

PRIMARY AGRICULTURAL CREDIT CO-OPERATIVE SOCIETY - A SYSTEMATICRE VIEW OF LITERATURE

Vidyadhari Shetty*; Dr. Linus Benedicta D Souza**

*Research Scholar,
College of Management and Commerce,
Srinivas University, Mangalore, INDIA
Email id: vidyadeep11@gmail.com

** Research Guide,
Srinivas University, Mangalore,
INDIA

DOI: 10.5958/2279-0667.2025.00004.7

ABSTRACT

Co-operation is a worldwide movement. It is the backbone of economic activities and social progress. Co-operative Societies play a vital role in bringing about socio-economic transformation and agricultural development in any country. This study reviews the current status of Primary Agricultural Credit Co-operative Services, especially short-term crop loans. The secondary data was collected from sources like scholarly literature, internet sources, books, journals, proceedings, magazines, newspapers, personal resources, libraries, websites, government records, and documents. Agriculture is still the primary source of livelihood for the majority of people in India. Credit is an important input in the development of agriculture. There are many reasons which motivate the crop cultivators to get a crop loan from Primary Agricultural Credit Co-operative Societies. The important reasons are less time-consuming procedure, government subsidy, self-interest, low-interest rate, and reliability. Primary Agricultural Credit Co-operative Societies' contribution increases the productivity in agriculture and improves the standard of living of the rural people. Through the present study, the current status of co-operative society credit practices and operations were identified. The goal of the present study is to examine the research gap in the Primary Agricultural Credit Co-operative Society through advanced literature review and analysis; hence the gap identified was customer attitude towards agricultural credit.

KEYWORDS: *Agricultural Credit, Development, Operations, Short-Term, Beneficiary, Customer Attitude, Crop Loan.*

REFERENCES

1. Anandaram, K. S., & Medha, D. (1999). Role of Co-operatives in Social development. Indian Journal of Industrial Relations, 35(1), pp.108-113.
2. Aroutselvam, C., & Zeaudeen, P. (2000). Agricultural credit—A study in Villianur block, Pondicherry region. Financing Agriculture 32(3)17-18.

3. Amuthasurabi, J., & Vasanth Kumar (2001). Sustainable Agricultural Development, Kisan World January 2001, Vol-28, 2001.
4. Anandteerth & Basanna. (2003). A Review of Some Micro-Studies on Defaults on Institutional Loans to Agriculture, Lead Bank Journal, 31(1), September 2003.
5. Ahmed, Z. U. (1989). Effective Costs of Rural Loans in Bangladesh, World Development, 17(3), pp.357-363.
6. Akhilesh Kumar Singh & S.K. Singh. (2005). A Study of Agricultural Credit, Its Sources and Pattern of Utilisation, Indian Journal of Agricultural Economics, Vol. 60 (3): 407
7. Akram, Hussain, W., & Zakir. (2008). Agricultural Credit Constraints and Borrowing Behaviour of Farmers in Rural Punjab. European Journal of Scientific Research, 23(2), pp.294-304.
8. Anil Memane. (2012). Performance of Primary Agricultural Co-operative Societies during 2000-01 to 2009-10 in India', International Inter-Disciplinary Research Journal, Vol.11, No. 11, March-April, 2012.
9. Akmal, N., Ghafoor, A., & Mahmood, M. A. (2002). Estimation of the Credit Requirements of Small Farm Households in the FAO/University Project Area. Journal of Applied Sciences, 2(5), pp.600-603.
10. Bankar, B., & Suryaprakash. (1987). Borrowing and Utilization Pattern of Crop Production Credit in Karnataka: A Case Study. Prajna, 16(1), pp.77-83.
11. Blister, Roshan Singh, & Om Prakash. (1989). Crop Loan Over dues of State Bank of India in Agra, Agricultural Situation in India, Vol. XLIV, No.6, September 1989.
12. Balwant Singh & BAL, H.S. (1986). Notes on the Performance of Co-operative Societies in Punjab State, Economic Affairs, Vol.31, June 1986.
13. Baviskar, Babu Rao, & Attwood Donal. (1987). Cooperative Enterprises and Rural Development in India 1985-1987.
14. Choyal, B.R. (2002). Operational Efficiency of Rajasthan State Land Development Bank, Land Bank Journal, Vol. 40 (4): 53 - 59.
15. Chandrasekhar, S., Manicka, S., & Solomon Raj, D. (2011). Role of Agriculture in cultivator Generation, Southern Economist, 2011
16. Chughtai, M. W. (2012). Utilization of Zarai Taraqati Bank Agricultural Credit in Rural areas of Tehsils Rawalpindi: An empirical study. Journal of Arts, Science, and Commerce, 3(3), pp.96-100.
17. Dandekar, V.M. (1985). Crop insurance in India. Economic and Political Weekly Vol XI No.26, June 26, 1985
18. Deganokar, C. K. (1994). Agricultural Finance in Backward Region. The Asian Economic Review, 34(1), pp.34-36.

