

No. 6-5/2006-FM

MINISTRY OF CHEMICALS & FERTILIZERS

DEPARTMENT OF FERTILIZERS

Shastri Bhawan, New Delhi-1.

Dated the 15th November, 2006.

To

The Chief Executives of all urea manufacturing units.**Sub: Import parity price of urea for the quarter July to September 2006.**

Sir,

In continuation of this Department's letter of even number dated 1st September 2006 and FICC's letter dated 22nd September, 2006 -

- i) The import parity price of urea for the quarter July to September, 2006 is notified as **Rs. 11,210.04 per MT;**
- ii) Freight and dealer's margin would be paid on normative basis only for the quantity which is procured by the Government for agricultural purposes;
- iii) While the sale of urea to complex manufacturers or export may be carried out on the basis of mutually agreed price between the buyer and seller, the final settlement of 'net gain' will be made by FICC on the basis of import price of urea prevalent at the time of supply of urea to the manufacturers of complex fertilizers, export and/or supply to the Government against import requirement; and
- iv) In case the urea is being sold in bags, either to complex manufacturers or to the Government for agricultural purposes against the import requirement, then both the import parity price as well as the variable costs shall include the cost of bags.

Yours sincerely,

(S.K. Das)

Director (M)

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Copy to :- ED, FICC / DG, FAI