

---

## **“Challenges in Small Scale Industries in Kopergaon Industrial Estate, Dist- Ahmednagar (Maharashtra)”**

**Dr. B. B. Nighot\***

### **Abstract**

Small Scale Enterprises (SSE) constitutes an important and crucial segment of the industry sector. This sector accounts for 40 % of value added in the manufacturing sector and contributes nearly 35 % of the total direct exports. Small scale enterprises play economic, social and political role in employment creation, resources utilization and income generation.

As the March 2012, it is estimated that there are 34.42 lakh small scale units all over India giving employment to around 152.61 lakh people. Production at current prices is estimated 6,90,316 corers in 2001-2002.

*Keywords: Small Scale, Challenges, Co-operative*

### **Introduction**

During last two decades attempts has been made to promote SSE as part of the national development plans. India has been among the first few developing countries to design a significant role of SSE to play from the first five year plans. Small Scale Enterprise is generally more labour – intensive than larger organizations. SSE includes small but relatively modern manufacturing industry. Organized non manufacturing activity such as construction, transportation and trading and traditional or informal activity.

### **Objectives of the Present Study**

1. To study the development of small scale industries in Kopergaon taluka and challenges before small scale industries.
2. To know the different problems of small scale industry.
3. To study the role of co-operative industrial estate in the development of small scale industry.
4. To study the challenges of small scale industry such as increasing cost of production, quality production, competition, labour problem, export oriented production etc.

### **Hypothesis**

Small scale industries in Kopergaon Taluka facing challenges of increasing production cost and quality of production

### **Research and Methodology**

The adoption of sound research methodology in any problem of economic investigation is a vital part of the study. In the proposed study the investigator has given concentration on challenges before small scale industry in Kopergaon taluka of Ahmednagar district. Small scale industries are in developing stages and facing challenges in Kopergaon taluka, such as increasing cost of production, marketing of products, labour problems, increasing cost of transportation etc. To fulfill the above objectives of proposed study both primary and secondary sources of data collection are used.

---

\* Vice Principal, S. S. G. M. College, Kopergaon

### **Database and Methodology**

The present work based on Primary and Secondary data. Primary data will be collected through discussion and interviews with small Industrialist, managers, office staff and labour from small scale industries. Interview also arranged with district industrial centre, experts of industry, officers of Nationalized and Co-operative banks, Government officers, customers, suppliers of raw materials. On the line of requirement of the study for different types of questionnaire will be prepared. The questionnaire will be prepared by personnel discussions with some other respondents. The questionnaire will be translated into Marathi and typed copies will be distributed and data will be collected on sample basis for analysis.

### **Objectives of Industrial Estate in India**

The objectives underlying the establishment of industrial estate in India are as follows-

- 1) To encourage the growth of small scale industries.
- 2) To shift small scale industries from urban areas to rural estate premises with a view to increasing their productivity.
- 3) To achieve decentralized development in small towns and at taluka place.
- 4) To encourage growth of ancillary industries in the township and at taluka place.

During the first and second five year plans, the emphasis of the Government policy and programmes was on the promotion and growth of small scale industries while during third year plan it was shifted from small industry development to decentralization and development of backward areas. Accordingly the programme of industrial estate was given a rural bias and all new estate were expected to be located, as far as possible, near the small and medium sized towns.

### **Role of Industrial Estate**

India's industrial policy resolution of 1956 assigned an important role to the cottage and village and small scale industries. The Government of India has adopted a policy of stick and carrots control and incentives to foster growth of small industries. Among the measures employed to assist small scale industries the programme of establishing industrial areas and industrial estates are supported to be an effective means of promoting small industrial enterprises, modernizing them raising their productivity and thus reducing their costs and improving the quality of their production industrial estate as a harbinger of industrial progress in under developed countries. The modern industrial estates were the first built in the United Kingdom and the United States about eighty years ago.

### **Objectives of Kopergaon Co-operative Industrial Estate**

1. To increase small scale and cottage industries in rural area.
2. To develop small scale industries for increasing employment opportunity in the rural area.
3. To acquire the land from government to develop it and plan the plots of different size and distribute it to the members.
4. To provide the infrastructure facilities to the small scale industrialist.
5. To motivate the rural entrepreneur for starting small scale industries.
6. To collect different taxes from small scale industry holders.

**Distribution of Plots:** In Phase No.1 Industrial estate has acquired 46 acre and 24 gunthe lands from government on lease from Sanvastar area on the above land 122 plots are given to small scale enterprisers. Now 65 small scale industries and tiny units are in operation.

In Phase No. 2 the estate acquired 43 acre and 5 gunthe land. These lands are divided into 227 suitable plots out of these 157 plots are distributed to small scale industry holders and

tiny units. Now 66 small industries and tiny units started their business. For meeting increasing demands of the plots the industrial estate apply to the more lands to the government. The estate will get 12 hectares of land in future.

If any activity related to business is not started within six months of getting plot the small industrialist will have to surrender the plots to estate. The principle behind this is that entrepreneur should start the business and provide employment in rural area and indirectly help to the industrial development of the Kopargaon Taluka.

**Organization of Kopargaon Co-operative Industrial Estate:** The Kopargaon co-operative industrial estate is in co-operative sector. One member is elected as a chairman for a period of five years and 18 boards of directors from members are appointed to look after the activity and development of the estate. There are meetings of Board of directors after every two months.

**Challenges of Small Units in Kopargaon:** After going through observation and interview with small unit holders and officers of banks. Following are the causes of sick units of Kopargaon Taluka. Mainly there are two factors creating causes of sickness in small scale units.

i) Internal factors

ii) External factors

**Internal Factors:** There are certain internal factors which lead to wide spread industrial sickness in the taluka. These are –

- 1) Faculty project planning
- 2) Poor maintenance of plant and machinery
- 3) Poor collection of bad and doubtful debt.
- 4) Improper fixation of inventory
- 5) Poor utilization of resources
- 6) Lack of ploughing back of profits
- 7) Mismanagement in the organization
- 8) Lack of modernization
- 9) Lack of management and accounting information
- 10) Lack of research and development.
- 11) Lack of motivation to the workers by the management.

**Sickness of Small scale Industries in Kopargaon Industrial Estate:** Small scale entrepreneurs are important because they require minimum capital and provide employment in the rural area. In Kopargaon industrial estate 99 small units are established and new entrepreneurs desire to establish their unit in industrial estate. This industrial unit in Kopargaon taluka is increasing at the same time there is also increase in sick units in the area of Kopargaon cooperative Industrial estate.

The State Bank of India study team on small Industrial Advances (1975) defined Industrial Sickness as “ A unit which fails to generate adequate internal surpluses on a continuing basis and depends for its survival on frequent infusion of external financial help, there by it brings about serious disequilibrium in its financial structure” Thus the study group found that the industrial unit is sick when its internal capabilities are exhausted and it began to seek external financial help for its survival. Industrial sickness is defined as “the situation where the revenue of a firm is insufficient to meet the cost and the rate of return on investment is less than firms cost of capital. It is a position where it is found unprofitable to

run the industrial unit because the revenues of the firm are lesser than the cost of capital of investment.

**External factors of Sickness:** These are the factors which are caused and governed by the outside forces. They are as follows -

- 1) Power failure
- 2) Unfavorable attitude of banks and other institution
- 3) Lack of availability of skilled worker
- 4) Wage disparity in identical units
- 5) Heavy taxes.
- 6) Delay in rehabilitation of sick units
- 7) Increased Government interference
- 8) Advanced in Technology
- 9) Labour unrest
- 10) Poor quality labour supply
- 11) Shortage of essential input
- 12) Restriction in imports
- 13) Cut-throat competition

These are the causes of small sick units in Kopergaon 50% units re sick due to different internal and external factors.

**Remedies on Small Scale Sick Industries in Kopergaon:** The small scale units are sick. For avoiding sickness of small scale industry certain suggestions are made herewith.

**The Concept of Women Entrepreneur:** The concept of women entrepreneur has become a global phenomenon today. It is defined as the women or group of women initiate organize and operate a business enterprise. The government of India has defined a women entrepreneur as an enterprise owned and administered by women entrepreneurs having a minimum financial interest of 51% of the share capital and giving at least 50% of employment generated to enterprise to women.

**Women Entrepreneurship:** A word "Woman" itself symbolized for –

**W**-Work, **O**-Organization **M**-Management, **A**-A secretiveness **N**-Nourishment,

All these qualities expressed in each letter above are hidden in woman. It is widely accepted that entrepreneurship is an essential ingredient of economic development. Women entrepreneurs have been making a significant impact in all segments of economy. Special attention is given by the Small Industries Development Organization (SIDO) for the development of entrepreneurship amongst women in the country. Women entrepreneurs are given preference in various other training programmes of SIDO and they were encouraged to participate in the "Prime Minister Rozgar Yojana". The number of women entrepreneurs had been steadily rising and these were producing a variety of goods. The number of women taking up the engineering course has increased from 1% in 1975 to about 10 % in 1990. As far as the sector of work is considered, it is the largest as about 30% of engineers employed in National institutions are women.

**References**

**Books**

1	The Supply of Industrial Entrepreneur	Alexander A.P. Explorations in Entrepreneurial History
2	Business Entrepreneurship	Botre A.R. Atharva Publications Pune -51
3	Industrial Entrepreneurship in Madras State	Berma J.J. Asia Publishing House, Bombay 1960
4	Entrepreneurship Motivation Performance Reward	Deep & deep Publications Pvt. Ltd. New Delhi
5	Industrial Entrepreneur in India	Dass N. L. Orient Longman, Calcutta 1997

**Reports**

Annual reports of Kopargaon Co-operative Industrial Estate Ltd.

---

## **A Review on Indo-Bangladesh Cross Border Trade through Kalaichar Border Haat**

**Dr Abhigyan Bhattacharjee\***

**Mridul Barman\*\***

### **Abstract**

This paper is part of a systematic initiative to develop an analytical framework to identify the challenges and impediments faced by the vendors while engaging in cross-border trade with particular emphasis to Kalaichar border haat. The study attempts to explore the cross border trade through border haat between India and Bangladesh. It identifies the nature of commodities traded in the Kalaichar border haat and the problems faced by the local Vendors while exporting these commodities. The study finds that mostly agricultural products are being exported from Indian side and the vendors face a number of problems including the problems of roads, sheds, water supply etc. The information collected for the study is based on primary survey data as well as secondary data from relevant reports and studies.

**Keywords:** *Border Trade, Border Haat, Kalaichar, etc.*

### **Introduction**

Border *haat* means makeshift bazaar or market at a certain point on zero lines between two neighboring trading nations allowing villagers of both the countries to market and shop each other's products once a week. *Border haats* are in high demand by people on both sides of the nations of India and Bangladesh, for people living in remote enclaves and hilly areas otherwise find it difficult to buy and sell products needed in day-to-day life.

