GOVERNMENT OF INDIA MINISTRY OF AGRICULTURE AND FARMERS WELFARE DEPARTMENT OF AGRICULTURE, COOPERATION AND FARMERS WELFARE

LOK SABHA UNSTARRED QUESTION NO.1090

TO BE ANSWERED ON THE 24TH JULY, 2018

FARMERS CRISIS

1090. DR. C. GOPALAKRISHNAN:

Will the Minister of AGRICULTURE AND FARMERS WELFARE ‡ãðŠãäÓã एवं किसान कल्याण ½ãâ¨ããè be pleased to state:

(a) whether it is true that the Indian farmers are facing an array of risks/crisis relating to production, weather, crop prices, credit and policy decision by the Government according to the second volume of Economic Survey-2016-17;

(b) if so, the details thereof;

(c) whether the Government has taken/proposed to take any steps to mitigate all these risks of farmers across the country;

- (d) if so, the details thereof; and
- (e) if not, the reasons therefor?

ANSWER

MINISTER OF STATE IN THE MINISTRY OF AGRICULTURE AND FARMERS WELFARE

‡ãðŠãäÓã एवं किसान कल्याण ½ãâ¨ããÊã¾ã ½ãñâ À㕾ã ½ãâ¨ããè (SHRI GAJENDRA SINGH SHEKHAWAT)

(a) & (b): Economic Survey 2016-17 (Vol. II) has indicated that Indian farmers face risks related to production, weather, price, credit, market and policy. The details of these risks are given in the **Annexure**.

(c) to (e): The Government has implemented various schemes to mitigate farming risk across the country which, *inter-alia*, includes: Interest Subvention Scheme, National Food Security Mission, Rashtriya Krishi Vikas Yojana, Pradhan Mantri Fasal Bima Yojana, Paramparagat Krishi Vikas Yojana, Soil Health Card & Neem Coated Urea, Pradhan Mantri Krishi Sinchai Yojana, and National Agriculture Market (e-NAM). In addition to above schemes, Minimum Support Prices are provided at the rate of 1.5 times the cost of production.

Annexure related to reply to part (b) of Lok Sabha UQ no. 1090 due for reply on 24.07.2018

Type of Risks	Causes	Reasons for Severity
1. Production risks	Pests, Diseases, Shortage of	Low productivity, declining yield
	inputs like seeds/ irrigation	
2. Weather and	High share of rainfed	Production loss, Lower than
Disaster related	agriculture, Low irrigation	potential production
risks	coverage, drought, flooding,	
	hailstorm and unseasonal	
	rains	
3. Price risks	Lower than remunerative price	Absence of marketing
		infrastructure, Presence of and
		excessive profiteering by
		middlemen
4. Credit risks	Predominance of informal	Absence of stable incomes/
	sources of credit, money	profits lead to defaults/
	lenders, Lack of capital for	indebtedness
	short term and long term loans	
5. Market risks	Changes in demand/ supply	Loses market/ market share
	domestic or international	
6. Policy risks	Uncertain policies, regulations	Impact of Government policies,
		APMC Act and other regulations

Source: Economic Survey, 2016-17, Government of India