

No. 23011/18/2015-MPR
Government of India
Ministry of Chemicals & Fertilizers
Department of Fertilizers

Shastri Bhawan, New Delhi
Dated, the 30th March 2016

OFFICE MEMORANDUM

Subject: Implementation of the Nutrient Based Subsidy (NBS) policy for Phosphatic and Potassic (P&K) Fertilizers and revision in the NBS Rates for 2016-17 - 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 2016-17 applicable from 01st April 2016 shall be as under:

S. No	Nutrients	NBS (Rs. per Kg of Nutrient)
1	N	15.854
2	P	13.241
3	K	15.470
4	S	2.044

2. The per MT subsidy on various grades of P&K fertilizers covered under NBS policy for 2016-17 applicable from 01st April 2016 shall be as under:

S. No	Name of fertilizers (nutrient content)	NBS Rates for 2016-17 (Rs/ MT)
1	DAP : 18-46-0-0	8945
2	MAP : 11-52-0-0	8629
3	TSP : 0-46-0-0	6091
4	MOP : 0-0-60-0	9282
5	NPS 16-20-0-13	5451
6	NPS 20-20-0-13	6085
7	NPK 10-26-26-0	9050
8	NPK 12-32-16	8615
9	NPK 14-28-14	8093
10	NPK 14-35-14	9020
11	NPK 15-15-15	6685
12	AS: 20.6-0-0-23	3736
13	NP 28-28-0-0	8147
14	NPK 17-17-17	7576
15	NPK 19-19-19	8467
16	SSP 0-16-0-11	2343
17	NPK 16-16-16-0	7130
18	NPKS 15-15-15-09	6869
19	NP 24-24-0-0	6983
20	NP 20-20-0-0	5819
21	NPS 24:24-0-8	6983



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 examine the reasonableness of 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) and mFMS".

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

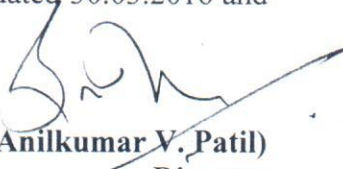
8. Manufacturers of customized fertilizers and mixture fertilizers will be eligible to source subsidized P&K fertilizers from the manufacturers/importers after their receipt in the districts as inputs for manufacturing customized /mixture fertilizers for agricultural purpose. There would be no separate subsidy on sale of customized/mixture fertilizers.

9. The payment of subsidy to the manufacturers/importers of P&K fertilizers shall be released as per procedure and terms & conditions mentioned in the Department's Notification No. D (FA)/CCEA/2011, dated 25.10.2012 and as amended from time to time

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

11. It has also been decided that, the subsidy will be reviewed on half yearly basis, instead of annual basis.

12. This issues with the concurrence of IFD vide diary no. 153/SS&FA dated 30.03.2016 and approval of the competent authority.


(Anilkumar V. Patil)
Director
Tel: 2338 2552

1. Secretary (Agriculture), DAC&FW, Krishi Bhawan, New Delhi.
2. Secretary (Expenditure), Department of Expenditure, North Block, New Delhi.
3. Secretary (NITI Aayog), Yojana Bhawan, New Delhi.
4. Secretary, Department of Agriculture Education & Research, New Delhi
5. Joint Secretary (INM), DAC&FW, Krishi Bhawan, New Delhi.