

Secret

No. 16015/1/2019-PMI
Government of India
Ministry of Chemicals & Fertilizers
Department of Fertilizers

Shastri Bhawan, New Delhi
Dated: 26th February, 2020

OFFICE MEMORANDUM

Subject : Monthly Summary to the Cabinet for the month of January 2020-reg.

The undersigned is directed to circulate herewith the Monthly Summary pertaining to the Department of Fertilizers for the month of January 2020, for information.

This issues with the approval of competent authority.



(Johan Topno)
Deputy Secretary to the Govt. of India
Tel. 011-23388064

To,

All members of Council of Ministers

Copy to :

Secretaries to the Govt. of India, All Ministries/Departments
Director, Cabinet Secretariat, Rashtrapati Bhawan, New Delhi-110004.
Sr. PPS to Secretary (F)
NIC for uploading on DoF website.

Subject : Monthly Summary of Dept. of Fertilizers for the month of January 2020.

1. Overall production performance during the month :

(Fig. in 'LMT')

Product Name	Production during the month	Cumulative production upto the month
Urea	22.28	204.26
DAP	3.82	38.26
Ammonium Sulphate (A/S)	0.70	5.49
Complex Fertilizers	7.63	74.66
Single Super Phosphate	3.21	36.62

Source mfms.nic.in as on 06.02.2020

2. Assessed Requirement, Availability and Sales of fertilizers during the month :

(Fig. in 'LMT')

Product Name	Assessed Requirement	Availability	Sales
Urea	32.97	91.42	40.18
DAP	4.88	42.58	8.15
MOP	2.62	14.78	2.40
Complex	8.17	49.25	10.36

Source of data is Dashboard

3. Details of Imported Finished Fertilizers during the month:

Product Name	Quantity in 'LMT'
Urea	8.16
MOP for Agriculture use	2.40
DAP	2.72
NPK	0.48

4. Progress of revival of closed units of FCIL/HFCL during January, 2020.

(A). REVIVAL OF RAMAGUNDAM UNIT:

About the project:

Cabinet in its meeting held on 04.08.2011 approved revival of Ramagundam unit of FCIL through nomination basis by forming a Joint Venture of nominated PSUs by setting up gas based fertilizer plants of 1.27 MMTPA capacity. Accordingly, a JV company was incorporated as Ramagundam Fertilizers & Chemicals Ltd. (RFCL). Equity of NFL & EIL is 26% each and FCIL's 11%. In addition, State Govt. of Telangana has equity of 11%, GAIL -14.3% and HTAS Consortium- 11.7% equity in RFCL. The project activities are closely monitored by Department of Fertilizers (DoF) through monthly review meetings being held under the chairmanship of Secretary (Fertilizers). The last such review meeting was held on 10.01.2020.

Progress:

Overall progress upto December, 2019 is 98.95%.

Incremental progress during, January 2020 is 0.25%

Overall progress upto January, 2020 is 99.20%

Now, pre-commissioning activities for scheduled commercial production are under progress. Utility Boiler has been fired & flushing activities of Steam header started. Gas Turbine Generator (GTG) full speed No Load Test completed and 11 KV Generation achieved. CO2 Section is being readied to start flushing activities.

Major Landmark achieved:

60% steam blowing completed in Ammonia unit.

CO2 compressor lube oil flushing started on 31.01.2020.

Ammonia Cooling water system passivation completed on 25.01.2020.

Catalyst Loading for Hydrogenator (R-201) catalyst loading completed.

Catalyst loading started in Methanator (R-301) and HT Shift converter (R-204) on 06.02.20 and 10.02.2020 respectively.

Nitrogen generation plant is under pre-commissioning/ commissioning.

AIR Tightness Test (ATT) of HRSG completed.

STP commissioning started from 14.01.2020.

(B). REVIVAL OF TALCHER UNIT:**About the project:**

Cabinet in its meeting held on 04.08.2011 approved revival of Talcher unit of FCIL through nomination basis by forming a Joint Venture of nominated PSUs by setting up gas based fertilizer plants of 1.27 MMTPA capacity. Accordingly, a JV company was incorporated as Talcher Fertilizers Ltd. (TFL). Equity of GAIL, RCF & CIL in TFL is 29.67% each & FCIL's 10.99 %. TFL plant is based on Coal Gasification Technology. The project activities are being monitored closely by DoF through monthly review meeting being held under the chairmanship of Secretary (Fertilizers). The last such review meeting was held on 10.01.2020.

