GOVERNMENT OF INDIA COMMERCE AND INDUSTRY LOK SABHA

UNSTARRED QUESTION NO:2246
ANSWERED ON:11.03.2013
EXPORT OF WHEAT
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Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

- (a) whether the Government has allowed the export of wheat and rice to other countries in view of their surplus stock in the country;
- (b) if so, the details thereof including the quantum of wheat and rice exported during each of the last three years and the current year;
- (c) whether the economic cost of wheat and rice of Food Corporation of India has been assessed to be more than the price of wheat and rice in the international market; and
- (d) the details of the measures taken by the Government to ensure the minimum price to wheat and rice farmers in the country and to ensure regular supply of food grains in the domestic market?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY (DR. D. PURANDESWARI)

(a &b) Yes, Madam. The Government has allowed export of non-basmati rice and wheat under Open General Licence with effect from 9.9.2011. The details of Export of wheat and rice during the last three years and current year are as under:

Qty. in Metric Ton/Rs. in Crore

Period Wheat BasmatiRice Non-Basmati Rice
Qty Value Qty Value Qty MT Value

2009-10 30 0.05 2016869 10889.60 139544 365.30

2010-11 396 0.70 2370684 11354.77 100683 231.29

2011-12 740747 1023.27 3178197 15449.69 3997720 8659.13

April- 4289088 6749.21 417649 12922.85 5071950 10863.96

Dec., 2012

Source: DGCI&S

- (c) International price of wheat fluctuates depending upon Global Demand and Supply situations, weather conditions etc. whereas the economic cost of Central Pool wheat of Food Corporation of India is fixed crop-year wise. The economic cost of wheat for 2012-13 (revised Estimates) is fixed at Rs. 17,989.60 per metric ton. Under the current export programme, as per the global tenders finalized for export of wheat from Central Pool Stocks at various Indian ports, the weighted average sale rate of wheat during 2012-13 has been US\$ 314.54 (Rs. 16,985.16) per metric ton (1 US\$ = Rs. 54.00).
- (d) Every year the government, inter-alia, announces Minimum Support Prices (MSPs) for wheat and rice and undertakes procurement activities to ensure remunerative prices to the farmers and regular supply of food grains in the domestic market.