No. 22011/6/2008 – MPR (FR) Government of India Ministry of Chemicals and Fertilizers Department of Fertilizers

Shastri Bhawan, New Delhi, the 7th October 2008

To.

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

Subject: Final Rates for month of <u>July 2008</u> for payment of Concession for decontrolled Phosphatic and Potassic (P&K) Fertilizers for the year 2008-09.

Madam/Sir,

In continuation of this Department's letter No. 22011/6/2008 – MPR dated 27th June 2008 announcing Base Rates for 2008-09, No. 5-1/2007-Shipping II/MPR dated 11 July 2008 on continuation of the Concession Scheme for decontrolled P&K fertilizers and No. 22011/6/2008 – MPR (FR) dated 5th September 2008 announcing final rates for April, May and June 2008 read with letter of even No. dated 16 September 2008, I am directed to say that the Government of India has now announced the monthly Final Rates of Concession for decontrolled Phosphatic and Potassic Fertilizers for the months of July 2008 for the year 2008-09, as follows:

(Rs. per MT)

Product	Base Rates (2008-09) w.e.f. 1st April 2008	Final rates July 2008
1	2	3
Imported & Indigenous DAP	40547	49790
Imported & Indigenously Granulated MAP	37327	49790
Imported & Indigenous TSP	31508	40120
MOP	18762	24327
NPKS -Complex Fertilizer		
16:20:0:13 CFL (Ennore)	24664	29715
20:20:0:13		
GSFC (Baroda)	22850	28062



FACT (Cochin)	27475	35700
FACT (Udyogmandel)	27575	35800
IFFCO (Paradeep)	27609	32620
CFL (Ennore)	25436	30447
CFL (Vizag)	25336	30347
PPL (Paradeep)	25416	30427
CFL (Kakinada)	25456	30467
SPIC (Tuticorin)	25296	30307
MCFL (Mangalore)	25396	30407
GNVFC (Bharuch) 20:20:0:0 (ANP)	22367	29472
10:26:26:0		***************************************
PPL (Paradeep)	32513	39823
TCL (Haldia)	32663	39973
CFL (Vizag)	32474	39784
CFL (Kakinada)	32523	39833
ZIL (Goa)	32533	39843
IFFCO (Kandla)	31819	39893
HIL (Dahej)	32416	39726
12:32:16:0	-	
PPL (Paradeep)	34054	41768
TCL (Haldia)	34210	41924
CFL (Kakinada)	34066	41780
GSFC (Sikka)	33574	41288
IFFCO (Kandla)	33198	41828
ZIL (Goa)	34102	41816
HIL (Dahej)	34017	41731
14:35:14:0		
TCL (Haldia)	36189	44336
CFL (Vizag)	35930	44077
CFL (Kakinada)	36007	44154
DFPCL (Taloja) 23:23:0:0	20178	24884
RCF (Trombay) 15:15:15:0	20305	24581
MFL (Manali) 17:17:17	26419	33825
20.6-0-0-23 Ammonium Sulpha	ate	
GSFC Baroda	1002	2123
		The second secon

- 2. Final rates for July 2008 for 28-28-0-0 (CFL Vizag) and 19-19-19-0 (ZIL Goa) will be announced separately.
- 3. All the manufacturers/ importers of P&K fertilizers covered under the Concession Scheme will be eligible for payment of concession on the

decontrolled P&K fertilizers as per the Final Rates indicated above for respective fertilizers.

- 4. The same final rates of concession as above will apply to fortified and coated P&K fertilizers and will be subject to the requirements stipulated vide this Department letter no. 12012/20/2007-FPP dated 2nd June 2008.
- 5. Base Rates applicable for the remaining period of the year 2008-09 will continue to be the same as per column (2) of the table at paragraph 1.
- 6. Due to application of outlier concept, some manufacturers/importers are eligible for lower rate of concession and as such though they are allowed to claim as per general industry average to maintain uniformity, the amount not payable to them on the quantity of finished fertilizer/ raw materials/ intermediates covered under the outlier concept will be recovered. The amounts to be recovered / from the concession payable are as follows:

On account of finished fert/ raw material/ Intermediate	July 2008
DAP	Recovery from: = IFFCO of Rs. "122430000.00" and =IFFCO of Rs. "161129890.00" Total= Rs. "283559890.00"
MAP	Recovery from: =IPL of Rs."20916000.00"
Ammonia	Recovery from: = IFFCO of Rs. "128401489.00"
	=GSFC of Rs. "10638013.00"

- 8. The recovery on account of DAP and MAP will be adjusted against the Head of Accounts meant for imported Phosphatic Fertilizers/DAP. The recovery on account of usage of Ammonia will be adjusted against the Head of Accounts relating to payment of concession for complex fertilizers.
- 9. In case the amount of concession payable to a particular manufacturer/importer in a particular month is less than the amount recoverable as above, the balance amount will be recovered from the concession payable from the immediate subsequent month.

- 10. The State/UT Governments are requested to expedite pending sales certificates/ certification of receipts of fertilizers to enable processing and payment of the outstanding claims of manufacturers/importers of P&K fertilizers. The State / UT Governments are also requested to ensure that the fertilizers on which concession is claimed are sold at the indicative MRP announced by the Government.
- 11. This issues with the concurrence of the Internal Finance Division of Department of Fertilizers vide their dairy no. 1911/08/AS&FA dated 29 September 2008.

Yours faithfully,

(H. Abbas)

Deputy Secretary to the Government of India Tel No. + 11-2338 3814

Copy to:

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

(H. Abbas)

Deputy Secretary to the Government of India

Copy also to:

PS to Minister (C, F & S)/ Sr. PPS to Secretary (Fertilizers)/ AS&FA/ JS (P&P)/ JS (F&P)/ JS (A&M)/ Economic Advisor/ Controller of Accounts, PAO/ US/ AD (Concession Wing)/ Sr. AD (Accounts) FA Wing/ DD - OL (for translation in Hindi)/ Guard File/ Technical director, NIC for uploading the same on the Department's website.