## GOVERNMENT OF INDIA CHEMICALS AND FERTILIZERS LOK SABHA

UNSTARRED QUESTION NO:2067
ANSWERED ON:11.08.2011
CAPACITY ADDITION IN FERTILIZER SECTOR
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## Will the Minister of CHEMICALS AND FERTILIZERS be pleased to state:

- (a) whether it is a fact that in the absence of new capacity addition in the fertilizer sector, for several years, the production of fertilizers has not registered any significant growth;
- (b) if so, the details thereof; and
- (c) the steps taken or proposed to be taken to incentivise fertilizer sector and to increase the capacity of fertilizer manufacturing companies?

## **Answer**

MINISTER OF THE STATE (INDEPENDENT CHARGE) IN THE MINISTRY OF STATISTICS AND PROGRAMME IMPLEMENTATION AND MINISTER OF THE STATE IN THE MINISTRY OF CHEMICALS AND FERTILIZERS (SHRI SRIKANT KUMAR JENA)

(a) & (b) There had been no capacity addition in urea fertilizer sector by way of installation of Greenfield/ Brownfield plants since 2000-01. However, there had been additional of urea capacity at the level of 17 LMT in the urea sector by revamp/debottlenecking of some of the existing urea units, as per details given below;-

(Capacity figure in MT)

- S.No. Urea Unit Reassessed Capacity after Increase in Capacity Revamp/ Capacity debottlenecking
- 1 IFFCO-Aonla-I 864600 999900 135300
- 2 IFFCO-Aonla-II 864600 999900 135000
- 3 INDO-GULF-Jagdishpur 864600 1072500 207900
- 4 NFL-Vijaipur-I 864600 999900 135300
- 5 NFL-Vijaipur-II 864600 1066230 201630

- 6 NFCL-Kakinada-I 597300 767250 169950
- 7 NFCL-Kakinada-II 597300 752730 155430
- 8 TCL-Babrala 864600 1155000 290400
- 9 IFFCO-Phulpur-I 551100 697950 146850
- 10 IFFCO-Phulpur-II 864600 999900 135300

TOTAL 1713360

(c) In order to incentivise fertilizer sector and to increase the capacity of fertilizer manufacturing companies, the Group of Ministers(GoM) constituted to review the fertilizer policy has decided to constitute a Committee under Chairmanship of Shri Saumitra Chaudhuri, Member Planning Commission with Secretary(Fertilizers), Secretary(Expenditure), Secretary(DAC) and Secretary(Petroleum) as members. The Committee will examine the issues relating to the investment policy and amendments proposed therein and make appropriate recommendations. The report of the committee is awaited.