

GOVERNMENT OF INDIA
MINISTRY OF AGRICULTURE AND FARMERS WELFARE
DEPARTMENT OF AGRICULTURE, COOPERATION AND FARMERS WELFARE

LOK SABHA
UNSTARRED QUESTION NO.183
TO BE ANSWERED ON THE 2ND FEBRUARY, 2021

PROCUREMENT AT ENHANCED MSP

183. SHRI P.C. GADDIGOUDAR:
SHRI THIRUNAVUKKARASAR SU:
SHRI CHANDRA PRAKASH JOSHI:

Will the Minister of AGRICULTURE AND FARMERS WELFARE कृषि एवं किसान कल्याण मंत्री be pleased to state:

- (a) whether there has been any change in the Minimum Support Price (MSP) of Rabi and Kharif crops during the last three years;
- (b) whether India has witnessed record output of Kharif crops, if so the details thereof;
- (c) whether the Government has announced MSP for Rabi crops;
- (d) whether Kharif crops have been procured by the Government at the enhanced MSP in the country, if so, the details thereof during the last three years, year/ State-wise; and
- (e) the number of farmers benefited therefrom, Statewise?
- (f) the relation of MSP and the cost of crop and the criterion of its evolution;
- (g) the current minimum support price, crop-wise and State-wise and the hike in the MSP thereof; and
- (h) whether the Government has conducted any study for assessing the impact of MSP and the benefit likely to be availed by the farmers?

ANSWER

MINISTER OF AGRICULTURE AND FARMERS WELFARE

कृषि एवं किसान कल्याण मंत्री (SHRI NARENDRA SINGH TOMAR)

(a): Government fixes Minimum Support Prices (MSP) for 22 mandated agricultural crops and fair and remunerative price (FRP) for sugarcane on the basis of the recommendations of the Commission for Agricultural Costs and Prices (CACP), after considering the views of State Governments and Central Ministries/Departments concerned and other relevant factors.

The Government in its Union Budget for 2018-19 had announced the pre-determined principle to keep MSP at levels of one and half times of the cost of production. Accordingly, Government has increased the MSPs for all mandated Kharif, Rabi and other commercial crops with a return of atleast 50 per cent over all India weighted average cost of production from the agricultural year 2018-19 onwards. (**Annex I**).

(b) India has witnessed record foodgrain production of 296.65 million tonnes during 2019-20 (4th advance estimates) as against 285.21 million tonnes during 2018-19. Details are given at **Annex II**.

(c): Government has announced MSP of Rabi crops on 21 Sep 2020 for the Rabi Marketing Season 2021-22.

(d) & (e): Procurement details of Kharif crops during the last three years, statewise and the number of farmers benefitted are given at **Annex III**.

(f): Cost of production is one of the important factors in the determination of MSPs. While recommending its price policy, the CACP considers all costs in a comprehensive manner. The estimates of cost of cultivation/cost of production are made available to CACP through the Central Sector Scheme on "Comprehensive Scheme for Studying the Cost of Cultivation of Principal Crops", under which cost of cultivation data are collected with the help of State Agricultural Universities/Institutions located in various States.

The costs include all paid out costs such as those incurred on account of hired human labour, bullock labour/machine labour, rent paid for leased in land, expenses incurred in cash and kind on the use of material inputs like seeds, fertilizers, manures, irrigation charges, depreciation on implements and farm buildings, interest on working capital, diesel/electricity for operation of pump sets etc., miscellaneous expenses and imputed value of family labour. Hence the costs considered are very comprehensive and based on the methodology recommended by Expert Committees from time to time.

In addition to cost of production CACP also considers various other factors while recommending MSP which include overall demand-supply situations of various crops in domestic and world markets, domestic and international prices, inter-crop price parity, terms of trade between agriculture and non-agriculture sector, likely effect of price policy on rest of economy and a minimum of 50 percent as the margin over cost of production.

(g): MSP is determined for the country as a whole and not region or state-specific. Region specific parameters are kept in view by the CACP while formulating price policy for agricultural commodities. The details of increase in MSP is given in **Annex I**.