19. Datta, S. K. (2003). An Institutional Economics Approach to the Problems of Small Farmer Credit in India. Ahmedabad: Indian Institute of Management, Working Paper No.WP2003-07-01.
 20. Devi, U. R., & Govt, S. R. (2012). The Role of Credit Co-operatives in the Agricultural Development of Andhra Pradesh, India. *International Journal of Co-operative Studies*, 1(2), pp.55-64.
 21. George, P. T., Namasivayam, D., & Ramachandraiah. (1985). Rural Credit and Farmers' Borrowing Costs: A Case Study. *Prajna*, 14(3), pp. 255-272.
 22. Gupta, Ganesh, P., Jani, B.C. (1985). District Central Cooperative Banks, Kutch: An Evaluation study: 1984-1985
 23. George, P.T., Mohanan, N. (1986). Case studies of cooperatives as Institutions for the development of the rural poor - 1985-1986.
 24. Ganesan (2009). Primary Agricultural Credit Societies in India: An overview. *Journal of Co-operative Management*, 43(4), pp.58-62.
 25. Gandhimathi, S., & Vanitha, S. (2010). Determinants of Borrowing Behaviour of Farmers – A Comparative Study of Commercial and Co-operative Banks, *Agricultural Economics Research Review*, Agricultural Economics Research Association (India), vol. 23(1), January.
 26. Gandhimathi & Ambigadevi. (2012). Determinants of Over dues in Agriculture Sector in Coimbatore District. *International Journal of Marketing, Financial Services and Management Research*, 11(5), pp.68-76.
 27. Godara, R. L., Singh, P., & Singla, S. (2014). Agriculture Credit in India: An Analytical Study. *International Journal of Latest Trends in Engineering and Technology*, 3(3), pp. 326-335.
 28. Goswami, D., & Jindal, M. (2021). Awareness of farmers about the primary agriculture credit societies (With special reference to Uttar Pradesh and Uttarakhand). *International Journal of Engineering and Management Research*.
 29. Ishwarhas, Dhingra, C. (2010). *The Indian Economy, Environment and Policy*, Sultan Chand and Sons, Mumbai, 2010
 30. Innocent, Y., & Adefila, J, O. (2014). Farmers Co-operatives and Agricultural Development in Kwali area Council Federal Capital Territory Abuja, Nigeria. *International Journal of Humanities and Social Science*, 7(1), pp.161-168.
 31. Jodhka, S, S. (1995). Bureaucratization, Corruption and DE politicisation-Changing Profile of Credit Co-operatives in Rural Haryana. *Economic and Political Weekly*, 30(1), pp.53.
 32. Jeevanandam,J. (2019). Primary Agricultural Cooperative Credit Societies In Promoting Socio-Economic Status Of Women Self Help Groups In Coimbatore District Tamilnadu A Study.
 33. Kalyankar, S,P. (1983).*Crop Loan Over-dues of Co-operative Finance* Rainbow Publications, Coimbatore.
-

