

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

LOK SABHA
UNSTARRED QUESTION NO.2916
TO BE ANSWERED ON THE 15TH MARCH, 2016

MSP FOR AGRICULTURAL PRODUCE

2916. SHRI GOPAL SHETTY:
SHRI GODSE HEMANT TUKARAM:
SHRI BADRUDDIN AJMAL:

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

- (a) the details of MSP for various kharif and rabi crops, cost of production and profit margins over cost of production of all principal crops during the last three years and the current year, crop/produce-wise;
- (b) the latest data of projected cost of production of all the principal crops in the current year and the next year;
- (c) the percentage of increase made in the MSP during the last three years, yearwise;
- (d) whether it is true that due to hike in the prices of various fertilizers and other agricultural inputs farmers are not getting remunerative prices for their produce, if so, the corrective steps taken by the Government in this regard to provide relief to the farmers;
- (e) whether the Government proposes to bring objectivity and transparency in the procedure to compute the MSP for crops, if so, the details thereof; and
- (f) whether the Government proposes to announce the MSP for various agricultural produce including paddy for the current year, if so, the details thereof, produce-wise?

ANSWER

MINISTER OF STATE IN THE MINISTRY OF AGRICULTURE AND FARMERS WELFARE

½â"ãè एवं किसान कल्याण ½â"ãè ½â"ãè ½â"ãè (SHRI MOHANBHAI
KUNDARIYA)

(a) to (c): The details of Minimum Support Prices (MSPs), estimated cost of production (A2+FL) and profit margins over cost of production for major kharif and rabi

crops for the current year and last three years i.e. from 2012-13 to 2015-16 are at **Annexure I**.

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The estimated cost of production of principal crops is available upto 2015-16.

Percentage increase in MSP during the last three years i.e. 2012-13, 2013-14 and 2014-15 are at **Annexure II**.

(d) & (e): Government fixes Minimum Support Price (MSP) for the major agricultural produce on the recommendation of the Commission for Agricultural Costs & Prices (CACP), views of State Governments, Central Ministries/ Departments and other relevant factors. While formulating its recommendations on price policy, CACP considers a number of important factors which include, inter-alia, cost of production, changes in input prices, trends in market prices, demand and supply situation, effect on general price level, effect on cost of living etc.

The objective of the Government's price policy is to ensure remunerative prices to farmers by offering to procure their produce at MSP. However, farmers are free to sell their produce to Government procurement agencies or in the open market as is advantageous to them.

Government has taken several initiatives to increase production and productivity of farmers which, inter alia, includes Soil Health Card (SHC) scheme; promotion of use of Neem Coated Urea; Paramparagat Krishi Vikas Yojana (PKVY); Pradhan Mantri Krishi Sinchai Yojana (PMKSY); National Food Security Mission (NFSM); Mission for Integrated Development of Horticulture (MIDH); National Mission on Oilseeds & Oilpalm (NMOOP); National Mission for Sustainable Agriculture (NMSA); National Mission on Agricultural Extension & Technology (NMAET); National Crop Insurance Programme (NCIP); Unified National Agriculture Markets; Kisan Credit Card (KCC) and Rashtriya Krishi Vikas Yojana (RKVY) etc.

(f): Government has announced the Minimum Support Prices (MSPs) for various agricultural produce including paddy for 2015-16 season as mentioned in Annexure I.

ANNEXURE-I

Statement referred to in reply to parts (a) to (c) of Unstarred Question No.2916 for answer on 15.03.2016 regarding “MSP for Agricultural Produce”

Minimum Support Prices and Estimated Cost of Production of Major Crops*(Rs.per quintal)*

Commodity	Variety	2012-13		2013-14		2014-15		2015-16	
		MSP	A2+FL	MSP	A2+FL	MSP	A2+FL	MSP	A2+FL
<u>Kharif Crops</u>									
Paddy		1250	814	1310	961	1360	978	1410	1020
Maize		1175	814	1310	860	1310	914	1325	941
Arhar (Tur)		3850	2765	4300	3090	4350	3105	4425^	3237
Moong		4400	3430	4500	3775	4600	3890	4650	3993
Cotton	Medium Staple	3600	1970	3700	2485	3750	2510	3800	2753
	Long Staple	3900	1970	4000	2485	4050	2510	4100	2753
Groundnut in shell		3700	2873	4000	2720	4000	3232	4030	3314
Soyabean	Black	2200	1726	2500	1692	2500	1729	-	1770
	Yellow	2240	1726	2560	1692	2560	1729	2600\$	1770
<u>Rabi Crops</u>									
Wheat		1350	687	1400	679	1450	744	1525	785
Gram		3000	1696	3100	1786	3175	1902	3425*	2124
Masur (Lentil)		2900	1926	2950	1799	3075	1866	3325*	2015
Rapeseed/Mustard		3000	1260	3050	1307	3100	1504	3350	1702

^ Bonus of Rs 200 per quintal is payable over and above MSP.

** Bonus of Rs 75 per quintal is payable over and above MSP.*

\$Single MSP of Soyabean has been fixed irrespective of variety

A2+FL= All paid out costs+ imputed value of family labour.

ANNEXURE-I I

Statement referred to in reply to parts (a) to (c) of Unstarred Question No.2916 for answer on 15.03.2016 regarding “MSP for Agricultural Produce”

Percentage increase in MSP in the last three years of Major Crops

Sl. No.	Commodity	Variety	2012-13	2013-14	2014-15
	<u>Kharif Crops</u>				
1	Paddy		15.7	4.8	3.8
2	Maize		19.9	11.5	0.0
3	Arhar(Tur)		20.3	11.7	1.2
4	Moong		25.7	2.3	2.2
5	Cotton	Medium Staple	28.6	2.8	1.4
		Long Staple	18.2	2.6	1.3
6	Groundnut in Shell		37.0	8.1	0.0
7	Soyabean	Black	33.3	13.6	0.0
		Yellow	32.5	14.3	0.0
	<u>Rabi Crops</u>				
8	Wheat		5.1	3.7	3.6
9	Gram		7.1	3.3	2.4
10	Masur (Lentil)		3.6	1.7	4.2
11	Rapeseed/Mustard		20.0	1.7	1.6
