

**GOVERNMENT OF INDIA
CHEMICALS AND FERTILIZERS
LOK SABHA**

UNSTARRED QUESTION NO:535

ANSWERED ON:24.02.2011

JOINT VENTURE PROJECTS

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Will the Minister of CHEMICALS AND FERTILIZERS be pleased to state:

- (a) whether a number of companies have entered into joint venture projects with foreign fertilizer manufacturing companies;
- (b) if so, the details thereof, company-wise; and
- (c) the likely effect of the recent upheaval in the Arabian countries on the said joint venture projects?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF CHEMICALS & FERTILIZERS (SHRI SRIKANT KUMAR JENA)

(a) & (b) Yes, Madam. Details of the existing/ ongoing joint ventures (JV) abroad are given in the table below:

Project / JV partners	Product	Off take arrangement
Country		

Oman India	Oman Oil Co.	16.52 lakh MT Urea Offtake Agreement (UOTA) by GOI for
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Fertilizer Co. (OOC-50%),FFCO Urea & 2.48 off take of entire quantity on pre-fixed price.	
(OMIFCO), Oman (25%)& KRIBHCO lakh MT Ammonia Ammonia Offtake Agreement (AOTA) by IFFCO for	
(25%) off take of entire ammonia at pre-fixed price.	

ICS Senegal, ICS Senegal	5.5 lakh MT	Off take agreement by IFFCO for off take of
Senegal and IFFCO phosphoric	entire quantity of phosphoric acid	
consortium acid		

IMACID, OCP (50%) -	4.25 lakh MT	Off take agreement by Chambal-TCL for off take
Morocco Morocco,Chambal phosphoric of entire quantity of phosphoric acid		
(25%) & TCL acid		
(25%)- India		

JIFCO, JPMC & IFFCO	4.8 lakh MT	Off take agreement by IFFCO for off take of
Jordan phosphoric entire quantity of phosphoric acid		
acid to		
be commiss-		
ioned		

Tunisia-India GCT (Tunisia),	3.60 lakh MT	Off take agreement by CFL-GSFC for off take
Fertilizer CFL & GSFC of phosphoric of entire quantity of phosphoric acid		
Company(TIFERT), (India) acid		
Tunisia		

Indo-Jordan JPMC (Jordan) 2.24 lakh MT SPIC has off take arrangement but now SPIC has
Chemicals & SPIC(India) phosphoric sold its stakes.
Company (IJC), acid
Jordan

(c) : Since these joint ventures companies work on purely commercial terms as per international laws and practices, it is expected that there may not be any adverse impact on these companies. However, there may be minor effects in the form of strikes, hurdles in operation or availability of raw materials and dispatch of finished product due to disturbances in ocean route from Suez on a temporary basis only.