

**GOVERNMENT OF INDIA
MINISTRY OF COOPERATION**

**LOK SABHA
UNSTARRED QUESTION NO. 459
TO BE ANSWERED ON 4th FEBRUARY, 2025**

Potential of Cooperative Sector in strengthening the Rural Economy

459. Shri Rahul Kaswan:

Will the Minister of Cooperation (सहकारिता मंत्री) be pleased to state:

- (a) whether the Government recognises the potential of the cooperative sector in strengthening the rural economy;
- (b) if so, the details of measures taken by the Government to support and promote cooperatives in rural economy;
- (c) the total amount of funds allocated to cooperative societies in rural areas during the last five years across various sectors specially in Rajasthan, State-wise; and
- (d) the manner in which the Government plans to generate employment in rural areas through cooperatives in the country, specially in Rajasthan?

ANSWER

**THE MINISTER OF COOPERATION
सहकारिता मंत्री (SHRI AMIT SHAH)**

(a) & (b): Yes Sir. Ministry of Cooperation, since its inception on 6th July, 2021 has undertaken various initiatives and reforms to empower cooperative societies and leverage their potential in promoting all-round development of the cooperatives across the country. Ministry of Cooperation with active participation of various States/ UTs has taken various initiatives to revitalize and strengthen the cooperative sector across the country benefitting rural economy, the details of which are enclosed at **Annexure-I**.

(c) & (d): To strengthen the cooperatives, Ministry of Cooperation, including NCDC, has taken the following measures:

I. Strengthening of PACS through Computerization- To strengthen PACS, project for Computerization of functional PACS with a total financial outlay of ₹2,516 Crore has been approved by the Government of India, which entails bringing all functional PACS in the Country onto a common ERP based national software, linking them with NABARD through StCBs and DCCBs. A total of 67,930 PACS from 30 States/ UTs have been sanctioned under the project. A total of 50,455 PACS have been onboarded on ERP Software and hardware has been procured by 30 States/UTs. The State-wise details of PACS approved and amount released by the Government of India under this project are at **Annexure-II (A)**.

II. Computerization of Agriculture and Rural Development Banks (ARDBs): To strengthen the long-term cooperative credit structure, the project of computerization of 1,851 units of Agriculture and Rural Development Banks (ARDBs) spread across 13 States/ Union Territories has been approved by the Government. NABARD is the implementing agency for the project. So far, proposals received from 10 States/UTs have been sanctioned. Further, GOI share amounting to Rs 5.08 crore has been released to 9 States/UTs in FY 2023-24 and FY 2024-25 for procurement of hardware, digitization and setting up of support system. The State-wise details of ARDBs approved and released amount under the project Computerization of Agriculture and Rural Development Banks (ARDBs) is at **Annexure II (B)**.

III. Rs.10,000 crore loan scheme launched for strengthening of Sugar Cooperative Mills: Government has launched a scheme through NCDC for setting up ethanol plants or cogeneration plants or for working capital or for all three purposes. So far, the Ministry has released Rs. 875 crore to NCDC (Rs. 500 crore in FY 2022-23 and Rs. 375 crore in FY 2024-25) under the scheme and as of now, NCDC has sanctioned 80 loans amounting Rs.9,169.76 crore to 44 CSMs.

IV. National Cooperative Development Corporation (NCDC), a statutory organization under the Ministry of Cooperation, Government of India, implements Corporation Sponsored and Central Sector Schemes for the development of Cooperatives in the rural areas of the country, including the State of Rajasthan. The schemes implemented and activities covered by NCDC are enclosed at **Annexure- II (C)**.

NCDC has cumulatively provided Rs.3,78,544.60 crore for the development of the cooperatives. Activity-wise and State-wise disbursement during the last 5 years is enclosed at **Annexure- III and Annexure-IV** respectively. The government's approach to generating employment in rural areas through cooperatives focuses on building sustainable, inclusive, and growth-oriented and multipurpose cooperatives in sectors such as agriculture, dairy, fishery, etc. Through skill development and infrastructure support, the cooperative model is leveraged to create a wide range of employment opportunities in rural India.

Progress on major initiatives taken by Ministry of Cooperation

Ministry of Cooperation, since its inception on 6th July, 2021, has undertaken several initiatives to realize the vision of “Sahakar-se-Samridhi” and to strengthen & deepen the cooperative movement from Primary to Apex level Cooperatives in the country. List of initiatives taken and progress made so far are as follows:

A. Making Primary Cooperatives economically vibrant and transparent

1. **Model Bye-Laws for PACS making them multipurpose, multidimensional and transparent entities:** Government, in consultation with all the stakeholders, including States/ UTs, National Level Federations, State Cooperative Banks (StCBs), District Central Cooperative Banks (DCCBs), etc., has prepared and circulated Model Bye-laws for PACS to all the States/ UTs, which enable PACS to undertake more than 25 business activities, improve governance, transparency and accountability in their operations. Provisions have also been made to make the membership of PACS more inclusive and broad-based, giving adequate representation to women and Scheduled Castes/Schedules Tribes. So far, 32 States/ UTs have adopted Model Bye-laws or their existing bye-laws are in line with Model Bye-laws.
2. **Strengthening of PACS through Computerization:** In order to strengthen PACS, project for Computerization of functional PACS with a total financial outlay of ₹2,516 Crore has been approved by the Government of India, which entails bringing all functional PACS in the Country onto a common ERP based national software, linking them with NABARD through StCBs and DCCBs. A total of 67,930 PACS from 30 States/ UTs have been sanctioned under the project. A total of 50,455 PACS have been onboarded on ERP Software and hardware has been procured by 30 States/UTs.
3. **Establishing New Multipurpose PACS/ Dairy/ Fishery Cooperatives in covering all the Panchayats:** The Government of India has approved the plan to establish new multipurpose PACS/dairy/fisheries cooperatives, aiming to cover all panchayats and villages in the country over the next five years. This initiative is supported by NABARD, NDDDB, NFDB and State/UT Governments. For effective implementation of the initiative, ‘Margadarshika’ has been launched on 19.9.2024, indicating the targets and timelines for stakeholders. As per National Cooperative Database, a total of 12,957 new PACS, Dairy and Fishery Cooperative Societies have been registered as on 27.1.2025 across the country since the approval of the plan on 15.2.2023.
4. **World’s Largest Decentralized Grain Storage Plan in Cooperative sector:** Government has approved a plan to create warehouses, custom hiring centers, primary processing units and other agri-infrastructure for grain storage at PACS level, through convergence of various GOI schemes, including AIF, AMI, SMAM, PMFME, etc. This will reduce wastage of food grains and transportation costs, enable farmers to realize better prices for their produce and meet various agricultural needs at the PACS level itself. Under the pilot project, construction of godowns in 11 PACS of 11 States has been completed.
5. **PACS as Common Service Centers (CSCs) for better access to e-services:** An MoU has been signed between Ministry of Cooperation, MeitY, NABARD and CSC e-Governance

Services India Limited for providing more than 300 e-services such as banking, insurance, Aadhar enrolment/ updation, health services, PAN card and IRCTC/ Bus/ Air ticket, etc. through PACS. So far, 42,080 PACS have started providing CSC services to rural citizens.

- 6. Formation of new Farmer Producer Organizations (FPOs) by PACS:** Government has allowed 1100 additional FPOs to be formed by PACS with the support of NCDC, in those blocks where FPOs have not yet been formed or the blocks are not covered by any other implementing agency. Against this allocation of 1100 blocks, 958 FPOs have been registered/ on-boarded as on 27.01.2025. Apart from this, 730 FPOs have already been formed by NCDC in cooperative sector. As on date, a total of 1,688 FPOs have been registered / on-boarded by NCDC in cooperative sector. This will be helpful in providing farmers with necessary market linkages and get fair and remunerative process for their produce.
- 7. PACS given priority for Retail Petrol/ Diesel outlets:** Government has allowed PACS to be included in the Combined Category 2 (CC2) for allotment of retail petrol/ diesel outlets. As per information received from Oil Marketing Companies (OMCs), 286 PACS from 25 States/UTs have applied online for retail petrol/ diesel outlets.
- 8. PACS given permission to convert bulk consumer petrol pumps into retail outlets:** The existing bulk consumer licensee PACS have been given a one-time option by Oil Marketing Companies to convert into retail outlets. As per information shared by OMCs, 116 wholesale consumer pump licensee PACS from 5 States have given consent for conversion into Retail Outlets, out of which 56 PACS have been commissioned by the OMCs.
- 9. PACS eligible for LPG Distributorship for diversifying its activities:** Government has now allowed PACS to apply for LPG Distributorships. This will give PACS an option to increase their economic activities and diversify their income stream. As of now, 2 PACS from the state of Jharkhand have applied for LPG distributorship under CC Category.
- 10. PACS as PM Bharatiya Jan Aushadhi Kendra for improving access to generic medicines at rural level:** PACS have been allowed to operate Pradhan Mantri Bhartiya JanaushadhiKendras (PMBJKs), which will provide additional income source to them and ease the access to quality generic medicines for rural citizens. So far, 4,523 PACS/ cooperative societies have applied online for PMBJKs, out of which 2,744 PACS have been given initial approval by Pharmaceutical & Medical Devices Bureau of India (PMBI) and 785 PACS have received drug license from State Drug Controllers and 716 PACS have got store codes from PMBI which are ready to function as PM Bhartiya Jan Aushadhi Kendras.
- 11. PACS as Pradhan Mantri Kisan Samridhhi Kendras (PMKSK):** PACS have been enabled to operate PMKSK for ensuring easy accessibility of fertilizer & related services to farmers in the country. As per the information shared by Department of Fertilizers (GOI) and States/ UTs, a total of 36,193 PACS are functioning as PMKSK.
- 12. PACS to carry out O&M of rural piped water supply schemes (PWS):** PACS have been made eligible to carry out the Operations & Maintenance (O&M) of PWS in rural areas. As per information received from States/ UTs, 934 PACS have been identified/ selected by 13 States/ UTs to provide O&M services at Panchayat/ Village level.