34. Kittur, A. (1990). Diversion of agricultural loans of formal financial institutions. *Journal of Rural Development (Hyderabad)*, 9(4), 773-780.
 35. Kulwant Singh, P. (1986). Co-operative Agricultural Credit Utilization in Himachal Pradesh, *Finance India*, Vol. X, September 1996.
 36. Kailash, C, Sharma. (2005). Agricultural Credit in India – Doings and Undoing's, *Indian Journal of Agricultural Economics*, Vol. 60 (3): 371.
 37. Katal Singh (2007). Reforms in Credit Co-operatives, *Kurukshetra*, Vol.49, No. 1, October 2007
 38. Kumar, A., Singh, K. M., & Sinha, S, P. (2010). Institutional Credit to Agriculture Sector in India: Status, Performance, and Determinants. *Agricultural Economics Research Review*, 23, pp.253-264.
 39. Kalidas, K., & Akila, K. (2014). A Research Paper on Inadequacies of Institutional Agricultural Credit System in Coimbatore District. *International Journal of Current Research*, 6(07), pp.7571-7575.
 40. Llanto, G. M., & Chua, R, T. (1996). Transaction Costs of Lending to the Poor: A Case Study of two Philippine Non-Governmental Organizations (www.bwtp.com).
 41. Mruthynjaya & Singh. (1992). Credit utilization and over dues on marginal and small farmers in Aligarh district of U.P.
 42. Maji & Rahim. (1996). Have made an investigation into small farm diversification in the state of West Bengal.
 43. Natarajan, M. (1987). In his studies An Empirical study on collection loans at the primary co-operative credit structure in Salem district Year 01/09/1987
 44. Nidheesh, K, B. (2009). Role of Cooperative Banks in Catering to the Credit Needs of Rural Masses. *Indian Journal of Marketing*, 39(4), 39-48.
 45. Oladeebo, J. O., & Oladeebo, O, E. (2008). Determinants of Loan Repayment among Smallholder Farmers in Ogbomosho Agricultural Zone of Oyo State, Nigeria. *Journal of Social Science*, 17(1), pp.59-62.
 46. Onyenucheya, F., & Ukoha, O. O. (2007). Loan Repayment and Credit Worthiness of Farmers under the Nigerian Agricultural Co-operative and Rural Development Bank (NACRDB). *Agricultural Journal*, 2(2), pp.265-270.
 47. Prabhakaran, P. V., & Uma Devi, N. (1985). Regional Distribution of Agricultural Credit by Primary Agricultural Credit Societies in Kerala. *Indian Journal of Agricultural Economics*, XLIII (3), pp.439.
 48. Pany (1985) *Crop Loan for Agriculture in India*, Anish Publishing House, New Delhi, 1985
 49. Patnaik, U.C., & Rabi, N. (1991). Management of Change in Rural Credit Recovery Practices, *Indian Journal of Commerce*, Vol. XLIV, March 1991.
 50. Pantulu, R, V. (1994). Agricultural Credit Annals of the American Academy of Political and Social Science, 233, pp.161-170.
-

51. Petrick, M., & Latruffe, L. (2003). Credit Access and Borrowing Costs in Poland's Agricultural Credit Market: A Hedonic Pricing Approach. Leibniz Institute of Agricultural Development in Central and Eastern Europe: IAMO Discussion Paper No.46.
52. Prasad, A. (2006). Recovery Performance and Over dues of Selected Primary Agricultural Co-operative Societies in West Godavari District of Andhra Pradesh. Indian Co-operative Review, 43(4), pp.710-717.
53. Prabu, C., & Raheem, A. A. (2010). Performance of Institutional Agricultural Credit in India: An Overview. Co-operative Perspective, 30(2), pp.21-26
54. Patra, R. N., & Agasty, M. P. (2013). Co-operatives, Agriculture and Rural Development: Role, Issues and Policy implications. ISOSR Journal of Humanities and Social Sciences, 13(2), pp.4-25.
55. Prashant, S., & Daipuria, O. P. (2014). Impact Analysis of Credit Utilization through Co-operative Society. Journal of Community Mobilization and Sustainable Development, 8(1), pp.1-4.
56. Rao, S. (1980). Impact of Programmes on Target Groups: Case Study of RRB, Indian Journal of Agricultural Economics, 35(4).
57. Rengaraj, V. (1987). Over dues of Primary Agricultural Co-operative Credit Societies, Department of Commerce, University of Madras, 1987.
58. Rao, K. P. (1987). Institutional Credit and Dryland Farmers- A Study in Gadwall Block of Mahaboob Nagar District. Indian Journal of Agricultural Economics, XLIII (3), pp.438.
59. Reddy, C. R. (1988). Farm Credit through Co-operative in India, Chand and Company Publications, Allahabad, 1988.
60. Radhakrishnan, V., & Mukundan, K. (1988). Supply and Utilization of Short Term Co-operative Agricultural Credit in Palghat District. Indian Journal of Agriculture Economics, XLIII (3), pp.439.
61. Rajasekhar, D., & Vinod Vyasulu. (1990). the Rural Credit Delivery System- A Study in Pali District of Rajasthan; Economic and Political Weekly, Vol. XXV, No.39, September 29, 1990.
62. Ramesh Chand. (1996). Possibility of increasing employment and income with high-value horticultural crops Uttar- Pradesh region.
63. Razak, A. (1998). Agricultural Credit Co-operative Societies - A Case Study of Bantwala Taluk. Southern Economist, 36(21), pp.12-18.
64. Remji(2005).Crop Planning and the Performance of Primary Co-operative Societies, Indian Journal of Agriculture, May 2005.
65. Ranade, A., Patil, N. B., Bafna, P., & Agarwal, N. (2006). Transaction Cost of Lending in Rural Finance. Institute for Financial Management and Research: IFMR, Working Paper Series.

