

MINISTRY OF CHEMICALS AND FERTILISERS

DEMAND NO. 6

Department of Fertilisers*(In ₹ crores)*

	Actual 2021-2022			Budget 2022-2023			Revised 2022-2023			Budget 2023-2024		
	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total
Gross	157785.31	81.56	157866.87	109242.18	0.05	109242.23	228530.62	...	228530.62	179125.79	2.69	179128.48
Recoveries	-4060.88	...	-4060.88	-3980.00	...	-3980.00	-3269.00	...	-3269.00	-3980.00	...	-3980.00
Receipts	...	...	...	...	...	...	...	...	...	...	...	...
Net	153724.43	81.56	153805.99	105262.18	0.05	105262.23	225261.62	...	225261.62	175145.79	2.69	175148.48
A. The Budget allocations, net of recoveries, are given below:												
CENTRE'S EXPENDITURE												
Establishment Expenditure of the Centre												
1. Secretariat	33.44	...	33.44	39.75	...	39.75	39.25	...	39.25	42.51	2.44	44.95
Central Sector Schemes/Projects												
2. Urea Subsidy												
2.01 Payment for Indigenous Urea	56537.56	...	56537.56	46596.78	...	46596.78	118457.24	...	118457.24	104063.18	...	104063.18
2.02 Payment for Import of Urea	48432.56	...	48432.56	20590.00	...	20590.00	38894.15	...	38894.15	31000.00	...	31000.00
2.03 Direct Benefit Transfer(DBT) in Fertiliser Subsidy	11.78	...	11.78	15.54	...	15.54	15.54	...	15.54	16.74	0.20	16.94
2.04 Recovery	-3993.77	...	-3993.77	-3980.00	...	-3980.00	-3269.00	...	-3269.00	-3980.00	...	-3980.00
<i>Net</i>	<i>100988.13</i>	<i>...</i>	<i>100988.13</i>	<i>63222.32</i>	<i>...</i>	<i>63222.32</i>	<i>154097.93</i>	<i>...</i>	<i>154097.93</i>	<i>131099.92</i>	<i>0.20</i>	<i>131100.12</i>
3. Nutrient Based Subsidy												
3.01 Payment for Indigenous P and K Fertilizers	31931.46	...	31931.46	25200.00	...	25200.00	42089.67	...	42089.67	25500.00	...	25500.00
3.02 Payment for Imported P and K Fertilizers	20794.80	...	20794.80	16800.00	...	16800.00	29032.56	...	29032.56	18500.00	...	18500.00
3.03 Payment for City Compost	43.71	...	43.71	...	...	...	...	...	...	...	...	...
<i>Total- Nutrient Based Subsidy</i>	<i>52769.97</i>	<i>...</i>	<i>52769.97</i>	<i>42000.00</i>	<i>...</i>	<i>42000.00</i>	<i>71122.23</i>	<i>...</i>	<i>71122.23</i>	<i>44000.00</i>	<i>...</i>	<i>44000.00</i>
4. Scheme for promotion of flagging of merchant ships in India	...	...	...	...	...	...	2.16	...	2.16	3.25	...	3.25
Total-Central Sector Schemes/Projects	153758.10	...	153758.10	105222.32	...	105222.32	225222.32	...	225222.32	175103.17	0.20	175103.37
Other Central Sector Expenditure												
Public Sector Undertakings												
5. Assistance to Public Sector Undertakings (PSUs)	...	81.56	81.56	0.01	0.05	0.06	...	...	...	0.01	0.05	0.06
Others												

(In ₹ crores)

