

GOVERNMENT OF INDIA
MINISTRY OF CHEMICALS & FERTILIZERS
DEPARTMENT OF FERTILIZERS

LOK SABHA

STARRED QUESTION NO. 52* TO BE ANSWERED ON 25.06.2019

Fertilizer Subsidy

*52 SHRI D.K. SURESH:

Will the Minister of **CHEMICALS AND FERTILIZERS** be pleased to state:

- (a) the details of subsidy given by the Government to various fertilizer companies in the public, private and co-operative sectors in the country during each of the last three years and the current year, company-wise;
- (b) whether the farmers are not benefited by the grant of subsidy to the fertilizer companies;
- (c) if so, the details thereof; and
- (d) the steps taken/proposed to be taken by the Government to ensure that the farmers get the benefit of subsidy granted to the fertilizer companies?

ANSWER

MINISTER OF CHEMICALS AND FERTILIZERS

(D. V. SADANANDA GOWDA)

(a) to (d): A statement is laid on the table of the House.

**STATEMENT REFERRED TO IN REPLY TO PART (A) TO (D) OF LOK SABHA
STARRED QUESTION NO. 52* TO BE ANSWERED ON 25.06.2019 REGARDING
"FERTILIZER SUBSIDY".**

(a): The details of subsidy given by the Government to various fertilizers companies in public, private and co-operative sectors in the country during each of the last three years and the current year, company-wise are given in **Annexure I to IV**.

(b) to (d): Urea is being provided to the farmers at a statutorily notified Maximum Retail Price (MRP). The MRP of 45 kg bag of Urea is Rs. 242 per bag (exclusive of charges towards neem-coating and taxes as applicable) and the MRP of 50 kg bag of Urea is Rs. 268 per bag (exclusive of charges towards neem-coating and taxes as applicable). The difference between the delivered cost of Fertilizers at farm gate and net market realization by the urea units is given as subsidy to the Urea manufacturer/Importer by the Govt. of India. Accordingly, farmers are getting Urea at affordable MRP because of the subsidy provided by the Government.

As far as Phosphatic and Potassic fertilizers is concerned, Government of India is implementing Nutrient Based Subsidy (NBS) Scheme w.e.f. 01.04.2010 for P&K fertilizers. Under the said scheme, a fixed amount of subsidy decided on annual basis, is provided on each grade of subsidized Phosphatic & Potassic (P&K) fertilizers depending upon its Nutrient content. This subsidy is given by Govt. of India to the P&K fertilizer companies which are therefore able to provide P&K fertilizers to the farmers at a subsidized MRP which is lower than it would have been, if no subsidy had been given. Accordingly, any farmer who is procuring these fertilizers at MRP, is availing the benefit of subsidy.

Government has taken several steps to ensure that the farmers get the benefit of subsidy granted to the Fertilizer Companies:

- (i) Introduction of DBT platform to monitor in real time the movement, supply, availability of various fertilizers.
- (ii) Monitoring the prices of P&K fertilizers so that no manufacturer/distributor reaps undue benefit.
- (iii) Provision of substantial budgetary allocation relating to fertilizer subsidy so that the fertilizer companies are able to supply fertilizer in adequate quantity in a timely manner.
- (iv) Invoking the provision of the Fertilizer Movement Control Order, 1973 so that adequate supply of fertilizer is ensured through nooks and corners of the country.
- (v) Prevention of diversion of subsidized urea for non-agricultural purposes through sale of fertilizers primarily through authentication based on Aadhar. In absence of Aadhar Card, Kishan Credit Card and Voter Identify Card are accepted for authentication.

