

F. No. 23011/17/2016-MPR
Government of India
Department of Fertilizers

Shastri Bhawan, New Delhi
Dated the 17th April, 2017

OFFICE MEMORANDUM

Subject: Implementation of the Nutrient Based Subsidy (NBS) policy for Phosphatic and Potassic (P&K) Fertilizers and revision in the NBS Rates for 2017 - 18.

The undersigned is directed to convey that per Kg subsidy on nutrients, namely Nitrogen (N), Phosphate (P), Potash (K) and Sulphur (S) contained in P&K fertilizers covered under NBS Policy for the year 2017-18 applicable from 1st April 2017 shall be as under:

S. No	Nutrients	NBS (Rs. per Kg of Nutrient)
1	N	18.989
2	P	11.997
3	K	12.395
4	S	2.240

2. The per MT subsidy on various grades of P&K fertilizers covered under FCO and NBS Policy for 2017-18 applicable from 1st April, 2017 shall be as under: -

S. No	Name of fertilizers	NBS Rates for 2017-18
1	DAP : 18-46-0-0	8937
2	MOP : 0-0-60-0	7437
3	SSP : 0-16-0-11	2166
4	NPS 20-20-0-13	6488
5	NPK 10-26-26-0	8241
6	NP 20-20-0-0	6197
7	NPK 15-15-15	6507
8	NP 24-24-0-0	7437
9	AS: 20.5-0-0-23	4408
10	NP 28-28-0-0	8676
11	NPK 17-17-17	7375
12	NPK 19-19-19	8242
13	NPK 16-16-16-0	6941
14	NPS 16-20-0-13	5729
15	NPK 14-35-14	8593
16	NPS 24-24-0-8*	7437
17	MAP : 11-52-0-0	8327
18	TSP : 0-46-0-0	5519
19	NPK 12-32-16	8101

20	NPK 14-28-14	7753
21	NPKS 15-15-15-09	6709

* **Subsidy** on Sulphur not included

3. Any variant of the subsidised P&K fertilizers covered under NBS Policy and are fortified/coated with Boron and Zinc, as provided for under FCO, will continue to be eligible for subsidy. Such fortified/coated grades of fertilizers will attract an additional per tonne subsidy to encourage their application along with primary nutrients as per the rates mentioned below:

S.No	Nutrients for fortification as per FCO	Additional subsidy (Rs/MT) for fortified/coated fertilizers
1	Boron (B)	300
2	Zinc (Zn)	500

4. In order to examine the reasonableness of MRPs of P&K fertilizers, the companies shall continue to submit the certified cost data as per the requirement and directions of DOF from time to time. The companies shall also report MRPs of P&K fertilizers regularly to DOF.

5. The fertilizer companies are required to print Maximum Retail Price (MRP) along with applicable subsidy on the fertilizer bags clearly. Any sale above the printed MRP will be punishable under the EC Act.

6. The distribution and movement of fertilizers along with import of finished fertilizers, fertilizer inputs and production by indigenous units will continue to be monitored through the online web based "Integrated Fertilizer Monitoring System (iFMS) (Erstwhile FMS and mFMS).

7. Manufacturers/Marketers/Importers of P&K fertilizers, including manufacturers of SSP, are required to ensure that fertilizers are transported up to the retail point on F.O.R delivery basis.

8. Manufacturers of customized fertilizers and mixture fertilizers will be eligible to source subsidized P&K fertilizers from the manufacturers/importers after their receipt in the districts as inputs for manufacturing customized fertilizers and mixture fertilizers for agricultural purpose. There would be no separate subsidy on sale of customized fertilizers and mixture fertilizers.

9. The payment of subsidy to the manufacturers/importers of P&K fertilizers shall be released as per the procedure and terms and conditions mentioned in the Department Notification No. D(FA)/ CCEA/2011 dated 25.10.2012 and as amended from time to time.

10. The benefits to the manufacturers of P&K fertilizers on account of use of cheaper domestic gas, if any, shall be mopped up for which separate guidelines shall be issued.

11. This issues with the concurrence of IFD vide diary No. 233/A/AS&FA/2017 dated 05.04.2017 and approval of the competent authority.

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(D P Srivastava)
Director (P&K)
Tel: 23389839

1. Secretary (Agriculture), DAC&FW, Krishi Bhawan, New Delhi.

2. Secretary (Expenditure), Department of Expenditure, North Block, New Delhi.
3. Chief Executive Officer (CEO), NITI Aayog, New Delhi.
4. Secretary, Min. of Petroleum and Natural Gas, Shastri Bhawan, New Delhi
5. Joint Secretary (INM), DAC&FW, Krishi Bhawan, New Delhi.
6. Joint Secretary (PF-II), Department of Expenditure, North Block, New Delhi.

7. Joint Secretary (Sri Anurag Jain), Prime Minister's Office, South Block, New Delhi.
8. Joint Secretary (Cabinet), Cabinet Secretariat, Rashtrapati Bhawan, New Delhi.
9. Director (Sri Mayur Maheshwari), PMO, South Block, New Delhi
10. Executive Director, FICC, Department of Fertilizers, New Delhi.
11. Director (Fertilizer Accounts), Department of Fertilizers, New Delhi.
12. Director (Finance)/DS (Budget), Department of Fertilizers, New Delhi.
13. Director (Movement)/Director (FPP), Dept. of Fertilizers, New Delhi.
14. Director General, FAI, New Delhi.
15. All Urea Manufacturers and P&K Fertilizer Manufacturers& importers.

Copy to:

1. Chief Secretaries/ All Agriculture Production Commissioners/Secretaries (Agriculture) of the State Governments/ UTs.
2. Commissioners/Directors, Commissionerate/Directorate of Agriculture of the State Governments/ UTs.

Copy also to:

PS to Minister (C&F)/PS to MOS for C&F/Sr.PPS to Secretary (Fertilizers)/ AS & FA/ JS(DP) / JS(AT) / JS(SKL) / Economic Advisor / Chief Controller of Accounts / P&AO / US (Concession Wing) / Sr. AD (Accounts), FA Wing / AD (OL for translation in Hindi) / All Sections in DOF/Guard File/Technical Director, NIC for uploading the same on the Department's website.

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