- 13. Convergence of PM-KUSUM at PACS level:** Farmers associated with PACS can adopt solar agricultural water pumps and install photovoltaic modules in their farms.
- 14. Micro-ATMs to Bank Mitra Cooperative Societies for providing doorstep financial services:** Dairy and Fisheries cooperative societies can be made Bank Mitras of DCCBs and StCBs. To ensure their ease of doing business, transparency and financial inclusion, Micro-ATMs are also being given to these Bank Mitra Co-operative Societies with support from NABARD to provide 'Door-step Financial Services'. To facilitate effective implementation of the initiative, an SOP has been launched on 19th September 2024. So far, 8,322 Micro-ATMs have been distributed to Bank Mitra cooperative societies in Gujarat.
- 15. Rupay Kisan Credit Card to Members of Milk Cooperatives:** In order to expand the reach of DCCBs/ StCBs and to provide necessary liquidity to the members of Dairy Cooperative societies, Rupay Kisan Credit Cards (KCCs) are being distributed to the members of cooperatives for providing credit at comparatively lower interest rates and to enable them to carry out other financial transactions. To facilitate effective implementation of the initiative, an SOP has been launched on 19th September 2024. So far, 7,43,810 Rupay KCC have been distributed in the State of Gujarat.
- 16. Formation of Fish Farmer Producer Organization (FFPO):** In order to provide market linkage and processing facilities to fishermen, NCDC has registered 70 FFPOs in the initial phase. In addition, Department of Fisheries, Government of India has allocated the work of converting 1000 existing fisheries cooperative societies into FFPOs to National Cooperative Development Corporation. National Cooperative Development Corporation has identified 997 Primary Fisheries Cooperatives Societies to strengthen as FFPOs, with an approved outlay of Rs. 280.65 crore.
- 17. White Revolution 2.0:** The Ministry of Cooperation has launched an initiative to usher Cooperative-led "White Revolution 2.0" aimed at expanding cooperative coverage, employment generation and women's empowerment with an objective "To increase the milk procurement of dairy cooperatives by 50% from the present level over next five years by providing market access to dairy farmers in uncovered areas and increasing the share of dairy cooperatives in organised sector." The SOP for White Revolution 2.0 was launched on 19.11.2024 by Hon'ble Home & Cooperation Minister in presence of Hon'ble Minister of Fisheries, Animal Husbandry and Dairying. On 25.12.2024 Hon'ble Home & Cooperation Minister in the presence of Hon'ble Minister of Fisheries, Animal Husbandry and Dairying inaugurated 6,600 newly set up Dairy Cooperative Societies. So far, 8,294 DCSs have been registered in 27 States/UTs.
- 18. Atmanirbharta Abhiyan:** Ministry of Cooperation has launched the initiative to incentivize production of pulses (tur, masur and urad) to reduce dependency on imports, and production of maize to be used for production of ethanol for meeting the goal of Ethanol Blending Programme (EBP) through National Cooperative Consumer Federation (NCCF) and National Agricultural Cooperative Marketing Federation of India (NAFED). Both have developed their own web portal i.e. e-samyukti and e-samridhi respectively for registration of farmers through cooperatives. Both have assured pre-registered farmers of tur, urad, masur and maize to procure 100% of their produce at Minimum Support Price (MSP). However, if market prices exceed the MSP, farmers are free to sell their produce in the open market. A total of 12,64,212

farmers have already registered on the e-samyukti portal of NCCF. Similarly, 6,75,178 farmers have registered themselves on the e-samridhi portal of NAFED.

B. Strengthening the Urban and Rural Cooperative Banks

19. Urban Cooperative Banks (UCBs) have been allowed to open new branches to expand their business: UCBs can now open new branches up to 10% (maximum 5 branches) of the existing number of branches in the previous financial year without prior approval of RBI.

20. UCBs have been allowed by RBI to offer doorstep services to their customers: Door step banking facility can now be provided by UCBs. Account holders of these banks can now avail various banking facilities at home such as cash withdrawal, cash deposit, KYC, demand draft and life certificate for pensioners, etc.

21. Cooperative banks have been allowed to make one-time settlement of outstanding loans, like Commercial Banks: Co-operative banks, through board-approved policies, can now provide the process for settlement with borrowers, along with technical write-off.

22. Time limit increased to achieve Priority Sector Lending (PSL) targets given to UCBs: RBI has extended the timeline for UCBs to achieve Priority Sector Lending (PSL) targets by two years i.e., up to March 31, 2026.

23. A Nodal Officer designated in RBI for regular interaction with UCBs: In order to meet the long pending demand of the cooperative sector for closer coordination and focused interaction, RBI has notified a nodal officer.

24. Individual housing loan limit more than doubled by RBI for Rural and Urban Cooperative Banks:

- a. Housing loan limit of Urban Cooperative Banks has now been doubled from Rs. 30 lakhs to Rs.60 lakhs.
- b. Housing loan limit of Rural Cooperative Banks has been increased to two and a half times to Rs.75 lakhs.

25. Rural Cooperative Banks will now be able to lend to commercial real estate/ residential housing sector, thereby diversifying their business: This will not only help Rural Cooperative Banks to diversify their business, but will benefit Housing cooperative societies also.

26. License fee reduced for Cooperative Banks: License fee for onboarding Cooperative Banks to 'Aadhaar Enabled Payment System' (AePS) has been reduced by linking it to the number of transactions. Cooperative financial institutions will also be able to get the facility free of cost for the first three months of the pre-production phase. With this, farmers will now be able to get the facility of banking at their home with through biometrics.