(h): The NITI Aayog has conducted a study entitled "Efficacy of minimum support prices on farmers".

Annex referred to in reply to part (g) of Lok Sabha Unstarred Question No. 183 due for reply on 02.02.2021

Minimum Support Prices (MSP)

(Rs per quintal)

Sl. No.	Commodity	Variety	2018-19	2019-20	2020-21	increase in MSP 2020-21 over 2019-20
	KHARIF CROPS					
1	PADDY	Common	1750	1815	1868	53(2.9)
		Grade 'A'	1770	1835	1888	53(2.9)
2	JOWAR	Hybrid	2430	2550	2620	70(2.7)
		Maldandi	2450	2570	2640	70(2.7)
3	BAJRA		1950	2000	2150	150(7.5)
4	RAGI		2897	3150	3295	145(4.6)
5	MAIZE		1700	1760	1850	90(5.1)
6	TUR (ARHAR)		5675	5800	6000	200(3.4)
7	MOONG		6975	7050	7196	146(2.1)
8	URAD		5600	5700	6000	300(5.3)
9	COTTON	Medium Staple	5150	5255	5515	260(4.9)
		Long Staple	5450	5550	5825	275(5.0)
10	GROUNDNUT		4890	5090	5275	185(3.6)
11	SUNFLOWER SEED		5388	5650	5885	235(4.2)
12	SOYABEEN (yellow)		3399	3710	3880	170(4.6)
13	SESAMUM		6249	6485	6855	370(5.7)
14	NIGERSEED		5877	5940	6695	755(12.7)
	RABI CROPS					
15	WHEAT		1840	1925	1975	50(2.6)
16	BARLEY		1440	1525	1600	75(4.9)
17	GRAM		4620	4875	5100	225(4.6)
18	MASUR (LENTIL)		4475	4800	5100	300(6.3)
19	RAPESEED & MUSTARD		4200	4425	4650	225(5.1)
20	SAFFLOWER		4945	5215	5327	112(2.1)
	OTHER COMMERCIAL CROPS					
21	JUTE		3700	3950	4225	275(7.0)
22	COPRA (Milling)		7511	9521	9960	439(4.61)
	(Ball)		7750	9920	10300	380(3.83)

Annex II

Annex referred to in reply to part (b) of Lok Sabha Unstarred Question No. 183 due for reply on 02.02.2021

Production of Major crops*(in million tonnes)*

Crop	2017-18	2018-19	2019-20 (4 th Advance Estimates)	2020-21(1 st Advance Estimates)
Rice	112.76	116.48	118.43	102.36
Wheat	99.87	103.60	107.59	-
Nutri/Coarse Cereals	46.97	43.06	47.48	32.84
Total Pulses	25.42	22.08	23.15	9.31
Total Foodgrains	285.01	285.21	296.65	144.52
Total Oilseeds	31.45	31.52	33.42	25.72
Jute##	95.91	94.97	94.12	91.71
Cotton#	328.05	280.42	354.91	371.18

lakh bales of 170 kgs each

lakh bales of 180 kgs each

Annex referred to in reply to part (d) & (e) of Lok Sabha Unstarred Question No. 183 due for reply on 02.02.2021

Procurement of Wheat (in LMT)

S.No.	STATE/UT	RMS 2018-19	RMS 2019-20	RMS 2020-21*
1	Bihar	0.18	0.03	0.05
2	Chandigarh	0.14	0.12	0.11
3	Delhi			0.00028
4	Gujarat	0.37	0.05	0.77
5	Haryana	87.84	93.20	74.00
6	Himachal Pradesh	0.01	0.01	0.03
7	Jammu & Kashmir			0.00011
8	Madhya Pradesh	73.13	67.25	129.42
9	Punjab	126.92	129.12	127.14
10	Rajasthan	15.32	14.11	22.25
11	Uttar Pradesh	52.94	37.00	35.77
12	Uttarakhand	1.10	0.42	0.39
	All India Total :	357.95	341.33	389.93

RMS refers to Rabi Marketing Season;

* As on 29.09.2020

Numbers of farmers benefitted (Wheat)

