

Minimum Support Price (MSP)



Reviving the Backbone of Nation's Growth

AREA COVERAGE: KHARIF -2020

S. No.	Crop	Area Sown		Normal Area (DES)	Increase(+)/Decrease(-) over (lakh ha) over normal
		2020-21	2019-20		
	Rice	401.0	390.2	397.2	3.8
	Pulses	135.2	134.0	128.8	6.4
	Coarse cereals	176.2	183.8	184.8	-8.6
	Oil seeds	196.6	191.5	178.0	18.0
	Sugarcane	49.9	45.6	48.4	1.5
	Cotton	129.5	133.6	122.2	7.3
	Jute & Mesta	6.9	6.7	7.8	-0.9
	Total	1095.4	1085.6	1067.7	27.7

•Record area sown is 1095.4 lakh ha, it is 10 lakh ha more than last year1085 lakh ha

CROPS COVERED UNDER MSP

KHARIF CROPS (14)

1. Paddy
2. Jawar
3. Bajra
4. Ragi
5. Maize
6. Arhar
7. Moong
8. Urad
9. Cotton
10. Ground Nuts
11. Sunflower
12. Soyabean
13. Sesamum
14. Nigerseed

RABI CROPS (7)

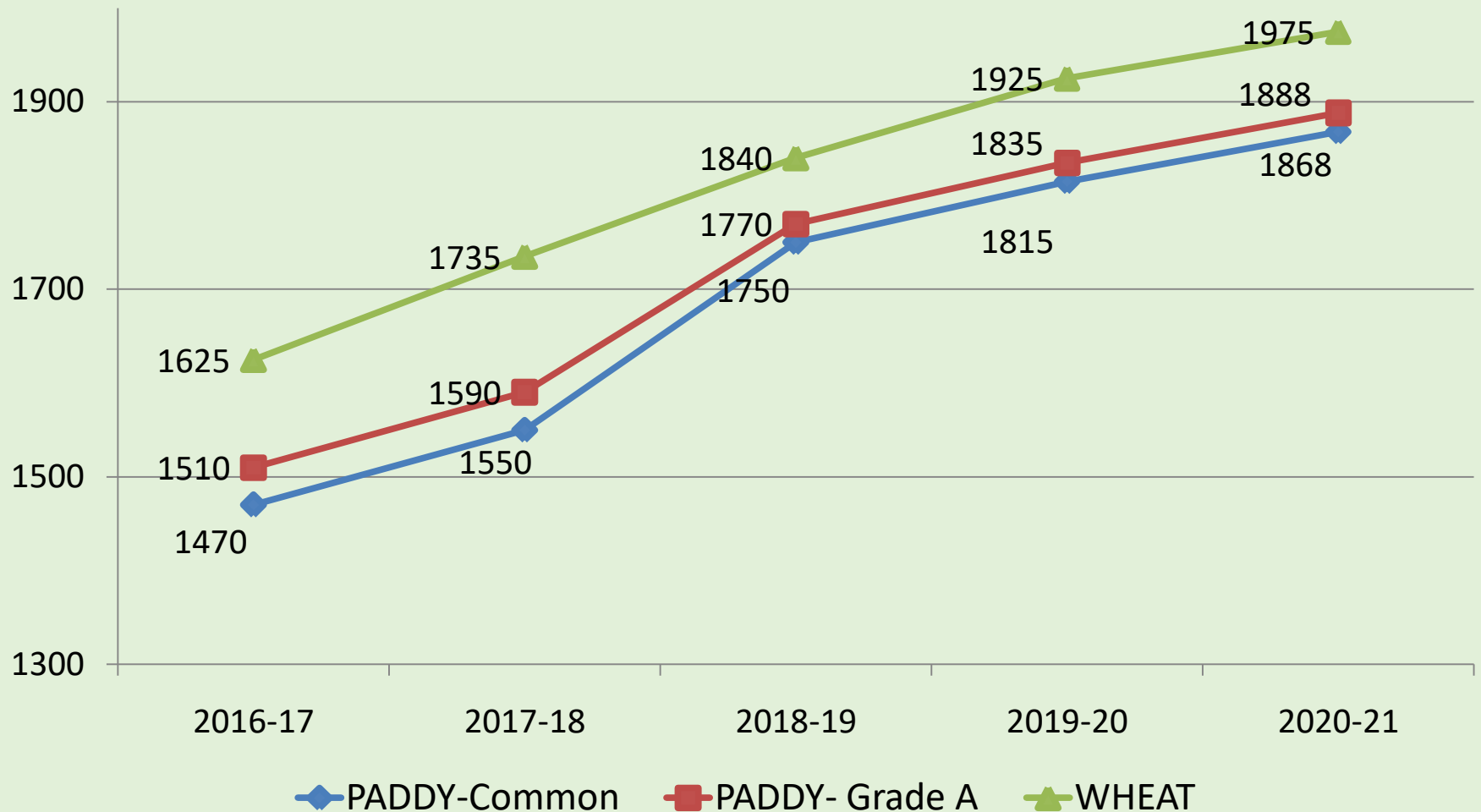
1. Wheat
2. Barley
3. Gram
4. Masur
5. Rapeseed & Mustard
6. Safflower
7. Torai

CALENDAR YEAR CROPS (4)

