GOVERNMENT OF INDIA MINISTRY OF CONSUMER AFFAIRS, FOOD & PUBLIC DISTRIBUTION DEPARTMENT OF FOOD AND PUBLIC DISTRIBUTION

LOK SABHA UNSTARRED QUESTION NO.491 TO BE ANSWERED ON 1ST DECEMBER, 2021

DATA ON EDIBLE OIL

491. DR. DNV SENTHILKUMAR. S.:

SHRI ANTO ANTONY:

SHRI RAJENDRA DHEDYA GAVIT:

DR. AMOL RAMSING KOLHE:

SHRIMATI SUPRIYA SULE:

DR. SUBHASH RAMRAO BHAMRE:

SHRI SUNIL DATTATRAY TATKARE:

SHRI KULDEEP RAI SHARMA:

Will the Minister of CONSUMER AFFAIRS, FOOD AND PUBLIC DISTRIBUTION उपभोक्ता मामले, खाद्य और सार्वजनिक वितरण मंत्री be pleased to state:

- (a) the per capita availability and consumption of edible oil and pulses in the country during each of the last three years and the current year;
- (b) whether the gap between demand and supply of pulses, edible oils and other such commodities has led to rising prices and further dependence on imports of these commodities and if so, the details thereof;
- (c) the details of production, demand, import and prices of the aforesaid commodities during the last three years;
- (d) the steps taken/proposed to be taken to improve the domestic availability and to keep prices under control;
- (e) whether the Government has any proposal to supply the aforesaid commodities to the consumers at subsidized rates and if so, the details thereof; and
- (f) the other steps taken by the Government to cut down the imports from foreign countries and make the country self-reliant in pulses and edible oil?

ANSWER

MINISTER OF STATE FOR MINISTRY OF RURAL DEVELOPMENT AND CONSUMER AFFAIRS, FOOD & PUBLIC DISTRIBUTION (SADHVI NIRANJAN JYOTI)

(a): The per capita availability and consumption of edible oil and pulses in the country during each of the last three years and the current year is given below:

Year	Per Capita Consumption/Availabi lity (Kg/Annum) Edible Oils	Per Capita Consumption/Availabi lity (Kg/Annum) Pulses	
2018-19	21.6	17.29	
2019-20	19.8	18.31	
2020-21	19.7	20.12	
2021-22	-	-	

(b): Domestic production of edible oils is unable to meet domestic demand. The gap between demand and supply of edible oils is around 56% and is met through imports. The production of domestic oilseeds has been stagnant since 2010-11. As oilseeds are cultivated on marginal land and largely dependent on rainfall, their production has been stagnant for the last couple of years. However, domestic demand for edible oils has been increasing at a pace faster than that of production due to growth in population and improvement in the living standards of people i.e 10 LMT per annum, hence domestic production is insufficient to meet the demand.

The government has undertaken several measures to mitigate rise in prices of essential commodities through adequate availability.

In order to ensure effective intervention for controlling prices, the Government maintains buffer stocks of pulses and onion under the Price Stabilization Fund (PSF). The stocks are utilised to send appropriate market signals, deter speculative/hoarding activities, and for regulated release to cool down their prices.

Further, the Government imposed stock limits on some pulses under the Essential Commodities Act, 1955 in July 2021, which lapsed on 31st October, 2021, and has had a salutary effect in terms of softening of prices.

- (c): The details of production, demand, import and prices of edible oils and pulses during the last three years and current year is Annexed.
- (d): In order to improve the domestic availability and to keep prices under control, the Government has been rationalizing the duty structure on edible oils during 2021-22 to reduce the price burden of common man. In the latest notification dated 14.10.2021 the following measures have been taken:
- In a bid to control the continuous rise in the cooking oil prices since
 past one year, the Central Government has cut the basic duty on Crude
 Palm Oil, Crude Soyabean Oil and Crude Sunflower Oil from 2.5% to Nil.
- The Agri-cess on these Oils has been brought down from 20% to 7.5% for Crude Palm Oil and 5% for Crude Soyabean Oil and Crude Sunflower Oil.
- Consequent upon the above reduction, the total duty is 7.5% for Crude
 Palm Oil and 5% for Crude Soyabean Oil and Crude Sunflower Oil.
- The basic duty on RBD Palmolein Oil, Refined Soyabean and Refined Sunflower Oil has been slashed to 17.5% from the current 32.5%.
- Before reduction, the agricultural infrastructure cess on all forms of Crude Edible Oils was 20%. This has been reduced to 7.5% for crude palm oil, 5% each for crude soyabean oil and crude sunflower oil.
- To control prices of edible oils, futures trading in mustard oil on NCDEX has been suspended and stock limits have been imposed.
- The Government is taking steps to improve the production of secondary edible oils, especially rice bran oil to reduce the import dependence.
- The Department of Food and Public Distribution has imposed stock limits on Edible Oils and Oilseeds for a period up to 31st March, 2022. The Removal of Licensing Requirements, Stock Limits and Movement Restrictions on Specified Foodstuffs (Amendment) Order, 2021 has been issued w.e.f. 8th October, 2021.

