

# AGRI MAGAZINE

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# **Agri-entrepreneurship Promotion through Extension Systems**

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Agriculture is not just a means of livelihood but a vast sector with untapped entrepreneurial opportunities. Traditionally, farmers have been seen as producers, but with evolving market demands, technological advancements, and policy support, there is a growing emphasis on developing them as agri-entrepreneurs. This transformation requires the active support of agricultural extension systems, which act as bridges between research, innovation, and ground-level implementation. Extension systems in India and globally are undergoing a shift — from merely disseminating technical know-how to promoting entrepreneurship in agriculture. These systems now aim to develop farmers' capacity, market linkages, business acumen, and access to finance, thus fostering rural economic development through agripreneurship.

## Understanding Agri-entrepreneurship

Agri-entrepreneurship refers to the application of innovative and business-oriented thinking in agriculture and allied sectors such as horticulture, animal husbandry, fisheries, agro-processing, input supply, farm machinery rental, etc. Agri-entrepreneurs are not only producers but also value creators, engaging in services, aggregation, & processing activities.

# **Key Characteristics of Agri-entrepreneurs:**

- Innovation in farming practices
- Market-oriented production
- Value addition and processing
- Risk-taking and investment mindset
- Linkage with input and output markets
- Use of ICT and digital tools

# Role of Extension Systems in Promoting Agri-entrepreneurship

Extension systems serve as facilitators, trainers, mentors, and connectors. Their roles include: a) Capacity Building & Skill Development: Through training programs, workshops, and field demonstrations, extension workers equip farmers with business planning, financial

literacy, marketing skills, and technical knowledge.

**b) Incubation and Mentoring:** Many extension institutions (e.g., KVKs, MANAGE, ATMA, RSETIs) have started incubation centers where budding agri-entrepreneurs get handholding support, expert guidance, and mentoring to scale their ideas.

c) Access to Finance and Schemes: Extension agents help farmers understand and avail government schemes such as PM FME, Start-up India, MUDRA Yojana, and Agri-clinics & Agri-business Centres (ACABC) scheme. They also assist in preparing bankable business plans.

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- **d) Market Linkages:** Creating direct connections with markets, buyers, and FPOs enables farmers to sell produce at competitive prices. Extension systems also guide in branding, packaging, and certification.
- e) **Promotion of FPOs and Cooperatives:** Through collectivization, farmers gain bargaining power, shared infrastructure, and better economies of scale. Extension agencies support formation, registration, and management of **Farmer Producer Organizations (FPOs)**.
- f) Integration of ICT Tools: Mobile apps, social media, online training, and digital platforms are increasingly used by extension workers to disseminate business ideas, connect with stakeholders, and solve agri-business queries in real time.

**Key Institutions Involved in Agri-entrepreneurship Extension** 

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Institution	Role
MANAGE (Hyderabad)	Agri-startup incubation, training under ACABC scheme
KVKs (Krishi Vigyan Kendras)	Farm advisory, skill-based vocational training
RSETIs (Rural Self Employment Training Institutes)	Entrepreneurship training in rural areas
ATMA (Agricultural Technology	District-level extension planning &
Management Agency)	convergence
NAARM, ICAR Institutes	Innovation promotion, capacity building
NGOs & Agri-Tech Startups	On-ground facilitation, digital tool deployment

### **Government Schemes Supporting Agri-entrepreneurship**

Several initiatives have been launched to promote entrepreneurship in agriculture:

- **Agri-Clinics and Agri-Business Centres (ACABC):** Provides training and subsidies to agri-graduates to start businesses.
- **Start-up India in Agriculture:** Encourages innovation and start-up culture in agri-tech, food tech, logistics, etc.
- Rural Infrastructure Development Fund (RIDF): Supports agri-entrepreneurs in building infrastructure like cold chains, warehouses.
- Paramparagat Krishi Vikas Yojana (PKVY): Promotes organic agri-entrepreneurship.
- PM Formalisation of Micro Food Processing Enterprises (PM-FME): Provides financial and technical support to local food processing units.

## Success Stories of Agri-entrepreneurs via Extension Support

- **Vermicompost Business in Maharashtra:** A KVK-trained farmer started vermicomposting, later expanding into packaging and selling branded organic manure in local markets.
- **Custom Hiring Centre in Bihar:** With ATMA's support, a group of youth launched a farm machinery rental service that now serves over 500 farmers annually.
- Agri-Clinic for Soil Testing in Madhya Pradesh: A trained agri-graduate started a mobile soil-testing unit, helping farmers with scientific fertilizer recommendations and earning a steady income.

## **Challenges in Promoting Agri-entrepreneurship**

- Lack of entrepreneurial mindset in traditional farmers
- Limited access to capital and credit
- Weak market and supply chain linkages
- Inadequate awareness about policies and schemes
- Poor digital and business literacy
- Gender gap in entrepreneurial opportunities

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### **Way Forward**

To strengthen agri-entrepreneurship through extension systems:

- Entrepreneurship Education: Integrate entrepreneurship into agricultural education curriculums.
- Women and Youth Focus: Design targeted programs for rural youth and women agripreneurs.
- Extension Reforms: Shift focus from just production advice to business model innovation.
- Use of Agri-Tech: Promote apps, AI, IoT for smart, scalable business models.
- **Monitoring & Evaluation:** Track and improve the performance of extension-led incubation efforts.

#### Conclusion

Agri-entrepreneurship holds immense potential to create employment, enhance income, and revitalize rural economies. Agricultural extension systems must evolve to act not only as advisors but also as change-makers, encouraging and equipping farmers to become business leaders in their communities. By providing training, access to finance, technology, and markets, extension services can nurture a new generation of confident, innovative, and sustainable agri-entrepreneurs who can lead Indian agriculture into a new era of prosperity.

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