

No. 23011/27/2013-MPR
Government of India
Ministry of Chemicals & Fertilizers
Department of Fertilizers

Shastri Bhawan, New Delhi
Dated the 31st March, 2014

OFFICE MEMORANDUM

Subject: Implementation of the Nutrient Based Subsidy (NBS) policy for Phosphatic and Potassic (P&K) Fertilizers w.e.f. 01.04.2014- NBS Policy for 2014-15 and per MT Subsidy regarding.

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 2014-15 w.e.f 1st April 2014 shall be as under:

S. No	Nutrients	NBS (Rs. per Kg of Nutrient)
1	N	20.875
2	P	18.679
3	K	15.500
4	S	1.677

2. Per Metric Tonne subsidy on various grades of P&K fertilizers covered under NBS Policy shall be as under:

S. No	Name of fertilizers (nutrient content)	Proposed NBS Rates for 2014-15 (Rs/Per MT)
1	DAP : 18-46-0-0	12350
2	MAP : 11-52-0-0	12009
3	TSP : 0-46-0-0	8592
4	MOP : 0-0-60-0	9300
5	NPS 16-20-0-13	7294
6	NPS 20-20-0-13	8129
7	NPK 10-26-26-0	10974
8	NPK 12-32-16	10962
9	NPK 14-28-14	10323
10	NPK 14-35-14	11630
11	NPK 15-15-15	8258
12	AS: 20.6-0-0-23	4686
13	NP 28-28-0-0	11075
14	NPK 17-17-17	9359
15	NPK 19-19-19	10460
16	SSP 0-16-0-11	3173
17	NPK 16-16-16-0	8809
18	DAP lite (16-44-0-0)	11559
19	NPKS 15-15-15-09	8409
20	NP 24-24-0-0	9493
21	NP 20-20-0-0	7911
22	NPS 24:24-0-8	9493

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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 monitor the 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 "Fertilizer Monitoring System (FMS)/mobile FMS".

7. 20% of the price decontrolled fertilizers produced/imported in India will continue to be in the Movement Control under the Essential Commodities Act 1955 (ECA). Department of Fertilizers will regulate the movement of these fertilizers to bridge the supplies in underserved areas.

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

9. 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.

10. 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 by the Department.

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

12. This issues with the concurrence of IFD vide diary No.5299/AS&FA dated 31st March 2014 and approval of the competent authority.



(P. B. Sahu)

Under Secretary to government of India
Tel: 2338 7492

No. 23011/27/2013-MPR dated 31.3.2014

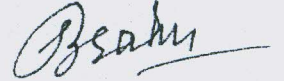
1. Secretary (Agriculture), DAC, Krishi Bhawan, New Delhi.
2. Secretary (Expenditure), Department of Expenditure, North Block, New Delhi.
3. Secretary (Planning Commission), Yojana Bhawan, New Delhi.
4. Secretary, Min. of Petroleum and Natural Gas, Shastri Bhawan, New Delhi
5. Joint Secretary (INM), DAC, Krishi Bhawan, New Delhi.
6. Joint Secretary (PF-II), Department of Expenditure, North Block, New Delhi.
7. Joint Secretary, Prime Minister's Office, South Block, New Delhi.
8. Joint Secretary (Cabinet), Cabinet Secretariat, Rashtrapati Bhawan, New Delhi.
9. Executive Director, FICC, Department of Fertilizers, New Delhi.
10. Director of Accounts, Department of Fertilizers, Udyog Bhawan, New Delhi.
11. DS (Finance)/DS (Budget), Department of Fertilizers, New Delhi.
12. Director General, FAI, New Delhi.
13. All the manufacturers & importers of P&K Fertilizers.
14. All SSP manufacturers.

Copy to:

1. Director, PMO, South Block, New Delhi.
2. Chief Secretaries/ All Agriculture Production Commissioners/ Secretaries (Agriculture) of the State Governments/ UTs.
3. Commissioners/Directors, Commissionerate/Directorate of Agriculture of the State Governments/ UTs.

Copy also to:

PS to MOS (Ind. Charge) C&F/PPS/PS to Secretary (Fertilizers)/ AS & FA/ JS(P&P) / JS(F&P) / JS(A&M) / Economic Advisor / 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.



(P. B. Sahu)

Under Secretary to government of India