The traditional system of border trade had been going on through border haats along India-Bangladesh since quite a long time. This had brought about relative prosperity to the communities residing in both the sides, but unfortunately this was halted in the aftermath of division of the Indian subcontinent, in the post-partition period. Though it resumed again after a few years, again had to be stopped after 1971. But before the border trade could be formalized, Bangladesh raised apprehensions that free exchange of commodities would result in large scale smuggling and therefore border trade between India and Bangladesh should not be allowed. Consequently, in October 1972 the provision of border trade was discarded from the Agreement by mutual consent. After a gap of almost four decades when their relationships improved, India and Bangladesh decided to reopen *border haats* by signing a Trade Agreement on March 28, 1972. Subsequently, a MoU to establish a hitherto defunct Mughal era border haat was signed between Commerce Minister of India and Bangladesh on October 23, 2010 (Ministry of Commerce, 2010). The stated aim was to promote the wellbeing of the border people by setting up traditional markets for their local produce. Accordingly, two border *Haats* were established along India-Bangladesh border. The first *Haat* was inaugurated at Kalaichar in West Garo Hills District of

---

\*Associate Professor, Department of Management, North-Eastern Hill University, Tura Campus, Meghalaya

\*\*Research Scholar, Department of Management, North-Eastern Hill University, Tura Campus, Meghalaya



Meghalaya corresponding to Balamari in Kurigram District of Bangladesh on July 23, 2011. The second *Haat* at Balat in East Khasi Hills District of Meghalaya corresponding to Lauwagarh in Sunamganj District of Bangladesh was made operational on May 1, 2012 (Barman & Bhattacharjee, 2015, p.289).

Article IV of the Agreement provided trading opportunity to people living in rural areas within 16 km belt on either side of the border to dispose off their goods which were mutually agreed upon.

### **Review of Literature**

A number of research works have been done in the field of Border Haats. Few of the literatures reviewed are as under:

Gassah (1984) in his article 'Effects of Partition on the Border Markets of Jaintia Hills' highlighted the effects of partition of India in 1947 on the economic life of the War Jaintias. The after effect of this partition has brought untold miseries to the people of the Jaintia Hills. The whole area of Jaintia Hills along the international border with Bangladesh is famous for the production of many horticultural crops. Before partition, these crops found suitable markets in the Sylhet District (now in Bangladesh). But all these facilities came to a standstill after the partition as the border markets were sealed off. Dutta (2000) in his article 'Economic Impact of Exposed Indo-Bangla Border: A Case Study of Karimganj Region' highlighted that before partition of India Karimganj was a prosperous commercial centre catering to the needs of Tripura, Manipur, Mizoram and the entire Barak Valley. But partition and the consequent emergence of a new international frontier changed the commerce oriented economy of Karimganj into a smuggling oriented economy. Kumar (2000) in his article 'The Border Trade in North-East India: The Historical Perspective' pointed out that the partition of India has created unnatural border and the age-old ties with the East Pakistan (now Bangladesh) are scrapped. He also pointed out that the border trade has been decreased after independence of India. This situation further aggravated due to the lack of roads and the speedier modes of communication. The cost of bringing in the locally needed items and that of exporting the local produce has become very high. The North-Eastern region of India shares about 1500 kms border with Bangladesh. Few studies indicate that the region has age-old socio-economic ties with Bangladesh from time immemorial. Although the partition has disrupted the structure of age-old flow of goods and services between these two areas, even then the communication channels are not completely abandoned (Das, 2000; Das & Thomas, 2005; Mandal, 2009; Das, 2014). North-Eastern Region shares most of its boundary with foreign countries and therefore it is natural that several border points of the region should emerge as active centres of trans-border international trade. Several arguments in favour of liberalization of border trade were forwarded to give a boost to trading activities in general and to formalize, at least in parts, the informal trade. Liberalization of border trade will be possible only if countries on both sides of the border see benefits in doing so. For instance Bangladesh, which runs a deficit in the balance of both formal and informal trade with India, may not agree to further opening up of trade if the process is perceived as beneficial to India only. Hence, liberalization of border trade should not be viewed merely as an instrument for enhancing market access for the North-Eastern Region. The process can be successfully pursued only with a spirit of give and take with the neighbouring countries (Bezbaruah, 2000; Hakder, 2008). Border trade is intimately linked with socio-economic development of a region. However, social pollution, environmental and socio-cultural

degradation are some of the off-shoots of border trade which are evident in every points of the NER (Sarma & Goswami, 2000; Rather & Gupta, 2014; Sikidar et al, 2015). Bhattacharya (2000) in his paper emphasized infrastructural backwardness at different trade routes in the entire border lands of India's North-East. He also highlighted the smuggling across the international border between Bangladesh and Assam and Meghalaya, and between Myanmar and Manipur border. Husian (2000) in his paper 'The Nature of Border and Border Trade of North-East India' discussed the nature of real border trade practiced by the border people of the North-East, and also the influence of the nature of border on the trade. Rout (2008) in his article 'Meghalaya's Coal Export to Bangladesh and its Impact on Regional Economy' highlighted the Meghalaya's coal export through different LCSs to Bangladesh. He also highlighted the contribution of coal export to the Meghalaya Government and the generation of local employment because of coal export to Bangladesh. Deb Kar (2008) in her article 'Indo-Bangladesh Border Trade: The Garo Hills Dimensions' opined that Indo-Bangladesh trade that flows across the Garo Hills Border is characterized by export of raw materials from Garo Hills to Bangladesh. Income earned from the coal export by the local people was hardly invested in order to develop alternative source of income.

From the above literatures reviewed, it could be observed that a lot of works have been done in the field of formal and informal border trade, tariff and non-tariff barriers and the potential market for various raw materials that are available in North-East India. However, least attention has been made on the problems faced by the local vendors and vendees in this region of North-East India. Hence, the present study has been taken up to address these gaps taking the case of Kalaichar border haat.

### **Objectives of the Study**

The present paper focuses on the following objectives:

1. To undertake a brief review on border-haat trade between India and Bangladesh.
2. To examine the facilities accessed and problems faced by the Vendors in the Indian side at Kalaichar Border Haat.

### **Methodology**

#### **The Design**

Keeping in view the objectives in mind, both primary and secondary data has been considered for the purpose of the study. The primary component of the data has been obtained as a participant observant by visiting the site of the Kalaichar Border Haat. Direct interaction with the Vendors of Indian side has been made by means of informal conversation as well as a schedule. Second hand information has been collected from sources such as articles, books, Land Custom Office of Mahendraganj, various reports, and websites.

#### **Measurement of Items**

There are at present 25 Vendors (selected by the Indian Government) operating in the Kalaichar Border Haat. These 25 Vendors comprise the total population who are interviewed to understand the problems faced by them. Six problems each affecting the vendors in exporting commodities to Bangladesh were listed after thorough discussion. The respondents were asked to rank these items from 1 to 6 by making an overall comparison with regard to the potency of the problems. Those items which the respondents did not consider as problems were put in rank 7. A score of 6, 5, 4, 3, 2, 1 and 0 were given to the ranks 1<sup>st</sup>, 2<sup>nd</sup>, 3<sup>rd</sup>, 4<sup>th</sup>, 5<sup>th</sup>, 6<sup>th</sup>, and 7<sup>th</sup> respectively. The frequencies of the respondents



ranking each constraint in each rank were then multiplied with corresponding score values to obtain the total score values. The problems with higher score value is considered most serious one, followed by others in the order of decreasing score values.

### **The Study Area**

Kalaichar is located in the South West Garo Hills District of Meghalaya, India. The hill region is mostly inhabited by the Garos, while in the foothills there are Hajongs, Kochs and Bengalis. The district is surrounded by Dhubri district of Assam and Kurigram District of Bangladesh. Physically, the area of the South West Hills Districts extends upto 11 kilometres short of Tura on the East; Mahendraganj and Gopinath Kila on the West; Mankachar on the North and Bolmamgri and Kalaichar on the South. South West Garo Hills has approximately 35 kilometres of international boundary with Bangladesh on the south and western side. Nearly one third of the total number of villages of the district is declared as border villages by the Border Area Development Department of Meghalaya.

The Kalaichar Border *Haat* along the India-Bangladesh border are enclosures constructed on the zero line Border Pillar Number-1072 and are opened once a week (Wednesdays) from 10 am to 3 pm. The commodities sold in these *Haat* are exempted from customs duties (Barman & Bhattacharjee, 2015; Taneja, 2018). It allows a purchase of up to 100 US Dollar per vendees and transactions can be conducted in local currencies or through barter system. People residing within the radius of 10-15 km of the border trade are able to frequent these *Haats*; although the stipulated distance is only 5 km. Vendors consisting of 25 (Twenty Five) from India are given trading permit valid for one year and are required to carry photo identity cards. To ensure public order, only 200 persons at present are allowed inside the *Haat* at a given time. During the days of trading, customs officials, local police and border security force (BSF) personnel are present in the *Haat* to ensure smooth conduct of trade. Commodities sold in the Indian stalls include prayer mats, cumin seeds, bed covers, quilts and blankets (imported from China/Korea through Moreh), cosmetics and toiletries, bay leaves, and betel nuts. Items sold in the Bangladesh stalls comprise plastic and melamine products and readymade garments. Vendors are allowed to carry their goods on head loads or on hand cart (Barman & Bhattacharjee, 2015).

### **Survey Result and Discussion**

Border trade in Garo Hills is a century old practice. The Garos of the Southern hills along the Mymensing border of Bangladesh were in the habit of trading in all the markets of Sherpur and Susang areas of the Mymensing Districts. The trade with the Garos in cotton, aghur, elephants and manufactured articles was so lucrative that each estate holder established a string of weekly markets (Haats) at all important passes in their respective estates. Cotton was the staple article of internal trade in Eastern India. The Garos were the largest producers of cotton in Eastern India. In order to established monopoly of trade interest with the Garos, the estates holders in their respective areas used to appoint estate police and burkandazes to guard and maintain their Haats at all principal passes, collect taxes levied by the estate holders on all Garos and Non-Garo traders. They were also in charge of security of the border with Garoland. The low country businessman would meet their tax burden from their enormous profits in their dealings with the Garos. The prominent estate holders were those of Mechapara, Aurangabad, Kalumalupara and Karaibari in old Rangpur of Sherpur and Susang in Mymensing, now in Bangladesh, of Sidly and Bijni in Eastern Duars, now in Goalpara district of Assam. All of them existed during the period of British contact with the upland Garos (Deb Kar, 2008).