27. Non-scheduled UCBs, StCBs and DCCBs notified as Member Lending Institutions (MLIs) in CGTMSE Scheme to increase the share of cooperatives in lending: Cooperative banks will now be able to take advantage of risk coverage up to 85 percent on

the loans given. Also, cooperative sector enterprises will also be able to get collateral free loans from cooperative banks now.

28. Notification of Scheduling norms for including Urban Cooperative Banks: UCBs that meet the 'Financially Sound and Well Managed' (FSWM) criteria and have maintained the minimum deposits required for classification as Tier 3 for the last two years are now eligible to be included in Schedule II of the Reserve Bank of India Act, 1934 and get 'Scheduled' status.

29. Monetary ceiling doubled by RBI for Gold Loan: RBI has doubled monetary ceiling from Rs. 2 lakhs to Rs.4 lakhs, for those UCBs that meet the PSL targets.

30. Umbrella Organization for Urban Cooperative Banks: RBI has accorded approval to the National Federation of Urban Co-operative Banks and Credit Societies Ltd. (NAFCUB) for the formation of an Umbrella Organization (UO) for the UCB sector, which will provide necessary IT infrastructure and operational support to around 1,500 UCBs.

C. Relief to Cooperative Societies in the Income Tax Act

31. Surcharge reduced from 12% to 7% for co-operative societies having income between Rs. 1 to 10 Cr.: This will reduce the burden of Income Tax on Cooperative Societies and more capital will be available with them to work for the benefit of their members.

32. MAT reduced for cooperatives from 18.5% to 15%: With this provision, now there is parity between Cooperative Societies and Companies in this regard.

33. Relief in cash transactions under section 269ST of the Income Tax Act: In order to remove difficulties in cash transactions by cooperatives under Section 269ST of IT Act, Government has issued a clarification that cash transaction of less than Rs. 2 lakhs done by a cooperative society with its distributor in a day will be considered separately, and will not be charged with income tax penalty.

34. Tax cut for new manufacturing Cooperative societies: Government has decided that a flat lower tax rate of 15% will be charged, compared to an earlier rate of up to 30% plus surcharge, for new cooperatives commencing manufacturing activities by March 31, 2024. This will encourage the formation of new cooperative societies in the manufacturing sector.

35. Increase in limit of Cash Deposits and Cash Loans by PACS and PCARDBs: Government has enhanced the limit for Cash Deposits and Cash Loans by PACS and Primary Cooperative Agriculture and Rural Development Banks (PCARDBs) from Rs. 20,000 to Rs.2 lakh per member. This provision will facilitate their activities, increase their business and benefit members of their societies.

36. Increase in the limit of Tax Deducted at Source (TDS) in Cash Withdrawal: Government has increased the cash withdrawal limit of cooperative societies without deduction of tax at source from Rs.1 crore to Rs.3 crore per year. This provision will save Tax Deducted at Source (TDS) for cooperative societies, which will enhance their liquidity.

D. Revival of Cooperative Sugar Mills

- 37. Relief from Income Tax to Sugar Cooperative Mills:** Government has issued a clarification that cooperative sugar mills would not be subjected to additional income tax for paying higher sugarcane prices to farmers up to Fair and Remunerative or State Advised Price, from April, 2016 onwards.
- 38. Resolution of decades old pending issues related to Income Tax of Sugar Cooperative Mills:** Government has made a provision in its Union Budget 2023-24, wherein Sugar cooperatives have been allowed to claim as expenditure their payments to sugarcane farmers for the period prior to assessment year 2016–17, giving them a relief of more than Rs.46,000 crore.
- 39. Rs.10,000 crore loan scheme launched for strengthening of Sugar Cooperative Mills:** Government has launched a scheme through NCDC for setting up ethanol plants or cogeneration plants or for working capital or for all three purposes. So far, the Ministry has released Rs. 875 crore to NCDC (Rs. 500 crore in FY 2022-23 and Rs. 375 crore in FY 2024-25) under the scheme and as of now, NCDC has sanctioned 80 loans amounting to Rs.9,169.76 crore to 44 CSMs.
- 40. Preference to Cooperative Sugar Mills in purchase of ethanol:** Cooperative Sugar Mills have now been put at par with private companies for ethanol procurement by Government of India under the Ethanol Blending Programme (EBP).
- 41. Strengthening of Cooperative Sugar Mills by converting their molasses-based ethanol plants into multi feed ethanol plants:** Ministry of Cooperation has taken initiative in consultation with National Federation of Cooperative Sugar Factories Ltd. (NFCSFL) for conversion of existing molasses-based ethanol plants of CSMs into multi feed ethanol plants. The Cooperative Sugar Mills (CSMs) also produce ethanol from molasses and sugar syrup by installing ethanol production plants. However, the availability of raw material i.e., molasses and sugar syrup for production of ethanol is limited by many factors viz, Government Policy on diversion of sugarcane syrup, B heavy molasses for production of ethanol and duration of sugar cane crushing season and availability of sugarcane depending on rainfall, etc. On account of these limiting factors, the CSMs having ethanol plants are not able to operate them at full capacity round the year. The Government of India has prioritized maize for production of ethanol, therefore, it is prudent for CSMs to convert their existing ethanol production units into multi feed ethanol production units so that they are able to produce ethanol by using maize as raw material.
- 42. Reduction in GST on molasses from 28% to 5%:** Government has decided to reduce the GST on molasses from 28% to 5% which will enable cooperative sugar mills to earn more profits for their members by selling molasses to distilleries with higher margins.