S.No.	STATES/ UTs	RMS 2018-19	RMS 2019-20	RMS 2020-21
1	Bihar	4311	554	1002
2	Chandigarh	1557	1691	1410
3	Delhi	0	0	6
4	Gujarat	20768	922	18824
5	Haryana	883783	902937	780962
6	Himachal Pradesh	318	335	1061
7	Jammu & Kashmir	0	0	3
8	Madhya Pradesh	958417	961338	1594383
9	Punjab	897905	830528	1049982
10	Rajasthan	123939	102031	219873
11	Uttar Pradesh	1070044	749858	663810
12	Uttrakhand	15987	6886	4656
	Total	3977029	3557080	4335972

RMS refers to Rabi Marketing Season;

Cont.

Procurement of Rice (in LMT)

S.No.	STATE/UT	KMS 2018-19	KMS 2019-20	KMS 2020-21#
1	Andhra Pradesh	48.06	55.32	19.06
2	Telangana	51.90	74.54	31.93
3	Assam	1.01	2.11	0.09
4	Bihar	9.49	13.41	13.00
5	Chandigarh	0.13	0.15	0.19
6	Chhattisgarh	39.71	52.23	39.76
7	Gujarat	0.09	0.14	0.66
8	Haryana	39.42	43.07	37.60
9	Jammu & Kashmir	0.09	0.10	0.26
10	Jharkhand	1.53	2.55	0.93
11	Karnataka	0.59	0.41	0.25
12	Kerala	4.65	4.82	1.22
13	Madhya Pradesh	13.95	17.40	24.97
14	Maharashtra	5.80	11.67	3.45
15	Nagaland	0.00	0.00	0.00
16	Odisha	44.48	47.98	27.33
17	Punjab	113.34	108.76	135.86
18	NEF*(Tripura)	0.07	0.14	0.00
19	Tamil Nadu	12.94	22.04	4.58
20	Uttar Pradesh	32.33	37.90	42.06
21	Uttrakhand	4.62	6.82	6.77
22	West Bengal	19.79	18.38	4.39
	All India Total	443.99	519.97	394.35

As on 27.01.2021

*North Eastern Frontier

Cont.

Numbers of farmers benefitted (Rice)

S.No.	STATES/ UTs	KMS 2018-19	KMS 2019-20	KMS 2020-21*
1	A.P.	581839	679789	351946
2	Telangana	1474828	1988630	872672
3	Assam	12921	26537	1662
4	Bihar	210028	279402	260269
5	Chandigarh	3028	1537	1575
6	Chhattisgarh	1571414	1838593	1987063
7	Gujarat	4370	5115	20600
8	Haryana	830792	1891622	549466
9	Jharkhand	34595	53305	25363
10	Jammu & Kashmir	3034	3143	7385
11	Karnataka	25120	27123	10011
12	Kerala	172795	220066	63304
13	Madhya Pradesh	362089	436399	587223
14	Maharashtra	269148	526476	183371
15	Odisha	1010390	1161796	682441
16	Puducherry		84	
17	Punjab	1143713	1125238	1489986
18	Tamilnadu	498097	585241	123612
19	Uttar Pradesh	684013	706549	946611
20	Uttarakhand	62564	83910	75107
21	West Bengal	733357	805186	233783
22	Tripura	5506	13613	
Total		9693641	12459354	8473450

As on 27.01.2021

Cont.

Procurement of Coarse Grains

(in MT)

	2018-19	2019-20	2020-21
Jowar			
KARNATAKA	1130	9256	-
M.P.	-	5469	29582
MAH.	10963	8613	14752
TOTAL	12093	23338	44334
Maize			
GUJARAT	-	-	3923
MAH.	6987	115113	46852
U.P	5116	25	106413
TOTAL	12103	115138	157188
Ragi			
KARNATAKA	94390	193243	-
TOTAL	94390	193243	-
Bajra			
GUJARAT	891	-	5000
HARYANA	98574	100000	75000
M.P.	-	76	195351
MAH.	-	-	950
TOTAL	99465	100076	276301

Cont.

