
		Maldandi	620	860	860	900	1000
3	BAJRA		600	840	840	880	980
4	MAIZE		620	840	840	880	980
5	RAGI		600	915	915	965	1050
6	ARHAR(Tur)		1590^^	2000	2300	3000	3200
7	MOONG		1740^^	2520	2760	3170	3500
8	URAD		1740^^	2520	2520	2900	3300
9	COTTON	Medium Staple	1800	2500 ^a	2500 ^a	2500 ^a	2800 ^a
		Long Staple	2030	3000 ^{aa}	3000 ^{aa}	3000 ^{aa}	3300 ^{aa}
10	GROUNDNUT IN SHELL		1550	2100	2100	2300	2700
11	SUNFLOWER SEED		1510	2215	2215	2350	2800
12	SOYABEEN	Black	910	1350	1350	1400	1650
		Yellow	1050	1390	1390	1440	1690
13	SESAMUM		1580	2750	2850	2900	3400
14	NIGERSEED		1240	2405	2405	2450	2900
	<u>RABI CROPS</u>						
15	WHEAT		1000	1080	1100	1170\$	1285
16	BARLEY		650	680	750	780	980
17	GRAM		1600	1730	1760	2100	2800
18	MASUR (LENTIL)		1700	1870	1870	2250	2800
19	RAPSEED/ MUSTARD		1800	1830	1830	1850	2500
20	SAFFLOWER		1650	1650	1680	1800	2500

\$ Including bonus of Rs. 50 per quintal.

\$\$ Including bonus of Rs. 100 per quintal.

^^ Including bonus of Rs. 40 per quintal.

~ From 12.06.2008

^a Staple length (mm) of 24.5 - 25.5 and Micronaire value of 4.3 - 5.1

^{aa} Staple length (mm) of 29.5 - 30.5 and Micronaire value of 3.5 - 4.3

Minimum Support Prices

(Rs. per quintal)

Sl. No.	Commodity	Variety	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
	<u>KHARIF CROPS</u>							
1	PADDY	Common	1250	1310	1360	1410	1470	1550
		Grade 'A'	1280	1345	1400	1450	1510	1590
2	JOWAR	Hybrid	1500	1500	1530	1570	1625	1700
		Maldandi	1520	1520	1550	1590	1650	1725
3	BAJRA		1175	1250	1250	1275	1330	1425
4	MAIZE		1175	1310	1310	1325	1365	1425
5	RAGI		1500	1500	1550	1650	1725	1900
6	ARHAR(Tur)		3850	4300	4350	4625^	5050^^	5450^
7	MOONG		4400	4500	4600	4850^	5225^^	5575^
8	URAD		4300	4300	4350	4625^	5000^^	5400^
9	COTTON	Medium Staple	3600	3700	3750	3800	3860	4020
		Long Staple	3900	4000	4050	4100	4160	4320
10	GROUNDNUT IN SHELL		3700	4000	4000	4030	4220*	4450^
11	SUNFLOWER SEED		3700	3700	3750	3800	3950*	4100*
12	SOYABEEN	Black	2200	2500	2500	-	-	-
		Yellow\$\$	2240	2560	2560	2600	2775*	3050^
13	SESAMUM		4200	4500	4600	4700	5000^	5300*
14	NIGERSEED		3500	3500	3600	3650	3825*	4050*
	<u>RABI CROPS</u>							
15	WHEAT		1350	1400	1450	1525	1625	
16	BARLEY		980	1100	1150	1225	1325	
17	GRAM		3000	3100	3175	3500**	4000^	
18	MASUR (LENTIL)		2900	2950	3075	3400**	3950@	
19	RAPESEED/ MUSTARD		3000	3050	3100	3350	3700*	
20	SAFFLOWER		2800	3000	3050	3300	3700*	

\$\$ Minimum Support Price of Soyabean yellow is also applicable to black variety during 2015-16, 2016-17 and 2017-18.

* Including Bonus of Rs. 100 per quintal.

** Including Bonus of Rs. 75 per quintal.

^ Including Bonus of Rs. 200 per quintal.

