

GOVERNMENT OF INDIA
MINISTRY OF AGRICULTURE AND FARMERS WELFARE
DEPARTMENT OF AGRICULTURE AND FARMERS WELFARE

LOK SABHA
UNSTARRED QUESTION NO. 968
TO BE ANSWERED ON THE 13TH DECEMBER, 2022

VALUE ADDITION IN AGRICULTURE SECTOR

968. SHRIMATI SHARDABEN ANILBHAI PATEL:
SHRI MITESH RAMESHBHAI PATEL(BAKABHAI):
SHRI JAGANNATH SARKAR:

Will the Minister of AGRICULTURE AND FARMERS WELFARE कृषि एवं किसान कल्याण मंत्री be pleased to state:

- (a) the quantum of value addition achieved in agriculture sector during the last five years; and
(b) the steps taken/being taken by the Government to ensure higher value addition in the agriculture sector?

ANSWER

MINISTER OF AGRICULTURE AND FARMERS WELFARE

कृषि एवं किसान कल्याण मंत्री (SHRI NARENDRA SINGH TOMAR)

(a): As per the information from Ministry of Food Processing Industries(MoFPI), the Ministry of Statistics and Programme Implementation releases data on Gross Value Added (GVA) for all sectors including for Food Processing sector through the National Accounts Statistics. During the last 5 years ending 2020-21, Food processing sector has been growing at an Average Annual Growth Rate (AAGR) of around 8.38 per cent (at 2011-12 prices). The year wise Gross Value Added (GVA) by Food Processing Industries (FPI) (at Constant 2011-12 Prices) is given below:

(Value in Rs. Lakh Crore)

Year	2016-17	2017-18	2018-19	2019-20	2020-21
Gross Value Added	1.79	1.93	2.36	2.26	2.37

Source: National Accounts Division, Central Statistics Office

(b): As per the information received from Ministry of Food Processing Industries(MoFPI), following are the major interventions of the Ministry of Food Processing Industries towards creation of post-harvest infrastructure & processing facilities:

(1.). Ministry of Food Processing Industries is implementing a central sector umbrella scheme “Pradhan Mantri Kisan Sampada Yojana (PMKSY)” for creation of modern food processing and preservation infrastructure with efficient supply chain management from farm gate to retail outlet. PMKSY has seven components for infrastructure development viz. (i) Integrated Cold Chain and Value Addition Infrastructure, (ii) Infrastructure for Agro-Processing Clusters, (iii) Creation/ Expansion of Food Processing & Preservation Capacities, (iv) Food Safety and Quality Assurance Infrastructure, (v) Human Resources and Institutions–Research & Development and (vi) Operation Greens. Mega Food Park and Creation of Backward and Forward Linkages schemes, earlier part of PMKSY, has since been discontinued.

(2.). Ministry is also implementing a centrally sponsored "PM Formalisation of Micro food processing Enterprises (PMFME) Scheme" for providing financial, technical and business support for setting up / upgradation of micro food processing enterprises in the country. The scheme is operational for a period of five years from 2020-21 to 2024-25 with an outlay of Rs. 10,000 Crore. The Scheme adopts One District One Product (ODOP) approach. It provides the framework for value chain development and alignment of support infrastructure.

(3.). Ministry is also implementing Production Linked Incentive Scheme for Food Processing Industry (PLISFPI) approved by the Government on 31.3.2021 for implementation during FY 2021-22 to 2026-27 with an outlay of Rs. 10,900 crore. The objective of the scheme is to support the creation of global food manufacturing champions; promote Indian brands of food products globally; increase employment opportunities for off-farm jobs; ensure remunerative prices of farm produce and higher income to farmers.