Procurement under Price Support Scheme (PSS) since 2018-19 onwards

Year	PSS Operation	State	Quantity Procured (In MTs)	No. of Farmers Benefitted
2018-19	GRAM RABI-2018	ANDHRA PRADESH	73,468.26	44,508
		KARNATAKA	70,316.50	50,851
		TELANGANA	18,655.65	14,714
		MAHARASHTRA	175,722.76	135,867
		RAJASTHAN	571,106.70	218,110
		MADHYA PRADESH	1,581,450.52	624,073
		UTTAR PRADESH	14,062.24	10,919
		GUJARAT	90,964.98	52,350
		TOTAL	2,595,747.61	1,151,392
	URAD RABI-2018	ANDHRA PRADESH	79,110.43	54,073
		TELANGANA	1,999.19	2,151
		TAMIL NADU	1,561.57	1,309
		ODISHA	4,216.02	5,214
		TOTAL	86,887.21	62,747
	MASOOR RABI-2018	MADHYA PRADESH	228,835.75	164,940
		UTTAR PRADESH	13,588.67	10,401
		TOTAL	242,424.42	175,341
	MUSTARD SEED RABI-2018	HARYANA	223,994.16	109,498
		RAJASTHAN	468,847.79	169,727
		MADHYA PRADESH	118,779.28	53,489
		UTTAR PRADESH	1,190.90	794
		GUJARAT	52,725.45	25,742
		WEST BENGAL	826.52	2,170
		TOTAL	866,364.10	361,420
	GROUNDNUT PODS RABI-2018	TELANGANA	9.94	7
		ODISHA	2,418.81	2,092
		TOTAL	2,428.75	2,099
	SUNFLOWER SEED RABI-2018	ODISHA	129.93	265
		HARYANA	2,400.02	1,454
		TELANGANA	213.38	231
		TOTAL	2,743.33	1,950
	MOONG RABI 2018	ODISHA	2,668.21	4,914
		ANDHRA PRADESH	1,565.95	957
		TOTAL	4,234.16	5,871
		SUB TOTAL(Rabi-18)	4,068,108.72	1,943,441
	MOONG KHARIF 2018	KARNATAKA	28,950.00	73,636
		TAMIL NADU	364.90	461
		TELANGANA	13,375.31	15,368
		MAHARASHTRA	12,252.03	25,472
		MADHYA PRADESH	2,650.96	3,551
		RAJASTHAN	236,277.28	137,752
		GUJARAT	1,978.60	1,258
		HARYANA	224.90	227
		TOTAL	296,073.98	257,725
	URAD KHARIF 2018	TELANGANA	578.39	771
		MAHARASHTRA	7,741.69	12,927
		MADHYA PRADESH	298,599.69	296,819
RAJASTHAN		77,444.94	47,456	
UTTAR PRADESH		29,742.95	26,941	
KARNATAKA		10.10	21	
GUJARAT		9,409.75	8,521	
	TOTAL	423,527.51	393,456	
SOYABEAN KHARIF 2018	TELANGANA	15,236.20	8,797	
	MAHARASHTRA	1,283.02	1,026	
	RAJASTHAN	2,957.80	1,533	
	KARNATAKA	6.00	8	
	TOTAL	19,483.02	11,364	
GROUNDNUT PODS KHARIF-2018	MADHYA PRADESH	28,501.21	15,829	
	RAJASTHAN	232,482.14	99,571	

