

GOVERNMENT OF INDIA
MINISTRY OF COOPERATION

RAJYA SABHA
UNSTARRED QUESTION NO. 330
TO BE ANSWERED ON 22nd JULY, 2026

Assistance to cooperative institutions under NCDC

330: Shri Sanjay Kumar Jha:

Will the Minister of Cooperation be pleased to state:

- (a) whether it is a fact that Government has provided financial assistance to cooperative societies under National Cooperative Development Corporation (NCDC), if so, the details thereof;
- (b) whether the development of cooperative societies has been evaluated in any specific sector;
- (c) whether new cooperative models, such as digital cooperatives, are being promoted, if so, the details thereof; and
- (d) the improvements observed in Governance, accounting and transparency in the operations of cooperative societies following the adoption of ERP-based national software?

ANSWER

THE MINISTER OF COOPERATION
(SHRI AMIT SHAH)

(a) National Cooperative Development Corporation (NCDC), a statutory body under the administrative control of the Ministry of Cooperation, provides financial assistance for cooperative development across a wide range of notified commodities and services. NCDC supports creation of agricultural and allied infrastructure, value chain development, and capacity building of cooperative institutions.

The details of the schemes and activities supported by NCDC are at **Annexure-I**.

As on **30.06.2026**, NCDC has cumulatively disbursed **₹5,74,090.48 crore** for the development of cooperative institutions across the country. Out of this, **₹3,96,763 crore** has been disbursed during the last five years. The year-wise details are at **Annexure-II**.

(b) No sector-specific evaluation has been undertaken. However, scheme-specific evaluations have been carried out for following schemes of NCDC:

1. Evaluation of the erstwhile **Central Sector Integrated Scheme on Agricultural Cooperation (CSISAC)** by IIM Ahmedabad; and
2. Evaluation of the **Central Sector Scheme – Grant-in-Aid to NCDC for Strengthening of Cooperative Sugar Mills** by IIM Lucknow.

(c) The Government is promoting technology-driven and digitally enabled cooperative institutions. NCDC supports computerization and digitization of cooperative societies, digital accounting and Management Information Systems (MIS), capacity building and digital literacy programmes through LINAC, and adoption of digital agricultural marketing platforms such as e-NAM by Farmer Producer Organizations (FPOs) and cooperatives.

Further, for improving access to credit and strengthening Primary Agricultural Credit Societies (PACS), the Government is implementing the **Project for Computerization of Functional PACS** with a revised financial outlay of **₹2,925.39 crore**. Under this project, all functional PACS are being brought onto a common **Enterprise Resource Planning (ERP)-based National Software**, integrated with District Central Cooperative Banks (DCCBs), State Cooperative Banks (StCBs) and NABARD. The software captures both credit and non-credit operations of PACS and is customizable to meet State-specific requirements.

(d) The ERP-based Common National Software has led to significant improvements in governance, accounting and transparency in the functioning of PACS. The Common Accounting System (CAS) and Management Information System (MIS) have enabled standardized accounting, real-time data availability, improved financial reporting and seamless integration with DCCBs and StCBs.

The ERP solution enhances operational efficiency through digitized membership management, lending, deposits, procurement, warehousing, business planning, asset management, human resource management and other business activities. It has facilitated faster loan processing and disbursal, reduced transaction costs, minimized accounting and payment mismatches, strengthened internal controls and improved transparency in operations.

The digitization of PACS has also enhanced access to credit and allied services for small and marginal farmers, Self-Help Groups (SHGs) and Farmer Producer Organizations (FPOs). With training and handholding support provided through NABARD, PACS are better equipped to diversify into additional activities such as Common Service Centres (CSCs), fertilizer distribution, soil health testing and other member-centric services, thereby improving service delivery and overall governance.