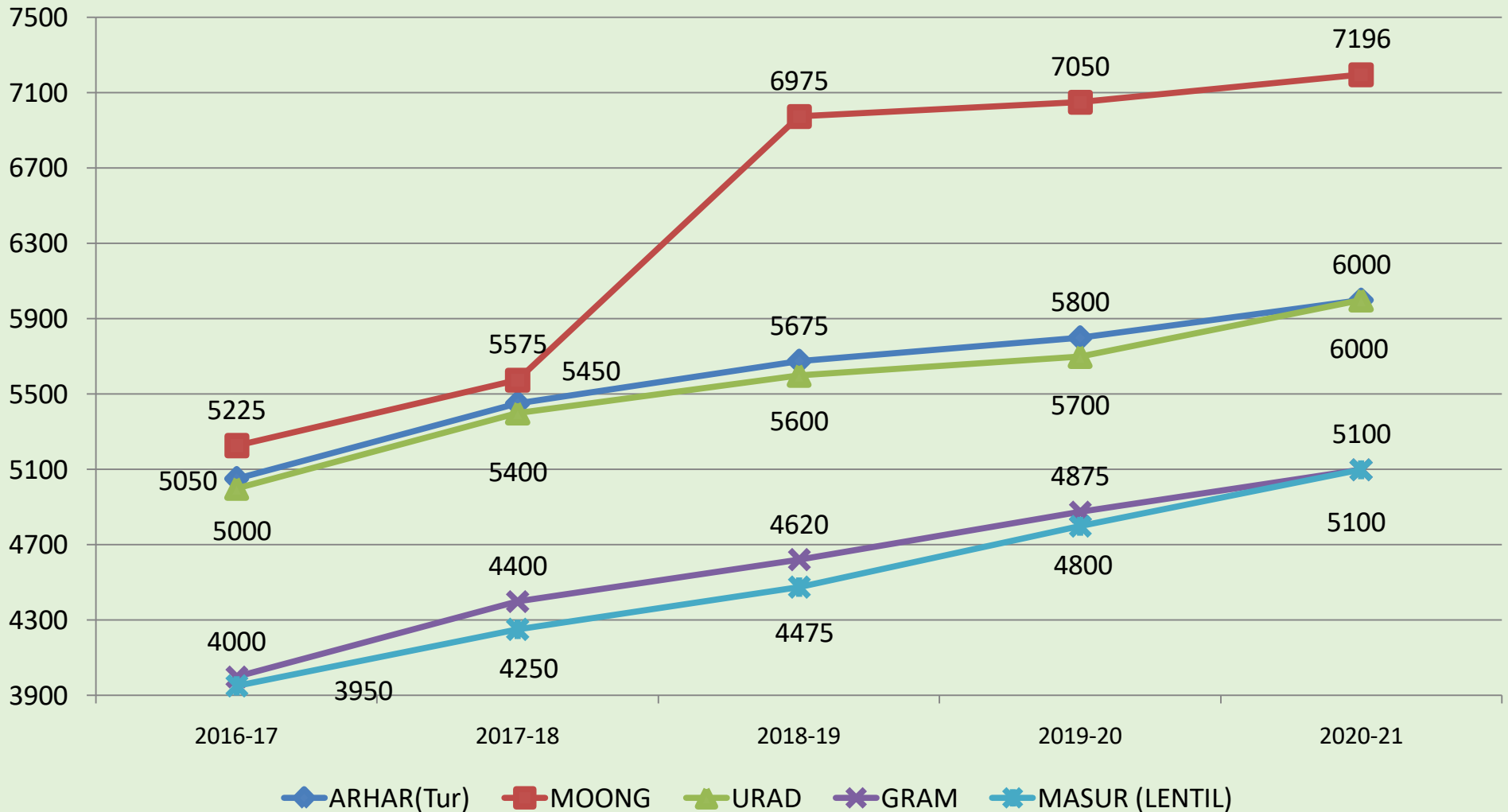
1. Copra
2. De-husked Coconut
3. Jute
4. Sugar Cane (FRP)

- **CACP recommends MSP for 22 crops before the sowing period each year**
- **MSP derived for Toria based on MSP for Rapeseeds and Mustard and for De-husked Coconut on the Basis of MSP of Copra.**
- **Fair and Remunerative prices for Sugar is also declared**

