

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

LOK SABHA
UNSTARRED QUESTION NO.2281
TO BE ANSWERED ON THE 31ST JULY, 2018

MSP FOR KHARIF CROP

2281. SHRI RAM KUMAR SHARMA:

Will the Minister of AGRICULTURE AND FARMERS WELFARE ₣ãøŠãäÓã एवं किसान कल्याण ½ãâããè
be pleased to state:

- (a) whether the Government has announced the increased MSP for crops to be produced in the ensuing kharif season;
- (b) if so, the facts thereof and whether the Government has also assessed the cost of agricultural inputs while determining the said MSP;
- (c) if so, the facts thereof; and
- (d) the details of the quantum of expenditure assessed by the Government in the form of wages of labourers diesel for irrigation cost of seeds, chemical fertilizers, insecticides etc.?

ANSWER

MINISTER OF STATE IN THE MINISTRY OF AGRICULTURE AND FARMERS WELFARE

₣ãøŠãäÓã एवं किसान कल्याण ½ãâããÈã¼ã ½ãñâ Äã¼ã ½ãâããè (SHRI GAJENDRA SINGH SHEKHAWAT)

(a) to (d): Government of India has announced the increased Minimum Support Prices (MSPs) for the 14 mandated Kharif crops of 2018-19 season the basis of recommendations of Commission for Agricultural Costs and Prices (CACP), after considering the views of State Governments and Central Ministries/Departments concerned and other relevant factors. While recommending MSPs, the CACP considers host of important factors like cost of production, overall demand-supply conditions, domestic and international prices, inter-crop price parity, terms of trade between agricultural and non-agricultural sectors, the likely effect on the rest of the economy, besides ensuring rational utilization of productive resources like land and water.

Cost of production include all paid out costs such as those incurred on account of hired human labour, bullock labour/machine labour, rent paid for leased in land, expenses incurred in cash and kind on the use of material inputs like seeds, fertilizers, manures, irrigation charges, insecticides, depreciation on implements and farm buildings, interest on working capital, diesel/electricity for operation of pump sets etc, miscellaneous expenses and imputed value of family labour.

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The methodology adopted by CACP is on the basis of the recommendations of expert committees on the 'methodology of cost of production'. Based on the latest three years actual cost estimates provided by the Directorate of Economics & Statistics, Ministry of Agriculture and Farmers Welfare which is compiled under '*Comprehensive Scheme for studying the Costs of Cultivation of Principal Crops in India*', CACP undertakes cost projection exercise through the Crop Input Price Index (CIPI) crop-wise, state-wise for the ensuing season under certain implicit assumptions by utilizing statistical techniques. Details of various components of CIPI are given in Annexure I. The CACP has factored in the cost of various inputs in its projections of costs of production.

Details of MSPs of Kharif crops are given at Annexure II.

Annexure-I

Annexure referred to in reply to part (a) to (d) of Lok Sabha Unstarred Question No. 2281 due for reply on 31.07.2018.

All India Kharif Crops Input Price Index (Base 2011-12 =100)

Inputs	Weights	Kharif crops Input Price Index			% change in input index 2018-19 over 2017-18
		2016-17	2017-18	2018-19	
Human labour	0.53	165.12	172.46	179.45	4.1
Bullock labour	0.06	186.13	192.53	199.03	3.4
Machine labour	0.13	118.57	124.33	130.53	5.0
Seeds	0.08	154.79	164.89	176.19	6.9
Fertilizers	0.09	153.93	158.49	163.28	3.0
Manures	0.03	153.65	158.04	162.58	2.9
Insecticides	0.03	125.29	131.00	137.04	4.6
Irrigation charges	0.05	107.60	109.34	111.14	1.7
Composite Input Price Index (CIPI)		154.15	160.76	167.38	4.1
Percentage Change(year on year)		4.6	4.3	4.1	-

Annexure-II

Annexure referred to in reply to part (a) to (d) of Lok Sabha Unstarred Question No. 2281 due for reply on 31.07.2018.

Minimum Support Prices (MSPs) of Kharif crops

Commodity	Variety	2017-18	2018-19	(Rs/quintal)	
				Absolute	Percentage
Paddy	Common	1550	1750	200	12.90
	Grade A	1590	1770	180	11.32
Jowar	Hybrid	1700	2430	730	42.94
	Maldandi	1725	2450	725	42.03
Bajra	-	1425	1950	525	36.84
Ragi	-	1900	2897	997	52.47
Maize	-	1425	1700	275	19.30
Arhar(Tur)	-	5450	5675	225	4.13
Moong	-	5575	6975	1400	25.11
Urad	-	5400	5600	200	3.70
Groundnut	-	4450	4890	440	9.89
Sunflower Seed	-	4100	5388	1288	31.42
Soyabean	-	3050	3399	349	11.44
Sesamum	-	5300	6249	949	17.91
Nigerseed	-	4050	5877	1827	45.11
Cotton	Medium Staple	4020	5150	1130	28.11
	Long Staple	4320	5450	1130	26.16