Sector wise / Company-wise Susidy released during finacial year 2016-17

(Rupees in Crores)						
SI No.	Sector	COMPANY NAME	Imported P&K	Indigenous P&K	Indigenous UREA	Total
1	Public	Fertilizers and Chemicals Travancore Ltd	3.65	465.89		469.54
2	Public	Gujrat State Fertilizers & Chemicals Ltd	149.44	778.31	664.18	1591.93
3	Public	Madras Fertilisers Ltd		24.76	1331.44	1356.20
4	Public	National Fertilizers Ltd	42.95		7092.77	7135.72
5	Public	Rashtriya Chemicals & Fertilisers Ltd	78.24	410.61	4154.17	4643.02
6	Public	Brahmaputra Valley Fertilizers & Chem Ltd.			379.01	379.01
Total - Public Sector.			274.28	1679.57	13621.57	15575.42
1	Co-op.	Indian Farmers Fertiliser Cooperative Ltd	275.15	4087.08	6300.53	10662.76
2	Co-op.	Krishak Bharti Co-operative Ltd.	469.18		3151.23	3620.41
Total - Co-op			744.33	4087.08	9451.76	14283.17
1	Pvt.	Chambel Fertilizer & Chemicals Ltd.	981.97		3113.10	4095.07
2	Pvt.	Coromandel International Ltd	222.77	1960.58		2183.35
3	Pvt.	Smartchem Technologies Ltd (Previously DFPCL)	514.30	30.12		544.42
4	Pvt.	Gujrat Narmada Valley Fertilisers Co.Ltd		135.57	1524.98	1660.55
5	Pvt.	Indian Potash Limited	2512.79			2512.79
6	Pvt.	LT International				
7	Pvt.	Nagarjuna Fertilizer & Chemicals Ltd	21.09		2058.63	2079.72
8	Pvt.	Paradeep Phosphate Ltd.	83.38	1034.34		1117.72
9	Pvt.	Shriram Fertilizer & Chemicals	101.73		682.34	784.07
10	Pvt.	SPIC Ltd			1700.72	1700.72
11	Pvt.	IRC / YARA (Formerly TCL)	353.59	289.14	1562.16	2204.89
12	Pvt.	Zuari Agro Chemicals Ltd	487.41	553.19	832.92	1873.52
13	Pvt.	HPM Fertilizers	4.07			4.07
14	Pvt.	Mosaic India Pvt. Ltd.	403.17			403.17
15	Pvt.	Grassim (INDO GULF)	1.07		1542.60	1543.67
16	Pvt.	Manglore Chemicals & Fertilisers Ltd	210.58	170.69	1083.82	1465.09
17	Pvt.	GreenStar Fertilizers Ltd.	3.36	456.86		460.22
18	Pvt.	KPR Fertilizers Ltd.				0.00
19	Pvt.	SUNFERT INTERNATIONAL	17.20			17.20
20	Pvt.	Transworld Furtichem Pvt Ltd	18.77			18.77
21	Pvt.	HINDALCO IND LTD		319.58		319.58
22	Pvt.	Kribhco Fertilizers Ltd (previously KSFL)			1334.23	1334.23
23	Pvt.	Kanpur Fertilizers & Cement Ltd.	41.66		1491.17	1532.83
24	Pvt.	Agrigold Organics Pvt Ltd	0.90			0.90
25	Pvt.	Narmada Biochem Pvt Ltd				
26	Pvt.	Great Eastern Shipping Company	1.57			1.57
27	Pvt.	Khaitan Chem & Fert Ltd				
28	Pvt.	SSP UNITS		1113.61		1113.61
29	Pvt.	CITY COMPOST BULK MANUFACTURING UNITS				
Total - Pvt.			5981.38	6063.68	16926.67	28971.73
1		Intt. On SBA		12.55		12.55
Grand Total			6999.99	11842.88	40000.00	58842.87

Sector wise / Company-wise Susidy released during finacial year 2017-18

(Rupees in Crores)

