GOVERNMENT OF INDIA MINISTRY OF COMMERCE & INDUSTRY (DEPARTMENT OF COMMERCE)

LOK SABHA UNSTARRED QUESTION NO. 1366 TO BE ANSWERED ON 7TH DECEMBER, 2015

PURCHASE OF TOBACCO BY STC

1366. SHRI CH. MALLA REDDY:

Will the Minister of COMMERCE & INDUSTRY (वाणिज्य एवं उद्योग मंत्री) be pleased to state:

- a) whether the State Trading Corporation (STC) has not purchased tobacco from the farmers of Andhra Pradesh for the past eight months;
- b) if so, the details thereof and the reasons therefor;
- c) whether the minimum support price for tobacco is very low and if so, the reasons therefor; and
- d) the steps taken by the Government to persuade STC to purchase tobacco from the farmers?

ANSWER

वाणिज्य एवं उद्योग राज्य मंत्री (श्रीमती निर्मला सीतारमण)(स्वतंत्र प्रभार) THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY (INDEPENDENT CHARGE) (SMT. NIRMALA SITHARAMAN)

- (a)&(b) Yes, Madam. STC has not purchased tobacco from the farmers of Andhra Pradesh for the past eight months, as no directive was issued by the Government for the same.
 - (c) There is no Minimum Support Price declared by Government of India for tobacco since 2008-09.
 - (d) No decision was taken for actual procurement of tobacco by the Government. Instead, a decision was taken to compensate the registered growers of Flue Cured Virginia (FCV) tobacco in the State of Andhra Pradesh for identified low grade varieties.
