

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

**LOK SABHA**  
**UNSTARRED QUESTION NO.1091**  
TO BE ANSWERED ON THE 24<sup>TH</sup> JULY, 2018

**INTEREST SUBSIDY TO FARMERS**

1091. SHRI KESINENI NANI:

Will the Minister of AGRICULTURE AND FARMERS WELFARE ऋषोशसूओँ एवं किसान कल्याण ½âããè be pleased to state:

- (a) the quantum of interest subsidy provided to the farmers in Andhra Pradesh, district-wise;
- (b) whether any study has been conducted to gauge the impact of this subsidy on the productivity of foodgrains and if so, the details and the outcome thereof; and
- (c) whether any study has been conducted to establish a correlation between the size of farm holdings and repayment discipline among farmers, if so, the key findings thereof?

**ANSWER**

MINISTER OF STATE IN THE MINISTRY OF AGRICULTURE AND FARMERS WELFARE

ऋषोशसूओँ एवं किसान कल्याण ½âããè½ã½ã½ã ( SHRI PARSHOTTAM RUPALA)

(a): District-wise data for the disbursement of interest subsidy provided to farmers is not maintained by National Bank for Agriculture and Rural Development (NABARD) and Reserve Bank of India (RBI), the implementing agencies for the Interest Subvention Scheme (ISS). However, as per reports from NABARD, in 2016-17, in respect of Cooperatives and Regional Rural Banks in Andhra Pradesh, the Government provided Rs. 79.55 crore and Rs. 89.31 crore respectively towards reimbursement of interest subvention claims of financial institutions @ of 2% per annum and of prompt repayment incentives to farmers @3% per annum. Similar data in respect of commercial banks in Andhra Pradesh for 2016-17 is not available with RBI.

(b) & (c): 'ISS for crop loans' an All India Study by NABARD (2016) noted improvement in credit flow to agriculture on account of the scheme which in turn facilitated use of crucial inputs (seeds, fertilizers, pesticides etc.). This the study noted reflected in better yield and production of major crops in the country. The Department of Agriculture, Cooperation and Farmers Welfare has not got any study conducted to establish a correlation between the size of farm holdings and repayment discipline among farmers.

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