SI No.	Sector	COMPANY NAME	Imported P&K	Indigenous P&K	City Compost	Indigenous UREA	Total
1	Public	Fertilizers and Chemicals Travancore Ltd	22.58	599.72	0.61		622.91
2	Public	Gujrat State Fertilizers & Chemicals Ltd	118.51	1127.07	0.24	551.98	1797.80
3	Public	Madras Fertilisers Ltd		80.26	0.42	852.13	932.81
4	Public	National Fertilizers Ltd	226.38		0.76	6621.04	6848.18
5	Public	Rashtriya Chemicals & Fertilisers Ltd	99.90	441.66	0.38	4136.27	4678.21
6	Public	Brahmaputra Valley Fertilizers & Chem Ltd.				431.36	431.36
Total - Public Sector.			467.37	2248.71	2.41	12592.78	15311.27
1	Co-op.	Indian Farmers Fertiliser Cooperative Ltd	359.76	4494.89		6052.25	10906.90
2	Co-op.	Krishak Bharti Co-operative Ltd.	347.77		1.15	2828.19	3177.11
Total - Co-op			707.53	4494.89	1.15	8880.44	14084.01
1	Pvt.	Chambel Fertilizer & Chemicals Ltd.	1397.12		0.30	2814.19	4211.61
2	Pvt.	Coromandel International Ltd	182.23	2290.29			2472.52
3	Pvt.	Smartchem Technologies Ltd (Previously DFPCL)	83.92	476.65	0.03		560.60
4	Pvt.	Gujrat Narmada Valley Fertilisers Co.Ltd		153.99	0.91	1224.54	1379.44
5	Pvt.	Indian Potash Limited	3240.67		0.35		3241.02
6	Pvt.	LT International	9.95				9.95
7	Pvt.	Nagarjuna Fertilizer & Chemicals Ltd	23.67		0.31	2101.85	2125.83
8	Pvt.	Paradeep Phosphate Ltd.	62.81	1365.42	0.06		1428.29
9	Pvt.	Shriram Fertilizer & Chemicals	22.55		0.05	615.87	638.47
10	Pvt.	SPIC Ltd				1496.23	1496.23
11	Pvt.	IRC / YARA (Formerly TCL)	335.70	338.70	0.50	1530.45	2205.35
12	Pvt.	Zuari Agro Chemicals Ltd	344.67	697.68	0.04	744.11	1786.50
13	Pvt.	HPM Fertilizers					0.00
14	Pvt.	Mosaic India Pvt. Ltd.	513.87				513.87
15	Pvt.	Grassim (INDO GULF)	0.03		0.16	1349.51	1349.70
16	Pvt.	Manglore Chemicals & Fertilisers Ltd	198.01	295.40	0.49	725.20	1219.10
17	Pvt.	GreenStar Fertilizers Ltd.	165.41	560.33	0.47		726.21
18	Pvt.	KPR Fertilizers Ltd.	23.34				23.34
19	Pvt.	SUNFERT INTERNATIONAL					0.00
20	Pvt.	Transworld Furtichem Pvt Ltd	29.18				29.18
21	Pvt.	HINDALCO IND LTD	24.16	301.42			325.58
22	Pvt.	Kribhco Fertilizers Ltd (previously KSFL)	33.79			1151.07	1184.86
23	Pvt.	Kanpur Fertilizers & Cement Ltd.	29.46		0.03	1747.46	1776.95
24	Pvt.	Agrigold Organics Pvt Ltd					0.00
25	Pvt.	Narmada Biochem Pvt Ltd	0.82				
26	Pvt.	Great Eastern Shipping Company					0.00
27	Pvt.	Khaitan Chem & Fert Ltd	0.11				
28	Pvt.	SSP UNITS		1106.39			1106.39
29	Pvt.	CITY COMPOST BULK MANUFACTURING UNITS					
Total - Pvt.			6721.47	7586.27	3.70	15500.48	29810.99
1		Intt. On SBA	3.63	7.13			10.76
Grand Total			7900.00	14337.00	7.26	36973.70	59217.03

Sector wise / Company-wise Susidy released during finacial year 2018-19

(Rupees in Crores)

