

GOVERNMENT OF INDIA
MINISTRY OF CHEMICALS AND FERTILIZERS
DEPARTMENT OF FERTILIZERS

LOK SABHA

UNSTARRED QUESTION NO. 2080 TO BE ANSWERED ON: 10.12.2021

NBS Rates for fertilizers

2080. SHRI VINOD KUMAR SONKAR:
DR. SUKANTA MAJUMDAR:
DR. JAYANTA KUMAR ROY:
SHRIMATI SANGEETA KUMARI SINGH DEO:
SHRI BHOLA SINGH:
SHRI RAJA AMARESHWARA NAIK:

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

- (a) whether the Government has approved the fixation of Nutrient Based Subsidy (NBS) rates for Phosphatic&Potassic (P&K) Fertilizers for the year 2021-22;
- (b) if so, the details thereof;
- (c) whether the Government has also approved the inclusion of Potash derived from molasses under the NBS Scheme;
- (d) if so, the details thereof; and
- (e) the other steps being taken by the Government in this regard?

ANSWER

MINISTER OF HEALTH & FAMILY WELFARE AND CHEMICALS & FERTILIZERS,
(DR. MANSUKH MANDAVIYA)

-
- (a) : Yes, Sir, Government of India has approved and notified the NBS rates of Phosphatic&Potassic (P&K) Fertilizers for the year 2021-22 twice in the current financial year on 20.05.2021 and 13.10.2021 in order to keep the domestic prices of these fertilizers affordable/reasonable to the farmers and to ensure adequate & timely availability of these fertilizers to the farmers.
- (b) : The Notification No. 23011/1/2021 dated 13.10.2021 having latest NBS rates for 25 P&K Fertilizers is at Annexure-I.
- (c) : Yes, Sir, Potash derived from molasses has been included under the NBS Scheme w.e.f. 01.10.2021 as 25th grade of P&K Fertilizers.

(d) : The Notification No. 23011/1/2021 dated 13.10.2021 for inclusion of Potash derived from molasses is at **Annexure-I**.

(e) : There has been a continuous increasing trend in the international prices of raw material of P&K Fertilizers i.e. Ammonia, Phosphoric Acid, Sulphuric Acid and the finished products i.e. DAP, MOP and Sulphur (**Annexure-II**). Accordingly, a special onetime package for additional subsidy have been provided by Government of India on 13.10.2021 (effective from 1.10.2021 upto 31.3.2022) for DAP and 3 most consumed NPK fertilizers (10:26:26, 20:20:0:13 and 12:32:16) so that the rollover of NBS rates during Rabi season is further supported and fertilizers are available at affordable price to the farmers.

No. 23011/1/2021-P&K
Government of India
Department of Fertilizers

Shastri Bhawan, New Delhi.
Dated 13th October, 2021.

OFFICE MEMORANDUM

Subject: Nutrient Based Subsidy (NBS) rates for Phosphatic and Potassic (P&K) fertilizers, onetime special package for DAP and 3 most consumed NPK grades for Rabi 2021-22 (from 1st October, 2021 upto 31st March, 2022) and inclusion of Potash Derived from Molasses (PDM) (0:0:14.5:0) under NBS Scheme.

The undersigned is directed to refer to OM of even no. dated 20.5.2021 on the subject mentioned above and to convey that per Kg subsidy on nutrients, namely Nitrogen (N), Phosphate (P), Potash (K) and Sulphur (S) contained in P&K fertilizers covered under the NBS Policy for the year 2021-22, applicable w.e.f. 01.10.2021 to 31.03.2022, shall be as under:

S. No	Nutrients	NBS (Rs. Per Kg of Nutrient)
1	N	18.789
2	P	45.323
3	K	10.116
4	S	2.374

2. It is also to state that Potash Derived from Molasses (PDM) (0:0:14.5:0) has been included under the NBS Scheme, as 25th grade of P&K Fertilizers.

3. Product-wise subsidy on various grades of P&K fertilizers covered under FCO and NBS Scheme for 2021-22, applicable from 01.10.2021 to 31.03.2022, shall be as under:-

S. No.	Name of Fertilizers	NBS Rates (in Rs./ MT)
1	DAP 18-46-0-0	24231
2	MOP 0-0-60-0	6070
3	SSP 0-16-0-11	7513
4	NPS 20-20-0-13	13131
5	NPK 10-26-26-0	16293
6	NP 20-20-0-0	12822
7	NPK 15-15-15	11134
8	NP 24-24-0-0	15387
9	AS 20.5-0-0-23	4398
10	NP 28-28-0-0	17951
11	NPK 17-17-17	12619

12	NPK 19-19-19	14103
13	NPK 16-16-16-0	11876
14	NPS 16-20-0-13	12379
15	NPK 14-35-14	19910
16	NPS 24:24-0-8*	15387
17	MAP 11-52-0-0	25635
18	TSP 0-46-0-0	20849
19	NPK 12-32-16	18377
20	NPK 14-28-14	16737
21	NPKS 15-15-15-09	11348
22	NP 14-28-0-0	15321
23	NPK 8-21-21	13145
24	NPK 9-24-24	14996
25	PDM (0:0:14.5:0)	1467