Progress:

Currently, only pre-project activities of project are underway and project activities at site are expected to commence soon. The cumulative progress of pre-project activities is as given below: -

i) Progress of pre-project activities upto December, 2019 is 51.04%.

ii) Incremental progress during January, 2020 is 0.70%.

iii) Overall progress of pre-project activities upto January, 2020 is 51.74%

b) A proposal regarding formulation of urea policy exclusively for TFL is under active consideration of DoF.

c) The TFL project is likely to be commenced by September, 2023.

Major activities since last month

Price bid for tender for PMC appointment opened on 10/01/2020.

Permission accorded by SPCB for disposal of the soil ash mix on 18/01/2020.

Independent External Monitor of TFL appointed on 23/01/2020.

Unpriced bid for Construction of Raw Water and Fire Water Reservoir opened on 31/01/2020.

Tender for Supply, Erection, Testing & Commissioning of Permanent Raw Water supply system floated on 04/02/2020.

Tender for Steam Generation package floated on 07/02/2020.

Site work started by M/s Wuhuan for Coal Gasification package. Drilling of 15 boreholes for soil testing completed.

MoU signed with CISF on 10/02/2020.

(C). REVIVAL OF GORAKHPUR, SINDRI AND BARAUNI UNITS:

About the Project:

Cabinet in its meeting held on 13.07.2016 approved revival of Gorakhpur & Sindri units of FCIL and Barauni unit of HFCL through nomination basis by forming a Joint Venture of nominated PSUs. Accordingly, a JV company was incorporated as Hindustan Urvarak & Rasayan Limited (HURL). Equity of NTPC, IOCL and CIL is 29.67% each whereas in case of FCIL, it is 10.99%. The project activities are closely monitored by DoF through monthly review meetings being held under the chairmanship of Secretary (Fertilizers). The last review meeting was held on 10.01.2020.

Progress:

(i) Gorakhpur Project

Overall progress upto December, 2019 is 70.3%

Incremental progress during January, 2020 is 2.7%

Overall progress upto January, 2020 is 73%

(ii) Barauni Project

Overall progress upto December, 2019 is 58.7%

Incremental progress during January, 2020 is 3.8%

Overall progress upto January, 2020 is 62.5%

(iii) Sindri Project

Overall progress upto December, 2019 is 59.5%

Incremental progress during January, 2020 is 3.7%

Overall progress upto January, 2020 is 63.2%

All major Long Lead Items have been ordered for all three Projects. These Projects are likely to start production by 2021.

5. Expenditure position:

As against an available budget of Rs. 83476.00 Crore for F.Y. 2019-20, expenditure on administration of fertilizer subsidy during December 2019 was Rs. 2850.36 Crore (P&K : Rs. 937.39 Crore, Urea: 1912.97 Crore, DBT: 0.44 Crore). Progressive expenditure upto 31st January 2020 was 81595.08 Crore (P&K : 26214.33 Crore, Urea : 55342.79, City Compost : 31.99 Crore and Exp. On DBT professional 5.97 Crore) i.e. **97.74 % of the total allocation.**

6. Submission of Cabinet Note:

(i). **Non revival of Haldia unit:** Final copies of the CCEA Note were forwarded to the Cabinet Secretariat on 26.07.2018. The proposal for handing over of HFCL land at Haldia to KoPT was delinked from the CCEA Note as per the directions of Cabinet Secretariat and has been taken up separately. Cabinet Secretariat's guidelines dated 25.05.2009 & 04.06.2019 stipulates that the requirement of inter-ministerial consultation was dispensed with in all cases where consultations were held during six months prior to formation of the new Government. Accordingly, afresh inter-ministerial consultation on the draft CCEA note would taken once the approval of Hon'ble Minister (C&F) is obtained. At present Hon'ble Minister has desired for a presentation on the subject matter.