### **Kalaichar Border Haat: Its Process and Management**

To have firsthand information about the process and management of Kalaichar border haat, a survey was undertaken between June 2017 to September 2018. Visits were made at the offices of district administration, south-West Garo Hills, Custom office at Mahendraganj and Kalaichar border haat during weekdays on Wednesdays. The border haat at Kalaichar is managed by a five-member Haat Management Committee (HMC) headed by the Additional District Magistrate and constituting one member each from the customs, police, border security force and a village/union level local government representative. Border haats permit vendors (sellers) and vendees (buyers) residing within a radius of 5 km to trade in the haat. The number of vendors at Kalaichar border haat is restricted to 25 each from both India and Bangladesh sides. There is no restriction mentioned in the MoU regarding the number of vendees and each HMC decides on the number of people who get the license to buy in the haat. However, number of vendees at Kalaichar border haat is restricted to 200 at present. The MoU only notes that the number of vendees will be regulated to ensure that the haats are not overcrowded. A single buyer was initially allowed to purchase goods up to a limit of USD 50. The limit has now been raised to USD 200 on a given market day. The Vendors and Vendees are interviewed by the Kalaichar Border Haat Management Committee consisting of a Chairman (DC of South West Garo Hills Districts, Ampati) and Members like First Class Magistrate, Officials of Land Customs, State Police and Border Security Force based on their basic mental aptitude. These Vendors are allowed to sell only the listed items fixed by both the Governments. It has been learned that each Vendor sells Rs. 30,000-36,000 from per weekly Kalaichar Border Haat.

As per the agreement between two the counties, only local currency is being allowed for transactions in the Kalaichar border haat (Rupee of India and Taka of Bangladesh). Suppose a Bangladeshi purchase Indian locally produced good, he/she pays in his/her own currency (Taka). Now, the Indian vendors will exchange this Bangladeshi currency with the bank official (SBI, Tura, and Meghalaya) present there for Indian currency every Wednesday in the haat itself as the official is deputed for border haat day. As per the agreement there should be one bank official from Sonali Bank of Bangladesh side, however, it has been observed that no representative bank officials visit the Kalaichar border haat from Bangladesh side. So the vendors from Bangladesh also approach the SBI bank official to get the Indian currency exchanged with that of Bangladesh currency. After the haat gets over, the bank official takes both the currency and handover to the Main Branch, SBI, Tura to maintain official record. If due to some reasons the bank official (Indian side) fails to turn up on the border haat day, in the absence of the bank official, vendors and vendees choose a representative among themselves to deposit all the money received during transactions on the haat day. During the next haat day, the leader returns all accumulated amount to the respective vendors and vendees to get exchanged the amount with the bank official.

### **Tradable Commodities at Kalaichar Borsder Haat**

Article -3 of the MoU provides both the countries to allow the following Commodities to be traded in two Border Haats (one at Kalaichar in Garo Hills and Second one at Balat in Khasi Hills) of Meghalaya:

- a. Locally produced Vegetables, food items, fruits, and spices.

**b.** Minor local forests produce, for example, bamboo, bamboo grass, bamboo stick, but excluding timber.

**c.** Products of local cottage industry like Gamcha, Lungi, etc.

**d.** Small locally produced agriculture household implements, for example, Dao, Plough, Axe, Spade, etc.

**e.** Locally produced garments, melamine products, process food items, fruit juice, toilet soaps, cosmetics, plastic products, aluminum products, and cookeries.

Based on the description of Commodities, a list of items is traded at the Kalaichar Border Haat throughout the year (Barman & Bhattacharjee, 2015).

**Table-1: Tradable Items at the Kalaichar Border Haat**

Sl. Nos.	Items	Sl. Nos.	Items	Sl. Nos.	Items	Sl. Nos.	Items	Sl. Nos.	Items
1	Amla	15	Cashew nut	29	Gourd	43	Mushrooms	57	Spinach
2	Bamboo	16	Cauliflower	30	Gamcha	44	Orange	58	Star fruit
3	Banana	17	Chillies	31	Grapes	45	Papaya	59	Sweet potato
4	Bean	18	Citrus fruits	32	Handicraft products	46	Peach	60	Sarees
5	Beet roots	19	Coconut	33	Handloom products	47	Peanut	61	Tamarind
6	Betel nut	20	Maize	34	Jack fruit	48	Pear	62	turmeric
7	Black berry	21	Cucumber	35	Jute	49	Pea	63	tomato
8	Black pepper	22	Cotton	36	Jeera	50	Pineapple	64	Bay Leaves
9	Bamboo	23	Dates	37	Lemon	51	pomegranate	65	Vegetables
10	Broom product	24	Drum stick	38	Lettuce	52	Pumpkin	66	Watermelons
11	Betel leaves	25	Esculents roots	39	Litchi	53	Plum	67	Weaving products
12	Brinjal	26	Lotko	40	Long root potato	54	Plantain	68	Wooden-Apple
13	Bamboo grass	27	Ginger	41	Lungi	55	Plantation seedling		
14	Cabbage	28	Guava	42	Mango	56	Spices		

Source: Custom Office, Mahendraganj, Meghalaya.

**A Glimpse of Infrastructure and Amenities at the Kalaichar Border Haat**

A survey was conducted at the Kalaichar border haat during June 2017 and September 2018. Visit was made on a particular haat day (Wednesday). Some information availed through observation and interaction with the officials as well as with the market participants (vendors and vendees).

**Table 2: Infrastructure and Amenities at the Kalaichar Border Haat**

Kalaichar Border Haat		
1	<b>Security</b>	Manual registrations at time of entry and exit by customs and the BSF officials.
2	<b>Access to haat</b>	Poor condition of access road leading to Haat.
3	<b>Toilet facility</b>	Available but very poor condition No separate toilet for Women
4	<b>Common Facility Centre</b>	No
5	<b>Running Water supply</b>	Not available
6	<b>Electricity supply</b>	No
7	<b>Storage/Warehouse Facility</b>	No
8	<b>Banking Facilities</b>	Limited banking and foreign exchange facilities
9	<b>Phone and Internet Connectivity</b>	Poor mobile phone connectivity. No internet connectivity

**Source:** Survey Data

From Table 2, we may observe that infrastructure at Kalaichar border haat is in a very poor condition. There is no separate toilet facility for the women. Even the condition of the existing toilet available is poor with no water supply. There is no common facility centre, no running water supply and no storage or warehouse facility in the border haat. The banking facility which exists is also limited. There is also very poor mobile and internet connectivity in the area.

**Table 3: Problems faced by the Vendors at Kalaichar Border Haat**

Sl. No.	Problems	Rank	1 <sup>st</sup>	2 <sup>nd</sup>	3 <sup>rd</sup>	4 <sup>th</sup>	5 <sup>th</sup>	6 <sup>th</sup>	7 <sup>th</sup>	Total Score
		Score	6	5	4	3	2	1	0	
1	<b>Road connectivity</b>	12	7	3	1	1	1	0	0	125
2	<b>Banking facility</b>	10	5	4	3	2	1	0	0	115
3	<b>Custom accommodation</b>	6	3	7	5	2	2	0	0	100
4	<b>Seasonal availability</b>	4	7	6	3	2	3	0	0	99
5	<b>Storage facility</b>	2	4	7	6	4	2	0	0	88
6	<b>Transport facility</b>	3	2	4	8	5	3	0	0	81

Frequencies of problems and ranks are shown in columns and rows respectively

**Source:** Survey Data

From Table 3 we may observe that there are scores of problems associated with the border haat at Kalaichar as expressed by the vendors. Altogether six prominent problems were identified. Among these, poor, road connectivity, limited banking facility, lack of custom accommodation, seasonal tradable commodities, lack of storage and transport facility are the most common problems.

### Conclusion

The road connectivity up to the Kalaichar border haat is not an all weathered road which poses difficulty in quick and smooth commodity transit. International border trade usually involves huge amount of money. Local banking facility is an important requirement by the vendors/vendees from both India and Bangladesh. Vendors from the Indian side usually

receive foreign currency (Taka) in the haat whenever they sale their goods to Vendees of Bangladesh, and this Taka gets exchanged with the bank officials from SBI Branch, Tura. It also happened at times that in the absence of bank officials on a particular haat day, the trading at the haat was kept nonfunctional for the day by the local administration. Garo Hills enjoy the services of 5 (Five) Land Custom Stations. These LCSs have been established by the Custom Department in Dalu, Gasuapara, Mahendraganj, Hallidayganj and Baghmara to facilitate border trade with Bangladesh and also the movement of people of both the countries across the border. Officials of Custom Department from Mahendraganj come over Kalaichar Border Haat which is held on every Wednesday to keep the office record. These officials do not have their own office building. The vendors and vendees had contributed money by themselves and have constructed a small makeshift shed with tin roof but without any boundary walls. Agricultural crops in Garo Hills are seasonal and it also depends on monsoon variability, so commodity supply keeps on changing with seasonal availability of crops. Transport facility is another major problem for local vendors as only hand carts are allowed to carry goods on the market day. Since road condition is very poor, motor carrier vans cannot access the roads. There is hardship for the vendors in transportation of commodities in bulk as motor vehicles have difficulty passing through the narrow strip of road. Further few carrier vans which ply have to be parked at a long distance on account of no parking space for the vehicles near the haat area. It is now incumbent upon the concerned authorities to take necessary and adequate steps to solve the existing limitations for a smooth functioning of the border haat which is a lifeline to the poor rural households of the remote border villages of both the neighboring nations.

#### **References**

- Barman, M., & Bhattacharjee, A., (2015), '*A Study on Indo-Bangladesh Cross Border Trade with Special Reference to Kalaichar Border Haats of South-West Garo Hills, Meghalaya*', in Bhattacharjee, A., (eds.), '*Look East Policy-Perspective from South-East Asian Architecture*', Excel India Publishers, New Delhi, pp.288-296.
- Bezbaruah, M. P. (2000), '*Liberalization of Border Trade: Prospects and Impediments*' in Das, Gurudas and Purakayasta, R. K. (eds), '*Border Trade: North East India and Neighboring Countries*', Akansha Publishing House, New Delhi, pp. 87-91.
- Bhattacharya, N. N., (2000), '*Border Trade and Associated Problems in North-East India*' in Das, Gurydas and Purakayasta, R. K. (eds), '*Border Trade: North-East India and Neighbouring Countries*', Akansha Publishing House, New Delhi, pp.103-108.
- Das, Gurudas (2000), '*Trade between the North-Eastern Region and Neighbouring Countries: Status and Implications for Development*' in Das, Gurudas and Purkayastha, R. K. (eds.), '*Border Trade: North East India and Neighboring Countries*', Akansha Publishing House, New Delhi, pp.23-34.
- Das, Gurudas (2008), '*Indo-Bangladesh Economic Relation: Issues in Trade, Transit and Security*' in Das, Gurudas and Thomas, C. J. (eds), '*Indo-Bangladesh Border Trade, Benefiting From Neighborhood*', Akansha Publishing House, new Delhi, pp.3-42.
- Das, Gurudas and Thomas, C. J. (2005), '*Economy of Myanmar: Trends, Structure and Implications for Border Trade with India's North-East*' in Das, Gurudas et al. (eds.) '*Indo-Myanmar Border Trade: Status, Problems and Potentials*', Akansha Publishing House. New Delhi.
- Das, Pushpita (2014), '*Status of India's Border Trade: Strategic and Economic Significance*', Institute for Defense Studies and Analysis, Working Paper No.37. Retrieved



on June 24, 2018, from

<https://www.google.co.in/webhp?sourceid=chromeinstant&ion=1&espv=2&ie=UTF8#q=study+on+border+Haats+by+Pushpita+das+pdf>.