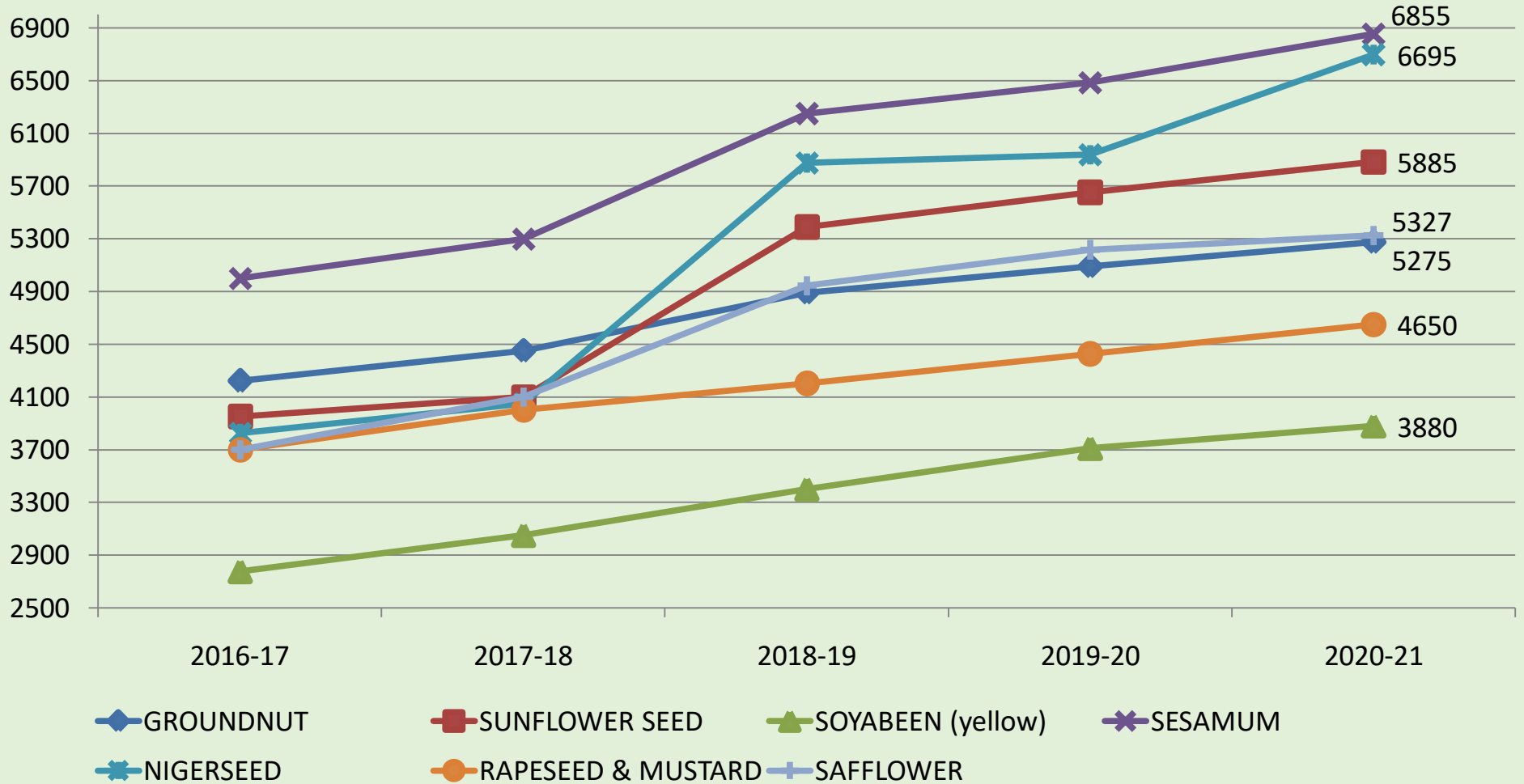
MSP rate- Wheat and Paddy



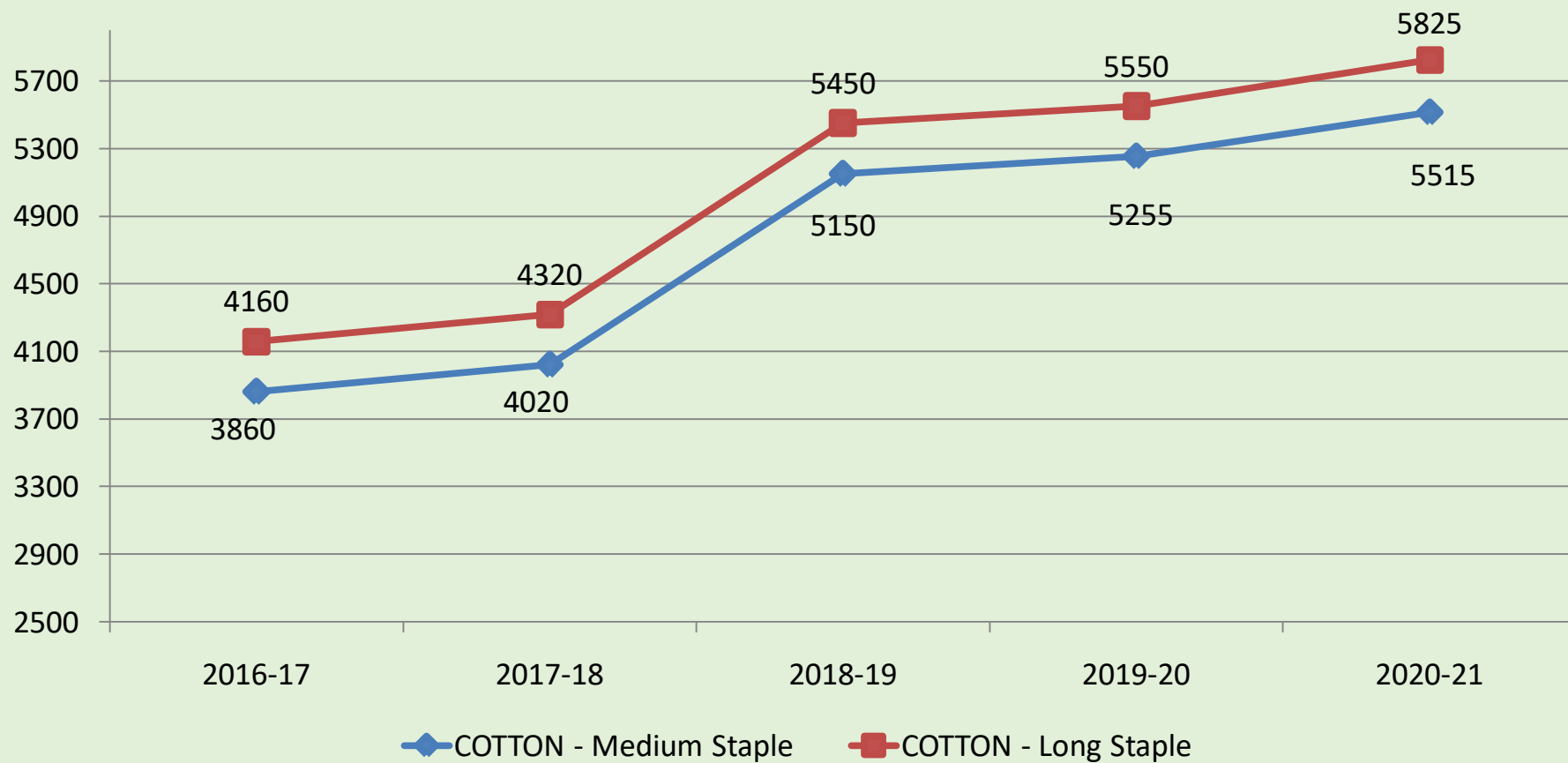
MSP rate- Pulses



MSP- Oilseeds



MSP- Cotton



Increase in Procurement at MSP over the year

Crop	2009-10 to 2013-14		Last 5 Years		Increase in Times	
	Qty in LMT	MSP Value (Rs in Crore)	Qty. in LMT	MSP Value (Rs in Crore)	Qty.	In MSP Value
Paddy	1,768	2,06,059	3,069	4,95,043	1.74	2.40
Wheat	1,395	1,68,202	1,627	2,97,073	1.17	1.77
Pulses	1.52	645	112.28	63,523	73.95	98.51
Oilseeds	3.65	14.54	56.36	249.71	15.44	17.17