* Subsidy on Sulphur not included

4. Any variant of the 6 subsidized P&K fertilizers covered under NBS Scheme and are fortified/ coated with Boron and Zinc, as provided for under FCO, will continue to be eligible for subsidy. Such fortified/ coated grades of fertilizers will attract an additional per MT subsidy to encourage their application along with primary nutrients as per the rates mentioned below:

S.No	Nutrients for fortification as per FCO	Additional subsidy for fortified/ coated fertilizers over and above the rates indicated in para 3 above (Rs/MT)
1	Boron (B)	300
2	Zinc (Zn)	500

5. Special onetime package with an additional subsidy for the following P&K fertilizers, applicable from 01.10.2021 to 31.03.2022, shall be as under: -

S. No.	Name of Fertilizers	Additional Subsidy over and above the rates indicated in para 3 above (in Rs/ MT)
1	DAP 18-46-0-0	8769
2	NPS 20-20-0-13	2000
3	NPK 10-26-26-0	2000
4	NPK 12-32-16	2000

6. In order to examine the reasonableness of MRPs of P&K fertilizers, the fertilizer companies will continue to submit the certified cost data as per the extant guidelines of reasonableness of MRP of P&K fertilizers. The fertilizer companies will also report MRP of P&K fertilizers regularly to DOF. The profit earned above the reasonable profit will be treated as unreasonable and will be recovered from the subsidy bills of such companies.

7. The P&K fertilizer companies will ensure that the MRP of various grades of P&K fertilizers be maintained in accordance with the subsidy rates as notified and sell through their retailers accordingly.
8. The fertilizer companies are required to print Maximum Retail Price (MRP) along with applicable subsidy on the fertilizer bags clearly. Any sale above the printed MRP will be punishable under the EC Act.
9. The distribution and movement of fertilizers along with import of finished fertilizers, fertilizer inputs and production by indigenous units will continue to be monitored through the online web based "Integrated Fertilizer Monitoring System (iFMS)".
10. Manufacturers/Marketers/Importers of P&K fertilizers, including manufacturers of SSP, are required to ensure that fertilizers are transported up to the retail point on Freight on Road (F.O.R.) delivery basis.
11. There would be no separate subsidy on sale of customized fertilizers and mixture fertilizers.
12. The payment of subsidy to the manufacturers/importers of P&K fertilizers shall be released as per the procedure and terms and conditions mentioned in the Department Notification No. D(FA)/ CCEA/2011 dated 25.10.2012 and D(FA)/2016/DBT dated 17.03.2017, as amended from time to time.
13. This issues with the approval of the Competent Authority.
14. Hindi version will follow.

Sd/-
(Dr. Tina Soni)
Director
Tel: 23386398

To,

1. Secretary (Agriculture), DA&FW, Krishi Bhawan, New Delhi.
2. Secretary (Expenditure), Department of Expenditure, North Block, New Delhi.
3. Secretary (NITI Aayog), Yojana Bhawan, New Delhi.
4. Joint Secretary, Prime Minister's Office, South Block, New Delhi.
5. Joint Secretary (Cabinet), Cabinet Secretariat, Rashtrapati Bhawan, New Delhi.
6. Joint Secretary (INM), DA&FW, Krishi Bhawan, New Delhi.
7. Joint Secretary (PF-II), Department of Expenditure, North Block, New Delhi.
8. Joint Secretary (NA), Department of Fertilizers, New Delhi.
9. Joint Secretary (AS), Department of Fertilizers, New Delhi.
10. Executive Director, FICC, Department of Fertilizers, New Delhi.
11. Chief Controller of Accounts, Department of Fertilizers, New Delhi.

12. Director (P&K), Department of Fertilizers, New Delhi.
13. Director (Finance)/Director (Budget), Department of Fertilizers, New Delhi.
14. DS, PMO, South Block, New Delhi
15. Jt. Director (Movement), Department of Fertilizers, New Delhi.
16. Director (Fertilizer Subsidy), Department of Fertilizers, New Delhi.
17. DDG, NIC, Department of Fertilizers– To upload on website and other digital platforms
18. Director General, FAI, New Delhi.
19. All Urea Manufacturers and P&K Fertilizer Manufacturers & importers.

Copy to:

1. Chief Secretaries of the State Governments/ UTs.
2. Commissioners/Directors, Commissionerate/Directorate of Agriculture of the State Governments/ Uts.

Copy also to:

1. PS to Hon'ble Minister (C&F)
2. PS to Hon'ble MOS (C&F)
3. PS to Secretary (Fertilizers)
4. AD (OL), Hindi Cell, Department of Fertilizers – For translation in Hindi
5. SO(IT), Department of Fertilizers- For uploading the same on the Department's website.
6. Guard File

Annexure-II

Rates \$ per MT

Month	DAP	MOP	Phosphoric Acid	Rock Phosphate	Ammonia	Sulphur	Urea
May, 21	565	280	998	123	543	216	372
Sep., 21	730	280	1160	144	625	234	513
