

No. 12012/20/2007-FPP  
Government of India  
Ministry of Chemicals & Fertilizers  
(Department of Fertilizers)

Shastri Bhawan,  
New Delhi, the 7<sup>th</sup> January, 2015

To

CMD/MDs

RCF/MFL/BVFCL/NFL/FACT/KRIBHCO/IFFCO/GSFC/GNVFC/SPIC/NFCL/CFCL/TATA/ZACL/INDO-GULF/SPIC/KSFL/MFCL.

**Subject: Policy for encouraging production and availability of fortified and coated urea in the country – reg.**

Sir

I am directed to refer to Department of Fertilizers letter of even number dated 2<sup>nd</sup> June 2008 and the 11<sup>th</sup> January 2011 on the above subject and to say that the competent authority has approved to remove the cap/restriction to produce Neem Coated Urea. Therefore, the indigenous producers of urea are allowed to produce Neem Coated urea which has been incorporated in Schedule 1 of the Fertilizer Control Order, 1985 up to maximum of their total production of subsidized urea. Further, it has been decided to restrict the extra 5% of MRP to be charged by the companies on Neem Coated Urea for future to the extent of 5% of the existing MRP of urea only i.e. Rs.5360 per MT.

2. The other terms and conditions of policy letter dated 2<sup>nd</sup> June 2008 will remain same. This order is effective from the date of issue.

Yours Sincerely

*Vsingh*  
(Vijay Ranjan Singh)  
Director(F)  
Tele : No. 23386398

1. Chief Secretaries of all State Governments and Union Territories
2. Secretaries of the Department of Expenditure, Department of Revenue, Department of Economic Affairs, Department of Agriculture & Cooperation, Department of commerce, Department of Industrial Policy & Promotion, Ministry of Petroleum & Natural Gas, Planning Commission.

3. Hindi Section

4. NIC for uploading on website of this Department.