Agriculture and Cooperation (AGRI.III) Department

G.O.RT.No. 364

Dated: 19-05-2016

Read the following:-

1. From the Director, Agriculture, Hyderabad Lr.No. Fert-/C&DA/2015-16, dt. 06-01-2016.
2. From the Director, Agriculture, Hyderabad Lr.No.1 Fert(1)27/2015, dt. 03-02-2016.
3. From the Director, Agriculture, Hyderabad Lr.No.1 Fert(1)27/2015, dt. 09-02-2016 & 12-02-2016.

O R D E R:-

The Director of Agriculture, Hyderabad vide letters read above informed that the A.P. Markfed, Hyderabad is being nominated as Nodal Agency for procurement, pre-positioning and distribution of fertilizers from the year 2008-09 onwards and requested to nominate as Nodal Agency for the year 2016-17 also.

2. Government after careful examination of the above proposal hereby nominate the AP Markfed as Nodal Agency of the Government of Andhra Pradesh for procurement, pre-positioning and distribution of fertilizers for the agriculture year 2016-17 as per the following terms and subject to meeting the expenditure within the BE Provision of 2016-17.

i) To maintain buffer stocks of 2.00 lakh MTs viz 0.25 lakh MT of DAP, 0.25 lakh MT of Complexes and 1.50 lakh MT of Urea by AP Markfed, as per the district-wise buffer levels indicated by the Director of Agriculture.

ii) Government permit the AP Markfed to raise loans up to Rs.500.00 crores (Rupees five hundred crores only) from banks / financial institutions for procurement, buffer maintenance and distribution of fertilizers;

iii) Government will reimburse the interest accrued on the bank loans availed by AP Markfed for the year 2016-17 on quarterly basis or till liquidation of the stocks procured and till clearance of all loans raised for the above purpose;

iv) Government to reimburse the cost of incidental charges such as insurance, handling, storage and transportation etc., for the year 2016-17 and till the stocks are liquidated;

v) Government will bear the differential cost on the buffer stocks available with AP MARKFED and the closing stocks held by PACS in the event of any such downward price revision.

vi) The Operational Guidelines on supply, distribution & monitoring of Fertilizer for the year 2015-16 are also applicable to the year 2016-17.

(P.T.O.)
3. The Director of Agriculture, A.P., Hyderabad / The Managing Director, A.P.MARKFED, Hyderabad shall take further necessary action, in the matter.

( BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

T. VIJAY KUMAR,
SPECIAL CHIEF SECRETARY TO GOVERNMENT(AGRI).

To
The Director of Agriculture, A.P., Hyderabad.
The Managing Director, A.P.MARKFED, Hyderabad.
Copy to:
The Finance (FMU-AC,AHDDF&CS) Department.
The P.S. to Addl., Secretary to C.M.
The P.S. to Minister(Agri)
The P.S. to Spl. C.S. (Agri)
SF/SC.

// FORWARDED :: BY ORDER //

SECTION OFFICER.