

No. 23011/17/2013-MPR
Government of India
Ministry of Chemicals & Fertilizers
Department of Fertilizers

Shastri Bhawan, New Delhi
Dated the 22nd January 2014

To

State Bank of India,
Corporate Accounts Group Branch,
Jawahar Vyapar Bhawan, New Delhi

Subject: Letter of Comfort.

Sir,

I am directed to state that in support of the short-term line of credit proposed under the Special Banking Financing arrangement to the fertiliser companies (hereinafter referred to as the companies) listed in the Annexure thereto; the following is confirmed:

- i. That the fertilizer companies listed in the Annexure thereto, are eligible to receive fertilizer subsidy from the Government of India under the approved scheme provided for annually in the General Budget.
 - ii. That the outstanding liabilities of the companies under the short term loan/cash credit facility limited to Rs.4500,00,00,000/- (Rupees four thousand and five hundred crore), which has been lien marked in favour of the consortium led by SBI, shall be reimbursed by Government from budgetary allocations in the year 2014-15 on first priority basis, directly to SBI setting off the outstanding liabilities of the companies under the short-term line of credit/cash credit facility within a maximum of 120 days from the date of disbursement by DOF.
 - iii. That Government's interest liability limited to maximum G-Sec rate of 8% per annum, of the loan shall be paid on first day of next month for the interest of the previous month i.e. on 1st February for interest of January, 2014, 1st of March 2014 for interest of February 2014 so on. Interest over and above G-sec rate of 8% shall be borne by the companies.
2. This has the approval of Ministry of Finance and Dept. of Expenditure and also concurrence of IFD Diary No.5021/SS&FA dated 16th January 2014.

Yours faithfully,


(Rajiva Kumar)
Deputy Secretary to Govt. of India

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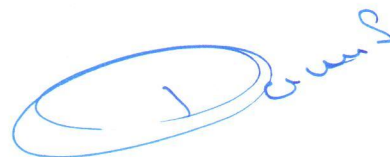
1. Controller of Accounts, Dept. of Fertilizers, Janpath Bhawan, New Delhi.
2. PS to AS & FA, Min. of Fertilizers & Chemicals/Dy. Secretary (Finance)

(Rs. in crore)

FERTILIZER INDUSTRY COORDINATION COMMITTEE

Statement showing details of subsidy payable to Indigenous Urea
Manufacturers under SBA-II during 2013-14

SI No	Unit name	TOTAL	Co. Total
1	CFCL-I	307.82	
2	CFCL-II	345.44	653.26
3	GNVFC	356.03	356.03
4	KRIBHCO	176.22	176.22
5	MCFL	442.4	442.4
6	NFCL-I	87.18	
7	NFCL-II	108.45	195.63
8	RCF-THAL	398.39	
9	RCF-TROMBAY	80.02	478.41
10	TATA CHEM	247.65	247.65
11	ZACL	465.05	465.05
12	SPIC	238.48	238.48
TOTAL UREA SUBSIDY		3253.13	3253.13
Total P&K subsidy as per attached list			1041.76
Total for SBI consortium			4294.89



FA WING, UDYOG BHAWAN

Statement showing details of subsidy payable to P&K importers under SBA-II
during 2013-14

(Rs. in crore)

Sr. No.	Company	Oct-13	Nov. 13 (50%)	Total Oct.13 & Nov. 13 for disbursement
1	CFCL	0.060	0.025	0.085
2	CFCLIMP	106.270	49.360	155.630
3	CFLK	3.290	3.305	6.595
4	CFLV	0.070	0.000	0.070
5	DFPCL	0.770	13.725	14.495
6	FACT	10.960	3.505	14.465
7	HPM	2.780	4.380	7.160
8	IFFCOKIMP	69.300	8.400	77.700
9	IPL	207.100	169.235	376.335
10	MCFL	18.340	1.660	20.000
11	MOSAIC	95.940	20.455	116.395
12	NFCL	14.480	7.000	21.480
13	PPL	46.540	17.080	63.620
14	RCF	17.760	1.390	19.150
15	TCL	43.960	34.505	78.465
16	ZIL	35.810	34.305	70.115
TOTAL P&K SUBSIDY		673.43	368.33	1041.76