E. Three new National Level Multi-State Societies

- 43. New National Multi-State Cooperative Seed Society for certified seeds:** Government has established a new apex multi-state cooperative seed society under the MSCS Act, 2002, namely Bharatiya Beej Sahakari Samiti Limited (BBSSL) as an umbrella organization for quality seed cultivation, production and distribution under a single brand. During the Rabi

2024-25 season, 57 Varieties of 12 Crops were sown/ planted in 5,596 hectares. Similarly, during the Kharif 2024 season, 23 varieties of 8 Crops have been planted on 176.59 hectare of land. So far, 17,425 PACS/ Cooperative Societies have become members of BBSSL.

44. New National Multi-State Cooperative Organic Society for organic farming:

Government has established a new apex multi-state cooperative organic society under the MSCS Act, 2002, namely National Cooperative Organics Limited (NCOL) as an umbrella organization to produce, distribute and market certified and authentic organic products. So far, 5,184 PACS/ cooperative societies have become members of NCOL. NCOL has launched 13 products i.e., Whole Wheat Flour, Moong Dhuli, Moong Whole, Moog Chilka Dal, Moog Split, Arhar/ Toor Dal, Urad Whole, Urad Dal, Masoor Whole, Masoor Malka, Brown Chana, Rajma Chitra, Chana Dal under 'Bharat Organics Brand'.

45. New National Multi-State Cooperative Export Society for promoting exports:

Government has established a new apex multi-state cooperative export society under the MSCS Act, 2002, namely National Cooperative Export Limited (NCEL) as an umbrella organization to give thrust to exports from cooperative sector. So far, 7,933 PACS/ cooperative societies have become members of NCEL. Till date, NCEL has achieved a total export quantity of commodities (rice, sugar, onion, wheat, maize and Jeera) of 12,52,083 Metric tonnes with an exported value of Rs. 5,099.24 crore.

F. Capacity Building in Cooperatives

46. Promotion of training and awareness through National Council for Cooperative

Training (NCCT): By increasing its reach, NCCT has conducted 2,872 training programs and provided training to 2,35,060 participants till December 2024.

G. Use of Information Technology for 'Ease of Doing Business'

47. Computerization of the Central Registrar's Office: Central Registrar's office has been computerized to create a digital ecosystem for Multi-State Cooperative Societies, which will assist in processing applications and service requests in a time bound manner.

48. Scheme for computerization of office of RCSs in States/ Union Territories: To increase 'ease of doing business' for cooperative societies and create a digital ecosystem for transparent paperless regulation in all the States/ UTs, a Centrally Sponsored Project for Computerization of RCS Offices has been approved by the Government. Grants are provided for the purchase of hardware, development of software, etc. to the States/ UTs. So far, proposals received from 35 States/ UTs have been sanctioned by GOI.

49. Computerization of Agriculture and Rural Development Banks (ARDBs): To strengthen the long-term cooperative credit structure, the project of computerization of 1,851 units of Agriculture and Rural Development Banks (ARDBs) spread across 13 States/ Union Territories has been approved by the Government. NABARD is the implementing agency for the project. So far, proposals from 10 States/UTs have been received and sanctioned. Further, GOI share amounting to Rs 5.08 crore has been released to 9 States/UTs in FY 2023-24 and FY 2024-25 for procurement of hardware, digitization and setting up of support system.

