

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

UNSTARRED QUESTION NO:1792

ANSWERED ON:07.03.2013

IMPACT OF INCREASE IN DOMESTIC PRICE OF NATURAL GAS

Lingam Shri P.

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

he likely impact of increase in the domestic price of natural gas on the prices of urea and the farmers in the country?

Answer

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

When the price of gas increased by Re. 1.00 per MMBTU, the cost of production of urea will increase by Rs. 24.893. So, the additional liability of subsidy towards domestic urea would be Rs. 24.893/MT approx. So long as the MRP of urea is not increased by the Government, there will be no impact on the farmers.