No.12019/20/2015-FPP Government of India Ministry of Chemicals & Fertilizers Department of Fertilizers

Shastri Bhawan, New Delhi, Dated the 17 April, 2018

To

The Executive Director, Fertilizer Industry Coordination Committee (FICC), 8th Floor, Sewa Bhawan, New Delhi.

Subject: Continuation of ongoing urea subsidy scheme beyond 12th Five-year plan – regarding.

Sir,

I am directed to state that with the approval of the competent authority, it has been decided to continue the Urea Subsidy Scheme from 2017-18 to 2019-20 at a total estimated cost of Rs. 1,64,935 Crore or subsidy expenditure for the scheme on actual basis since national roll out of DBT entails 100 % payment to fertilizer companies on sale of fertilizers to farmers at subsidized rates.

- 2. It has also been decided to implement the Direct Benefit Transfer (DBT) for disbursement of fertilizer subsidy and the modified procedure for release of fertilizer subsidy with the introduction of DBT system as approved by Ministry of Finance vide letter no. 06(04)/PF-II/2016 dated 08.03.2017 and issued vide letter no. D(FA)/2016/DBT dated 17th March, 2017.
- 3. Further, in case any further modification is required in the DBT payment procedure, Department of Fertilizers will make necessary changes in consultation with the Department of Expenditure, Ministry of Finance.

(Prabhas Kumar) Director (Fertilizers)

Tel:23386398

Copy to:-

- Joint Secretary (PFC-I), Department of Expenditure, Ministry of Finance, North Block, New Delhi.
- Principal Director of Audit, Economic & Service Ministry, AGCR Building, I.P.Estates, New Delhi.
- Controller of Accounts, Department of Fertilizers, Janpath Bhawan, New Delhi.
- Director General, Fertilizer Association of India, 10 Shaheed Jit Singh Marg, New Delhi-110067.
- Director of Accounts, Fertilizer Accounts Wing, Department of Fertilizers, Udyog Bhawan, New Delhi.
- 6. Pay & Accounts Officer, Department of Fertilizers, Janpath Bhawan, New Delhi.
- Director (F&A), FICC, 8th Floor, Sewa Bhawan, New Delhi 110066 (with three spare copies).
- 8. Fin-II Desk, Department of Fertilizers.
- Dy. Director(OL) with a request to make available Hindi Version of the Notification.
- 10. Guard File.
- 11. NIC-for uploading on DoF's website.

(Prabhas Kuma

Director (Fertilizers)

Tel:23386398