

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

UNSTARRED QUESTION NO:1331

ANSWERED ON:03.03.2015

PRODUCTION OF UREA .

Adhikari Shri Suwendu;Gavit Dr. Heena Vijaykumar;Girri Shri Maheish;Lokhande Shri Sadashiv Kisan;Mahadik Shri Dhananjay Bhimrao;Patil Shri Vijaysinh Mohite;Radhakrishnan Shri T.;Satav Shri Rajeev Shankarrao;Tanwar Shri Kanwar Singh;Udasi Shri Shivkumar Chanabasappa;Wanaga Shri Chintaman Navsha

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

(a) whether India has signed Memorandum of Understanding recently with a number of countries for sourcing raw materials for fertilizers; and

(b) if so, the details thereof and the other steps proposed to be taken by the Government to boost production of urea and other chemical fertilizers in the country?

**Answer**

MINISTER OF STATE IN THE MINISTRY OF CHEMICALS AND FERTILIZERS (SHRI HANSRAJ GANGARAM AHIR)

(a) & (b): Yes, Madam A Memorandum of Understanding has been signed on 11,12.2014 between the Indian consortium companies viz NMDC, RCF, NFL, KRIBHCO and FACT with M/s ACRON, a Russian company for 30% equity stake in the proposed fertilizer project in Perm. Russia in Potassic sector.

The following steps are being taken to boost production of urea and other subsidised chemical fertilizers in the country.

- (i) Revival of closed urea units of Fertilizer Corporation of India Limited at Sindri, Taicherand Ramagundam.
- (ii) The New Investment Policy for Urea has been announced to attract new investments.
- (iii) It has been recommended for reduction of customs duty on imported fertilizer raw materials.
- (iv) Simplification of existing provisions of New Pricing Scheme-2008 and modified New Pricing Scheme-III.