Procurement during Rabi Marketing Season (RMS) 2020

- Procurement in Rabi 2020 season is during COVID-19 period.- *Major crops are Wheat, Gram, Mustard*
- MSP and mandi operation were Exempted from Lockdown
- No of procurement centers increased over pervious season

WHEAT	RMS 2019-20	RMS 2020-21
No. of Centres	14838	21869
Procurement in LMT	341.32	389.85

Paddy	KMS 2018-19	KMS 2019-20
No. of Centres	10472	13627
Procurement in LMT	86.37	131.56

Pulses and Oilseeds	RMS 2019-20	RMS 2020-21
No. of Centres	1489	4089
Procurement in LMT	19.68	29.68

Preparedness for procurement Pulses & Oilseed for current Kharif 2020-21 season

- Kharif Season 2020-21 has just begun.
- Sanctioned order issued under PSS based on State proposal
 - Pulse – 2.59 LMT** – TN, Karnataka, Telangana , Maharashtra, Gujarat, UP
 - Oilseeds 27.56 LMT**- Telangana , Maharashtra, Gujarat
 - Copra- 1.23 LMT**- Andhra Pradesh, Karnataka, Tamil Nadu and Kerala
- Government Guarantee provided for making procurement to CNAs
 - NAFED- Rs 39,000 crore
 - FCI- Rs 1,500 crore
- Procurement date would be decided as per the direction of State Government.
- Staggered scheduling of farmers visit to procurement center is planned to follow Social distancing norms

PADDY PROCUREMENT OPERATIONS

7th October 2020



Food Corporation Of India

Highlights

- FCI and State agencies are all set to procure a record quantity of 497 LMT rice (738 LMT paddy) during the ongoing Kharif crop as against 420 LMT rice (627 LMT paddy).
- The number of purchase centers for Kharif 2020-21 have been increased from 30549 to 39130
- Procurement season has been preponed to 26.09.2020 in view of the early arrivals of paddy in the market
- As of 06.10.2020, a quantity of 15.26 LMT paddy has been procured as against 12.38 LMT during last year recording an increase of 23%.

Rice Procurement Scenario for 2020-21

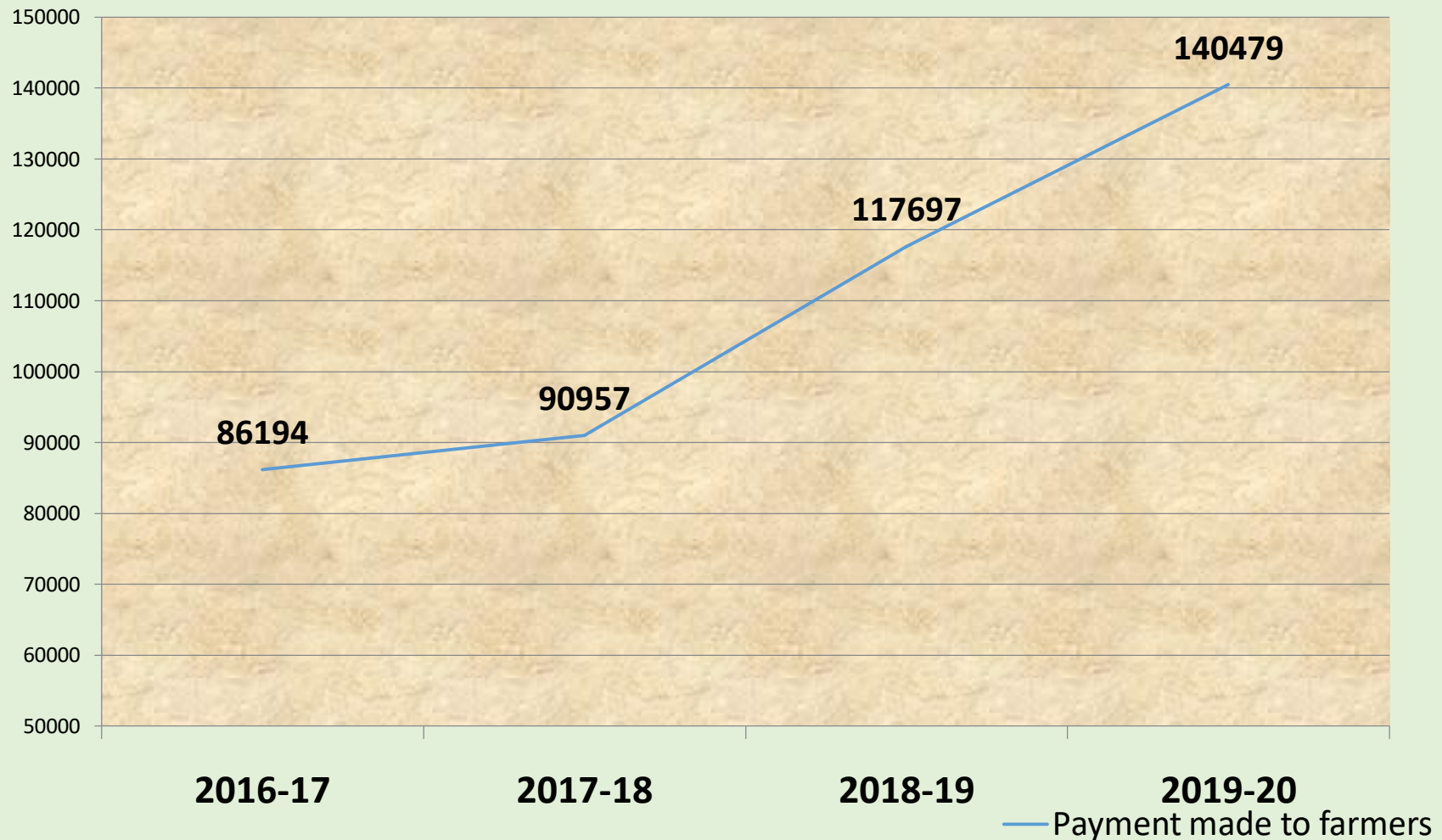
2019-20 (Kharif Crop)				2020-21 (Planned)			
No of. Purchase centers	Quantity procured in LMTs	No. of farmers benefitted)	MSP paid to farmers (In Rs. Crore	No of. Purchase centers	Target fixed in LMTs	No. of farmers to be benefitted (Projected)	MSP to be paid to farmers (Projected) (In Rs. Crore)
30549	420.52	12453198	115172	39130	497.10	15676532	140078

