

**MINISTRY OF CHEMICALS AND FERTILISERS**

## DEMAND NO. 6

**Department of Fertilisers***(In ₹ crores)*

	Actual 2022-2023			Budget 2023-2024			Revised 2023-2024			Budget 2024-2025		
	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total
Gross	254841.43	...	254841.43	179125.79	2.69	179128.48	192476.60	2.69	192479.29	168127.20	3.61	168130.81
Recoveries	-3472.25	...	-3472.25	-3980.00	...	-3980.00	-3532.00	...	-3532.00	-3980.00	...	-3980.00
Receipts	...	...	...	...	...	...	...	...	...	...	...	...
<b>Net</b>	<b>251369.18</b>	...	<b>251369.18</b>	<b>175145.79</b>	<b>2.69</b>	<b>175148.48</b>	<b>188944.60</b>	<b>2.69</b>	<b>188947.29</b>	<b>164147.20</b>	<b>3.61</b>	<b>164150.81</b>
A. The Budget allocations, net of recoveries, are given below:												
<b>CENTRE'S EXPENDITURE</b>												
<b>Establishment Expenditure of the Centre</b>												
1. Secretariat	37.42	...	37.42	42.51	2.44	44.95	43.29	2.44	45.73	44.88	3.36	48.24
<b>Central Sector Schemes/Projects</b>												
2. Urea Subsidy												
2.01 Payment for Indigenous Urea	125270.09	...	125270.09	104063.18	...	104063.18	102121.00	...	102121.00	100340.00	...	100340.00
2.02 Payment for Import of Urea	43406.61	...	43406.61	31000.00	...	31000.00	30000.00	...	30000.00	22634.00	...	22634.00
2.03 Direct Benefit Transfer(DBT) in Fertiliser Subsidy	3.96	...	3.96	16.74	0.20	16.94	4.80	0.20	5.00	5.80	0.20	6.00
2.04 Recovery	-3463.53	...	-3463.53	-3980.00	...	-3980.00	-3532.00	...	-3532.00	-3980.00	...	-3980.00
<i>Net</i>	<i>165217.13</i>	...	<i>165217.13</i>	<i>131099.92</i>	<i>0.20</i>	<i>131100.12</i>	<i>128593.80</i>	<i>0.20</i>	<i>128594.00</i>	<i>118999.80</i>	<i>0.20</i>	<i>119000.00</i>
3. Nutrient Based Subsidy												
3.01 Payment for Indigenous P and K Fertilizers	50089.67	...	50089.67	25500.00	...	25500.00	32370.00	...	32370.00	26500.00	...	26500.00
3.02 Payment for Imported P and K Fertilizers	36032.56	...	36032.56	18500.00	...	18500.00	27930.00	...	27930.00	18500.00	...	18500.00
<i>Total- Nutrient Based Subsidy</i>	<i>86122.23</i>	...	<i>86122.23</i>	<i>44000.00</i>	...	<i>44000.00</i>	<i>60300.00</i>	...	<i>60300.00</i>	<i>45000.00</i>	...	<i>45000.00</i>
4. Scheme for promotion of flagging of merchant ships in India	1.12	...	1.12	3.25	...	3.25	1.50	...	1.50	2.50	...	2.50
5. Policy on Promotion of Organic Fertilizers	...	...	...	...	...	...	6.00	...	6.00	100.00	...	100.00
<b>Total-Central Sector Schemes/Projects</b>	<b>251340.48</b>	...	<b>251340.48</b>	<b>175103.17</b>	<b>0.20</b>	<b>175103.37</b>	<b>188901.30</b>	<b>0.20</b>	<b>188901.50</b>	<b>164102.30</b>	<b>0.20</b>	<b>164102.50</b>
<b>Other Central Sector Expenditure</b>												
<b>Public Sector Undertakings</b>												
6. Assistance to Public Sector Undertakings (PSUs)	...	...	...	0.01	0.05	0.06	0.01	0.05	0.06	0.01	0.05	0.06
<b>Others</b>												

(In ₹ crores)

