

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

Shastri Bhawan, New Delhi
Dated : 22nd July, 2020

OFFICE MEMORANDUM

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

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

This issues with the approval of competent authority.



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

To,

1. All members of Council of Ministers

Copy to :

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

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

1. Overall production performance during the month :

(Fig. in 'LMT')

Product Name	Production during the month	Cumulative production upto the month
Urea	20.60	60.38
DAP	3.52	9.36
Ammonium Sulphate (A/S)	0.65	1.25
Complex Fertilizers	6.88	17.84
Single Super Phosphate	5.37	12.32

Source mfms.nic.in as on 05.06.2020

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

(Fig. in 'LMT')

Product Name	Assessed Requirement	Availability	Sales
Urea	29.72	98.85	33.63
DAP	10.27	47.19	12.71
MOP	3.87	13.75	2.88
Complex	9.95	49.99	12.89

Source of data is Dashboard

3. Details of Imported Finished Fertilizers during the month:

Product Name	Quantity in 'LMT'
Urea	5.75
MOP for Agriculture use	3.41
DAP	6.06
NPK	1.30

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

(A). REVIVAL OF RAMAGUNDAM UNIT:

i. 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).

ii. Incremental Progress:

- | | |
|--|--------|
| a) Overall progress upto May, 2020 is | 99.58% |
| b) Incremental progress during June, 2020 is | 0.05% |
| c) Overall progress upto June, 2020 is | 99.63% |
| d) Presently, the project is in pre-commissioning / commissioning stage. | |

iii. Major Landmark achieved :-

Various milestones have been achieved by RFCL with joint efforts of all stakeholders:::-

- PAC Turbine solo run with vendor's engineer physical presence at site.
- Commissioning of P-301BC, P-302 & 303 is done with vendor's engineer physical presence at site
- CO₂ Section water circulation and Flushing done
- Process pipeline chemical cleaning completed,
- Primary Reformer Catalyst loading done and Hairpin assembled with remote supervisory support from process licensor
- Secondary reformer catalyst loading completed; burner installed with remote supervisory support from process licensor
- HTER Catalyst loading done through remote advisory
- ID & FD Fan trial run completed
- LT Shift converter catalyst loading with remote supervisory support
- UCT Circulation and flushing completed
- Urea plant pump flushing completed
- Railway Sliding testing done

- iv. **Vide DO Letter dated 21.06.2020, Secretary (Fertilizers) took up the matter with Secretary, D/o Heavy Industries to impress upon BHEL to complete the Steam & Power Generation Package being executed by BHEL for Ramagundam project for early commissioning of the project.**

(B). REVIVAL OF TALCHER UNIT:

i. 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 31.85% each & FCIL's is 4.45 %. 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).

ii. **Incremental Progress:**

a) 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:

- Overall progress upto May, 2020 is 59.48 %
- Incremental progress during June, 2020 is 2.06%
- Overall progress upto June, 2020 is 61.54%

b) Vide DO letter dated 01.06.2020, Secretary (Fertilizers) wrote to Chairman, TFL directing that the TFL Board put in place the delegation of powers structures and the agencies required for proper execution and monitoring of project in the interest of the project failing which it will be viewed very seriously as failure in performing its duty.

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

d) The TFL project is likely to be commissioned by September, 2023.

(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%. HURL is setting up three Gas based Urea manufacturing units of 1.27 MMTPA capacity each at Gorakhpur, Sindri and Barauni. The project activities are closely monitored by DoF through monthly review meetings being held under the chairmanship of Secretary (Fertilizers).

Incremental Progress upto June, 2020:

Gorakhpur Project

- a) Overall LSTK progress upto May 2020 is 88.1%
- b) Incremental LSTK progress during June, 2020 is 1.0 %
- c) Overall LSTK progress upto June 2020 is 89.1 %

Barauni Project

- a) Overall LSTK progress upto May 2020 is 77.6%
- b) Incremental LSTK progress during June, 2020 is 2.1%
- c) Overall LSTK progress upto June 2020 is 79.7%

Sindri Project

- | | |
|---|--------|
| a) Overall LSTK progress upto May 2020 is | 77.8% |
| b) Incremental LSTK progress during June, 2020 is | 1.6% |
| c) Overall LSTK progress upto June 2020 is | 79.4 % |
- 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. 73939.00 Crore for F.Y. 2020-21, expenditure on administration of fertilizer subsidy during June 2020 was Rs. 2462.67 Crore (Urea: 2457.45 Crore, City Compost : 4.00 Crore and DBT professional : 1.22 Crore). Progressive expenditure upto June 2020 was 26055.30 Crore (P&K Fertilizers : 7786.96 Crore, City Compost: 11.99 Crore, Urea : 18254.69 Crore and DBT professional : 1.66 Crore) i.e. 35.24 % of the total allocation.
