GOVERNMENT OF INDIA MINISTRY OF CHEMICAL AND FERTILIZERS DEPARTMENT OF FERTILIZERS

LOK SABHA

UNSTARRED QUESTION NO 3303 TO BE ANSWERED ON: 08.08.2025

Direct Benefit Transfer Scheme

3303. Shri Tharaniventhan M S:

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

- (a) the current status of implementation of the Direct Benefit Transfer (DBT) scheme for fertilizers, including the number of farmers covered in Tamilnadu
- (b) the total amount of subsidy transferred directly to the farmers accounts under DBT in Tamil Nadu during the last three years,
- (c) the measures taken to ensure timely and transparent transfer of subsidies to eligible farmers.
- (d) the challenges faced in implementation of DBT alongwith the steps taken to address them in Tamil Nadu, and
- (e) the impact of DBT on fertilizer usage efficiency and crop productivity in Tamil Nadu?

ANSWER

THE MINISTER OF STATE IN MINISTRY OF CHEMICAL AND FERTILIZERS (SMT. ANUPRIYA PATEL)

(a) to (c): The DBT system entails payment of subsidy to the Fertilizers manufacturing/importing companies on the basis of actual sales through PoS machines by the retailer to the beneficiary. The buyers identity is verified through Aadhar based authentication. Sale of fertilizer is being done on a 'no denial basis'. Any Aadhar enrolled beneficiary can purchase fertilizer on the basis of Aadhaar authentication. Based on the PoS based sales, subsidy claims are submitted by Fertilizers Companies as weekly DBT Bills to Department of Fertilizers. These DBT bills are processed by Department of

Fertilizers on 'First in First out (FIFO) basis'. Therefore, at present the DBT in Fertilizers is "in kind" as the buyer purchases Fertilizers at a subsidized cost. The total amount of subsidy paid during last three financial years is at **annexure**. The year wise number of beneficiaries of Tamil Nadu under 'DBT in Fertilizers' during last three financial years viz. 2022-23, 2023-24 & 2024-25 is enclosed at **annexure**.

- (d): The Government of India introduced DBT system in Fertilizers with effect from October, 2016 in 17 pilot districts. Subsequently, pan India roll out of DBT started from September, 2017 and completed in March, 2018. A Project Monitoring Cell has been set up at Dept. of Fertilizers to oversee implementation of DBT exclusively. State Coordinators have been appointed across all States to monitor the on-going DBT activities. Implementation of the DBT in Fertilizer required deployment of PoS devices at every retailer shop and training of retailers for operating PoS device. Across the country, Lead Fertilizer Supplier (LFS) have conducted 19850 training sessions till date. Approximately 3.41 Lakh PoS devices have been deployed across all States. Department is continuously making efforts to improve the system based on the feedback received from various stakeholders. In the initial phase of implementation of DBT some challenges were faced in Tamil Nadu related to internet connectivity in rural and remote areas, difficulty with fingerprint recognition of elderly farmers and lack of awareness among farmers etc. These issues have been already addressed by conducting intensive awareness drives through campaigns, pamphlets and village level meeting to educate farmers about DBT producers. Provision for OTP based authentication is available for Aadhaar authentication of farmer in case of biometric failure. Strengthening of internet connectivity at retail point and provision of alternatives of PoS devices viz. Mobile and Desktop application of iFMS platform in critical areas have been made available to ensure smooth implementation of DBT in Fertilizers
- (e) The implementation of DBT in Tamil Nadu had a positive impact on fertilizer distribution and agricultural production and productivity. Real-time transaction tracking has enhanced transparency in fertilizer movement and availability, enabling timely interventions. The DBT system enables farmers to purchase subsidized fertilizers at affordable prices, ensuring timely availability which in turn enhances crop production and productivity.

Annexure referred to in reply to part (a) to (c) of Lok Sabha Unstarred Question No 3303 for answering on 08.08.2025

I. Total subsidy paid during last three financial years:

Subsidy paid in Rs. Crores	
Financial Year	Grand Total
2022-23	2,54,798.93
2023-24	1,95,420.51
2024-25	1,77,129.50

II. Year wise total number of beneficiaries in Tamil Nadu under DBT in Fertilizers:

Financial year	Total number of Beneficiaries covered under 'DBT in Fertilizers'
2022-23	27,35,187
2023-24	25,06,239
2024-25	16,29,339