

# **SRNK GOVT.DEGREE COLLEGE**

**BANSWADA 2019-2020**

NAAC ACCREDITED WITH "B" GRADE

**JIGNASA STUDENT STUDY PROJECT**

**DEPARTMENT OF ECONOMICS**

**FARMER INVESTMENT SUPPORT SCHEME(FISS)**

**(RYTHU BANDHU SCHEME)**

**GUIDED BY :**

**1. Dr. VENKATESHAM GOUD (LECTURER IN ECONOMICS )**

**2. H. MANOHAR (LECTURER IN ECONOMICS )**

**NAME OF THE STUDENTS :**

**1. D. ROJA ( BA III ) 17055034278004**

**2. T. JYOTHI ( BA II ) 16055034111558**

**3. D. SHAILAJA ( BA III ) 17055034129515**

**4. B. MAHESH (BA III) 17055034129504**

**5. M. ANASUYA (BA III) 17055034129538**

**Signature of the Principal**

Dr. I. GANGADHAR

**Signature of the Lecturer**

Dr. VENKATESHM GOUD

## **INTRODUCTION**

Rythu Bandhu scheme also Farmers' Investment Support Scheme (FISS) is a welfare program to support farmer's investment for two crops a year by the Government of Telangana. The government is providing 58.33 lakh farmers, 5000 per acre per season to support the farm investment, twice a year, for rabi and kharif seasons. This is a first direct farmer investment support scheme in India, where the cash is paid directly. The scheme was announced by the Chief Minister of Telangana, **K. Chandrashekhar Rao** at Farmers Coordination Committee (**Rythu Samanvaya Samithi**) conference at Jayashankar Agriculture University on 25 February 2018. An allocation of 12,000 crores was made in 2018-19 state budget. It was launched on 10 May 2018 at Dharmarajpalli village in Karimnagar. If a farmer has a lot of field such that they are due more than Rs. 49,000 then they get a second check for the remaining amount

## **OBJECTIVES OF THE STUDY**

1. Investment is the surest way to enhance agriculture productivity and also income to the farmers.
2. Besides breaking the vicious cycle of rural indebtedness.
3. In order to ensure that the farmers do not fall again indebtedness in to the debt trap
4. Farmers suicide Reduce
5. Development of agriculture and Farmers

## **RESEARCH METHODOLOGY:**

which methodology is used primary data collected from respondents gone to field & on the basis of Question Method.

## **BANSWADA MANDAL -2019**

<b>Total Formers</b>	<b>Eligible Former</b>	<b>Beneficiated Formers</b>
11,601	10,798	10,150

<b>Total Land</b>	<b>Geographical</b>	<b>Total Cultivation Land</b>	<b>Cultivated Land</b>
35,075		20,562	19,011

The Government is cash paid in Rabi Season -6,97,39,740

**BANSWADA MANDAL** Agriculture officer **T. NARSAIAH**

## **HYPOTHESIS :**

1. Development of agriculture and farmers – Agriculture is the base of most states in India. When a state increases its agricultural production, it will also be able to add more money into its coffers. Thus, the new program will help farmers in increasing the agricultural output.
2. All types of farmers – The state government has not made any discrimination between the farmers. Only small and marginal agricultural workers, who require financial assistance, will be able to apply. But they may belong to OBC, general, ST, or SC castes. Even Pattadars, registered under the Forest Rights Records will be able to apply.
3. Two main crops – In India, farmers mainly get two main cropping seasons. The Rabi and the Kharif crops generate the most profits. Thus, Telangana authority will offer financial assistance during the sowing of these crops.
4. Financial assistance – When the farmer welfare program was first implemented in the state, selected beneficiaries used to receive Rs. 4000 for every acre of their cultivable land, before the Rabi and Kharif crop seasons. The Chief Minister of the state, KCR has made a recent announcement that has given farmers another reason to rejoice. The state government declared that from 2019 onwards, beneficiaries of the Rythu Bandhu Scheme will receive Rs. 5000 for every acre of cultivable land in Every Season. The money will be transferred in the bank account of the selected beneficiaries.
5. It has been announced that all selected farmers will acquire a sum of 10000 from Telangana government. This monetary grant will be offered on an annual basis.
6. Payment installments – The payment of the financial aid will be given in two equivalent installments. One installment will be offered during Rabi season and the second installment will be given during Kharif season.
7. No upper limit of land holding – Nothing has been mentioned about the maximum amount of land that the farmers can possess. Survey suggests that most farmers do not have more than 10 acre land holdings.
8. Total land area under the scheme – State estimate suggests that this scheme will cover around 1.42 crore acre areas. That way Telangana government will be able to reach out to most needy farmers.
9. Total number of beneficiaries – With the implementation of this program, the state will be able to assist 58 lakh agricultural workers.
10. Land ownership proof – Along with the financial aid, state authority will also offer Pattadar Dharani Passbooks. Every agricultural worker will receive this passbook. 17 safety features of this passbook and will assist in identifying the ownership of the land. This passbook will be able to replace all other farm ownership documents.
11. Payment via bank account – The state will hand over the financial aid via cheques. When the farmers or pattadars drop these cheques in banks, where they have accounts, the money will be deposited in respective accounts promptly.