Dev Kar, Ajanta (2008) 'Indo-Bangladesh Border Trade: The Garo Hills Dimensions' in Das, Gurydas and Thomas, C. J. (eds), '*Indo-Bangladesh Border Trade Benefiting From Neighbourhood*', Akansha Publishing House, New Delhi, pp. 357-365.

Dutta, S. S. (2000), 'Economic Impact of Exposed Indo-Bangla Border: A Case Study of Karimganj Region' in Das, Gurudas and Purakayasta, R. K. (eds), '*Border Trade: North East India and Neighbouring Countries*', Akansha Publishing House, New Delhi, pp. 192-199.

Gassah, L. S. (1984), 'Effects of Partition on the Border Markets of Jaintia Hills' in Ganguli, J. B. (eds), '*Marketing in North-East India*, Omsons Publications, Gauhati, pp. 63-69.

Halder, Dilip (2008), 'Cross Border trade Between India and Bangladesh: A Comparison Between West Bengal and North Eastern Region' in Das, Gurydas and Thomas, C. J. (eds), '*Indo-Bangladesh Border Trade Benefiting From Neighbourhood*', Akansha Publishing House, new Delhi, pp.192-233.

Husain, Zahid. (2000), 'The Nature of Border and Border Trade of North-East India' in Das, Gurudas and Purkayastha, R. K. (eds.), '*Border Trade: North East India and Neighboring Countries*' Akansha Publishing House, New Delhi, pp.130-142.

Kumar, B. B. (2000), 'The Border Trade in North-East India: The Historical Perspective' in Das, Gurudas and Purkayastha, R. K. (eds.), '*Border Trade: North East India and Neighboring Countries*' Akansha Publishing House, New Delhi, pp.3-11.

Mandal, Ram Krishna (2009) 'Emerging Scenario of Trade Potentialities of North-East India: Challenges and Opportunities', *Journal of Global Economy*, Vol. 5 No.1, pp 68-74. *Memorandum of Understanding between The Government of The Republic of India and The Government of The People's Republic of Bangladesh on Establishing Border Haats across the Border between India and Bangladesh*, New Delhi, (October 23, 2010), Retrieved April 9, 2015, from

[http://commerce.nic.in/trade/MOU\\_Border\\_Haats\\_across\\_Border\\_India\\_and\\_Bangladesh2010.pdf](http://commerce.nic.in/trade/MOU_Border_Haats_across_Border_India_and_Bangladesh2010.pdf).

Rather, Zahoor Ahmad & Gupta, Deepika, (2014), 'India-Bangladesh Bilateral Trade: Problems and Prospects', *International Affairs and Global Strategy*, 22, 43-45.

Rout, Lambodar (2008), 'Meghalaya's Coal Export to Bangladesh and its Impact on Regional Economy' in Das, Gurydas and Thomas, C. J. (eds), '*Indo-Bangladesh Border Trade Benefiting From Neighbourhood*', Akansha Publishing House, new Delhi, pp. 350-360.

Sarma, B. K., & Goswami, S., N. (2000), 'Border Trade in North-East India: An Overview' in Das, Gurudas and Purkayastha, R. K. (eds.), '*Border Trade: NEI and Neighbouring Countries*' Akansha Publishing House, New Delhi, pp.92-102.

Sikidar, S., Borthakur, S. & Borpujari, U. (2015). '*Connectivity as an Emerging Issue in Trade Relation of India's North-East with its Neighbouring*', in Bhattacharjee, A., (eds.), '*Look East Policy-Perspective from South-East Asian Architecture*', Excel India Publishers, New Delhi, pp.224-229.



Taneja, Nisha., Joshi, Sanjana., Prakash, Shravani., & Bimal, Samridhi. (2018). Trade Facilitation Measures to Enhance Participation of Women in Cross-border Trade in BBIN *Indian Council for Research on International Economic Relations (ICRIER)*, New Delhi *Trade Agreement between the Government of India and the Government of the People's Republic of Bangladesh*, (March 28, 1972), New Delhi, Retrieved August 10, 2018 from <http://mea.gov.in/bilateraldocuments.htm?dtl/5606/Trade+Agreement+Protocol+1+Nov+1972>

Commerce and Industries Department, Government of Meghalaya Retrieved September 6, 2018, from <http://www.megindustry.gov.in/borderhaat.html>

**Acknowledgement**

This research paper is an outcome of the financial support provided for the major research project titled “*Dynamics of Cross-Border Trade and Assessment of the Socio-Economic Impact on the Tribal Populace of Border Regions of Meghalaya*” Sponsored by the ICSSR, New Delhi which is duly acknowledged.

---

## **Consumption Pattern In India: An Econometric Analysis Using NSS Data**

**Dr.D.Sathiyavan\***

### **Abstract**

A large body of literature on demand estimation has used the consumption expenditure data as a proxy for income of household or individual due to the unavailability of comprehensive, precise data on income since 1950 for India. This study has identified necessary or luxury commodities and substitutes or complements in rural and urban sectors of India by computing various elasticities using the estimates of linear and log-linear demand functions using national sample survey data on consumption expenditure.

Linear function estimates indicate that the commodities like food grains, milk, meat egg and fish, sugar, other food, fuel and light, clothing, total food are necessary commodities and items like edible oil, salt, other non-food and total non-food are likely to be luxuries in urban India where as commodities such as food, milk, fuel and light, clothing and total food are seemed to be necessities and the meat, egg & fish, sugar, other food, edible oil, salt, other non-food, total non-food are luxuries in rural India. Log-linear function estimates reveal that the items such as food grains, milk, meat, egg and fish, sugar, other food, fuel and light and total food are likely to be necessities and clothing, edible oil, salt and other non-food items are luxuries in urban sector and the commodities like food grains milk, sugar, other food, edible oil, salt other non-food, total food, and total non-food are happened to be necessities and meat, egg & fish is luxury in rural sector. The income elasticities are ranging from 0.30 to 1.99 in urban India and -0.06 to 1.29 in rural India. Log-linear estimates also indicate that fuel & light and clothing are found to be inferior commodities in rural India.

**Keywords:** Linear; Log-linear; Engel; Own- price; Cross-price; Substitute; Complement.

### **1. Introduction**

The empirical analysis of consumer behaviour plays a predominant role in econometrics. Now many techniques were developed in response to practical problems in interpreting demand data. The researchers have taken up the various methodological questions that arise in projecting demand from Engel curves. They also considered different factors other than total consumption expenditure influencing the pattern of household consumption.

The basic objectives of econometric studies on demand studies are structural analysis, forecasting and policy evaluation. All the objectives involve some aspects of structural analysis particularly the estimation of impacts of prices and income on demand as measured by elasticities of demand. Some are oriented towards forecasting, others are towards policy evaluation, in particular, impacts of policies that may affect markets for consumer goods such as taxes or (de)regulation. Various studies have utilized different functional forms in computing the elasticities. Thus the elasticities of demand are necessary for choosing the appropriate items for indirect taxation and for assessing the tax-

---

\* Associate Professor, The author is very much thankful to Prof. P. Duraisamy, Vice-Chancellor, University of Madras for his valuable guidance and encouragement.

yields. They are also used for projecting the aggregating demand for a commodity at any future date.

In India much work was not done before 1950. But budget studies were being carried out in small areas even in the thirties for the construction of cost of living indices. Since then a large number of studies have been carried out by many researchers and many papers have appeared in journals and conferences.

In this study, we estimate the commodities' price and income elasticities using aggregate NSS data of demand functions. A time series data at all India level for twenty years are used for the empirical analysis. The rest of the paper is organized as follows. Section-2 reviews some important past empirical studies. Section-3 discusses the database, Model and Method utilized in the study. Section- 4 presented the results and discussed. Section-5 summarises the findings of the study.

## **2. Review of Past Studies**

Engel (1857) framed the empirical laws governing the relation between income and expenditure for the first time. Then, Allen and Bowley (1935) showed that the expenditure elasticities of food, rent and clothing were around 0.8. Schultz (1938) estimated the demand for sugar in the United States for two sub-periods. His estimates showed that the percapita consumption increased year by year at an average rate of 0.84% pounds and 1.56% per annum respectively. Dissanaya and Giles(1988) utilized six models of Engel functions for Sri Lankan data and found that food, fuel and light are necessities where as housing, clothing, education and medical expenses as luxuries. Stone (1954) found that beef as a substitute and cream as a complement for milk, condensed milk as inferior good and fresh milk, margarine, tea and cheese are as substitutes using the data for the period 1937-1939 for United Kingdom. Prais and Houthakker (1955) using semi-logarithmic demand function concluded that coffee was more of luxury good than tea and condensed milk was an inferior good.

In India, most of the studies were carried out at all India level and a few for various regions and major cities. Roy and Laha (1959) fitted the straight lines sensibly and revealed that the resultant elasticities are biased as the average of the household expenditure. Mazumdar(1967) investigated this bias later. Among the estimation of four forms by Bhattacharya and Maitra(1969), the log-log inverse (LLI) and semi logarithmic functions were nearly as good as hyperbola. They also accepted for cereals and substitutes and pulses in the urban India.

Deaton and Muellbauer (1980a) identified food and fuel and lighting as necessary commodities and clothing and other non food items as luxuries. Ray (1980) utilized five versions of the almost ideal demand system (AIDS). The significant price effects on budget share of many items individually and the rejections of zero price effects on budget share of food and clothing (rural) and fuel & light (urban) points out the price variable as an effective policy instrument to Government. Iyengar and Vani (1988) forecasted the household demand for the years 1990, 2000 and 2010 and showed that the rate of growth in demand for necessary items would be much smaller when compared to relative luxuries. Babu (1989) reviewed the demand and nutritional studies comprehensively and tabulated the income and price elasticities of fifteen Indian studies. Of the fifteen studies, twelve have used NSS data of various rounds for cross-section, time-series and pooling of both cross-section and time-series analyses. Kumar et al (2011) found that the income elasticities vary across the income classes and with increase in food price inflation, the demand for rice,

wheat and sugar may not be affected for India. Deepankar and Basole (2015) found that there is a negative significant relationship between the share of monthly expenditure on non-food essentials calories intake using compiled panel data on consumer expenditure from 38th, 43rd, 50th, 55th, 61st and 66th rounds of NSSO.