Procurement during Pandemic period

Commodity	2019-20			2020-21		
	No of Purchase Centers	Quantity Procured (In LMT)	No of farmers benefitted in Lakhs	No of Purchase Centers	Quantity Procured (In LMT)	No of farmers benefitted in Lakhs
Wheat	14838	341	35.57	21869	389	43.35
Paddy	10472	96	12.23	13606	139	21.29
Total	25310	437	47.80	35475	528	64.64

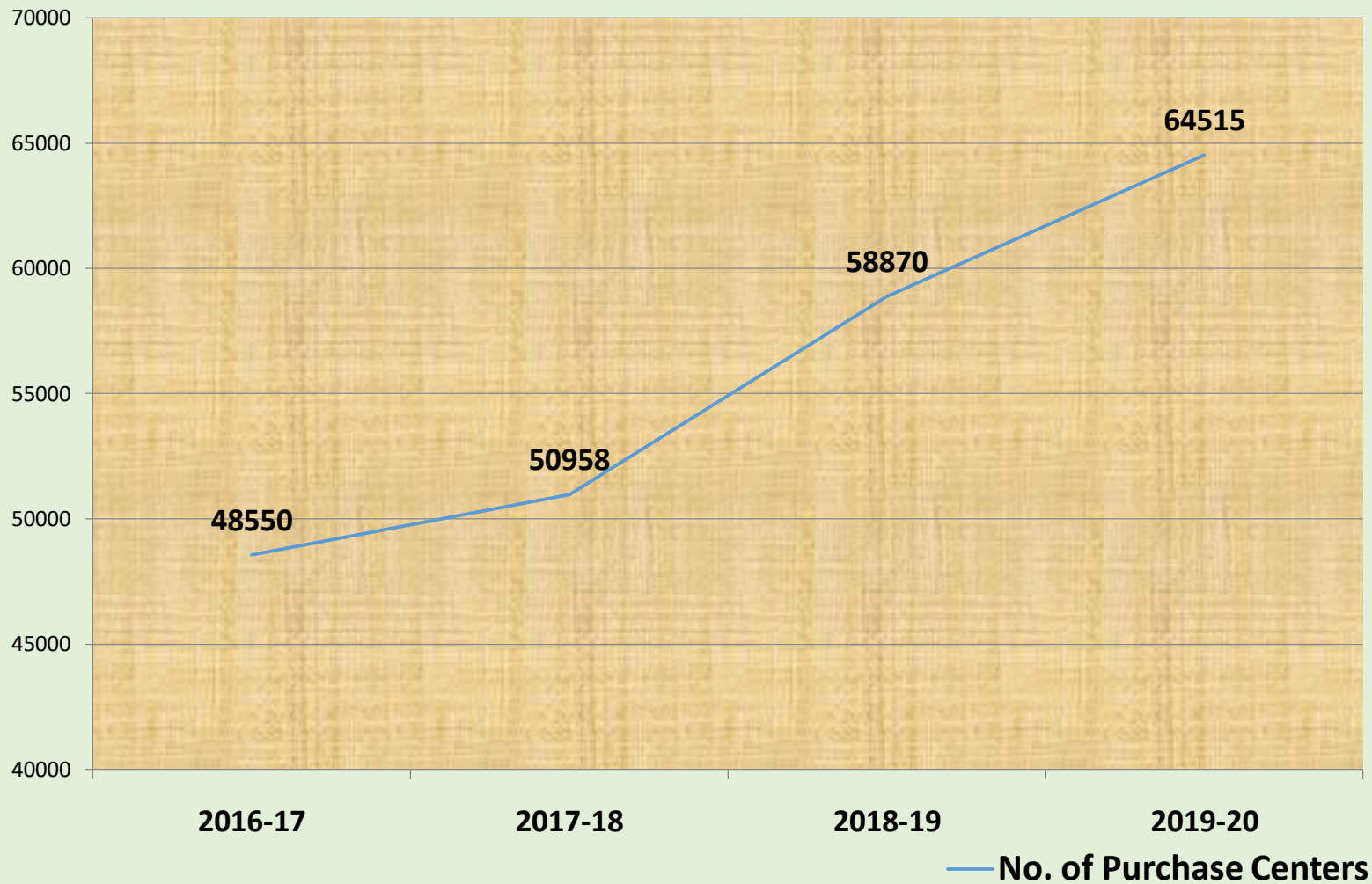
Payments made to farmers against Paddy procurement in last 4 years

(Payments in Rs. Crore)