H. Other Initiatives

- 50. New National Cooperative Database for authentic and updated data repository:** A database of cooperatives in the country has been prepared with the support of State Governments to facilitate stakeholders in policy making and implementation of programmes/ schemes related to cooperatives across the country. So far, data of more than 8.2 lakh cooperatives across 30 sectors, with approximately 30 crore members, has been captured in the database.
- 51. Cooperative Ranking Framework:** The Government launched the Cooperative Ranking Framework on 24th January 2025 to rank cooperatives State-wise and sector-wise. The ranking framework enables State RCS to assess Cooperative Societies' performance based on key parameters, including audit compliance, operational activities, financial performance, infrastructure, and basic identity information. The RCS of the States/ UTs, through login on NCD portal, can generate ranks of Cooperative Societies, initially of 7 major sectors namely PACS, Dairy, Fishery, Urban Cooperative Banks, Housing, Credit and Thrift, and Khadi and Gram Udyog. This ranking system aims to enhance transparency, reliability and competitiveness among cooperative societies, ultimately fostering their growth. Furthermore, top-performing cooperative societies in each sector will be recognized and honoured by the Ministry of Cooperation and respective State/ UT authorities, aligning with the objectives of the International Year of Cooperatives.
- 52. International Year of Cooperatives – 2025 in India:** The United Nations has declared 2025 as the International Year of Cooperatives (IYC 2025) to highlight the role of cooperatives in economic growth, social inclusion, and sustainability. The Ministry of Cooperation has developed an action plan in collaboration with National Cooperative Federations, State Governments, Central Ministries and other stakeholders emphasizing transparency, policy reforms, and rural economic transformation through PACS. Activities include training, board meetings, cooperative flag hoisting, exhibitions, and business expansion workshops at District, State, and National levels. To ensure effective execution, committees at national, state, and district levels have been formed. The National Execution Committee (NEC) and National Cooperative Committee (NCC) will oversee coordination and financial mobilization. State Apex Committees (SAC), along with State and District Cooperative Development Committees (SCDC & DCDC), will organize and manage State/ District/ Village level programs.
- 53. Multi-State Co-operative Societies (Amendment) Act, 2023:** Amendment has been brought in the MSCS Act, 2002 to strengthen governance, enhance transparency, increase accountability, reform electoral process and incorporate provisions of 97th Constitutional Amendment in the Multi State Cooperative Societies.
- 54. Cooperative Ombudsman:** Following the amendment in the Multi–State Cooperative Societies (MSCS) Act, 2002, Cooperative Ombudsman has been appointed under Section 85A of the said Act vide gazette notification dated 05.03.2024. The Ombudsman office is fully functional and deals with complaints or appeals, from members of the MSCS regarding their deposits, equitable benefits of the Multi–State Co-operative Society's functioning or any other issue affecting the individual rights of the concerned member.
- 55. Cooperative Election Authority (CEA):** Following the amendment in the Multi–State Cooperative Societies (MSCS) Act, 2002, the Cooperative Election Authority has been set up

to strengthen governance and accountability, with a mandate to conduct free and fair election in all MSCSs. Elections in more than 80 MSCS have been conducted successfully up to December, 2024.

56. Inclusion of Cooperatives as ‘buyers’ on GeM portal: The Government has permitted cooperatives to register as ‘buyer’ on GeM, enabling them to procure goods and services from over 67 lakh vendors to facilitate economical purchases and greater transparency. So far, 574 cooperative societies have been onboarded on GeM as buyers.

57. Expansion of National Cooperative Development Corporation (NCDC) to increase its range and depth: NCDC has launched new schemes in various sectors such as ‘Swayamshakti Sahkar’ for SHGs; ‘Deerghavadhi Krishak Sahkar’ for long term agricultural credit and ‘Dairy Sahkar’ for dairy. During the current FY 2024-25, so far, total financial assistance of Rs. 84,673.70 crores has been disbursed by NCDC.

58. Financial assistance by NCDC for Deep Sea Trawlers: NCDC is providing financial assistance for projects related to deep sea trawlers in coordination with the Department of Fisheries, Government of India. NCDC has already sanctioned financial assistance of Rs. 25.95 crore for purchase of total 44 deep sea trawlers for the Fisheries Cooperative Societies of Maharashtra and Gujarat State.

59. National Cooperation Policy (NCP): The formulation of New National Cooperation Policy (NCP) has been envisaged to fulfil the mandate of the Ministry of Cooperation - "Sahakar se Samridhi." A National level committee was constituted on 2.9.2022 under Shri Suresh Prabhakar Prabhu with experts of the cooperative sector, representatives from National/ State/ District/ Primary level cooperative societies, Secretaries (Cooperation) and RCSs from States/ UTs and officers from Central Ministries/ Departments to formulate the New Cooperation Policy to provide a framework to unlock the true potential of the Cooperative sector. The Committee conducted four regional workshops throughout the country to elicit suggestions from stakeholders. The received suggestions have been incorporated into the draft policy appropriately. The draft policy has been prepared and is under finalization.

60. Refund to Investors of Sahara Group of Societies: A portal has been launched for making payments to the genuine depositors of the cooperative societies of Sahara Group in a transparent manner. Disbursements have already started after proper identification and submission of proof of their deposits and claims. So far, Rs. 2,025.75 crores have been disbursed to 11.61 lakh applicants.

Annexure II (A)

State-wise details of PACS approved and released amount under the project Strengthening of PACS through Computerization-

S No.	States/UTs	No. of PACS sanctioned	Amount released in FY 2022-23	Amount released in FY 2023-24	Amount released in FY 2024-25	Total amount released
1	Chhattisgarh	2,028	148,600,000	0	102,071,627	250,671,627
2	Madhya Pradesh	4,536	332,300,000	254,225,000	-	586,525,000
3	Andhra Pradesh	2,037	149,300,000	37,447,271	90,600,449	277,347,720
4	Punjab	3,482	255,200,000	0	-	255,200,000
5	West Bengal	4,167	305,400,000	0	-	305,400,000
6	Jharkhand	1,500	109,900,000	0	75,502,618	185,402,618
7	Manipur	232	25,500,000	0	-	25,500,000
8	Rajasthan	6,781	237,800,000	432,986,131	110,000,000	780,786,131
9	Uttar Pradesh	5,686	112,800,000	423,041,650	-	535,841,650
10	Arunachal Pradesh	14	1,500,000	1,200,000	907,704	3,607,704
11	Maharashtra	12,000	879,500,000	336,450,000	-	1,215,950,000
12	Tripura	268	29,500,000	11,250,000	30,330,709	71,080,709
13	Himachal Pradesh	1,789	95,600,000	73,200,000	30,900,132	199,700,132
14	Sikkim	107	11,800,000	9,000,000	-	20,800,000
15	Karnataka	5,491	402,500,000	153,900,000	-	556,400,000
16	Goa	58	3,200,000	1,250,000	4,373,086	8,823,086
17	Meghalaya	112	12,300,000	0	-	12,300,000
18	Mizoram	25	2,700,000	0	4,436,418	7,136,418
19	Assam	583	64,100,000	24,525,000	32,996,165	121,621,165