### 3. Data, Model and Methodology

The data for the time series analysis is used from the grouped household budget data since third round (Aug.1951–51) through twenty-fifth round (July1970-June 1971). Thereafter the NSSO has been carrying out Consumer Expenditure Surveys quinquennially since 1972-73 (27th, 32nd, 38th, 43rd, 50th, 55th and 61st rounds of NSS, at roughly 5-year intervals). In order to use the continuous time series data, the data from third round (Aug.1951 – 51) through twenty-fifth round (July1970-June 1971) are used in the analysis. Data beyond the twenty fifth round were not collected by NSSO continuously and hence the present study has used the data upto the twenty fifth round. Data for the commodity groups namely foodgrains, milk and its products, meat, egg and fish, edible oil, sugar, salt, other food, total food , fuel & light, clothing, other nonfood and total nonfood are culminated from various rounds of NSSO reports.

On keeping all the problems, the whole commodity groups were broken down into twelve-commodity groups viz., food grains, milk and its products, meat, egg and fish, sugar, other nonfood and total nonfood. Regarding the price indices the wholesale price indices for other food, other than nonfood commodity groups were constructed separately for rural and urban India with a constant base period =100. For other commodities the readily available price indices are taken from Chandok (1978).

Based on the utility maximization framework, the demand functions are derived for n-commodities. The demand function satisfies the properties such as homogeneity, symmetry and negativity of the own substitution. Symmetricity of demand functions reduces the number of parameters to be estimated. Number of seminal works are associated with theoretical framework in consumer behavior and derivation, type & properties of demand functions and other conceptual issues & applications [Klein(1962), Green(1971), Powell (1974), Metwally(1974), Theil(1976), Desai(1976), Intriligator(1980), Henderson and Quandt(1980), Deaton and Muellbauer (1980a), Mahajan(1980), Phillips(1982) Deaton(1986)].

The empirical specification of both linear and log-linear form of demand function can be specified as

$$\begin{aligned}
 X_i &= \alpha_i + \beta_i P_i t + \delta_i M + u_i \\
 \text{Log } X_i &= \alpha_i + \beta_i \log P_i t + \delta_i \log M + u_i
 \end{aligned}
 \quad \begin{matrix}
 i = 1, 2, 3, \dots, n, \\
 t = 1, 2, 3, \dots, T
 \end{matrix}$$

where  $X_i$  and  $P_i$  are the  $i^{\text{th}}$  commodity and its price respectively.  $\alpha$ ,  $\beta$  &  $\delta$  are the parameters to be estimated.  $u_i$  is the stochastic term uncorrelated with explanatory variables. The expenditure on each commodity is the dependent variable and price and total expenditure as a proxy for income are considered as independent variables. The estimated coefficients are used for computation of elasticities. The own and cross price and income elasticities of the linear and log-linear functions are given below.

The own and cross-price elasticities for linear model can be derived as

$$\varepsilon_{ii} = x_i \left( \frac{P_{it}}{X_{it}} \right) \quad \text{and} \quad \varepsilon_{ij} = x_i \left( \frac{P_{jt}}{X_{it}} \right) \quad \text{for } i \neq j$$

The income elasticity can be derived as

$$E_i = \delta_i \left( \frac{M}{X_{it}} \right) \quad i = 1, 2, 3 \dots n \quad \text{and} \quad t = 1, 2, 3, \dots T$$

The income and price elasticities for the log-linear model are

$$\begin{aligned} \text{Income elasticity:} & \quad E_i = \delta_i \\ \text{Own - price elasticity} & \quad \varepsilon_{ii} = x_{ii} \\ \text{Cross - price elasticity} & \quad \varepsilon_{ij} = x_{ij} \end{aligned}$$

where  $\beta_{ii}$  and  $\beta_{ij}$  are the regression co-efficients of prices of  $i$ th and  $j$ th commodities. Since the prices are assumed to be constant in the short-run, all the properties such as Homogeneity, Symmetry and Negativity are not applicable in the cross section analysis. The empirical specifications of linear and log-linear form of Engel function are specified below.

#### 4. Results and Discussion

Average per capita expenditure on the various commodity groups for urban and rural India is presented in Table-1. It is very obvious that the average per capita expenditure on food grains is the highest among the food and non-food items in both urban and rural India. The average total food expenditure per capita in rural India is approximately little less about by Rs.4.50. The average per capita expenditure on total non-food item in rural India is less than one-half of the average non-food per capita expenditure in urban India indicates that the non-food items are costlier in urban areas. This indicates that there is a wide gap between the rural and urban sectors in terms of consumption of non-food commodities as they are costlier than food items.

The elasticities of income, own and cross-prices based on the estimates of the linear demand function are presented in Table-2 for urban India and in Table-3 for rural India. The regression estimates are statistically significant in both urban and rural sector except for the commodity, clothing in rural India. Own price estimates are negative for the commodities milk, meat, egg and fish, salt, total non-food in urban India and for the meat, egg, and fish, sugar, salt, other non-food and total non-food in rural India.

**Table – 1: Average per capita expenditure by commodity groups, 1951-51 to 1970-71**

Commodity Groups	Urban		Rural	
	Mean	Std. Dev.	Mean	Std. Dev.
Food grains	8.290	2.836	10.08	3.61
Milk	3.062	0.806	1.707	0.524
Meat Egg & Fish	1.102 <sup>a</sup>	0.298	0.456	0.055
Sugar	0.957 <sup>a</sup>	0.321	0.532	0.097
Other Food	5.022 <sup>a</sup>	1.624	2.225	0.343
Fuel & Light	1.949	0.469	1.403	0.339
Clothing	2.099	0.357	1.735	0.270
Edible oil	0.929 <sup>a</sup>	0.175	0.515 <sup>a</sup>	0.096
Salt	0.047 <sup>a</sup>	0.001	0.058 <sup>a</sup>	0.011
Other Non-food	8.916	1.830	3.703	0.832
Total food	19.87	6.403	16.31	5.278
Total Non-food	12.99	2.505	6.844	1.262

Note: a - indicates the mean values for only 15 observations

The cross price estimates of all commodity groups presented in the tables are with respect to price of commodities mentioned below the estimates. In urban the commodities like edible oil, salt, other food and non-food are likely to be luxuries and remaining are necessities. In rural, the commodities food, milk, fuel and light, clothing and total food are seems to be necessities and the remaining items are luxuries.

The income elasticities are ranging from 0.25 to 2.17 for urban India and 0.02 to 2.01 for rural India. In urban, food grains, milk, meat, egg and fish, sugar, other food, fuel and light and total food are likely to be necessities and remaining items are luxuries. In rural India the commodities like milk, fuel and light, clothing, total food, other food are happened to be necessities and edible oil, salt, other non-food, total non-food are luxuries. The elasticities of sugar and other food are approximately equal to one. The income elasticities are statistically significant for all commodities except for milk and meat, egg and fish for rural India.

**Table – 2: Linear Income and Price Elasticities for Urban India, 1951-51 to 1970-71**

Commodity Groups	Elasticities			
	Income	Own-price	Cross-price1	Cross-price2
Food grains	0.2468	0.4800	0.170 (Milk)	0.448 (Other Non-food)
Milk	0.4379	-0.0648	0.122 (Sugar)	0.068 (Other Food)
Meat Egg & Fish	0.6086	-0.2051	0.192 (Other food)	0.485 (Total Non-food)
Sugar	0.6432	0.3553	-0.470 (Food grains)	0.241 (Milk)
Other Food	0.8175	0.5127	-0.277 (Total food)	-0.224 (Other Non-food)
Fuel & Light	0.7123	0.1822	-0.064 (Total Non-food)	0.121 (Other Food)
Clothing	0.7371	12.814	5.791 (Other non-food)	-18.12 (Total Non-food)
Edible oil	1.2818	0.4994	-0.079 (Other Non-food)	-0.407 (Food grains)
Salt	2.1701	-0.2733	-0.926 (Food grains)	-0.293 (Sugar)
Other Non-food	1.4866	1.1986	-1.426 (Fuel & Light)	-0.351 (Clothing)
Total food	0.4716	0.9118	-0.384 (Food grains)	-0.046 (Sugar)
Total Non-food	1.5649	-2.6088	2.041 (Clothing)	-0.287 (Total food)

The regression estimates and the elasticities of income, own and cross prices are presented in Table - 4 & Table - 5 for urban and rural India respectively. Log-linear demand function estimates are themselves the corresponding elasticities. The regression estimates of the income are statistically significant for all commodities except for commodities milk, meat, egg and fish in rural India. The income elasticities are ranging from 0.30 to 1.99 in urban



and -0.06 to 1.29 in rural India. The negative income elasticities of food grains and meat, egg and fish indicate the inferiority in rural India.

The substitutability or complementary of the commodity groups are classified according the compensated substitute effect is positive or negative. The estimates of the compensated substitution effect are presented in the Table - 6. In urban, milk is a substitute for food grains and sugar. The commodity group, other food, is a substitute for milk, meat, egg and fish, fuel and light. Total non-food is a substitute for meat, egg & fish, fuel & light, and a complement for clothing. The commodity Food grains is a substitute to sugar, edible oil, and total food. Clothing is a substitute for other non-food and total non-food in both rural and urban India. Both linear and log-linear form of demand functions show that the commodities food grains, milk, meat, egg and fish, sugar, other food, total food and fuel and light are likely to be necessities and remaining items are luxuries. In rural log-linear form shows that the commodity groups namely food grains, meat, egg and fish are inferior goods where as linear form shows that the food grains is a necessary item and meat, egg and fish as luxury items.