^^ Including Bonus of Rs. 425 per quintal.

@ including bonus of Rs. 150 per quintal

Minimum Support Prices for other crops

(Rs. per quintal)

Sl. No.	Commodity	Variety	2007-08	2008-09	2009-10	2010-11	2011-12
1	COPRA (Calender Year)	Milling	3620	3660	4450	4450	4525
		Ball	3870	3910	4700	4700	4775
2	DE-HUSKED COCONUT (Calender Year)		-	988	1200	1200	1200
3	JUTE		1055	1250	1375	1575	1675
4	SUGARCANE		81.18	81.18	129.84□	139.12□	145.00□*

□ Fair and remunerative price.

* At 9.5 percent recovery, subject to a premium of Rs.1.53 for every 0.1 percent increase in the recovery above 9.5 percent.

Minimum Support Prices for other crops

(Rs. per quintal)

Sl. No.	Commodity	Variety	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
1	COPRA (Calender Year)	Milling	5100	5250	5250	5550	5950	6500
		Ball	5350	5500	5500	5830	6240	6785
2	DE-HUSKED COCONUT (Calender Year)		1400	1425	1425	1500	1600	1760
3	JUTE		2200	2300	2400	2700	3200	3500
4	SUGARCANE\$		170.00	210.00	220.00	230.00	230.00	255.00

\$ Fair and remunerative price.

Annexure II

**Annexure referred to in reply to part (e) of Lok Sabha Unstarred Question No. 1561
due for reply on 25.07.2017**

All India Weighted Average all Paid Out Cost of Production including Family Labour (A2+FL)

(Rs. per quintal)

Sl. No.	Commodity	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
	KHARIF CROPS											
1	PADDY	439	456	458	551	673	814	961	978	1020	1045	1117
2	JOWAR	546	586	616	761	905	1240	1269	1370	1467	1501	1556
3	BAJRA	444	474	476	579	645	779	768	831	893	925	949
4	MAIZE	449	513	539	604	723	814	860	914	941	966	1044
5	RAGI	673	720	694	922	1032	1412	1338	1474	1688	1733	1861
6	ARHAR(Tur)	1040	1074	1181	1693	1913	2765	3090	3105	3237	3241	3318
7	MOONG	1464	1731	1991	2402	2641	3430	3775	3890	3993	4065	4286
8	URAD	1269	1438	1503	1737	2027	3102	3144	3225	3455	3584	3265
9	COTTON	1528	1541	1511	1626	1941	1970	2485	2510	2753	2889	3276
10	GROUNDNUT IN SHELL	1120	1252	1441	1627	2103	2873	2720	3232	3314	3371	3159
11	SUNFLOWER SEED	1440	1555	1435	1729	2218	2955	3000	3129	3282	3479	3481
12	SOYABEAN	761	864	883	960	1182	1726	1692	1729	1770	1852	2121
13	SESAMUM	1484	1836	2270	2098	2532	2893	2919	3765	4132	4188	4067
14	NIGERSEED	1188	1776	1950	1826	2389	3428	2279	3084	3146	3366	3912
	RABI CROPS											
15	WHEAT	404	421	460	527	611	687	679	744	785	797	
16	BARLEY	365	378	423	472	530	620	676	735	776	816	
17	GRAM	877	938	1044	1233	1451	1696	1786	1902	2124	2241	
18	MASUR (LENTIL)	780	881	1038	1268	1688	1926	1799	1866	2015	2174	
19	RAPESEED/ MUSTARD	748	750	820	950	1189	1260	1307	1504	1702	1871	
20	SAFFLOWER	1206	1068	1439	1537	2701	2754	2558	3025	3057	3049	
	OTHER CROPS											
21	SUGARCANE	50	53	63	73	101	120	129	140	140	152	
22	COPRA								4138	4676	4758	
23	JUTE	850	875	983	1162	1436	1566	1702	2042	2125	2160	

A2+FL: All india paid out cost inclusive of family labour for copra is not available prior to 2014-15

NOTE: Paid out cost covers the cost on account of all inputs like human labour, bullock labour, machine labour, seeds, fertilizers.

