

**GOVERNMENT OF INDIA
AGRICULTURE
LOK SABHA**

UNSTARRED QUESTION NO:5427

ANSWERED ON:02.05.2005

NATIONAL ELECTRONIC COMMODITY SPOT EXCHANGE FOR PRODUCE OF FARMERS

Singh Kunwar Rewati Raman

Will the Minister of AGRICULTURE be pleased to state:

(a) whether any proposal regarding setting up of a National Electronic Commodity Spot Exchange for the produce of farmers is under consideration of the Government;and

(b) if so, the details thereof?

Answer

MINISTER OF STATE IN THE MINISTRY OF AGRICULTURE (shri kanti lal bhuria)

(a)&(b): The Multi Commodity Exchange of India (MCX), Financial Technologies (India) Ltd., and National Cooperative Marketing Federation of India (NAFED) have entered into a joint venture for the establishment of National Spot Exchange for Agriculture Produce (NSEAP), which will permit participants all over the country to trade with each other electronically and settle their trades under the support and regulations of NSEAP. This joint venture was launched on the 10th February, 2005 and the exchange is expected to commence live trading during the second half of the 2005-06.