**Table – 3: Linear Income and Price Elasticities for Rural India, 1951-51 to 1970-71**

Commodity Groups	Elasticities			
	Income	Own-price	Cross-price1	Cross-price2
Food grains	0.81	1.08	-0.020 (Total food)	0.230 (Fuel & Light)
Milk	0.36	1.38	-0.001 (Meat, Egg & Fish)	-0.80 (Total food)
Meat Egg & Fish	1.32	-4.19	1.14 (Other Food)	1.15 (Total Non-food)
Sugar	1.03	-0.08	0.630 (Other Food)	-0.55 (Other Non-food)
Other Food	1.02	0.14	-0.130 (Edible Oil)	0.30 (Salt)
Fuel & Light	0.68	0.02	0.370 (Meat, Egg & Fish)	-0.63 (Other Non-food)
Clothing	0.02	1.98	2.030 (Other Non-food)	-6.08 (Total Non-food)
Edible oil	1.30	0.51	-0.410 (Other Non-food)	0.95 (Food grains)
Salt	1.68	-0.48	-1.05 (Food grains)	-0.29 (Sugar)
Other Non-food	2.01	-1.13	0.41 (Other Food)	-1.03 (Milk)
Total food	0.76	0.22	0.17 (Meat, Egg & Fish)	-0.18 (Total Non-food)
Total Non-food	1.29	-2.89	2.64 (Clothing)	0.35 (Total food)

**Table – 4: Log-Linear Income and Price Elasticities for Urban India, 1951-51 to 1970-71**

Commodity Groups	Elasticities			
	Income	Own - price	Cross - price1	Cross-price2
Food grains	0.303	0.478	-0.031	0.525
Milk	0.485	1.003	0.237	-0.879
Meat Egg & Fish	0.633	-0.198	0.199	0.420
Sugar	0.50	0.294	0.008	0.458
Other Food	0.911	0.525	0.208	-0.638
Fuel & Light	0.721	-0.007	-0.063	0.172
Clothing	1.760	0.388	-1.49	0.296
Edible oil	1.213	0.451	0.006	-0.323
Salt	1.985	-0.06	0.518	-0.837
Other Non-food	1.515	-1.05	-0.223	0.371
Total food	0.592	0.576	-0.25	0.16
Total Non-food	1.479	0.249	-0.416	-0.45

**Table – 5: Log-Linear Income and Price Elasticities for Rural India, 1951-51 to 1970-71**

Commodity Groups	Elasticities			
	Income	Own-price	Cross – price1	Cross – price2
Food grains	0.69	0.69	-0.40	0.13
Milk	0.77	0.78	-0.12	0.01
Meat Egg & Fish	1.20	1.19	-0.12	-0.06
Sugar	0.05	-0.05	0.62	-0.50
Other Food	0.14	0.14	-0.01	0.29
Fuel & Light	-0.43	-0.33	0.43	-0.04
Clothing	-0.23	-1.17	-0.69	2.26
Edible oil	0.43	0.43	-0.01	-0.34
Salt	0.23	-0.23	-0.28	-0.97
Other Non-food	0.22	2.23	-1.86	-0.68
Total food	0.20	0.20	0.05	0.03
Total Non-food	0.42	0.42	-0.19	-0.62

**5. Conclusions**

Based on utility maximization framework the theoretical model has been developed to derive demand equations for each commodity and demand functions are estimated. Linear and log – linear form of demand functions are estimated. Twelve exogenous variables are regressed on four endogenous variables, which are differed from equation to equation.

The regression coefficient estimates are statistically significant to almost all commodities. Both the linear and log-linear form of Engel function shows that the total cereals and cereal

substitutes are likely to be inferior goods. Commodities are classified as luxury and necessary goods based on the estimates, using both linear and log- linear Engel curves. Both functional forms results the similar grouping of commodities for both urban and rural sectors. For instance the commodities like cereal substitutes, pulses, edible oil, meat, egg and fish, vegetables, salt, spices, all food, pan, tobacco, and intoxicants fuel and light, taxes are likely to be necessities and remaining items are luxuries in rural showed, by both the functional forms.

In this analysis, linear and log-linear forms of demand functions are estimated for urban and rural India separately. Most of the coefficient estimates are statistically significant. Both linear and log – linear demand function implies that food grains, milk, meat egg and fish, sugar, other food, fuel and light are necessities and the remaining items are luxuries in Urban India. In rural sector, the commodities like Milk, fuel and light, clothing and total food are showed to be necessities and the remaining items are luxuries by the two functional forms.

**Table – 6: Estimates of Compensated Substitution Effects, Urban and Rural India, 1951-71**

Commodities	Urban		Rural	
	Cross - price-1	Cross - price-2	Cross - price-1	Cross - price-2
Food grains	0.194 (Milk)	0.587 (Other Non-food)	5.699 (Total food)	0.513 (Fuel & Light)
Milk	0.042 (Sugar)	0.210 (Other Food)	0.012 (Meat, Egg & Fish)	0.418 (Total food)
Meat, Egg & Fish	0.104 (Other food)	0.269 (Total Non-food)	0.040 (Other Food)	0.119 (Total Non-food)
Sugar	0.151 (Food grains)	0.061 (Milk)	0.061 (Other Food)	0.093 (Other Non-food)
Other Food	2.472 (Total food)	1.104 (Other Non-food)	0.059 (Edible Oil)	0.147 (Salt)
Fuel & Light	0.547 (Total Non-food)	0.213 (Other Food)	0.023 (Meat, Egg & Fish)	0.146 (Other Non-food)
Clothing	0.524 (Other non-food)	0.305 (Total Non-food)	0.350 (Other Non-food)	-0.077 (Total Non-food)
Edible Oil	0.384 (Other Non-food)	3.353 (Food grains)	0.127 (Other Non-food)	0.345 (Food grains)
Salt	0.030 (Food grains)	0.004 (Sugar)	0.051 (Food grains)	0.003 (Sugar)
Other Non-food	0.687 (Fuel & Light)	0.821 (Clothing)	0.724 (Other Food)	0.520 (Milk)
Total Food	2.303 (Food grains)	0.267 (Sugar)	0.262 (Meat, Egg & Fish)	3.631 (Total Non-food)
Total Non-food	1.513 (Clothing)	12.27 (Total food)	0.812 (Clothing)	6.244 (Total food)

## References

- [1] Allen, R.G.D. and A. L. Bowley, "Family Expenditure. A Study of its Variation", London: P.S. King and Son, 1935.
- [2] Babu, Suresh Chandra N.B., "An Analysis of Demand for Food and Nutrition in India", Ph.D. Dissertation, Department of Economics, Iowa State University, Ames, Iowa, 1989.
- [3] Bhattacharya, N., "Studies on Consumer Behaviour in India", ICSSR, vol.7, Econometrics, pp.176-232.
- [4] Chandok, H L., "Wholesale Price Statistics, India, 1947-1978: Annual Series, Volume 1 of Wholesale Price Statistics, India, 1947-1978, Economic and Scientific Research Foundation, 1978.
- [5] Deaton, A. and J. Muellbauer. "An Almost Ideal Demand System." American Economic Review, vol. 70, pp. 312-326, 1980a.
- [6] Deaton, A., "Demand Analysis", Hand Book of Econometrics, vol. III, edited by Griliches and M.D Intriligator, Elsevier Science Publishers BV, 1986.
- [7] Deaton, A. and Muellbauer, "Economics and Consumer Behaviour", Cambridge University Press, New York, 1980.
- [8] Deepankar, B and Basole, A., Fuelling Calorie Intake Decline: Household Level Evidence from Rural India,"World Development, Vol. 68, April 2015, pp. 82-95.2015.
- [9] Desai, M., "Applied Econometrics", Philip Allan Publishers Limited, 1976.
- [10] Dissanayake, M. and Giles D.E.A., "Household Expenditure in Sri Lanka: An Engle Curve Analysis", Journal of Quantitative Economics, vol.4, No.1, January, 1988.
- [11] Engel, E. (1857), "Die Productions- und Consumptionsverhaeltnisse des Koenigsreichs Sachsen," Zeitschrift des Statistischen Bureaus des Koniglich Sachsischen Ministeriums des Inneren, No. 8 und 9, reprinted in the Appendix of Engel (1895).
- [12] Green, H.A.J., "Consumer Theory", Penguin Books Ltd, 1971.
- [13] Henderson, J.M. and Quandt R., "Microeconomic Theory A Mathematical Approach", 3<sup>rd</sup> Edition McGraw – Hill Book Company, 1980.
- [14] Intriligator, M.D., "Econometric Models, Techniques and Application", Prentice – Hall of India Ltd, 1980.
- [15] Iyengar, N.S. and Jain L. R., "Changes in the Pattern of Consumption in India" Artha Vijana, Vol.16, Sep.1974.
- [16] Iyengar, N.S. and Vani B.P., "Estimation of Household Demand: Rural and Urban India, 1990, 2000 and 2010 A.D: An Exercise in Economic Forecasting", Presented at the 25<sup>th</sup> The Indian Econometric Society Conference, Bangalore, 1988.
- [17] Klien, L.R., "An Introduction to Econometrics", Prentice–Hall, Englewood Cliffs, 1962.
- [18] Kumar, P., Kumar. A., Parappurathu, S. and S.S. Raju, "Estimation of Demand Elasticity for Food Commodities in India", Agricultural Economics Research Review, vol. 24, pp 1-14, January-June 2011.
- [19] Mahajan, B.M., "Consumer Behaviour in India: An Econometric Study", Concept Publishing Company, New Delhi, 1980.
- [20] Metwally, M.M., "Mathematical Formulation of Microeconomics", J. K Publishers, London, 1974.

- [21] Prais, S. J., and H. S. Houthakker, "The Analysis of Family Budgets .Cambridge: Cambridge University Press, 1955. (2nd edition, 1971).
- [22] Philips, L., "Applied Consumption Analysis", North Holland Publishing Company, Amsterdam, 1982.
- [23] Powell, A.A., "Empirical Analytics of Demand Systems", D.C. Health and Company Lexington, Mass. 1974.
- [24] Ray, R., "Analysis of a Time Series of Household Expenditure Survey for India", Review of Economics and Statistics, pp.595-602, 1980.
- [25] Roy, J., Chakravarty, I. M.and Laha, R. G, "A Study of Concentration Curves as a Description of Consumption Patterns, In: Studies in Consumer Behaviour, Indian Statistical Institute, Calcutta, 1959.
- [26] Sathiyavan, D., "Consumption Pattern in India: A Time Series and Cross-section analysis using NSS Data", an unpublished M.Phil Thesis.1988.
- [27] Stone, J.R.N., "Linear Expenditure Systems and Demand Analysis: An Application to the Pattern of British Demand", The Economic Journal, vol.LXIV, pp.511-527, 1954.
- [28] Schultz, H., "The Theory and Measurement of Demand", University of Chicago Press; First Edition, 1938.
- [29] Theil, H., "Theory and Measurement of Consumer Demand", vol.11, North Holland, Amsterdam.1976.

## **An Investigation of Younger People's Perception of the Aged in Rural and Urban Society**

**Dr. Asha Kumari\***

### **Introduction**

In India, most of the aged persons are of the feeling that the younger do not care for them neither the ad-hear to their advices. They are a sought of stereotyped, they live in the Illusionary word; It is well know that when a person becomes aged his behaviour tends to be like that of a child which is even said as Flight into childhood.

The younger generation of India, who lives in the joint family with the aged person as the head of the family under goes many circumstances with might be feverable as well as disfavourable for him. The stereo typed eged generally like the younger generation to obey their commands listen to their advice; follow the tradition of the society, family and culture. At the time they do not feel that the time they have lived was different when compared to the present time, now the younger generation has his own motives to achieve, separate goals, which are not possibly available by the old traditional ways.

As the youth always have face new problems and difficulties in the modern age it is not necessary that they have the solution to all that happens or them many take the shelter of aged as they know that experience always counts ox them there are some. Who are not willing to take the aid and feel the aged people as hopeless, that all may differ from funal to Urban and male to female? As in our Indian society the girls have to face a lot of restrictions in the house from the aged thus they feel that their desires are being attacked upon and suppressed, Father is may be right to the niew point or wrong they do not care.