## **ANALYSIS :**

1. Investment is the surest way to enhance agriculture productivity and also income to the farmers, besides breaking the vicious cycle of rural indebtedness. In order to ensure that the farmers do not fall again in to the debt trap, a new scheme called “Agriculture
2. Investment Support Scheme” (“Rythu Bandhu”) is proposed to be implemented from the year 2018-19 Kharif season onwards to take care of initial investment needs of every farmer. A budget of Rs.12,000 Crores has been provided for the financial year 2018-19 by Government of Telangana.
3. Relieving the Farmers from debt burden and not allowing them to fall in the debt trap again, Rythu Bandhu Scheme is proposed by Government of Telangana for providing
4. Investment Support Agriculture and Horticulture crops by way of grant of Rs. 4,000/- per acre per farmer each season for purchase of inputs like Seeds, Fertilizers, Pesticides, Labour and other investments in the field operations of Farmer’s choice for the crop season

## **THE AGGICULTURE LAND HOLDINGS ARE:**

<b>Land Extent</b>	<b>No. of farmers</b>	<b>Total Acres</b>	<b>Est. Cost</b>	
under 1 acre	18 lakhs	18 lakhs	14.4 billion	30.8%
under 1-2 acres	24 lakhs	48 lakhs	38.4 billion	41.9%
under 3-5 acres	11 lakhs	44 lakhs (avg)	35.2 billion	18.8%
5-10 acres	4.4 lakhs	33 lakhs (avg)	26.4 billion	7.5%
> 10 acres	94,000	9.4 lakhs	7.52 billion	1.6%
> 25 acres	6488	1.62 lakhs	1.3 billion	0.1%
> 50 acres	298	14900	119 million	0.005%

## **ELIGIBILITY FOR RYTHY BANDHU SCHEME :**

**1. RESIDENTS OF TELANGANA:** Only those farmers will be able to apply for this scheme who have legal residential papers of Telangana. It has been developed for helping agricultural labors who are residents of the state.

**2. NOT FOR RENTAL FARMERS:** The scheme has been designed and developed for people those farmers who own the farm plot. In case the farmer is working on rental contract, them he will not be allowed to get the scheme benefits.

**3. NOT FOR WEALTHY AGRICULTURAL LABOURS:** The scheme will offer financial assistance to small and marginal agricultural workers. These farmers need most financial assistance. Thus, wealthy farmers have been kept out of this program.

## **DOCUMENTS REQUIRED :**

1. Residential proof documents
2. Agricultural land ownership and measurement documents
3. Aadhar card of the farmer
4. Caste certificate of the applicant
5. BPL certificate of the candidate
6. Details of the bank account

## **FINDINGS :**

1. The money is given to the farmers through a bank bearer cheque. The Agriculture Extension Officers (AEO) will supervise the Rythu Bandhu cheques distribution at village level. They make entries cheque details on a tablet computer provided to them for easy monitoring.
2. The Chief Minister was the first farmer to forgo the support called as, Give it up!, given by the government and appealed to all rich farmers to do the same. The farmers who forgo the support, the money goes to the corpus of “**rythu samanvaya samithi corpus**”

## **SUGGESTIONS:**

- Government has to maintain limitation in this scheme. It should be consider for only five acres even they have more than that.
- Farmers who are eligible for this scheme are facing mistakes in their pass books. Because of that farmers are not getting benefits for this. government has to take immediate action on this

## **CONCLUSION :**

Overall, about 89% of the farmers said they are satisfied with the scheme. Moreover, there have been no major complaints with the quantum of amount given as 86.6% farmers said the amount in the cheque matched the extent of their land. Over 96% said none asked them to give anything in return while 2.5% admitted they faced some inconvenience of expectation.

## **REFERENCES :**

1. <http://rythubandhu.telangana.gov.in/>
2. Tenant ryots left out of investment support scheme - The Hindu
3. Investment Support Scheme: Farmers prefer cheques
4. ‘Extend investment support scheme to tenant cultivators’ - The Hindu
5. Rythu Bandu Scheme
6. KCR Govt to allocate Rs. 12,000 cr for crop investment support | Business Standard News
7. budget: Telangana proposes Rs 5L insurance cover, Rs 12,000 crore support scheme for farmers - The Economic Times ‘It’s tenant rythus’ bandhu too’
8. Eatala presents Rs 1.74 lakh cr budget