SI No.	Sector	COMPANY NAME	Imported P&K	Indigenou s P&K	City Compost	Indigenou s UREA	Total
1	Public	Fertilizers and Chemicals Travancore Ltd	17.79	510.25	0.62	0.00	528.66
2	Public	Gujrat State Fertilizers & Chemicals Ltd	258.24	1674.42	0.53	565.61	2498.80
3	Public	Madras Fertilisers Ltd		10.74		1372.75	1383.49
4	Public	National Fertilizers Ltd	539.86		1.32	4854.40	5395.58
5	Public	Rashtriya Chemicals & Fertilisers Ltd	59.66	528.89	0.51	3228.46	3817.52
6	Public	Brahmaputra Valley Fertilizers & Chem Ltd.				198.42	198.42
Total - Public Sector.			875.55	2724.30	2.98	10219.64	13822.47
1	Co-op.	Indian Farmers Fertiliser Cooperative Ltd	504.33	3860.29		4709.99	9074.61
2	Co-op.	Krishak Bharti Co-operative Ltd.	355.86		0.48	3053.70	3410.04
Total - Co-op			860.19	3860.29	0.48	7763.69	12484.65
1	Pvt.	Chambel Fertilizer & Chemicals Ltd.	1143.69		0.17	2888.01	4031.87
2	Pvt.	Coromandel International Ltd	264.91	2901.04			3165.95
3	Pvt.	Smartchem Technologies Ltd (Previously DFPC)	74.22	491.51			565.73
4	Pvt.	Gujrat Narmada Valley Fertilisers Co.Ltd		148.84	0.90	895.72	1045.46
5	Pvt.	Indian Potash Limited	3742.59				3742.59
6	Pvt.	LT International	1.48				1.48
7	Pvt.	Nagarjuna Fertilizer & Chemicals Ltd	10.73			1816.31	1827.04
8	Pvt.	Paradeep Phosphate Ltd.	7.68	1141.63	0.03		1149.34
9	Pvt.	Shriram Fertilizer & Chemicals	17.59		0.21	643.89	661.69
10	Pvt.	SPIC Ltd				1674.30	1674.30
11	Pvt.	IRC / YARA (Formerly TCL)	287.29	506.46	0.03	1428.29	2222.07
12	Pvt.	Zuari Agro Chemicals Ltd	507.19	777.97		761.78	2046.94
13	Pvt.	HPM Fertilizers					0.00
14	Pvt.	Mosaic India Pvt. Ltd.	966.83				966.83
15	Pvt.	Grassim (INDO GULF)	4.04		0.58	1131.77	1136.39
16	Pvt.	Manglore Chemicals & Fertilisers Ltd	255.01	304.08	0.46	744.53	1304.08
17	Pvt.	GreenStar Fertilizers Ltd.	142.61	568.19	0.01		710.81
18	Pvt.	KPR Fertilizers Ltd.	5.66				5.66
19	Pvt.	SUNFERT INTERNATIONAL	0.91				0.91
20	Pvt.	Transworld Furtichem Pvt Ltd	22.96				22.96
21	Pvt.	HINDALCO IND LTD	9.42	218.18			227.60
22	Pvt.	Kribhco Fertilizers Ltd (previously KSFL)	2.59			1058.51	1061.10
23	Pvt.	Kanpur Fertilizers & Cement Ltd.	35.95		0.14	1163.06	1199.15
24	Pvt.	Agrigold Organics Pvt Ltd					0.00
25	Pvt.	Narmada Biochem Pvt Ltd	3.39				3.39
26	Pvt.	Great Eastern Shipping Company					0.00
27	Pvt.	Khaitan Chem & Fert Ltd	10.40				10.40
28	Pvt.	SSP UNITS		1170.79			1170.79
29	Pvt.	CITY COMPOST BULK MANUFACTURING UNITS			4.02		4.02
Total - Pvt.			7517.14	8228.69	6.54	14206.17	29954.53
1		Intt. On SBA	7.12	7.07			14.19
Grand Total			9260.00	14820.35	10.00	32189.50	56275.84

Sector wise / Company-wise Susidy released during finacial year 2019-20 (Upto May 2019)