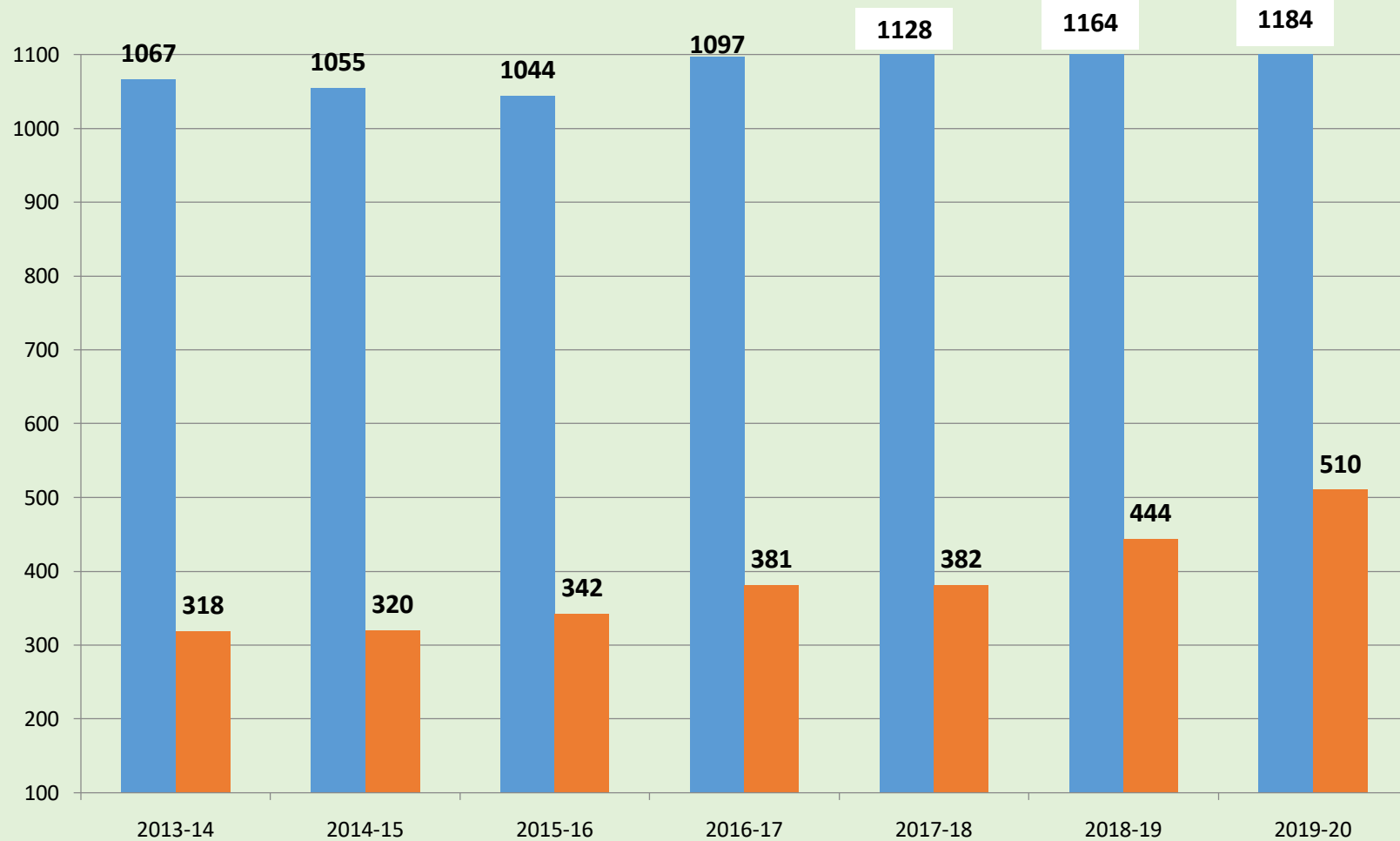
Purchase Centers

(Rabi and Kharif seasons combined)



Production-Procurement of Rice

(Figures in Lakh MTs)

