

F.No.19011/26/2010-MPR
Government of India
Ministry of Chemicals & Fertilizers
Department of Fertilizers

Room No. 407, B-Wing,
Shastri Bhawan, New Delhi
The 16th September 2011

Office Memorandum

Subject: First time technical inspection conducted by M/s PDIL in respect of the SSP manufacturing unit of M/s Srikrishna Fertilizers Ltd. located in Industrial Area, MIC Bela, Muzaffarpur, Bihar.

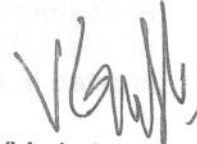
The undersigned is directed to say that the SSP unit of M/s Srikrishna Fertilizers Ltd. located in Industrial Area, MIC Bela, Muzaffarpur, Bihar, with the annual installed capacity of 33000 MTs per annum with granulated facility, is one of the SSP manufacturing units, which are already covered under the concession scheme/Nutrient Based Subsidy Policy. The company in its letter dated 29.4.2011 intimated to Department of Fertilizers that it had started its commercial production w.e.f. 17.1.2011. The company informed that they have also made a marketing arrangement with M/s Indian Potash Ltd. (IPL) for sale of SSP in the states of Bihar, Uttar Pradesh and Jharkhand. As per the agreement, the payment of subsidy shall be claimed by M/s IPL on the sales of SSP produced by the unit. The company further informed that it has got closing stock of 289 MTs of SSP as on 1.4.2006. The company proposed to sell this stock to IPL. In this context, the company requested to Department of Fertilizers to grant marketing arrangement to sell the SSP produced by the unit. The company also requested for deputing a team of PDIL for conducting first time technical inspection of the unit.

2. The above said request of the company was examined and accordingly, marketing arrangement was granted to the company on 28.4.2011, whereby M/s IPL was allowed to sell the SSP produced by the unit and claim subsidy thereon. Further, M/s PDIL was asked on 3.5.2011 to conduct first time technical inspection and also verify and report in respect of quantity and quality of the closing stock of SSP as informed by the company.

3. PDIL conducted its inspection on 15.5.2011 and reported that the unit is technically competent to manufacture SSP of the standards laid down under the FCO with the annual installed capacity of 33000 MTs per annum. The unit has the facility to granulate the powdered SSP. The unit has also got consent from the Bihar State Pollution Control Board, Patna to operate the plant. The unit has also got closing stock of 289.946 MTs of SSP. PDIL reported that they took sample of the SSP from the above said stock and tested in their laboratory and resultantly it is found within the FCO norms. PDIL reported that unit started its commercial production w.e.f. 17.1.2011. The ratio of the rock/SSP and acid/rock ratio of the SSP produced in the unit is well within the prescribed limits.

Contd.:2

4. The above report of PDIL has been examined in the Department and accordingly, it has been decided to release payment of subsidy to M/s Srikrishna Fertilizers Ltd., Muzaffarpur, Bihar as per the marketing arrangement made by DOF, vide letter dated 28.4.2011 in respect of the sales of SSP made by the unit w.e.f. 17.1.2011. Further, the matter relating to the sale of the closing stock of 289.946 MTs of SSP available with the unit w.e.f. 1.4.2006 is under consideration with DOF.
5. This issues with the approval of the competent authority.



(Varinder Gupta)

Under Secretary to the Government of India
Telefax : 011-2338536

Director (FA),
Department of Fertilizers,
Udyog Bhawan, New Delhi

Copy to:

1. M/s Srikrishna Fertilizers Ltd. located in Industrial Area, MIC Bela, Muzaffarpur, Bihar.
2. M/s Indian Potash Ltd.
3. CA/P&AO
4. Director (Finance)/AFA/SO(IFD)
5. Sr. AD (A/c), Concession Wing
6. Director (Movement)
7. NIC for uploading on the Department's website (fert.nic.in)
8. AD(OL)
9. MD, PDIL with the request to kindly submit a report in respect of the quality of the SSP of the closing stock lying with the unit. It may be intimated as to whether this needs to be reprocessed for conforming it to the standards of the FCO.

Copy also to : **Directors of Agriculture of all the State Governments.**