SCHEMES / ACTIVITIES ASSISTED BY NCDC

1) CORPORATION SPONSORED SCHEMES:

A) ACTIVITIES ASSISTED:

NCDC provides financial assistance in the form of loans (both Term Loans and Investment Loans) and subsidy to the cooperative societies for their development. The loan component is provided from out of NCDC's own funds while the eligible subsidy is provided after dovetailing from other Central Sector Schemes. The list of activities assisted by NCDC is as under: -

- a) Marketing:**
- b) Processing:**
- c) Storage:**
- d) Cold Chain:**
- e) Industrial:**
- f) Distribution of essential consumer articles through cooperatives:**
- g) Credit & Service Cooperatives/ Notified Services:**
- h) Cooperative Banking Unit:**
- i) Agricultural Services:**
- j) District Plan Schemes:**
- k) Weaker Section Cooperatives:**
- l) Assistance for Computerization of Cooperatives:**
- m) Promotional and Developmental programmes.**

B. FOCUSED PRODUCTS OF NCDC:

a) YUVA SAHAKAR - Cooperative Enterprise Support and Innovation Scheme: The scheme aims at encouraging newly formed cooperative societies with new and/ or innovative ideas.

b) NANDINI SAHAKAR: The scheme aims to improve the socio-economic status of women and supports the entrepreneurial dynamism of women through women's cooperatives. It converges critical inputs of women's enterprise, business plan formulation, capacity development, credit and subsidy, and/ or interest subvention of other schemes.

c) SWAYAM SHAKTI SAHAKAR YOJNA: - Scheme for providing NCDC's financial assistance to Agricultural Credit Cooperatives for providing loan/advances to Women Self Help Groups (SHGs).

d) DEERGHAVADHI KRISHAK PUNJI SAHAKAR YOJNA: Scheme for extending NCDC's long-term financial assistance to Agricultural Credit Cooperatives towards their

onward lending of long-term loans/advances for activities/commodities/services under the purview of NCDC.

e) NCDC CASH CREDIT LOAN: Working capital scheme for cooperatives, offering loans up to ₹20 crore on the lines of commercial bank cash credit limits — with easy withdrawals, no processing fees, and annual renewal options.

f) SAHAKAR INNOVATION SCHEME: The scheme was launched in the financial year **2025-26** to provide **grant assistance of up to ₹25 lakh** to eligible cooperative societies for promoting innovation, adoption of new technologies, development of innovative products, services and business models, market linkages, and sustainability-oriented initiatives, thereby strengthening the cooperative sector and supporting emerging cooperatives with innovative and scalable ideas.

II Other Central Schemes:

- a) **Grant in aid to National Cooperative Development Corporation (NCDC) Scheme** – Ministry of Cooperation
- b) **Agricultural Marketing Infrastructure (AMI)** sub-scheme of Central Sector Integrated Scheme on Agriculture Marketing (CSISAM) for Storage and other than Storage Infrastructure - Ministry of Agriculture & Farmer's Welfare.
- c) **Mission for Integrated Development of Horticulture (MIDH) – Integrated Post Harvest Management** - Ministry of Agriculture & Farmer's Welfare.
- d) **Interest Subvention & Credit Guarantee through Financing Facility under Agriculture Infrastructure Fund** scheme - Ministry of Agriculture & Farmers' Welfare.
- e) Assistance for Boosting the Seed Production component under the Sub-Mission for Seed and Planting Material (SMSP) of the **National Mission on Agricultural Extension and Technology (NMAET)**.
- f) **PM Matsya Sampada Yojana (PMMSY)** – Department of Fisheries, Ministry of Fisheries, Animal Husbandry and Dairying.
 - (i) **Formation and Promotion of Fish Farmer Producer Organizations (FFPOs).**
 - (ii) **PM Matsya Kisan Samridhi Sah-Yojana (PM-MKSSY)** – sub scheme under PMMSY by Department of Fisheries, Ministry of Fisheries, Animal Husbandry and Dairying.
- g) **PM Formalisation of Micro Food Processing Enterprises (PMFME)** - Ministry of Food Processing Industries.
- h) **Scheme for Formation and Promotion of 10,000 Farmer Producer Organizations (FPOs)** – Ministry of Agriculture & Farmer's Welfare.
- i) **(i) Pradhan Mantri Kisan Sampada Yojna (PMKSY)** – **Scheme for Food Processing and Value Addition** - Ministry of Food Processing Industries.

(ii) Pradhan Mantri Kisan Sampada Yojna (PMKSY) - Integrated Cold Chain and Value Addition Infrastructure Scheme - Ministry of Food Processing Industries.

(iii) Pradhan Mantri Kisan Sampada Yojna (PMKSY) - Creation of Infrastructure for Agro Processing Clusters (APC) - Ministry of Food Processing Industries.