Year	PSS Operation	State	Quantity Procured (In MTs)	No. of Farmers Benefitted
		GUJARAT	447,638.22	213,879
		UTTAR PRADESH	8,762.60	6,307
		TOTAL	717,384.17	335,586
	TOOR KHARIF 2018	TELANGANA	70,300.00	74,931
		KARNATAKA	109,589.40	122,369
		GUJARAT	16,845.55	10,512
		TAMIL NADU	306.16	470
		MAHARASHTRA	29,526.92	30,561
		Total	226,568.03	238,843
	NIGERSEED KHARIF-2018	MADHYA PRADESH	15.90	17
		SUB TOTAL (Kharif-18)	1,683,052.61	1,236,991
	MOONG RABI 2019	TAMIL NADU	732.04	627
		TOTAL	732.04	627
	URAD RABI-2019	TAMIL NADU	3,356.95	3,364
		TOTAL	3,356.95	3,364
	GRAM RABI-2019	TELANGANA	34,500.00	21,833
		RAJASTHAN	1,096.25	561
		MAHARASHTRA	82.29	66
		TOTAL	35,678.54	22,460
	SUNFLOWER SEED RABI-2019	TELANGANA	750.00	566
		TOTAL	750.00	566
	MUSTARD SEED RABI-2019	RAJASTHAN	4,147.80	2,047
		HARYANA	3,024.50	1,573
TOTAL		7,172.30	3,620	
	SUB TOTAL (Rabi-19)	47,689.83	30,637	
	Sub Total (2018-19)	5,798,851.16	3,211,069	
2019-20	TOOR KHARIF 2018	KARNATAKA	1,021.35	1,161
		GUJARAT	15,696.15	9,132
		TAMIL NADU	93.74	81
		ANDHRA PRADESH	4,680.27	5,494
		MADHYA PRADESH	3,154.96	2,622
		MAHARASHTRA	24,459.02	24,066
		Total	49,105.49	42,556
	MOONG RABI 2019	TAMIL NADU	4,651.85	3,465
		GUJARAT	2,071.90	1,097
		ANDHRA PRADESH	12,429.05	6,805
		ODISHA	6,148.19	7,386
		TOTAL	25,300.99	18,753
	URAD RABI-2019	TAMIL NADU	22.12	25
		TELANGANA	961.80	601
		ANDHRA PRADESH	12,797.05	10,302
		ODISHA	1,103.00	1,056
		TOTAL	14,883.97	11,984
	GRAM RABI-2019	RAJASTHAN	119,302.06	59,897
		MAHARASHTRA	22,264.06	17,795
		ANDHRA PRADESH	3,470.85	1,677
		MADHYA PRADESH	576,745.58	243,188
		GUJARAT	17,914.75	10,796
		HARYANA	207.60	199
UTTAR PRADESH		743.40	380	
KARNATAKA		33.40	38	
	TOTAL	740,681.70	333,970	
MASOOR RABI- 2019	MADHYA PRADESH	56,075.02	45,580	
	UTTAR PRADESH	162.85	120	
	TOTAL	56,237.87	45,700	
MUSTARD SEED RABI-2019	RAJASTHAN	604,423.67	284,848	
	HARYANA	247,960.50	119,638	
	GUJARAT	45,541.18	21,950	
	MADHYA PRADESH	182,483.29	65,258	
	UTTAR PRADESH	1,455.75	808	
	TOTAL	1,081,864.39	492,502	