20	Bihar	4,495	329,500,000	0	146,577,881	476,077,881
21	Nagaland	231	3,600,000	24,568,555	15,998,098	44,166,653
22	Haryana	710	48,500,000	24,416,000	-	72,916,000
23	Tamil Nadu	4,532	332,000,000	124,820,000	-	456,820,000
24	Gujarat	5,754	0	583,000,000	221,873,654	804,873,654
25	Uttarakhand	670	0	36,874,057	-	36,874,057
26	Andaman & Nicobar	46	0	6,881,462	-	6,881,462
27	Ladakh	10	0	1,200,000	-	1,200,000
28	Jammu & Kashmir	537	52,500,000	15,178,040	18,536,744	86,214,784
29	DNH & DD	4	0	0	1,236,272	1,236,272
30	Puducherry	45	4,400,000	1,675,000	-	6,075,000
Total		67,930	3,950,000,000	2,577,088,166	886,341,557	7,413,429,723

Annexure II (B)

State-wise details of ARDBs approved and released amount under the project Computerization of Agriculture and Rural Development Banks (ARDBs)-

S.no.	State	Total No. of Units (ARDBs) Sanctioned	Total GOI Share released (FY 2023-24 and 2024-25)
1	Puducherry	2	389,630
2	Punjab	113	4675558
3	J&K (opted out) *	51	2635731
4	Tripura	6	386765
5	Uttar Pradesh	342	12720267
6	Karnataka	207	8027519
7	Tamil Nadu	200	8192106
8	Haryana	90	-
9	Himachal Pradesh	88	5610032
10	Gujarat	195	8201003
11	Rajasthan	163	-
12	West Bengal	-	-
13	Kerala	-	-
	Total	1457	50,838,611

*Jammu and Kashmir has officially withdrawn from the Agricultural and Rural Development Bank (ARDB) scheme, citing financial constraints in their formal communication. Therefore, after reducing their 51 units, now total sanctioned units come to 1406.

PART A: CORPORATION SPONSORED SCHEME**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.**

FOCUSSED 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) **AYUSHMAN SAHAKAR:** The scheme has a comprehensive approach to cover hospitals, healthcare, medical education, nursing education, paramedical education, health insurance and holistic health systems such as AYUSH.
- c) **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 will converge critical inputs of women's enterprise, business plan formulation, capacity development, credit and subsidy, and/ or interest subvention of other schemes.
- d) **DAIRY SAHAKAR:** It is a cooperative dairy business focused framework of financial assistance for encouraging cooperatives to achieve higher outcomes in ESG (environmental, social, governance) linked activities. It includes the creation of infrastructure by cooperatives for new projects and modernization and/or expansion of existing projects.
- e) **DIGITAL SAHAKAR:** Aligned with the principles of Digital India, NCDC has conceived a focused financial assistance framework for Digitally Empowered Cooperatives for handholding and credit linkage by NCDC, dovetailed with grant,

subsidy, incentives, etc. from the Government of India / State / UT / agencies with the objective of cooperatives actively partaking in Digital India.

- f) **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).
- g) **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.

PART B: SCHEMES OF MOC and OTHER MINISTRIES / DEPARTMENTS BEING IMPLEMENTED BY NCDC

- a) **Grant in aid to NCDC for strengthening of the Cooperative Sugar Mills-** 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 MatsyaSampada Yojana (PMMSY)** – 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.
- j) **National Scheduled Tribes Finance and Development Corporation (NSTFDC)** - Ministry of Tribal Affairs.
- k) **National Livestock Mission (NLM) and Rashtriya Gokul Mission (RGM)** - Department of Animal Husbandry and Dairying, Ministry of Fisheries, Animal Husbandry & Dairying.
- l) **Re-aligned Animal Husbandry Infrastructure Development Fund (AHIDF)**, Ministry of Fisheries, Animal Husbandry & Dairying

Activity Wise Disbursement since 2019-20 to 2024-25 (upto 28.01.2025)