- j) **National Scheduled Tribes Finance and Development Corporation (NSTFDC) - Ministry of Tribal Affairs.**
- k) **National Livestock Mission (NLM) - Department of Animal Husbandry and Dairying, Ministry of Fisheries, Animal Husbandry & Dairying.**
- l) **Rashtriya Gokul Mission (RGM) - Department of Animal Husbandry and Dairying, Ministry of Fisheries, Animal Husbandry & Dairying.**
- m) **Animal Husbandry Infrastructure Development Fund (AHIDF), Ministry of Fisheries, Animal Husbandry & Dairying**
- n) **Credit Guarantee Fund Trust for Micro and Small Enterprises (CGTMSE) - Ministry of Micro, Small & Medium Enterprises (MSME)**
- o) **National Beekeeping and Honey Mission (NBHM) – Ministry of Agriculture & Farmers Welfare (MoA&FW)**
- p) **Sub-Mission on Agricultural Mechanization (SMAM) - Ministry of Agriculture & Farmers Welfare (MoA&FW).**

Annexure-II**Activity-wise disbursement by NCDC****(Rs.in crore)**

S.No.	Activity		2021-22	2022-23	2023-24	2024-25	2025-26	2026-27 (As on 30.06.2026)
			Release	Release	Release	Release	Release	Release
1	Marketing		26,705.60	27,984.74	52,916.88	77,942.72	1,02,308.46	34,065.27
	Inputs		74.05	46.96	2.75	3.00	127.64	116.74
2	Processing							
2(A)	Sugar Factories		1,316.71	694.25	2,176.31	7,975.54	5,190.66	643.85
2(B)	Textile		24.94	104.25	44.36	121.31	16.71	-
2(C)	Other Processing Units							
	i	Foodgrains		0.85	1.44	1.88	3,004.56	2,011.94
	ii	Plantation Crops	2.14	-	1.31	0.38	-	50.00
	iii	Fruit & Vegetables	0.05	-	0.12	0.98	19.98	1.59
	iv	Oilseeds		0.68	0.17	0.92	0.38	0.42
	v	Small scale industries	-	-	-	-	-	-
		Subtotal 2(C)	2.19	1.53	3.04	4.16	3,024.92	2,063.95
		Total (2)	1,343.84	800.03	2,223.71	8,101.01	8,232.29	2,707.80
3	Storage		7.72	4.84	8.08	35.83	6.08	0.91
4	Cold Chain			-	11.06	23.90	-	-
5	Weaker Section Prog.							

	i	Fisheries Cooperative	168.76	298.93	41.72	26.06	319.03	1.30
	ii	Dairy/Livestock	569.16	264.70	301.45	45.97	737.96	25.38
	iii	Poultry		-	-	-	-	-
	iv	Tribal, S/C Cooperative		-	1.69	0.56	-	-
	v	Handloom Cooperative	102.46	28.57	0.23	1.52	-	0.55
	vi	Powerloom		-	-	-	-	-
	vii	Women Cooperative	-	-	-	-	0.35	0.50
	vii	Coir	30.00	-	-	1.00	15.00	-
	viii	Jute	-	8.76	0.05	0.06	0.20	-
		Total (5)	870.38	600.96	345.14	75.17	1,072.54	27.73
6	Computerisation of Coop.		25.06	45.02	0.42	4.58	8.84	-
7	Consumer Coop.		2.69	1.40	4.13	-	0.12	-
8	ICDP		283.06	177.87	23.26	1.62	1.54	-
9	C,IC&SC							
	i	Industrial Cooperative		-	-	-	-	-
	ii	Credit & Service	4,894.20	11,322.30	5,000.77	8,874.83	15,370.17	745.04
	Total (9)		4,894.20	11,322.30	5,000.77	8,874.83	15,370.17	745.04
10	Yuva Sahakar			0.10	0.84	0.13	0.10	-
11	P&D		6.44	6.15	6.75	-	-	-
12	FPO		8.04	38.25	48.33	71.97	137.19	31.47
13	P&C			-	-	-	-	-

14	FFPO		2.78	26.35	48.12	56.00	3.23
15	AE & EP					275.00	415.00
	GRAND TOTAL	34,221.08	41,031.40	60,618.47	95,182.88	1,27,595.97	38,113.19
	(1 to15)						