

No. 16015/1/2019-PMI
Government of India
Ministry of Chemicals & Fertilizers
Department of Fertilizers

Shastri Bhawan, New Delhi
Dated : 25th September, 2020

OFFICE MEMORANDUM

Subject : Monthly Summary to the Cabinet for the month of August 2020-reg.

The undersigned is directed to circulate herewith the Monthly Summary pertaining to the Department of Fertilizers for the month of August 2020, for information.

This issues with the approval of competent authority.



(Johan Topno)
Deputy Secretary to the Govt. of India
Tel. 011-23388064

To,

1. All members of Council of Ministers

Copy to :

1. Secretaries to the Govt. of India, All Ministries/Departments
2. Director, Cabinet Secretariat, Rashtrapati Bhawan, New Delhi-110004.
3. Sr. PPS to Secretary (F)
4. NIC for uploading on DoF website.

Subject : Monthly Summary of Dept. of Fertilizers for the month of August 2020.

1. Overall production performance during the month :

(Fig. in 'LMT')

Product Name	Production during the month	Cumulative production upto the month
Urea	22.04	104.22
DAP	3.12	15.78
Ammonium Sulphate (A/S)	0.70	2.63
Complex Fertilizers	9.09	35.05
Single Super Phosphate	4.07	21.09

Source mfms.nic.in as on 07.09.2020

2. Assessed Requirement, Availability and Sales of fertilizers during the month :

(Fig. in 'LMT')

Product Name	Assessed Requirement	Availability	Sales
Urea	32.85	76.36	40.13
DAP	9.48	46.73	9.23
MOP	3.84	14.98	3.04
Complex	10.56	43.80	13.08

Source of data is Dashboard

3. Details of Imported Finished Fertilizers during the month:

Product Name	Quantity in 'LMT'
Urea	6.37
MOP for Agriculture use	5.88
DAP	10.64
NPK	2.51

4. Progress of revival of closed units of FCIL/HFCL during August, 2020.

(A). REVIVAL OF RAMAGUNDAM UNIT:

i. About the project:

Cabinet in its meeting held on 04.08.2011 approved revival of Ramagundam unit of FCIL through nomination basis by forming a Joint Venture of nominated PSUs by setting up gas based fertilizer plants of 1.27 MMTPA capacity. Accordingly, a JV

company was incorporated as Ramagundam Fertilizers & Chemicals Ltd. (RFCL). Equity of NFL & EIL is 26% each and FCIL's 11%. In addition, State Govt. of Telangana has equity of 11%, GAIL -14.3% and HTAS Consortium- 11.7% equity in RFCL. The project activities are closely monitored by Department of Fertilizers (DoF) through monthly review meetings being held under the chairmanship of Secretary (Fertilizers). The latest monthly review meeting was held through VC on 31.08.2020.

ii. Incremental Progress:

- | | |
|--|--------|
| a. Overall progress upto July, 2020 is | 99.65% |
| b. Incremental progress during August, 2020 is | 0.05% |
| c. Overall progress upto August, 2020 is | 99.70% |
- Presently, the project is in pre-commissioning / commissioning stage.

(B). REVIVAL OF TALCHER UNIT:

i. About the project:

Cabinet in its meeting held on 04.08.2011 approved revival of Talcher unit of FCIL through nomination basis by forming a Joint Venture of nominated PSUs by setting up gas-based fertilizer plants of 1.27 MMTPA capacity. Accordingly, a JV company was incorporated as Talcher Fertilizers Ltd. (TFL). Equity of GAIL, RCF & CIL in TFL is 31.85% each & FCIL's is 4.45 %. TFL plant is based on Coal Gasification Technology. The project activities are being monitored closely by DoF through monthly review meeting being held under the chairmanship of Secretary (Fertilizers). The latest monthly review meeting was held through VC on 31.08.2020.

ii. Incremental Progress:

Overall all progress has been worked out including the progress of Coal Gasification, Ammonia-Urea, Steam Generation, Offsite & Utilities and Pre Project Progress and is given below: -

- | | |
|---|-------|
| a) Overall progress of Project upto July 2020 | 4.9 % |
| b) Incremental progress during August, 2020 | 0.9 % |
| c) Overall progress upto Project August, 2020 | 5.8% |

iii. Achievement made during the August month are :-

- a. Vide OM dated 04.05.2020, Ministry of Home Affairs has been conveyed that in light of Department of Expenditure OM dated 23.07.2020 regarding '**applicability of restrictions under Rule 144 (xi) of the General Financial Rules (GFRs), 2017 as amended vide OM dated 23 July 2020**' by Department of Expenditure, Ministry of Finance, no further security clearance in respect of M/s WuhuanEngg. Co. Ltd, China from MHA is required. Therefore, request sent by DoF vide OM of even no. dated 04.05.2020 and dated 17.08.2020 earlier to MHA regarding security clearance in respect of M/s

WuhuanEngg. Co. Ltd, China may be treated as withdrawn. In the meanwhile, an OM dated 01.09.2020 has been received from MHA wherein it has been inter-alia stated that as the foreign national belongs to China, the mission / post abroad shall make a reference to MHA for security clearance online before grant of visa.

- b. A proposal regarding formulation of urea policy exclusively for TFL is under active consideration of DoF.
- c. The TFL project is likely to be commissioned by September, 2023.

(C) REVIVAL OF GORAKHPUR, SINDRI AND BARAUNI UNITS:

i. About the project:

Cabinet in its meeting held on 13.07.2016 approved revival of Gorakhpur & Sindri units of FCIL and Barauni unit of HFCL through nomination basis by forming a Joint Venture of nominated PSUs. Accordingly, a JV company was incorporated as Hindustan Urvarak&Rasayan Limited (HURL). Equity of NTPC, IOCL and CIL is 29.67% each whereas in case of FCIL, it is 10.99%. HURL is setting up three Gas based Urea manufacturing units of 1.27 MMTPA capacity each at Gorakhpur, Sindri and Barauni. The project activities are closely monitored by DoF through monthly review meetings being held under the chairmanship of Secretary (Fertilizers). Further, CEO, NITI Aayog also reviewed the progress of the project on 30.07.2020. The latest monthly review meeting was held through VC on 31.08.2020.

ii. Incremental Progress:

Gorakhpur Project

- | | |
|--|--------|
| a. Overall progress upto July, 2020 is | 80.3% |
| b. Incremental progress during August, 2020 is | 1.2 % |
| c. Overall progress upto August 2020 is | 81.5 % |

Barauni Project

- | | |
|--|-------|
| a. Overall progress upto July, 2020 is | 72.9% |
| b. Incremental progress during August, 2020 is | 1.7% |
| c. Overall progress upto August 2020 is | 74.6% |

Sindri Project

- | | |
|--|-------|
| a. Overall progress upto July, 2020 is | 74.2% |
| b. Incremental progress during August, 2020 is | 1.7% |
| c. Overall progress upto August 2020 is | 75.9% |

iii. Achievement made during the August month are -:

- a. All major Long Lead Items have been ordered for all three Projects.
- b. With regard to HURL project, an important development took place on 08.09.2020 as Loan Agreement between DoF and HURL for disbursement of Interest Free Loan to HURL to the tune of Rs. 1257.82 crore (Rs 422.28 crore, 415.77 crore and 419.77 crore for Gorakhpur, Sindri and Barauni projects respectively) was signed.
- c. These Projects are likely to start production by 2021
