

No. 5-5/2006-Shipping II/MPR (Part)
 Government of India
 Ministry of Chemicals & Fertilizers
 Department of Fertilizers

New Delhi, Dated 14th May 2007

To

- Secretary (Agriculture)/Agriculture Production Commissioner
All State Governments/UTs.
- Director of Agriculture, All State Governments/UTs

Sub: Final rates of concession on phosphatic & potassic (P&K) fertilizers during the 4th Quarter of the financial year 2006-07 (1.1.2007 to 31.3.2007) regarding.

Sir,

In continuation of this Department's letter No.5-5/2006-Shipping-II/MPR dated 9.5.2007, I am directed to say that the final rates of concession for Phosphatic and Potassic fertilizers during the 4th Quarter of the financial year 2006-07 (1.1.2007 to 31.3.2007) will be as follows:

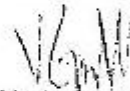
Product	Base concession rates for 2006-07		Final concession rates for 4 th Qtr. of 2006-07	
	Group I	Group II	Group I	Group II
Indigenous DAP	6173	6355	6608	6608
Imported DAP		5206		6337
MOP		5972		6758
SSP		975		975
16:20:0	2866	4020	2789	4179
20:20:0	3439	4882	3285	5022
20:20:0 (gas)	2053		2286	
23:23:0 (gas)	2280	5533	2548	
28:28:0	6205	6739	6556	5694
10:26:26	5881	6602	6371	6934
12:32:16	5692	6558	6066	7239
14:28:14	5137	6147	5397	7109
14:35:14	6153	7163	6495	6613
15:15:15 (gas)	3213		3607	7711
15:15:15	4252	5335	4356	5659
17:17:17	4227	5454	4344	5821
19:19:19	6132	6494	6647	6903

- The final concession rates have been decided taking into account the raw material prices prevailed during the preceding quarters and the foreign exchange rate of the current quarter. The phosphoric acid price has been worked out as per the formula recommended by the Expert Group.

Contd....2/-

3. The final concession rates for indigenous DAP Group I units are lower than the final concession rates for indigenous DAP Group II in case of 4th quarter of 2006-07. Accordingly, the final claims for the 4th quarter of 2006-07 in respect of M/s. Hindalco Industries Ltd. (Group I), PPL, SPIC and Tata Chemicals Ltd. (Group II) will be settled in proportion to the production of DAP made by these companies through the different route.
4. The final concession rates for the 4th quarter of 2006-07 indicated above in respect of indigenous DAP and Complex fertilizers will not be applicable in respect of fertilizers produced by M/s. IFFCO, Kandla unit for which the relevant rates will be announced separately.
5. The State Governments are requested to expedite pending sales certificates to enable processing and payment of the outstanding claims of manufacturers/importers of P&K fertilizers.
6. This issues with the approval of Finance Division of Department of Fertilizers vide their dairy No.C-1654/AFA/07 dated 27.4.2007.


Yours faithfully,



(Varinder Gupta)
Under Secretary to the Government of India
Tele.23074153

Copy forwarded to:

1. Secretary (Agriculture), Department of Agriculture & Cooperation, Krishi Bhawan, New Delhi.
2. Secretary, Department of Expenditure, North Block, New Delhi.
3. Joint Secretary PF II, Department of Expenditure, North Block, New Delhi.
4. ED, FICC, R K Puram, New Delhi.
5. Deputy Secretary (Finance), Department of Fertilizers, New Delhi.
6. Director of Accounts, Udyog Bhawan, New Delhi.
7. Director General, FAI, New Delhi.
8. All the manufacturers & importers of P & K fertilizers
9. Joint Secretary (INM), Department of Agriculture & Cooperation, Krishi Bhawan, New Delhi



(Varinder Gupta)
Under Secretary to the Government of India

Copy also to: PS to Minister (C&F)/ Sr. PPS to Secretary (F) /JS (A&M)/ JS(F)/ Economic Adviser/ AS&FA / Controller of Accounts, P&AO, US (Concession Wing), Sr. AD (Accounts), FA Wing, AD (Concession Wing).

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