Youth also feel that the aged person, as they have excees of time go on gossiping and axaggerating about even a small matter, they need same one to talk to and to look after them for which the youth feels that its no use wasting time on them yes, If the aged is aconomically well established, there's no other person better than him. But this only matter's in same conditions. The youth generally care for the loving elders, who do not disturb them in their business, do not give a lot of advice do not pose obstacle in their path etc.

One the countarary our ageds have their own specific feeling as the youth. The aged always like that the younger generation should be obedient towards them to some extent up to where the right way or advice our attitude is concered its even good and right but then the aged try to turn the mind or the youth towards their own traditional system then the controversy appears as know that the youth generally try to avoid such advice which effects their modern trend.

The aged when annoyed with their children start multesing to them seiver then the youth feels that this person has gone mad. But its a matter of thought that what the eged is saying might have been right during his time or would have yielded good results but as the situation has changed ago has changed time has passed the some theory need not be fruitful again and the youth might have to suffer a loss.

---

\* M.A. Ph.D., Psychology



### Hypotheses

The present a study was proposed to assess the relationship between some sociocultural factors and perception of younge people towards the weaker section of the society aged Besides, the specific purpose were to assess the differences in the perception of younger people about the weaker section, aged people, namely younger people of rural and urban families. In the study the term weaker section people has been used in place of aged.

The theoretical hypotheses with respect to the above purposes were formulated for verification :- (ii) Younger people of different educatinal levele would differ significantly interns of their perception or the weaker section people/aged in both the groups.

### Method of investigations

#### Sample

A random sample of 400 younger people of joint family were selected out of which 200 each rural and Urban were used as subjects in this study Their ages renged from 25-35 years with a meen ago of 32-51 years.

**Tests:-** (ii) For measuring perception of younger people towards age the scale designed by kogen (1961) was edopted and developed in Hindi with respect to norms and individual differences.

### Results and Discussion

As mentioned earlier, the main purpose of this study was to Investigato "Perceptiion of younger people towards the aged" in relation to educational fevels Ox rural and urban respondents (Subjects of 15 to 25 years of age). Three hypotheses were for mulated and for their verification two tests excluding personal date blank sheet were administered on 800 younger people ox rural and urban population.

Before making an attempt to find our opnion of younger people twords the aged, it was desirable to test the normality or distributions of "Younger people's perception scores towards aged for the two groups namely rural and arben joint femily. for this purpose the chi-S Sqrare ( $x^2$ ) test was applied and an attempt was made to see whether the distributioons of scores departed significantly from the normal distribution or not?

It is to mention here that only educational and economical levels of the respondents have been identified with the help or socio-economic scale by kuppuswamy.

**TABLE - 1**

Chi-source ( $x^2$ ) test of normal distribution of opinion scores of urban younger people

**N = 200**

Class Interval	fo	fe	chi-squire(x2)
33-35	2	1.60	
30-32	8	9.07	
27-29	30	28.98	
24-26	51	53.31	1.67
21-23	63	57.09	
18-20	30	34.67	
15-17	12	12.21	
13-14	4	2.43	

Mean = 18.36 S.D. = 13.46, df= S\*, P-Value=N.S.

\* The df. was determined by substruating 3 from no. of categories (Guilford, 1965, P. 246)

An inspection of Table-1 Shows that the Chi-square value for urban younger people is perception (opinion) Scores is not significant at 01 level indicating that the frequency distribution or "Opinion Scores" does not depart significantly from its expected normal distribution.

**TABLE - 2**

Chi-Square ( $\chi^2$ ) test of normal distribution of opinion scores of urban younger people.  
N=200

Class Interval	fo	fe	chi-square(X <sup>2</sup> )
38-40	2	1.60	
35-37	8	9.07	
32-34	30	28.98	
29-31	71	53.31	1.65
26-28	43	57.09	
23-25	30	34.67	
20-22	12	12.21	
17-19	4	2.43	

Mean = 20-61, S.D. = 15-11, df = 5\*, P. Value = N.S.

\* The df was reduced by subtracting 3 from the No. of categories  
(Guilford, 1965, P. 246)

An inspection of Table 4-2 shows that the chi-square value for rural younger people's perception (opinion) scores is not significant at .01 level indicating that the frequency distribution or "Opinion scores" does not depart significantly from its expected normal distribution of "Opinion scores" does not depart significantly from its expected normal distribution.

It was predicted that Urban and rural younger people would differ significantly in terms of their "Opinion scores. As found in a number of studies (Tuckmend and Large 1952). It was thought that education and economy plays a vital role in the younger people's perception of the aged. In order to verify this contention the opinion (perception) mean scores of Urban and rural younger people towards the aged were compared by computing the 't' ratio because the distributions of "opinion scores" are normal not showing any significant departure from the normaly (Table .1 and .2) the comparison of the means for the rural and Urban younger people has been summarised in Table - 3

**TABLE - 3**

Comparison of urban and rural younger people in terms of their mean opinion (perception) scores

Group	Mean	N=400		t	df	P-Value
		S.D	S.E.M			
Urban younger People	23.36	13.46	.98	13.96	398	.01
Rural younger People	31.61	15.11	.97			

An examination of Table 4-3 reveals that the mean opinion (perception) scores for the urban younger people group (23-36) is lower. Than the mean opinion (perception) scores for the rural younger people group (31.61). Hence it is clear that rural younger people have more favourable opinion/perception/attitude toward the aged/older people than those of urban younger people. The mean difference is statistically significant (t=13.96, df=398) as

such hypothesis is retained and the rural younger people are actually sound high in their favourable opinion than the Urban younger people.

### **References**

Sumery

Allison, R.S. : The varieties of brain syndrome in the aged in M.P. Lawton and F.G. Lawton (Eds.) : Mental Impairment in the aged. Philadelphia: Philadelphia Geriatric Centre 1965. PP. 1-66.

Barmash, I. : New Jobs for old hand. The New York Times, May 29, 1977.

Bischof. L.J. : Adult psychology (eand ed.) New York: Harper & Row. 1976.

Frenkel - Brunswiki, E: Adjustments and reorientation in the course of the life span. In B.L. Neugarten. (Ed.) Middle age and aging A reader in social psychology Chicago: University of Chicago press, 1968 PP. 77-84

Johnson, W.M. : The year after forty college park, Md: Mcgrath publishing, 1970.

Mead, M. : Grandparenta as educators, Teachers College Record, 1974, 76, 240, 249.

---

## **Intergrated Aera Development of Vaishali District: A Geographical and Population Analysis**

**SHIRIN HAYAT (GOLD MEDALIST)\***

### **Abstract**

*Variables such as, land use/land cover, vegetation conditions, surface dampness, the indoor climate, illiteracy rates and the size of the unemployed population were considered for inclusion in the geo-environmental. Vaishali district, which till the 1971 Census was a part of Muzaffarpur district, acquired the status of an independent district on the 2nd October, 1972. Earlier it was a subdivision of Muzaffarpur district, known as Hajipur subdivision. Hajipur is the chief town and the headquarters of the district. The district has derived its name after Vaishali or modern Basarh, a village in the north-west corner of the district, situated 32 Kms North West of Hajipur. It has been identified as the birth-place of Mahabir, the 24th Jain Tirthankar. It was also the capital of the powerful confederacy of the Lichchavis. The district is bounded on the north by Muzaffarpur district, on the south by Patna district (the Ganges forming a natural boundary), on the east by Samastipur district and on the west by the district of Saran.*

**Keywords:** *Vaishali, Development, Culture, Geographical, Agriculture*

### **Introduction**

The district of Vaishali lies in the north Bihar region of the state. It is adjacent to Patna, Saran, Muzaffarpur and Samastipur districts of the state of Bihar. There are three subdivisions viz., Hajipur, Mahua and Mahnar. There are altogether sixteen Community Development Blocks in the district namely Vaishali, Paterhi Belsar, Lalganj, Bhagwanpur, Goraul, Chehra Kalan, Patepur, Mahua, Jandaha, Raja Pakar, Hajipur, Raghapur, Bidupur, Desri, Sahdai Buzurg, Mahnar. Hajipur (Nagar Parishad), Mahnar Bazar (Nagar Panchayat) and Lalganj (Nagar Panchayat) are the three towns in the district. Vaishali derives its name from King Vishal. Even before the advent of Buddhism and Jainism, Vaishali was the capital of the vibrant Vajji confederation, since before the birth of Mahavira (c. 599 BC), which suggests that it was perhaps the first republic in the world, similar to those later found in ancient Greece. In that period, Vaishali was an ancient metropolis and the capital city of the republic of the Vajji confederation of Mithila, which covered most of the Himalayan Gangetic region of present-day Bihar. The District is spread over 2036 sq km area and has a population of and is located at 25°41'N 85°13'E / 25.68°N 85.22°E. The district is and is surrounded by Muzaffarpur (North), Patna (South), Samastipur (East) and Saran (West). ).

### **Culture & Heritage**

Vaishali today is a small village surrounded by banana and mango groves as well as rice fields. But excavations in the area have brought to light an impressive historical past. The epic Ramayana tells the story of the heroic King Vishal who ruled here. Historians maintain that one of the world's first democratic republics with an elected assembly of

