

GOVERNMENT OF INDIA
MINISTRY OF CHEMICAL AND FERTILIZERS
DEPARTMENT OF FERTILIZERS

LOK SABHA

STARRED QUESTION NO 109 TO BE ANSWERED ON: 06.02.2026

Transparency and Effectiveness in Subsidy System

+*109: Shri. Satpal Brahamachari

Will the Minister of **CHEMICAL AND FERTILIZERS** be pleased to state:

- (a) whether the Government is aware that the farmers in the Sonipat Lok Sabha constituency are not getting the benefits of fertilizer subsidies, if so, the details thereof;
- (b) whether complaints have been received about the sale of low-quality or sub-standard fertilizers at some places in the said constituency, if so, the details thereof;
- (c) the amount of funds allocated and disbursed under fertilizer subsidy in the said constituency from the financial year 2021 till date;
- (d) whether the Government is carrying out regular inspections, sample testing and taking action against erring sellers to ensure the quality of fertilizers, if so, the details thereof; and
- (e) the future action plan of the Government to make the subsidy system more transparent and effective in the interest of the farmers?

ANSWER

THE MINISTER OF CHEMICALS AND FERTILIZERS
(**SHRI JAGAT PRAKASH NADDA**)

(a) to (e) : The Statement is laid on the table of the House.

STATEMENT REFERRED TO LOK SABHA STARRED QUESTION NO. 109 FOR 06.02.2026 REGARDING “TRANSPARENCY AND EFFECTIVENESS IN SUBSIDY SYSTEM”

(a) Farmers of Sonipat Lok Sabha Constituency are getting subsidized fertilizers. The details of availability of fertilizer sale and sale to the buyer through Aadhaar authenticated PoS sale is as under:

(In MT)

Fertilizer	Availability	Sale	Present Stock
Urea	2,69,100	1,21,215	1,47,886
DAP	63,874	24,284	39,590
NPK	17,479	3,424	14,055
SSP	33,143	5,264	27,880

(b) Fertilizers are declared as an essential commodity under the Essential Commodities Act, 1955 and notified under Fertilizer Control Order, 1985. State Governments are empowered to take action against persons involved in black-marketing/ overpricing, as per provisions of EC Act. Any complaints received at Department of Fertilizers level regarding black marketing/over-pricing of fertilizers is sent to concerned State Government to take appropriate action under Essential Commodities Act, 1955 and Fertilizer Control Order, 1985. As informed by Government of Haryana, no such complaints have been received about the sale of low-quality or sub-standard fertilizers at some places in Sonipat constituency.

(c) Under the ‘DBT in Fertilizers’ system, 100% subsidy on various fertilizer grades is released to the fertilizer manufacturing/ importing companies, on actual sales to the beneficiaries based on Aadhaar authentication through PoS devices installed at each retail shop. Funds are not allocated or disbursed in a district-wise or constituency-wise manner. The details of total funds allocated and expenditure incurred under the various fertilizer subsidy scheme is as under;

(Rs. In Crores)

Financial Year	Allocation	Expenditure
2020-21	1,38,527.30	1,31,229.50
2021-22	1,62,072.12	1,57,640.09
2022-23	2,54,798.93	2,54,798.93
2023-24	1,95,421.00	1,95,420.51
2024-25	1,77,129.50	1,77,129.50
2025-26	2,01,961.50	1,85,887.94

(d) Fertilizers are declared as an essential commodity under the Essential Commodities Act, 1955 and notified under Fertilizer Control Order, 1985. State Governments are empowered to take action against persons involved in black-marketing/overpricing, as per provisions of EC Act. Any complaints received at Department of Fertilizers level regarding black marketing/over-pricing of fertilizers is sent to concerned State Government to take appropriate action under Essential Commodities Act, 1955 and Fertilizer Control Order, 1985. As informed by the State Government of Haryana, regular inspections are carried out by the Fertilizer Inspectors in Sonipat district. From 1st April 2025 to 31st January 2026, 152 fertilizer samples were drawn. Out of these, 03 samples were found non-standard, and action taken as per the Fertilizer Control Order, 1985.

(e) To ensure transparency in fertilizers subsidy disbursal mechanism, the Direct Benefit Transfer (DBT) in Fertilizers mechanism has been implemented. Under 'DBT in Fertilizers' system, 100% subsidy on various fertilizer grades is released to the fertilizer companies, on actual sales to the beneficiaries based on Aadhaar authentication through PoS devices installed at each retail shop. Accordingly, all farmers are being supplied fertilizers at the subsidized rates on no-denial basis. Fertilizer companies generate/submit weekly subsidy claims based on PoS-recorded sales, which are processed on First-In-First-Out (FIFO) basis, subject to completeness of claims, with a view to ensuring effective monitoring, timely settlement and efficient fund management. Further, for digital management of fertilizer subsidy payments at a large scale, the Government has recently introduced an integrated e-bill system. This digital system is aimed at reducing manual and paper-based processes, accelerating the payment workflow, and enhancing transparency and accountability in the subsidy payment process.

Further, to make delivery of subsidized fertilizers more effective, the Government of India has integrated Meri Fasal Mera Byora (MFMB) portal of the Government of Haryana with the Integrated Fertilizers Management System (iFMS) of Government of India with effect from 08.10.2025 to enable transparent and real-time fertilizer delivery to identified farmers. Under this system, farmers register their land details on the MFMB portal of the State Agriculture Department. For land registration, Haryana residents require only the Parivar Pehchan Patra, while non-residents can register using their Aadhaar card. Upon successful registration, the farmer's land and personal details are automatically transmitted to iFMS within about 30 seconds. This real-time integration eliminates manual verification and duplication. Consequently, farmers become instantly eligible to receive subsidized fertilizers.
