

Centre Aims 7-fold Jump in Wheat Procurement

Why in News?

Recently, the Centre has announced plans to significantly increase **wheat purchase from non-traditional states of Uttar Pradesh, Rajasthan, and Bihar** and set a target of seven-fold jump in procurement to 50 lakh tonnes in 2024-25.

Key Points

- Uttar Pradesh, Rajasthan, and Bihar contributed only 6.7 lakh tonnes to the central reserve during 2023-24.
 - The Union Food Ministry has decided to procure 16% of the total wheat procurement target of 310 lakh tonnes set for 2024-25.
- Wheat procurement at <u>Minimum Support Price (MSP)</u> is normally undertaken by the Centre's nodal agency <u>Food Corporation of India (FCI)</u> and state agencies.
- National Agricultural Cooperative Marketing Federation of India Ltd.(NAFED) and National Co-operative Consumers' Federation of India Ltd. (NCCF) have also been included in the procurement target of 5 lakh each in 2024.
 - Wheat MSP has been fixed at Rs 2,275 per quintal for 2024.
- According to the sources, wheat procurement from non-traditional states will help restore allocation of wheat under the <u>Pradhan Mantri Garib Kalyan Anna Yojana</u> and other welfare schemes.
- Steps taken to strengthen wheat procurement in non-traditional states:
 - The procurement window has been **extended to April instead of March**, and set up a dedicated **farmer helpline** to address procurement-related queries.
 - The government has decided to ensure transfer of MSP to bank accounts of farmers within 48 hours, streamlined procurement incidental burden for farmers, smoothened banking-related issues such as <u>Aadhaar</u> integration with bank accounts.
 - The government has also opened more procurement centres targeting production hotspots, set up mobile procurement centres, and decided to leverage <u>Self Help Groups</u>, <u>Panchayats</u>, <u>Farmer Producer Organisations</u>.
 - A central control room has been set up in the FCI headquarters in Delhi for real-time monitoring.
- According to the food ministry, six lakh tonnes of wheat have already been procured so far this
 year from Uttar Pradesh, Madhya Pradesh, Rajasthan, and Bihar.
- The government has banned wheat exports since May 2022 to boost domestic availability and check prices.
 - The wheat production is estimated to be a record 112 million tonnes during 2023-24, compared to 2022's 110 million tonnes, as per the agriculture ministry.

National Agricultural Cooperative Marketing Federation of India Ltd (NAFED)

- It is an apex organization of marketing cooperatives for agricultural produce in India.
- It was founded on 2nd October 1958 and is registered under the Multi-State Co-operative Societies Act, 2002.
- NAFED is now one of the largest procurement as well as marketing agencies for agricultural products in India.

PDF Refernece URL: https://www.drishtiias.com/printpdf/centre-aims-7-fold-jump-in-wheat-procurement