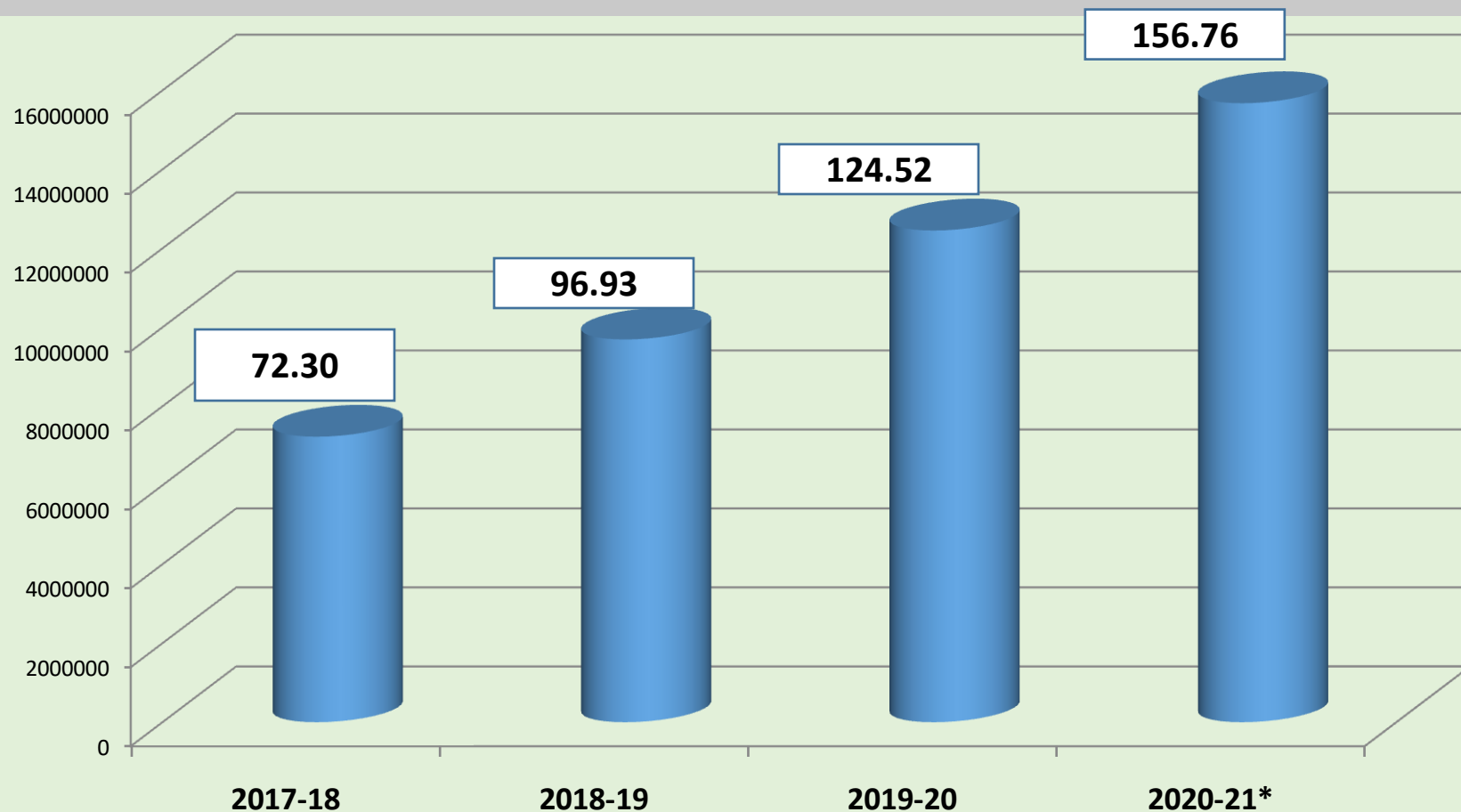


Procurement of rice increased by 60 % since 2013-14

■ Production of Rice
■ Procurement of Rice

No of farmers benefitted under Paddy MSP scheme

(Figures in Lakhs)



* Paddy procurement in 2020-21 commenced from 26.09.2020 . Figures as per projections.

No of farmers benefitted increased by 72 % from 2017-18 to 2019-20

Payments made by Govt to State governments in last 5 years

(Figures in Rs. Crore)

	2016-17	2017-18	2018-19	2019-20	2020-21 (Upto 30.09.2020)
By FCI	106279	118524	129219	145436	85155
Directly by Ministry Under DCP	27338	38000	31029	44944	35000
Total	133617	156524	160248	190380	120155

Payments made to state governments during first 6 months of 2020-21 is **53%** higher than corresponding period of 2019-20

Paddy/Rice Procurement in Punjab

Year	Procurement (In LMTs)	% of Proc. To Prod.	No of Purchase Centers (Paddy)	Paddy Procured (In LMTs)	MSP payment made to farmers (Rs. Crore)	No. of farmers benefitted
2013-14	81.06	71.94	1788	120.99	16272.49	
2014-15	77.86	70.10	1780	116.21	16269.25	
2015-16	93.50	79.08	1792	139.55	20235.07	1206216
2016-17	110.52	95.39	1828	164.96	24908.24	940560
2017-18	118.33	88.42	1835	176.61	28081.30	1142621
2018-19	113.34	88.39	1833	169.16	29942.06	1143713
2019-20	108.76	92.31	1868	162.33	29787.25	1125238
2020-21*	6.75		4555	10.08	1903.10	11139

* Paddy procurement in 2020-21 commenced from 26.09.2020 only

Paddy/Rice Procurement in Haryana

Year	Procurement (In LMTs)	% of Proc. To Prod.	No of Purchase Centers (Paddy)	Paddy Procured (In LMTs)	MSP payment made to farmers (Rs. Crore)	No. of farmers benefitted
2013-14	24.06	60.18	185	35.87	4824.52	
2014-15	20.15	50.30	191	30.07	4209.80	
2015-16	28.61	69.02	192	42.70	6191.50	212351
2016-17	35.83	80.46	211	53.48	8075.48	556654
2017-18	39.92	88.26	196	59.58	9473.22	681984
2018-19	39.41	87.27	312	58.83	10412.91	830792
2019-20	43.03	89.19	196	64.23	11786.21	1891622
2020-21*	3.23		196	4.82	910.01	25443

* Paddy procurement in 2020-21 commenced from 26.09.2020 only

THANK YOU

Procurement of wheat and payments made to farmers in last 5 years

(Quantity in LMTs and Payments in Rs Crore)

State	RMS 2016-17		RMS 2017-18		RMS 2018-19		RMS 2019-20		RMS 2020-21	
	Quantity	Payments	Quantity	Payments	Quantity	Payments	Quantity	Payments	Quantity	Payments
Punjab	106.49	16240	117.06	19022	126.92	22021	129.12	23758	127.14	24474
Haryana	67.52	10297	74.32	12077	87.84	15240	93.2	17149	73.98	14241
UP	7.97	1215	36.99	6011	52.94	9185	37	6808	35.77	6886
MP	39.92	6088	67.25	10928	73.13	12688	67.25	12374	129.34	24898
Rajasthan	7.62	1162	12.45	2023	15.32	2658	14.11	2596	22.25	4283
Others	0.09	14	0.17	28	2	312	1	118	1	260
Total	229.61	35016	308.24	50089	357.95	62104	341.32	62803	389.83	75042

**PRESENTATION ON
MSP PROCUREMENT FOR COTTON
SEASON 2020-21**



COTTON SEASON 2019-20

- ❖ The Cotton Corporation of India (CCI) is Central Nodal Agency for MSP operations.
- ❖ Area under cotton cultivation 133.73 lakh hectares.
- ❖ Cotton production 357 lakh bales.
- ❖ Peak procurement 70 lakh bales between December 2019 to February 2020.
- ❖ Unprecedented procurement in 2019-20 in the history of CCI 105.14 lakh bales valuing Rs. 28,500 crore.
- ❖ Comparative Purchases 2018-19 V/s 2019-20:

Particulars	2018-19		2019-20	
	Qty. (In lakh Bales)	Value (Rs. in crore)	Qty. (In lakh Bales)	Value (Rs. in crore)
Pre-Global Pandemic (October-March)	10.70	2950	84.43	22885
Post-Global Pandemic (April-September)	-	-	20.71	5615
Total	10.70	2950	105.14	28500