	Actual 2022-2023			Budget 2023-2024			Revised 2023-2024			Budget 2024-2025		
	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total
7. Research and Development	...	...	...	0.10	...	0.10	...	...	...	0.01	...	0.01
8. Recovery	-8.72	...	-8.72	...	...	...	...	...	...	...	...	...
<b>Total-Others</b>	<b>-8.72</b>	...	<b>-8.72</b>	<b>0.10</b>	...	<b>0.10</b>	...	...	...	<b>0.01</b>	...	<b>0.01</b>
<b>Total-Other Central Sector Expenditure</b>	<b>-8.72</b>	...	<b>-8.72</b>	<b>0.11</b>	<b>0.05</b>	<b>0.16</b>	<b>0.01</b>	<b>0.05</b>	<b>0.06</b>	<b>0.02</b>	<b>0.05</b>	<b>0.07</b>
<b>Grand Total</b>	<b>251369.18</b>	...	<b>251369.18</b>	<b>175145.79</b>	<b>2.69</b>	<b>175148.48</b>	<b>188944.60</b>	<b>2.69</b>	<b>188947.29</b>	<b>164147.20</b>	<b>3.61</b>	<b>164150.81</b>
<b>B. Developmental Heads</b>												
<b>Economic Services</b>												
1. Crop Husbandry	86113.57	...	86113.57	44000.00	...	44000.00	60300.00	...	60300.00	45000.00	...	45000.00
2. Industries	165218.25	...	165218.25	131103.27	...	131103.27	128601.30	...	128601.30	119102.31	...	119102.31
3. Secretariat-Economic Services	37.36	...	37.36	42.51	...	42.51	43.29	...	43.29	44.88	...	44.88
4. Other General Economic Services	...	...	...	0.01	...	0.01	0.01	...	0.01	0.01	...	0.01
5. Capital Outlay on Other General Economic Services	...	...	...	...	2.64	2.64	...	2.64	2.64	...	3.56	3.56
6. Loans for Fertilizer Industries	...	...	...	...	0.05	0.05	...	0.05	0.05	...	0.05	0.05
<b>Total-Economic Services</b>	<b>251369.18</b>	...	<b>251369.18</b>	<b>175145.79</b>	<b>2.69</b>	<b>175148.48</b>	<b>188944.60</b>	<b>2.69</b>	<b>188947.29</b>	<b>164147.20</b>	<b>3.61</b>	<b>164150.81</b>
<b>Grand Total</b>	<b>251369.18</b>	...	<b>251369.18</b>	<b>175145.79</b>	<b>2.69</b>	<b>175148.48</b>	<b>188944.60</b>	<b>2.69</b>	<b>188947.29</b>	<b>164147.20</b>	<b>3.61</b>	<b>164150.81</b>

	Budget Support			IEBR			Total			Budget Support			IEBR			Total		
	Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total
<b>C. Investment in Public Enterprises</b>																		
1. FCI Aravali Gypsum and Minerals India Limited	...	...	...	...	57.81	57.81	...	...	...	...	...	...	...	...	...	...	...	...
2. Rashtriya Chemicals and Fertilisers Limited	...	303.34	303.34	...	403.39	403.39	...	485.02	485.02	...	480.97	480.97	...	480.97	480.97	...	480.97	480.97
3. Brahmaputra Valley Fertiliser Cooperation Limited	...	59.10	59.10	...	82.49	82.49	...	51.50	51.50	...	26.07	26.07	...	26.07	26.07	...	26.07	26.07
4. National Fertilizer Limited	...	201.59	201.59	...	641.16	641.16	...	508.04	508.04	...	672.17	672.17	...	672.17	672.17	...	672.17	672.17
5. FACT	...	118.75	118.75	...	...	...	...	278.00	278.00	...	303.25	303.25	...	303.25	303.25	...	303.25	303.25
6. FAGMIL	...	20.21	20.21	...	...	...	...	15.60	15.60	...	112.00	112.00	...	112.00	112.00	...	112.00	112.00
7. MFL	...	42.65	42.65	...	...	...	...	78.63	78.63	...	133.10	133.10	...	133.10	133.10	...	133.10	133.10
8. Projects and Development India Limited	...	...	...	...	5.01	5.01	...	...	...	...	...	...	...	...	...	...	...	...

	Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total
<b>Total</b>	...	<b>745.64</b>	<b>745.64</b>	...	<b>1189.86</b>	<b>1189.86</b>	...	<b>1416.79</b>	<b>1416.79</b>	...	<b>1727.56</b>	<b>1727.56</b>

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 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.

5. **Policy on Promotion of Organic Fertilizers:** In compliance of the budget announcement 2023-24, a new scheme for promotion of organic fertilizers providing Market Development Assistance (MDA) and promotion of Research and Development as GOBARdhan initiatives, has been introduced.

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

7. **Research and Development:** The provision is for Research and Development. Provision of ₹ 0.01 Crore has been made for ICFTR.