Year	PSS Operation	State	Quantity Procured (In MTs)	No. of Farmers Benefitted
	SUNFLOWER SEED RABI-2019	HARYANA	2,375.00	1,158
		ODISHA	211.33	360
		TOTAL	2,586.33	1,518
	GROUNDNUT RABI-2019	ODISHA	130.76	55
		TOTAL	130.76	55
	MILLING COPRA RABI- 2019	TAMIL NADU	313.66	930
		TOTAL	313.66	930
	BALL COPRA RABI 2019	TAMIL NADU	0.18	5
		TOTAL	0.18	5
	SOYABEAN KHARIF 2019	TELANGANA	10,651.45	4,518
		MAHARASHTRA	26.23	32
		TOTAL	10,677.68	4,550
	GROUNDNUT KHARIF 2019	GUJARAT	500,438.91	244,355
		RAJASTHAN	193,080.23	83,375
		UTTAR PRADESH	2,546.20	1,696
		KARNATAKA	3,830.80	3,184
		ANDHRA PRADESH	21,178.14	13,839
		TOTAL	721,074.28	346,449
	MOONG KHARIF 2019	TAMIL NADU	68.85	115
		TELANGANA	5,874.90	6,476
		RAJASTHAN	121,669.07	69,304
		MAHARASHTRA	4,272.23	7,384
		KARNATAKA	5,874.21	14,696
		ANDHRA PRADESH	1,193.30	741
		TOTAL	140,018.46	99,589
	URAD KHARIF 2019	TAMIL NADU	6.85	6
		MAHARASHTRA	10.11	23
RAJASTHAN		26.50	12	
TOTAL		132.31	99	
TOOR KHARIF 2019	TELANGANA	51,625.00	49,862	
	ANDHRA PRADESH	33,110.18	28,189	
	MAHARASHTRA	72,650.01	78,522	
	GUJARAT	6,472.05	3,856	
	TAMIL NADU	461.78	402	
	ODISHA	90.02	149	
	KARNATAKA	227,500.00	253,360	
	TOTAL	391,909.04	414,340	
GRAM RABI 2020	ANDHRA PRADESH	63,840.10	39,737	
	KARNATAKA	11,812.60	13,570	
	TELANGANA	13,266.90	8,383	
	RAJASTHAN	12.35	5	
	Total	89,287.63	61,929	
MUSTARD RABI-2020	RAJASTHAN	19.30	9	
	Total	19.30	9	
	SUB TOTAL(2019-20)	3,324,224.04	1,874,938	
2020-21 (As on 23-01-2021)	TOOR KHARIF 2019	MAHARASHTRA	122,286.22	123,981
		ANDHRA PRADESH	17,113.00	26,509
		GUJARAT	5,056.20	2,698
		ODISHA	8.32	10
		Total	144,504.21	153,257
	GRAM RABI 2020	ANDHRA PRADESH	64,075.00	32,032
		KARNATAKA	90,030.85	109,684
		TELANGANA	34,333.10	22,520
		RAJASTHAN	615,704.53	238,254
		HARYANA	10,636.46	6,119
		MADHYA PRADESH	706,313.62	262,795
		Total	1,520,789.36	1,675,415
		GUJARAT	124,031.55	126,898
		MAHARASHTRA	370,363.22	226,525
	UTTAR PRADESH	38,498.18	21,758	

Year	PSS Operation	State	Quantity Procured (In MTs)	No. of Farmers Benefitted
		Total	2,053,986.51	1,046,585
	MASOOR RABI-2020	UTTAR PRADESH	0.20	1
		MADHYA PRADESH	1,433.68	1,898
		TOTAL	1,433.88	1,899
	SUNFLOWER RABI-2020	TELANGANA	1,700.00	1344
		Odisha	121.08	291
		HARYANA	3,446.00	1466
		Total	5,267.08	3101
	MUSTARD SEED RABI-2020	HARYANA	308,700.65	120700
		RAJASTHAN	346,875.96	139123
		MADHYA PRADESH	115,169.13	42603
		GUJARAT	32,759.40	15826
		UTTAR PRADESH	319.20	197
		Total	803,824.34	318449
	MOONG RABI-2020	ODISHA	7,011.38	6196
		TAMIL NADU	100.55	79
		TOTAL	7,111.93	6275
	GROUNDNUT RABI-2020	ODISHA	2,011.34	997
		TOTAL	2,011.34	997
	BALL COPRA RABI 2020	TAMIL NADU	13.30	10
		KARNATAKA	5,040.04	3905
		TOTAL	5,053.34	3915
	MILLING COPRA -2020	TAMIL NADU	35.58	46
		Total	35.58	46
	MOONG KHARIF 2020	TAMIL NADU	46.35	48
		RAJASTHAN	10,747.61	5756
		HARYANA	1,099.65	752
		MAHARASHTRA	559.74	972
		TOTAL	12,453.35	7528
	URAD KHARIF-2020	MAHARASHTRA	137.16	173
		Total	137.16	173
	TOOR KHARIF 2020	KARNATAKA	3,200.67	1989
		MAHARASHTRA	211.74	179
		Total	3,412.41	2,168
	GROUNDNUT KHARIF 2020	GUJARAT	202,629.85	115197
		RAJASTHAN	74,511.43	32157
		UTTAR PRADESH	6,527.62	3616
		ANDHRA PRADESH	256.87	328
		HARYANA	691.00	595
		Total	284,616.77	151893
	SOYABEAN KHARIF 2019	MAHARASHTRA	3.69	3
		Total	3.69	3
		SUB TOTAL 2020-21	3,323,851.59	1,696,289
