

No. 16015/1/2022-PMI
Government of India
Ministry of Chemicals & Fertilizers
Department of Fertilizers

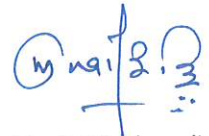
Shastri Bhawan, New Delhi
Dated : 24th July, 2024

OFFICE MEMORANDUM

Subject : Monthly Summary to the Cabinet for the month of : June, 2024-reg.

The undersigned is directed to circulate herewith the Monthly Summary pertaining to the Department of Fertilizers for the month of June, 2024 for information.

This issues with the approval of competent authority.



(Anil Phulwari)
Director (PMI)
Tel. 011-23389839

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. SO (IT) for uploading on DoF website.

1. Overall production performance during the month :

(Fig. in 'LMT')

Product Name	Production during the month	Cumulative production up to the month
Urea	24.66	75.62
DAP	3.44	10.00
Ammonium Sulphate (A/S)	0.58	1.44
Complex Fertilizers	9.22	25.16
Single Super Phosphate	5.42	13.09

Sources: dbtfert.nic.in as on 04.07.2024

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

(Fig. in 'LMT')

Product Name	Assessed Requirement	Availability	Sales
Urea	31.83	133.56	30.52
DAP	11.70	29.66	10.49
MOP	1.91	8.61	1.40
NPK	15.20	64.31	13.78

Source of data is Dashboard

3. Details of Imported Finished Fertilizers during the month:

Product Name	Quantity in 'LMT'
Urea	3.16
MOP for Agriculture use	3.10
DAP	2.73
NPK	1.98

4. Incremental progress of Talcher Fertilizer Project during June, 2024:

(A). REVIVAL OF TALCHER UNIT :

Foundation of TFL was laid by Hon'ble Prime Minister on 17th February, 2019. Equity of GAIL, RCF & CIL in TFL is 31.85% each and that of FCIL is 4.45%. CCEA in its meeting held on 21.02.2024 approved total revised equity investment of Rs. 2169.67 crore ($\pm$ 10%) by RCF in the TFL project.

(B). Following are the major activities and achievements in respect of TFL plant during the month of June, 2024: -

(i) The overall progress of the project as on 30th June, 2024 is 61.37% as against 60.47% as on 31st May, 2024. The monthly progress has come to almost standstill since May, 2024. mainly due to issues with Wuhan Engineering Company Ltd. (WECL).

(ii) The major activities and achievements during the month of June, 2024 are:-

- a. Civil frame of coal gasification package completed.
- b. Air compressor frame ready for erection of compressors in air separation unit.
- c. Prilling tower height erected up to 95m/121m.
- d. All major OSBL package are progressing at normal pace and achieved 69% physical progress.
- e. Water pipe line and Railways siding packages are moving on satisfactorily.

(iii) Major issues with Wuhan Engineering Company Ltd. (WECL) as of now :-

- a. Procurement: There is a 24% backlog in Coal Gasification & 31% in Ammonia urea towards procurement predominantly due to balance ordering, manufacturing and equipment dispatch to site.
- b. Construction: Grossly inadequate manpower & machinery deployment at site, leading to 40% backlog in construction activities (civil & structural works) for both the packages.
- c. Erection of Equipment: The backlog is more than 90% mainly due to non-receipt of equipment at site, non-readiness of foundations and mobilization of erection equipment etc. As on date only about 20% equipment have been received at site for both the units.
- d. Payment to vendors: Many Indian vendors, who have already dispatched equipment to site and also those who have the equipment 'ready for dispatch' have not been paid by WECL. Payment of almost Rs. 800 crores released against WECL bills in past 6-7 months is not getting paid to the vendors and is one of the key reasons for the present situation.

(iv). Mr. Wu Xiaobin, Dy Project Director, WECL, China visited TFL site for 3 months. A High Level meeting of TFL / PDIL senior officials with Mr. Wu Xiaobin, Dy Project Director, WECL was held on 24.06.2024 to resolve the pending issues of engineering, procurement, erection of equipment and deployment of manpower by WECL. All efforts are being made to resolve the pending issues to achieve the desired progress in the project.

5. Expenditure position:

As against total available budget B.E. 2024-25 of Rs. 168130.81 Crore for F.Y. 2024-25, expenditure on administration of fertilizer subsidy during June 2024 was Rs.12899.72 Crore (Urea: Rs. 8563.49 Crore, P&K: Rs. 4330.76 Crore, Establishment: Rs.2.94 Crore, DBT: Rs. 1.87 Crore, and MDA for GOBARDhan: Rs. 0.66 Crore). Progressive expenditure during April to June, 2024 was Rs. 29042.39 Crore (Urea: Rs. 21111.32 Crore, P&K: Rs. 7914.18 Crore, Establishment: Rs 12.31 Crore, DBT: Rs. 2.07 Crore, Capital Expenditure : Rs. 0.01 Crore & MDA for GOBARDhan: Rs. 2.50 Crore). i.e. the approx. 17.27 % of the total allocation.
