

Revision of Energy Norms under NUP – 2015: -

- As per the New Urea Policy-2015 dated 25th May, 2015, the existing 25 gas based urea units have been classified into three groups based on pre set energy norms, i.e. Group-I (5.0 G Cal/MT to 6.0 G Cal/ MT)
- (Thirteen units), Group-II (6.0 G Cal/MT to 7.0 G Cal/ MT) (Four Units) & Group-III (more than 7.0 G Cal/MT) (Eight units).
- Further, these units were given the target energy norms to be achieved w.e.f. 1st April, 2018 which is as under:

Group I: 5.5 Gcal/MT

Group II: 6.2 Gcal/MT

Group III: 6.5 Gcal/MT

- **With the approval of CCEA**, Department of Fertilizers vide notification dated 28th March, 2018 has notified the following in respect of Target Energy Norms:
 - 1) For 11 urea manufacturing units viz. YFIL, NFL-Vijaipur-II, GIL, CFCL-Gadepan-I & II, IFFCO-Aonla-II, RCF-Thal, IFFCO Kalol, IFFCO-Aonla-I, IFFCO-Phulpur-I & II (classified as category A & B by PDIL), the target energy consumption norms as mentioned in Para 3.2 of NUP – 2015, may be enforced w.e.f. 1st April, 2018.
 - 2) The existing norms under New Urea Policy-2015 may be extended for further period of 2 years i.e. till 31st March, 2020 for remaining 14 urea manufacturing units viz., NFL Vijaipur-I, KRIBHCO - Hazira, KFL - Shahjahanpur, NFCL Kakinada-I, NFCL Kakinada-II, GNFC - Bharuch, GSFC-Vadodara, NFL-Bathinda, NFL-Nangal, NFL-Panipat, SFC - Kota, KFCL –Kanpur, RCF Trombay-V, ZACL-Goa (classified as C, D, E & F by the PDIL) with the following penalties:
 - a) Penalty equivalent to 2% energy of difference between NUP Energy norms and Target Energy norms of NUP-2015, may be imposed for the first year i.e. 2018-19.
 - b) Penalty equivalent to 5% energy of difference between NUP Energy norms and Target Energy norms of NUP-2015, may be imposed for the second year i.e. 2019-20. Urea manufacturing units must achieve Target Energy Norms during the extended period of 2018-19 to 2019-20 failing which additional penalties may be imposed on defaulting units in consultation with the Department of Finance.

- 3) The aforesaid target energy norms may be continued with upto 31st March, 2025. Meanwhile, an expert body under NITI Aayog would be engaged to recommend the energy norms to be achieved from 01st April, 2025.
- 4) The three Naphtha based urea units viz. MFL, MCFL and SPIC may be allowed the existing energy norms under policy notification dated 17th June, 2015 for another two years i.e. till 31st March, 2020 or till these units get the pipeline connectivity, whichever is earlier. Further, MFL, MCFL and SPIC will be allowed preset energy norms of NPS-III for a period of 5 years from the date of successful commissioning of gas pipeline connectivity to this naphtha based urea manufacturing units.