(Rupees in Crores)

SI No.	Sector	COMPANY NAME	Imported P&K	Indigenou s P&K	City Compost	Indigenou s UREA	Total
1	Public	Fertilizers and Chemicals Travancore Ltd	2.42	245.90	0.62		248.94
2	Public	Gujrat State Fertilizers & Chemicals Ltd	216.58	265.79	0.53	282.73	765.63
3	Public	Madras Fertilisers Ltd		27.39		528.50	555.89
4	Public	National Fertilizers Ltd	265.62		1.32	2316.33	2583.27
5	Public	Rashtriya Chemicals & Fertilisers Ltd	54.25	105.65	0.51	1985.98	2146.39
6	Public	Brahmaputra Valley Fertilizers & Chem Ltd.				84.23	84.23
Total - Public Sector.			538.87	644.73	2.98	5197.77	6384.35
1	Co-op.	Indian Farmers Fertiliser Cooperative Ltd	371.42	1017.36		3265.12	4653.90
2	Co-op.	Krishak Bharti Co-operative Ltd.	466.91		0.48	884.45	1351.84
Total - Co-op			838.33	1017.36	0.48	4149.57	6005.74
1	Pvt.	Chambel Fertilizer & Chemicals Ltd.	477.16		0.17	1414.39	1891.72
2	Pvt.	Coromandel International Ltd	135.95	777.49			913.44
3	Pvt.	Smartchem Technologies Ltd (Previously DFPC)	61.08	81.34			142.42
4	Pvt.	Gujrat Narmada Valley Fertilisers Co.Ltd		72.45	0.90	359.48	432.83
5	Pvt.	Indian Potash Limited	1289.26				1289.26
6	Pvt.	LT International					0.00
7	Pvt.	Nagarjuna Fertilizer & Chemicals Ltd				279.55	279.55
8	Pvt.	Paradeep Phosphate Ltd.	91.57	313.30	0.03		404.90
9	Pvt.	Shriram Fertilizer & Chemicals			0.21	219.35	219.56
10	Pvt.	SPIC Ltd				537.26	537.26
11	Pvt.	IRC / YARA (Formerly TCL)	228.81	178.87	0.03	517.83	925.54
12	Pvt.	Zuari Agro Chemicals Ltd	104.20	168.00		257.08	529.28
13	Pvt.	HPM Fertilizers					0.00
14	Pvt.	Mosaic India Pvt. Ltd.	399.77				399.77
15	Pvt.	Grassim (INDO GULF)			0.58	679.08	679.66
16	Pvt.	Manglore Chemicals & Fertilisers Ltd	51.51	31.73	0.46	419.91	503.61
17	Pvt.	GreenStar Fertilizers Ltd.	59.93	91.32	0.01		151.26
18	Pvt.	KPR Fertilizers Ltd.	0.33				0.33
19	Pvt.	SUNFERT INTERNATIONAL					0.00
20	Pvt.	Transworld Furtichem Pvt Ltd	0.07				0.07
21	Pvt.	HINDALCO IND LTD		128.27			128.27
22	Pvt.	Kribhco Fertilizers Ltd (previously KSFL)				729.81	729.81
23	Pvt.	Kanpur Fertilizers & Cement Ltd.			0.14	483.88	484.02
24	Pvt.	Agrigold Organics Pvt Ltd					0.00
25	Pvt.	Narmada Biochem Pvt Ltd					0.00
26	Pvt.	Great Eastern Shipping Company					0.00
27	Pvt.	Khaitan Chem & Fert Ltd	2.68				2.68
28	Pvt.	SSP UNITS		134.61			134.61
29	Pvt.	CITY COMPOST BULK MANUFACTURING UNITS			4.02		4.02
Total - Pvt.			2902.32	1977.38	6.54	5897.62	10779.85
1		Intt. On SBA	1.08	1.27		5.73	8.08
Grand Total			4280.60	3640.74	10.00	15250.69	23178.02