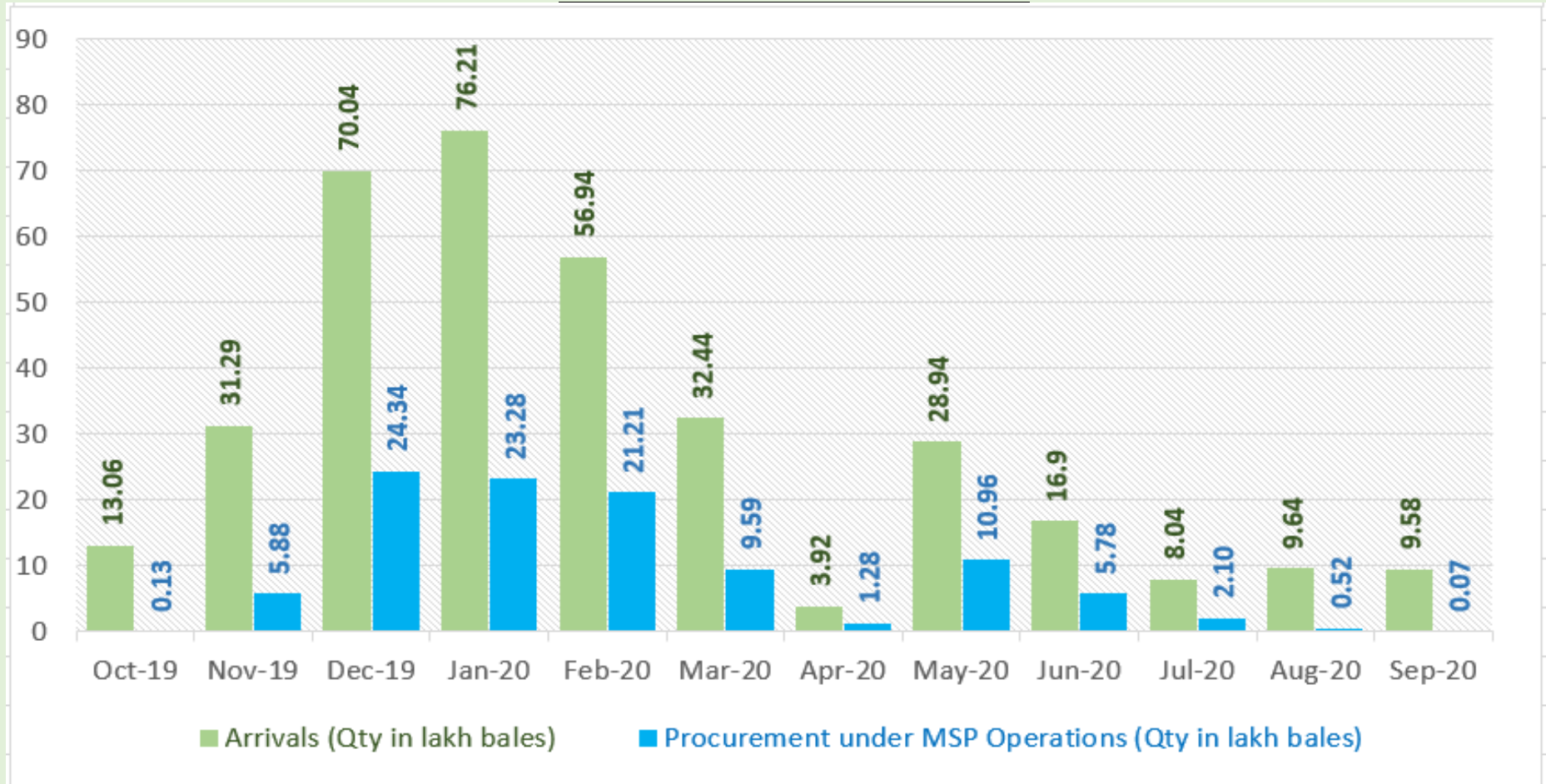
❖ **MSP Rates:**

Fair Average Quality (FAQ) grade of cotton	MSP (Rs./Quintal)			
	2019-20	2020-21	Increase over 2019-20	
			Rs./Quintal	In %age
Medium Staple Cotton (SL: 24.5-25.5, mic: 4.3-5.1)	5255	5515	260	4.95
Long Staple Cotton (SL: 29.5-30.5, mic: 3.5-4.3)	5550	5825	275	4.95

❖ Cotton Scenario:

Particulars	2019-20 (Actual)	2020-21 (Estimated)
Area (in Lakh Hectares)	133.73	133.00
Production (in Lakh Bales)	357.00	360.00
CCI Procurement (in Lakh Bales)	105.14	125.00
Value of the Procurement (Rs. in Crores)	28500	35000

MONTH WISE ARRIVALS VIS-A VIS PROCUREMENT UNDER MSP OPERATIONS COTTON SEASON 2019-20



- ❖ Area under cotton cultivation 133 lakh hectares.
- ❖ Estimated cotton production 360 lakh bales.
- ❖ Open ended procurement of FAQ till last kapas arrivals in market.
- ❖ MSP monitoring cell created & wide publicity given.
- ❖ Procure FAQ grade kapas from farmers without quantity restrictions.
- ❖ Cotton Testing equipments (moisture/micronnaire meters) provided.
- ❖ More than 800 Ginning & Pressing factories engaged.

- ❖ MSP operations undertaken:
 - Arrivals till 6th October 2020 – 3.12 lakh bales.
 - MSP procurement till 6th October 2020 – 2311 bales in Haryana, Punjab & Rajasthan (last year nil).
- ❖ Operate – In 12 states, 135 districts at 430 procurement centers.
- ❖ Estimated procurement value – Rs.35,000 crore



..... *Thank You*