	Actual 2021-2022			Budget 2022-2023			Revised 2022-2023			Budget 2023-2024		
	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total
6. Research and Development	...	...	...	0.10	...	0.10	0.05	...	0.05	0.10	...	0.10
7. Recovery	-67.11	...	-67.11	...	...	...	...	...	...	...	...	...
Total-Others	-67.11	...	-67.11	0.10	...	0.10	0.05	...	0.05	0.10	...	0.10
Total-Other Central Sector Expenditure	-67.11	81.56	14.45	0.11	0.05	0.16	0.05	...	0.05	0.11	0.05	0.16
Grand Total	153724.43	81.56	153805.99	105262.18	0.05	105262.23	225261.62	...	225261.62	175145.79	2.69	175148.48
B. Developmental Heads												
Economic Services												
1. Crop Husbandry	52702.88	...	52702.88	42000.00	...	42000.00	71122.23	...	71122.23	44000.00	...	44000.00
2. Industries	100988.13	...	100988.13	63222.42	...	63222.42	154100.14	...	154100.14	131103.27	...	131103.27
3. Secretariat-Economic Services	33.42	...	33.42	39.75	...	39.75	39.25	...	39.25	42.51	...	42.51
4. Other General Economic Services	...	...	...	0.01	...	0.01	...	...	...	0.01	...	0.01
5. Capital Outlay on Other General Economic Services	...	...	...	...	...	...	...	...	...	...	2.64	2.64
6. Loans for Fertilizer Industries	...	81.56	81.56	...	0.05	0.05	...	...	...	...	0.05	0.05
Total-Economic Services	153724.43	81.56	153805.99	105262.18	0.05	105262.23	225261.62	...	225261.62	175145.79	2.69	175148.48
Grand Total	153724.43	81.56	153805.99	105262.18	0.05	105262.23	225261.62	...	225261.62	175145.79	2.69	175148.48
	Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total
C. Investment in Public Enterprises												
1. FCI Aravali Gypsum and Minerals India Limited	...	4.96	4.96	...	74.21	74.21	...	18.24	18.24	...	57.81	57.81
2. Projects and Development India Limited	...	...	...	...	0.10	0.10	...	4.54	4.54	...	5.01	5.01
3. Rashtriya Chemicals and Fertilisers Limited	...	244.33	244.33	...	293.87	293.87	...	395.20	395.20	...	403.39	403.39
4. Brahmaputra Valley Fertiliser Cooperation Limited	...	-60.72	-60.72	...	-1.86	-1.86	...	23.37	23.37	...	82.49	82.49
5. National Fertilizer Limited	...	289.31	289.31	...	278.92	278.92	...	411.55	411.55	...	641.16	641.16
Total	...	477.88	477.88	...	645.24	645.24	...	852.90	852.90	...	1189.86	1189.86

1. **Secretariat:** Provision is for expenditure on Secretariat of the Department.

2.01. **Payment for Indigenous Urea:** The provision is for subsidy under Fertilizer New Pricing Scheme (NPS) including Freight Subsidy for production of urea. The subsidy scheme is intended to make fertilizers available to the farmers at reasonable prices and to give producers of fertilizers a reasonable return on their investment. The difference between the concession price so fixed less distribution margin and the statutorily controlled consumers' price is allowed as subsidy. The quantum of subsidy depends on the concession price, the consumer's price and the level of production.

2.02. **Payment for Import of Urea:** As indigenous production is not adequate to meet the demand for fertilizers, imports are arranged to make up for the shortfall. The cost involved is broadly the price of imported fertilizers plus the cost of handling and distribution of the fertilizers. The selling price of imported fertilizers to farmers is controlled under the Fertilizer Control Order and the consumer prices are thus statutorily regulated. This selling price is the same as the selling price for indigenous production. The difference between the amount realised by way of sale of fertilizers to farmers and the import costs to Government represents the subsidy on fertilizer imports.

2.03. **Direct Benefit Transfer(DBT) in Fertiliser Subsidy:** Provision for Direct Benefit Transfer(DBT)of subsidy on online bills.

3.01. **Payment for Indigenous P and K Fertilizers:** Provision is for payment to the manufacturers of fertilizers/agencies under the Nutrient Based Subsidy (NBS) scheme on the sale of decontrolled Phosphatic and Potassic fertilizers at concessional rate to the farmers. The concession would lead to balanced use of fertilizer NPK nutrients for better soil health and productivity.

3.02. **Payment for Imported P and K Fertilizers:** Provision is for payment to the importers of fertilizers/agencies under the Nutrient Based Subsidy (NBS) scheme on the sale of decontrolled Phosphatic and Potassic fertilizers at concessional rate to the farmers. The concession would lead to balanced use of fertilizer NPK nutrients for better soil health and productivity.

4. **Scheme for promotion of flagging of merchant ships in India:** In order to achieve the objective of Atmanirbhar Bharat, the Union Cabinet, in its meeting held on 14 th July, 2021 has approved a scheme in the Ministry of Port Shipping and Waterways to provide ₹1624 crore over a period of five years as subsidy to Indian Shipping companies in global tenders floated by Ministries and CPSEs for import of government cargo. Accordingly, a Budget Head has been created and amount has been allocated for the scheme as advised by that Ministry.

5. **Assistance to Public Sector Undertakings (PSUs):** The provision is for assistance to PSUs .

6. **Research and Development:** The provision is for Research and Development.