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A STUDY THE ROLE OF NABARD IN AGRICULTURE & RURAL DEVELOPMENT IN INDIA

Dr. Praful P. Vashenikar

Asst. Prof. Dept. of Rural Development
Mahatma Phule A.S.C College, Panvel
Email- prafullvashenikar@gmail.com

Dr. Yashwant H. Ulvekar

Asst. Prof. Dept. of Economics
A.S.C College, Mokhada
Email- yashwantulvekar@gmail.com

Introduction:

The work done by the Reserve Bank on credit for agriculture and rural development is very important. For this, the Reserve Bank has implemented several schemes. The Reserve Bank has provided credit to the agricultural sector through co-operative credit institutions. In 1993, the Reserve Bank established the 'Agriculture Refinancing and Development Corporation'. also, the RBI felt the need to accelerate rural credit the need for a Apex Bank began to be felt in order to harmonize and direct the work of credit institutions for the development of agriculture and rural areas. With this in view, the National Bank for Agriculture and Rural Development (NABARD) was established on July 12, 1982. The work of Agriculture Refinancing and Development Corporation was entrusted to NABARD.

Dr. G. R. Chintala, Chairman, NABARD said that, till January 31, 2021, National Bank for Agriculture and Rural Development (NABARD), India's leading agricultural and rural development financial institution, Rural Infrastructure Development Fund has disbursed Rs 3,10,849 core. In 1995 a fund dedicated to the creation of social property in rural India. This fund is said to be about 10% of the total capital formation in rural areas, which means that NABARD seems to be playing a vital role in rural development and agricultural development.

Objectives of the study:

- To study the role of NABARD in rural development
- To study the role of NABARD in agricultural development & cooperation
- To observe the financial institutions, providing short term and long term loans in rural areas by NABARD
- To study the role of direct lending to a financial institution as directed by the Government of India

Research Methodology:

For this study we have used secondary data collection method. Secondary data are collected from reference books, special journals, reports, M.Phil., PhD thesis related to this topic and Internet websites etc.

The role of NABARD in agriculture & rural development in India:

NABARD plays vital role in agriculture and rural development. NABARD's work is remarkable in terms of providing adequate credit at concessional rates for agriculture and rural development and strengthening the co-operative society. NABARD contribution to agriculture and rural development can be illustrated with the following points.

I. Short term credit supply:

Modern agriculture, unlike traditional cultivation, involves substantial recurring investment for using high yielding varieties of seeds, fertilisers, insecticides and advanced agricultural implements. Thus, arrangements for credit, in such a setting, should go beyond the simple provision of credit and must be linked operationally with productivity and other services.