

File No. 23011/4/2014-MPR
Government of India
Ministry of Chemicals and Fertilizers
Department of Fertilizers

Shastri Bhavan, New Delhi
Dated 7th May 2014

Office Memorandum

Subject:- Minutes of the meeting held on 5.5.2014 under the Chairmanship of Shri S.C. Gupta, Joint Secretary (SG) to discuss the issue regarding monitoring of prices of P&K fertilizers under the NBS Policy

The undersigned is directed to forward herewith minutes of the meeting held on 5.5.2014 at 3.00 P.M. in Conference Room No. 220-A, Shashtri Bhavan, New Delhi under the chairmanship of Shri S.C. Gupta, Joint Secretary (SG) regarding monitoring of prices of P&K fertilizers under the NBS Policy, for information and necessary action.

2. This issues with the approval of JS(SG).



(P.B. Sahu)

Under Secretary to the Government of India
Tele & Fax 2338 7492

Encl.: As above

1. Joint Secretary (INM), Department of Agriculture & Cooperation, Krishi Bhavan, New Delhi.
2. Sh. Sushil Pal, Director (FA),DOF, Udyog Bhavan, New Delhi.
3. Joint Secretary(CA), Department of Consumer Affairs, Krishi Bhavan, New Delhi
4. Prof. Anil Chandy Ittyerah, Project Coordinator, IIPA, Indraprashta Estate, Ring Road, New Delhi -110002.

Copy to :

- (i) Sh. S. Anandan, Director (Finance), Department of Fertilizers,
- (ii) Sh. Sailesh Sharma, DS(INM)
- (iii) DG(FAI), Shahid Jit Singh Marg, New Delhi with a request to kindly pass on the above minutes to P&K companies for necessary action.
- (iv) All P&K fertilizer manufacturers/importers/marketers for compliance of the decision taken in the above meeting.

Copy for information to: Sr. PPS to Secretary(Fert.)/PS to JS(SC), PPS to JS(SLG)/PS to JS(SG).

copy also to
NIC for uploading in DOF's website.

Minutes of the meeting held on 5.5.2014 at 3.00 P.M. under the chairmanship of Shri S.C. Gupta, Joint Secretary (SG) to discuss the issue regarding monitoring of prices of P&K fertilizers under the NBS Policy

The list of the participants is annexed.

At the outset, JS (SG) welcomed the officers and briefed the objective of monitoring of MRP of P&K fertilizers under NBS policy. The representative of M/s Lateral Praxis explained that the FMS system does not allow despatch entries to be accepted unless the MRP for the destination state is entered into the system. He further explained that the FMS has a business rule for entering dispatches within one day and once the MRP is entered, it gets locked and the company is not allowed to change it without the approval of the Department. There are two modules in the FMS for entering MRPs. In the first module MRP for each product is entered for each state and under the 2nd module MRPs can be uploaded in bulk in excel format (as per defined fields).

JS (SG) stated that while the prices of P&K being fixed by fertilizer companies vary from company to company, State to State but the prices entered in FMS also do not match with the prices printed on the fertilizer bags in some cases. The DS (INM), Dept. of Agriculture and Cooperation, intimated that as per the FCO the MRP printed on the bags includes the local taxes. The Fertilizer companies informed that the prices of P&K fertilizers entered in FMS are base prices and as the rates of local taxes are different in each state and some states do not charge any taxes on fertilizers, the prices reported in the FMS do not match with the MRP printed on bags. JS (SG) also expressed concern that the MRP entered in the FMS and printed on the fertilizer bags does not reflect the actual farm gate prices of P&K fertilizers in the country.

In order to have a clear definition of the MRP of P&K fertilizers under the NBS Policy and ensure proper and regular reporting of MRP of P&K fertilizers in the FMS, the following decisions were taken in the meeting:

- (i) The P&K companies should have the same MRPs printed on the bags as applicable for each State in the FMS. In other words, there should not be any difference in the MRP printed on the fertilizer bags and that reported in the FMS for a particular state.

(Action by P&K Fertilizer manufacturers/marketers/importers)

(ii) The fertilizer companies henceforth will certify the correctness of MRPs of their products entered in the FMS while claiming 'On Account' claims for a particular month and also ensure that the MRPs are updated in the FMS upto the date of submission of bill.

(Action by P&K Fertilizer manufacturers/marketers/importers)

(iii) The Department will take up the matter with Department of Consumer Affairs separately for collecting prices of different fertilizers from market by their market intelligence in order to ascertain actual prices of fertilizers being sold to farmers at farm gate level.

(Action by DOF)

The meeting ended with vote of thanks to the chair.

Annexure

S.I.	P&K COMPANY NAME	NAME OF REPRESENTATIVE OF The COMPANY
1	DAC	Shri Sailesh Sharma (Law Officer)
2	DAC	Shri H.P Singh(Law Officer)
3	DIR(FA)	Shri Sushil Pal
4	DIR(FIANCE)	Shri S. Anandan
5	US(MPR)	Shri P.B.Sahu
6	DEFAI	Shri Stish chander
7	TATA CHEMICALS	Shri HARSHDEEP SINGH
8	IFFCCO	Shri BIRINDER SINGH
9	KRIBHCO	shri R.Kaushal
10	MFCL	Shri D.K. TYAGI
11	MADRAS FERTILIZERS	Shri V.MURALIDHARAN Shri RAJAT SHARMA
12	CHAMBAL FETILIZERS & CHEMICALS LTD	Shri MANISH JAIN Shri YADU NANDAN
13	COIMBATORE PIONEER FERTILIZERS LTD	Shri S.VENKATESH
14	FAG MILLS	Dr.S.K. DAS Shri ANIL MALHOTRA
15	FAI NEW DELHI	Shri D.S.YADAU
16	COROMANDEL INTERNATIONAL LIMITED	Shri RAVI PRASAD
17	MOSAIC INDIA PVT LTD	Shri PRADYUMNA MANESHWARI
18	GSFC LTD	Shri SHRINIWAS KALE
19	GREENSTAR FERTILIZERS LTD	Shri S.NARAYANAN shri s. Rama Krishna
20	NIRMA LTD	Shri J.C. LUTHRA
21	IPL	Shri ABHINAV AGARWAL
22	RASHTRIYA CHEMICALS FERTILIZERS LTD MUMBAI	Shri ASHOK GHASGHASE
23	GNFC LTD	Shri J.P GHARIA
24	GNFC LTD	Shri K.N. JAGGI
25	SFC	Shri SURESH JAIN
26	FACT	Shri P.V SARKAR
27	PPL	Shri S.K. SINGH
28	DFPLL	Shri R. NAND
29	GSFC -ND	Shri K.N., SINGH
30	FMS COODINAION	Shri NIKHIL
31	ZACL	Shri GANESH BABU KUMAR