

**F.No.12-22/2010-(TMOP)**  
**Government of India**  
**Ministry of Agriculture**  
**Department of Agriculture and Cooperation**

117, 'C' Wing, 1<sup>st</sup> Floor,  
Shastri Bhavan, New Delhi-110001.  
Dated the 7<sup>th</sup> November, 2013.

**Subject:- Formula for pricing of Fresh Fruit Bunches of Oil Palm.**

In continuation of this Department's reference of even number dated 13.8.2013 on the above mentioned subject, the undersigned is directed to state that the State Governments may go ahead with the operationalisation of the pricing formula for Fresh Fruit Bunches (FFB) as per recommendation of this Department contained in the letter of even reference dated 13.08.2013. The meeting held in this Department on 5.11.2013 may not be construed as re-opening of this matter.



(MN Sukumaran)

Deputy Secretary to the Government of India

Tel.23382021

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6. Joint Secretary, Department of Consumer Affairs, Krishi Bhavan, New Delhi.
7. Director, Directorate of Oil Palm Research (DOPR), Pedavegi, Hyderabad.
8. Director, Directorate of Oilseeds Development (DOOD), Hyderabad.
9. President, Oil Palm Developers and Processors Association, Hyderabad.
10. President, A.P. State Oil Palm Farmers Welfare Association, Eluru, West Godavari district.
11. Managing Director, APOILFED, Hyderabad, Andhra Pradesh.
12. Managing Director, Oil Palm India Limited (OPIL), Kottayam, Kerala

Copy to:

1. PS to AM
2. PS to Chairman, CACP
3. Sr. PPS to Secretary(A&C)
4. PPS to Addl. Secretary (TMOP)
5. PPS to Joint Secretary (TMOP)
6. PS to Joint Secretary (Trade)
7. PS to Joint Secretary (Cooperation)



(M.N. Sukumaran)  
Deputy Secretary

**F.No.12-22/2010-(TMOP)**  
**Government of India**  
**Ministry of Agriculture**  
**Department of Agriculture & Cooperation**

F-Wing, 2<sup>nd</sup> floor,  
Shastri Bhawan, New Delhi  
Dated the 13<sup>th</sup> August, 2013

**Sub: Formula for pricing of Fresh Fruit Bunches of Oil Palm.**

The formula for pricing of Fresh Fruit Bunches (FFBs) of Oil Palm is recommended at 13.54 percent of net Crude Palm Oil (CPO) weighted average price, based upon 18 % Oil Extraction Ratio (OER), plus 75.25 percent on 9% recovery of palm kernel nuts weighted average price. Any variation in OER would result in change in the pricing formula in respect of percent of net CPO weighted average price to be paid to the oil palm growers as per enclosed **Table at Annexure**.

The OER would be determined as per actual oil content extracted in the past by the processing industry, as established by the State Governments concerned.

  
**(Kamal Arora)**

**Under Secretary to the Government of India**

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Formula for pricing Fresh Fruit Bunches (FFBs) of Oil Palm

Si.No.	OER (%)	Percent of net CPO weighted average price
1	14.00	75.25
2	14.50	10.53
3	15.00	10.91
4	15.50	11.29
5	16.00	11.66
6	16.50	12.04
7	17.00	12.42
8	17.50	12.79
9	18.00	13.17
10	18.50	13.54
11	18.70	13.92
12	19.00	14.07
13	19.50	14.30
14	19.70	14.67
15	20.00	14.82
16	21.00	15.05
17	22.00	15.80
18	23.00	16.55
19	24.00	17.31
		18.06