

Subject : Monthly Summary of Dept. of Fertilizers for the month of March, 2019.

1. Overall production performance during the month :

Product Name	Production during the month	Cumulative production upto the month
Urea	20.76	240.00
DAP	4.90	38.99
Ammonium Sulphate (A/S)	0.55	5.17
Complex Fertilizers	6.45	89.98
Single Super Phosphate	3.39	40.72

Source mfms.nic.in as on 8.4.2019

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

Product Name	Assessed Requirement	Availability	Sales
Urea	14.07	31.85	25.24
DAP	4.08	20.06	10.71
MOP	1.57	5.65	2.85
Complex	6.16	23.39	9.97

Source of data is iFMS

3. Details of Imported Finished Fertilizers during the month:

Product Name	Quantity in 'LMT'
Urea	3.27
MOP for Agriculture use	2.71
DAP	3.77
NPK	0.66

4. Status of revival of closed units of FCIL/HFCL

(a) Revival of Ramagundam Unit:

Ramagundam unit of FCIL is being revived on nomination basis by consortium of PSUs namely Engineers India Limited (EIL), National Fertilizers Limited (NFL) and FCIL by setting up a gas based fertilizer plant of 1.27 MMTPA capacity. As on 31st March, 2019, 96.1% of physical progress of the project has been made. The project is likely to be commissioned in FY 2019-20.

The project activities are being monitored closely by Department of Fertilizers through monthly review meetings being held under the chairmanship of Secretary (Fertilizers). The last review meeting was held on 06.03.2019. Transco Switchyard has been charged with grid power on 30.03.2019.

(b). Revival of Talcher Unit:

Talcher unit is being revived through 'Nomination Basis' by forming JB of nominated PSUs. JV company has been named as Talcher Fertilizers Ltd. (TFL). Equity of GAIL, RCF & CIL in TFL is 29.67% each & FCIL's 10.99 %. New Ammonia Urea plant of 1.27 MMTPA capacity based on Coal Gasification Technology is being set up. Development of this project are as under:

- MoU with IOCL for supply of petcoke from Paradip refinery has been signed.
- Power Price Parity for Bridge Linkage Coal approved by Ministry of Coal.
- Captive coal mine has been allotted and the agreement signed.
- Environment Clearance for the project is received.
- Work order awarded to CMPDI for preparation of project report captive coal mine development.
- Site preparation work commenced.
- The Talcher Project is likely to start production by end 2022.

The project activities are being monitored closely by Department of Fertilizers through monthly review meetings being held under the chairmanship of Secretary (Fertilizers). The last review meeting was held on 06.03.2019. Ministry of Coal vide DO letter dated 28.03.2019 has approved extension of time for submitting Performance Bank Guarantee in r/o North of Arkhapal coal mine up to 31st July, 2019.

(c). Revival of Gorakhpur, Sindri, and Barauni units:

Gorakhpur, Sindri and Barauni units are being revived through SPV of Public Sector Undertakings namely National Thermal Power Corporation, Coal India Limited, Indian Oil Corporation Limited and Fertilizer Corporation of India Limited / Hindustan Fertilizer Corporation Limited by setting up gas based fertilizer plants of 1.27 MMTPA capacity each. Status of these projects is as under:

- A joint Venture company by name Hindustan Urvarak & Rasayan Limited (HURL) has been formed
- The pre-project activities namely, pre- feasibility, Geo technical investigation and Hydro topographic studies and geological and ground water study for water availability have been completed in respect of all the three projects.
- Environmental clearance obtained for Gorakhpur, Sindri and Barauni Projects.
- Gas supply & transportation agreement has been signed with GAIL (India) Ltd for Gorakhpur, Sindri&Barauni Projects.
- Lump sum turnkey (LSTK) contracts for Ammonia Urea Fertilizer plants at Gorakhpur, Sindri and Barauni have been awarded.
- Government has granted Interest Free Loan to HURL amounting to Rs 422.28 crore, 415.77 crore and 419.77 crore for Gorakhpur, Sindri and Barauni projects respectively.
- These Projects are likely to start production by 2021.

The project activities are being monitored closely by Department of Fertilizers through monthly review meetings being held under the chairmanship of Secretary (Fertilizers). The last review meeting was held on 06.03.2019.

5. Policy on Promotion of City Compost :

The sale of city compost by Fertilizer Marketing companies in March 2019 was about 16291.61 MT and cumulative sales of city compost during 2018-19 (April 2018 to March 2019) are about 195551.48 MT. The sale of city compost in bulk by compost manufacturers in March 2019 was about 127.32 MT and cumulative sales of city compost in bulk during 2018-19 (April 2018 to March 2019) are about 111078.99 MT.

6. Expenditure position:

As against an available budget of Rs. 73450.35 Crore for F.Y. 2018-19, expenditure on administration of fertilizer subsidy between April-March 2019 was Rs. 73442.18 Crore (P&K : Rs. 24080.35 Crore, Urea: 49344.86 Crore, City Compost: Rs. 10 Crore & Exp. On DBT professional & office Expenses 6.97 Crore) i.e. 99.99% of the total allocation. Special Banking Arrangement amounting to Rs. 10000 Crore has been sanctioned by M/o Finance, which has been utilized in making payments of Carry over liabilities and DBT claims .

7. Submission of Cabinet Note:

- (i) **FACT Land sale to Government of Kerala:** As per directions of PMO given in the meeting held on 10.08.2018, the proposal for sale of FACT land to Government of Kerala has been delinked from the restructuring proposal. Advance copies of the Cabinet Note were forwarded to Cabinet Secretariat & PMO for further directions/ comments, if any.
- (ii) **MFL Restructuring:** As per directions of PMO given in the meeting held on 10.08.2018, the proposal for sale of land to CPCL is under examination. NOC from Government of Tamilnadu has been received. MFL has furnished the consolidate proposal in this regard along with final circle rate of the land. The matter has been taken up with Ministry of Petroleum & Natural Gas for their concurrence to the proposal for sale of 70 acres of land of MFL to CPCL.
- (iii) **Non revival of Haldia unit:** Final copies of the CCEA Note were forwarded to the Cabinet Secretariat on 26.07.2018. The proposal for handing over of HFCL land at Haldia to KcPT was delinked from the CCEA Note and has been taken up separately as per Cabinet Secretariat's directions in consultation with Department of Expenditure.