Continuing with the proactive measures to augment domestic availability of pulses, changes were made in the import policy as well. Tur, Urad and Moong were shifted from restricted category to free category for the period from 15th May 2021 to 31st October 2021. The time period for free import of Tur and Urad was again extended till 31st December 2021. Basic duty on Masur import has been reduced to zero and Agriculture Infrastructure and Development Cess (AIDC) to 10% to soften the prices of imported Masur on the consumer.

Additionally, 5-year MoUs have been signed with Myanmar for annual import of 2.5 LMT of Urad and 1 LMT of Tur, and with Malawi for annual import of 0.50 LMT of Tur. Further, the MoU with Mozambique for annual import of 2 LMT Tur has been extended for another 5 years.

- (e): At present, there is no proposal by the Central Government to supply the aforesaid commodities to the consumers at subsidized rates.
- (f): The Government of India has been implementing a Centrally Sponsored Scheme, National Food Security Mission- Oilseeds & Oil palm (NFSM-OS&OP) from 2018-19 to augment the availability of vegetable oils and to reduce the import of edible oils by increasing the production and productivity of oilseeds and area expansion of Oil Palm & Tree Borne Oilseeds in the country.

Now the Government has launched a separate Mission for Oil Palm, which is the National Mission for Edible Oils (Oil Palm)- NMEO (OP) to promote oil palm cultivation for making the country Aatamnirbhar in edible oils with special focus on North-Eastern States and Andaman and Nicobar Islands. NMEO (OP) has been launched by targeting an additional 6.5 lakh hectare area from 2021-22 to 2025-26.

To incentivize farmers for increasing production of pulses, the Government promulgates appropriate Minimum Support Prices (MSP) and also implements schemes such as National Food Security Mission (NFSM) with the objective of increasing pulses production and productivity.

ANNEXURE REFERRED TO IN REPLY TO PART (c) OF THE UNSTARRED QUESTION NO.491 FOR ANSWER ON 01.12.2021 IN THE LOK SABHA.

The details of production, demand, import and prices of edible oils during the three years and the current year is given below:

Oil Year (Nov-Oct)	Area Under Cultivation of Oil Seeds (lakh Hectares)	Production of oilseeds* (LMT)	Domestic Availability of Edible Oils (LMT)	Imports of Edible Oils** (LMT)	Total Availability/ Consumption (LMT)	% Share of imports
2017-18	245.0	315	103.8	145.9	249.7	58.4
2018-19	247.9	315	103.5	155.7	259.2	60
2019-20	263.1	332	106.5	134.1	240.71	55.7
2020-21##	288.2	361	111.6	134.5	240.12	56.02

^{*} Ministry of Agriculture,

Prices of Edible Oils

Average Retail Price of Edible Oils (Rs/Kg)			
Oil Name	2018-19 (Nov to Oct.	2019-20 (Nov to Oct.)	2020-21 (Nov to Oct.)
GROUNDNUT OIL	128	144	171
MUSTARD OIL	109	120	159
VANASPATI	80	89	123
SOYABEAN OIL	92	100	138
SUNFLOWER OIL	99	110	156
PALM OIL	76	89	122

Source- DoCA

^{**} Directorate General of Commercial Intelligence & Statistics (Ministry of Commerce),

^{##} Based on 4th Advance Estimates (declared by Ministry of Agriculture on 11.08.2021).

The details of production, demand, import and prices of Pulses during the three years and the current year is given below:

Year	Total Production of Pulses (LMT)	Imports (LMT)	Exports (LMT)	Availability/Demand (Production + Imports -Exports) (LMT)
2018-19	220.8	15.40	2.72	233.48
2019-20	230.3	20.56	1.87	249.00
2020-21	257.2	22.70	2.23	277.67
2021-22	94.5*	15.11**	2.27^	-

^{*} As per 1st Advance Estimates (Kharif only) ** Imports up to 14.11.2021 ^Exports up to 14.11.2021

Source: DAC&FW and D/o Commerce

Average Retail Price of Pulses (Rs/Kg)				
Pulses	2018-19 (April to March)	2019-20 (April to March)	2020-21 (April to March)	
Gram dal	65.11	65.92	70.42	
Tur Dal	71.17	84.90	99.57	
Urad Dal	70.23	83.77	104.49	
Moong Dal	74.03	86.27	106.01	
Masoor Dal	61.33	64.12	78.04	

Source - DoCA