Rs. in crore

S.No.	Activity	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25 (as on 28.01.2025)
1	Marketing	15235.42	19576.38	26705.60	27984.74	52916.88	74038.03
	Inputs	462.24	29.41	74.05	46.96	2.75	0.10
2	Processing						
2(A)	Sugar Factories	1821.14	1542.44	1316.71	694.25	2176.31	3292.48
2(B)	Textile	129.32	96.40	24.94	104.25	44.35	122.31
2(C)	Other Processing Units						
	i Foodgrains	1.06	1.07		0.85	1.44	1.25
	ii Plantation Crops	7.56	2.21	2.14	-	1.31	0.38
	iii Fruit & Vegetables	1.03	0.14	0.05	-	0.12	0.36
	iv Oilseeds	3.25	1.65		0.68	0.17	0.63
	v Small scale indistries				0	0.00	0.00
	Sub total 2(C)	12.89	5.07	2.19	1.53	3.04	2.62
	Total (2)	1,963.36	1,643.91	1,343.84	800.02	2223.70	3417.41
3	Storage	17.25	7.29	7.72	4.84	8.08	32.38
4	Cold Chain	7.36			-	11.06	23.89
5	Weaker Section Prog.						
	i Fishery Cooperative	163.63	119.18	168.76	298.91	41.33	22.42
	ii Dairy/Livestock	415.33	168.50	569.16	264.70	301.45	26.56
	iii Poultry	4.61			-	0.00	0.00
	iv Tribal, S/C Cooperative	3.15			-	1.69	0.56
	v Handloom Cooperative	2.39	0.90	102.46	28.57	0.23	0.52
	vi Powerloom					0.00	0.00
	vii Women Cooperative	-	-	-	-	0.00	0.00
	vii Coir	80.00		30.00	-	0.00	0.00
	viii Jute	-	-	-	8.76	0.05	0.06
	Total (5)	669.11	288.57	870.38	600.94	344.75	50.12

S.No.	Activity	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25 (as on 28.01.2025)
6	Computerisation of Coop.	36.52	30.87	25.06	45.02	0.42	0.00
7	Consumer Coop.	3.39	0.89	2.69	1.40	4.13	0.00
8	ICDP	175.14	152.61	283.06	177.87	23.26	0.07
9	C,IC&SC						
	i Industrial Cooperative				-	0.00	0.00
	ii Credit & Service	9,129.28	2,996.23	4,894.20	11,322.30	5000.77	6952.85
	Total (9)	9,129.28	2,996.23	4,894.20	11,322.30	5000.77	6952.85
10	Yuva Sahakar		0.27		0.10	0.84	0.04
11	P&D	4.38	4.48	6.45	6.15	6.75	0.00
12	FPO		2.32	8.04	38.25	48.33	45.99
13	FFPO				2.81	26.73	18.76
	GRAND TOTAL (1 to13)	27,703.43	24,733.24	34,221.08	41,031.40	60,618.47	84,579.64

State-wise Disbursement Since 2019-20 to 2024-25 (as on 28.01.2025)

Rs. in crore

S.No.	Name of the State	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25 (As on 28.01.2025)
1	A & N	10.28	-		0	1.69	0.56
2	Andhra Pradesh	405.62	603.98	2,831.59	9734.7	13,280.13	14732.69
3	Arunachal Pradesh	7.56	1.44	0.25	0.38	-	0.16
4	Assam	14.34	5.59	3.57	17.48	0.89	1.86
5	Bihar	454.40	1,633.60	2,857.90	4053.75	815.83	6.31
6	Chandigarh			0.03	0.03	-	0.00
7	Chhattisgarh	5,500.35	12,000.07	12,400.87	8502.24	18,991.35	28081.03
8	Daman & Diu				0	0.11	0.03
9	Goa	0.11	0.19		0	-	0.03
10	Gujarat	118.34	52.25	37.40	370.8	586.99	297.89
11	Haryana	6,608.58	6,645.11	12,827.75	6655.24	9,887.36	12380.50
12	Himachal Pradesh	59.69	36.90	14.74	12.91	1.85	4.12
13	J&K	-	-	0.13	0.58	0.71	0.80
14	Jharkhand	8.25	0.92	1.79	4.63	2.54	28.34
15	Karnataka	151.67	170.69	164.49	112.54	261.35	432.13
16	Kerala	363.89	303.54	371.85	704.74	275.89	736.78
17	Lakshadweep						0.06
18	Madhya Pradesh	1,081.70	208.36	477.10	284.4	322.86	290.07
19	Maharashtra	1,015.07	1,145.59	688.07	751.16	2,101.42	3278.36
20	Manipur	4.79	-	0.04	30.38	6.60	0.39
21	Meghalaya	-	57.80	0.04	0.14	0.22	0.12
22	Mizoram	-	2.16	1.06	4.23	3.24	1.16
23	Nagaland	13.37	6.07	0.17	1.2	0.67	0.52
24	Odisha	3.75	0.80	4.06	1.61	3.24	3.47
25	Punjab	135.28	22.77	0.13	0.42	1,650.44	2000.22

S.No.	Name of the State	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25 (As on 28.01.2025)
26	Puducherry				0.06	-	0.11
27	Rajasthan	7,256.74	157.80	7.79	4.91	66.09	67.33
28	Sikkim			-	0.14	0.22	0.05
29	Tamil Nadu	21.24	21.58	50.75	30.49	4.28	19.29
30	Telangana	3,568.83	739.88	1,092.20	9304.97	12,174.11	20982.36
31	Tripura	3.05	3.20	3.00	12.35	1.55	1.27
32	Uttar Pradesh	673.10	827.95	252.33	350.24	13.04	207.58
33	Uttarakhand	12.34	17.22	80.36	10.5	149.13	4.56
34	West Bengal	128.35	59.13	44.16	63.36	4.96	2.94
35	Delhi + Others	82.74	8.61	7.46	10.82	9.71	1016.55
	Total	27,703.43	24,733.24	34,221.08	41,031.40	60,618.47	84579.64