66. Raghavan (2008). Changing Pattern of Input Use and Cost of Cultivation, Economic and Political Weekly, and June 2008.
67. Rewa Misra (2008). Primary Agricultural Credit Society Linkage, India: The Best Remote Rural Self Groups Can Do? Ford Foundation.
68. Ramakrishna, & Alyanna, K. V. (2009). Institutional Financing of Agriculture under Service Area Approach. Southern Economist, 47(10), pp.8-12.
69. Shiv Karan Singh & Ramanna, R. (1981). The Role of Credit and Technology in Increasing Income and Employment on Small and Large Farms in the Western Region of Hyderabad District of Andhra Pradesh, Indian Journal of Agricultural Economics Vol. XXXVI, No.3, July-September 1981.
70. Singh, C.K., Shima, S.P., & Rajender Prasad. (1982). Farm Finance by Primary Agricultural Co-operative Societies in Rural Development Project, Financing Agriculture, 14(1), Jan-March 1982.
71. Sathyanarayana, E.(1984).Need to Restrict Vise Credit Co-operatives, in Chittoor District of Rayalaseema, Indian Journal of Agricultural Economics, Vol. XXXII, No.8, and May 1984.
72. Satya Bhama (1985). Institutional Agricultural Credit (short term loans) and crop production with special reference to small farmers||- 1985.
73. Sarap, K. (1990). Factors Affecting Small Farmer's Access to Institutional Credit in Rural Orissa, India. Development and Change, 21(2), pp.281-307.
74. Siddique, A. Q. (1993).Banking and Agricultural Development- An Overview of Policies and Programmes in Bangladesh, Bank Parikarma, March & June 1993.
75. Shiva Maggi, H. B. (1993). The problem of Rural Credit in India. Economic and Political Weekly, 28(26), pp.1361-1368.
76. Subrahmanyam& Sudha, S. M. (1996).Study of Chickbalapur and Malur Taluk in Kolar district of Karnataka.
77. Savaraiah, G. (1988). Rural Banking in India: An Empirical Study. Daya Books
78. Suryakumari (1999).The Impact of Credit on Agricultural Output in Visakhapatnam District. Agricultural Situation in India, Vol. XLV, No.3, June 1999.
79. Satyasai, K. J., & Badatya, K. C. (2000). Restructuring Rural Co-operative Credit Institutions. Economic and Political Weekly, 35(5), pp.307-330.
80. Srivastava, R.B. (2004). Crop Loan of Agriculture in India, Vohra Publishers, and Distributors, Allahabad, No.4, July-September 2004
81. Singh, A. K., Singh, A. K., & Singh, V. K. (2005). Credit Needs, Utilization Pattern and Factors Causing Over dues in Varanasi District. Indian Journal of Agricultural Economics, 60(3), pp.385-386.
82. Sivanappan, R.K. (2006).Prospectus of agriculture in Tamil Nadu, India, Kisan World, Vol. 27, December 2006.

- 83.** Sankaroiya, T., & Narendra Kumar. (2012). Rural credit in Andhra Pradesh: An Assessment Southern Economist June 1, 2012 Vo. 51, No. 3 pp. 12-14.
- 84.** Shejal, S. S. (2013). Role of Commercial and Co-operative Credit in Agriculture and industry in Sangli Southern Economist April 15, 2013, Vol. 51, No. 24, pp. 5-8.
- 85.** Selvi (2014). Assesses the trend in priority sector lending made by the commercial banks in India.
- 86.** Tripathy, K. K., Paliwal, M., & Nistala, N. (2021). Good Governance to Practices and Competitiveness in Cooperatives: An Analytical Study of Kerala Primary Agricultural Credit Societies. International Journal of Global Business and Competitiveness, 16(2), 153-161.
- 87.** Verma, S., & Chopra, V. (1983). Demand for Bank Credit in the Agricultural Sector in India. Indian Journal of Agricultural Economics, XLIII (3), pp.438.
- 88.** Vaikuntha, L. P. (1991). Agricultural Co-operative Credit-Utilization and Recovery Performance. Indian Economic Review, 29(1), pp.39-49.
- 89.** Vince Jebakar, M. G. (1997). Impact of Institutional Credit, with Special Reference to Co-operatives- A Case Study of Kanniyakumari District, Ph.D. Thesis. Manonmaniam Sundaranar University, Tirunelveli, 1997.
- 90.** Vaidyanathan, A. (2006). Farmer suicides and agrarian crisis, Economic and Political Weekly, 41(38): 4009-4013.
- 91.** Yadav, S. S. (2008). Doubling the Credit Flow to Agriculture in Rajasthan. Financing Agriculture, A National Journal of Agriculture and Rural Development, 40(2), pp.20-25.
- 92.** Zhang, S., Sun, Z., Ma, W., & Valentinov, V. (2020). The effect of cooperative membership on agricultural technology adoption in Sichuan, China. China Economic Review, 62, 101334.