---

\* ASSISTANT PROFESSOR, DEPARTMENT OF GEOGRAPHY, S.R.A.P COLLEGE, BARA CHAKIYA, B.R.A.B.U MUZAFFARPUR

representatives flourished here in the 6th century B.C. in the time of the Vajjis and the Lichchavis. And while Pataliputra, capital of the Mauryas and the Guptas, held political sway over the Gangetic plain, Vaishali was the center for trade and industry. Lord Buddha visited Vaishali frequently and at Kolhua, close by, preached his last sermon. To commemorate the event, Emperor Ashoka, in the third century B.C. erected one of his famous lion pillars here. A hundred years after the Mahaparinirvana of the Buddha – Vaishali hosted the second great Buddhist council. Two stupas were erected to commemorate this event. Jainism, too, has its origins in Vaishali, for in 527 B.C., Lord Mahavir was born on the outskirts of the city, and lived in Vaishali till he was 22. Vaishali is then twice blessed and remains an important pilgrim center for both Buddhists and Jains, attracting also historians foraging for the past. On the outskirts of Vaishali stood the grand double storied Buddhist monastery. Buddha often discoursed here. He extended spiritual enfranchisement to women by admitting them to the Holy Order which was founded here. Legend has it that on one of his visits, several monkeys dug up a tank for his comfortable stay and offered him a bowl of honey. This is regarded as one of the great incidents in the legends of Buddha, who announced his approaching Nirvana and preached his last sermon here. The Lichchavis came a long way to bid him farewell on his way to Kushinagara and finally, they were stopped by a river created by Buddha. He once again paused to have a last of his much loved city. As a piety for Vaishali, he had already given his alms bowl which remained here for long time. A life size-pillar beside a brick stupa at Kolhua commemorates Buddha's last sermon and announcement of his approaching nirvana. The lion faces north, the direction Buddha took on his last voyage. Adjacent to this is the tank associated with the monkeys offering honey. Nearby are the skeletal remains of a monastery where Buddha resided and a votive stupas dot the region. Vaishali museum houses some of the archaeological remains discovered here. Facing the museum is the Abhishek Pushkarni which was holy to Lichchavis. On one side of the lake is newly built Vishwa Shanti Stupa, a sixth in the series to be erected in India. Close to the museum is the shaded stupa which is supposed to have housed the casket relic with the ashes of Buddha. Archaeologists has uncovered a good deal of Vaishali. It begins with a huge mound which is associated with the ancient Parliament referred to Raja Vaihala Ka Garh. Bawan Pokhar temple houses a rich collection of black basalt images dating back to the Gupta and Pala period. Black basalt, four headed Shivling (Choumukhi Mahadeva) was discovered when a reservoir was being dug. Behind the bawan pokhar temple is a Jain temple famous for its image of the Trithankar. A little distance from these temples lies the Lotus Tank which used to be a picnic spot of the Lichchavis. Further north at Lauria Areraj, 31 Kms from Motihari, lies one of the Ashokan Columns with six of his edicts. The column is devoid of its capital. Another Ashokan column along with the lion capital can be visited at Nandangarh, 23 kms from Bettiah. These pillars possibly mark the course of the ancient Royal highway from Patliputra to Nepal valley. Few kilometers from the monolith at Nandangarh is the mighty brick stupa which is believed to have stored the casket relic containing the ashes of Buddha? At Nandangarh one can also see a dozen Vedic mounds that contain the remains of ruling clans of pre-Buddhists times.

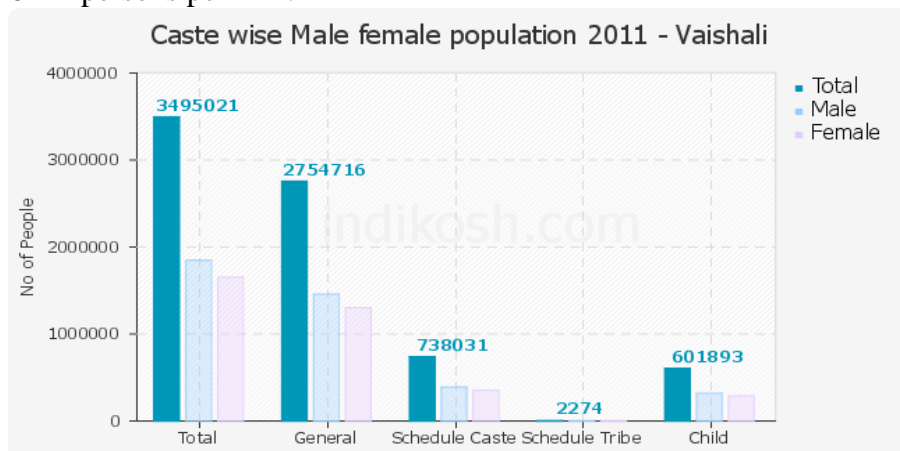
### **British Period**

With the British victory at Buxar in 1764 Vaishali passed, with the rest of Bihar, under the British rule. After establishing their authority the English took steps to strengthen their hold. In the initial stages their chief interest was trade. In course of time, however, they

emerged as rulers and succeeded in subduing the entire district. There was no event of great consequence in the district until the movement of 1857. The success of the insurgents at Delhi caused great concern to the English inhabitants in the district. In June, 1857 some of the soldiers (from amongst those who had revolted) came back home and became quite active. This caused considerable alarm to the European Community. The movement was ultimately crushed and the district remained undisturbed for quite some time. The political awakening in the country in the period after the First World War stimulated nationalist movement in Vaishali district also. During the Non-Co-operation Movement, and later on during the Civil Disobedience Movement of 1930-31, the district responded widely to the call of Mahatma Gandhi. During the 'Quit-India Movement' in 1942 the district was in full fury. The district played a prominent role in the country's struggle for freedom.

### Demographics

The district is home to about 35 lakh people, among them about 18.4 lakh (53%) are male and about 16.5 lakh (47%) are female. 79% of the whole population are from general caste, 21% are from schedule caste and 0% are schedule tribes. Child (aged under 6 years) population of Vaishali district is 17%, among them 53% are boys and 47% are girls. There are about 6.3 lakh households in the district and an average 6 persons live in every family. The majority of the population, nearly 93% (about 32.6 lakh) live in Vaishali District rural part and 7% (about 2.3 lakh) population live in the Vaishali District urban part. Rural population density of Vaishali district is 1632 and urban population density is 6212 persons per km<sup>2</sup>.



Caste wise male female population 2011 – Vaishali

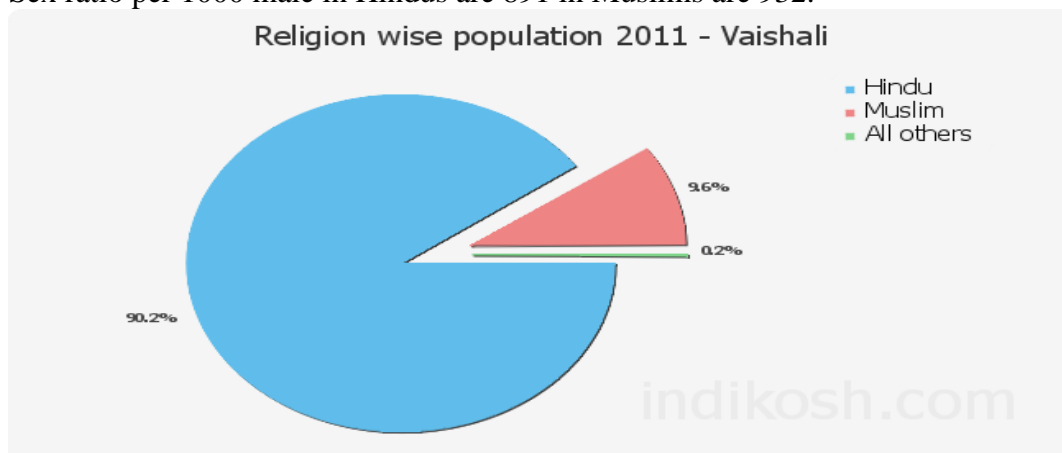


**MOST POPULATED SUB DISTRICTS, VILLAGES AND CITIES IN VAISHALI**

Sub Districts		Villages		Cities	
Name	Population	Name	Population	Name	Population
Hajipur	443976	Ghataro Chaturbhuj	24785	Hajipur	147688
Patepur	370182	Raghopur	24367	Mahnar Bazar	48293
Mahua	284526	Singhara Buzurg	23382	Lalганj	37098
Jandaha	276217	Raja Pakar	22806		
Bidupur	268849	NayagaonUrfMohammadpurMuradpur	21135		
Lalганj	265384	Dighi Kalan	20520		
Raghopur	232909	Paharpur	16669		
Bhagwanpur	207762	Birpur	16218		
Vaishali	187486	Terahrasia	15572		
Mahnar	180339	Juramanpur Karari	14807		

**Religion Wise Distribution of Population**

Hindus contribute 90% of the total population and are the largest religious community in the district followed by Muslims which contribute 10% of the total population.. Female Sex ratio per 1000 male in Hindus are 891 in Muslims are 932.

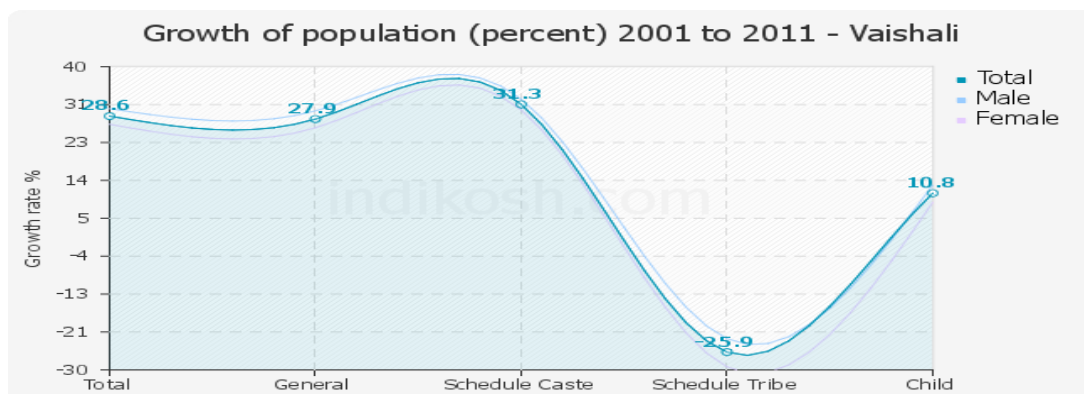


**RELIGION WISE POPULATION 2011 - VAISHALI**

	Total	Hindu	Muslim	Christian	Sikh	Buddhist	Jain	Others	Not Stated
<b>Total</b>	3,495,021	3,152,346	333,980	2,203	707	362	246	71	5,106
<b>Male</b>	1,844,535	1,666,953	172,906	1,136	354	186	131	41	2,828
<b>Female</b>	1,650,486	1,485,393	161,074	1,067	353	176	115	30	2,278

**Growth of Population**

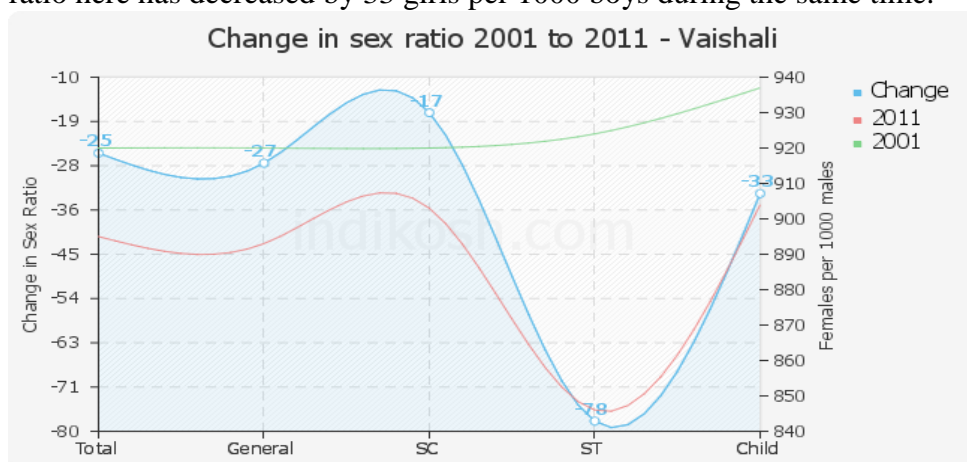
Population of the district has increased by 28.6% in last 10 years. In 2001 census total population here were about 27.2 lakh. Female population growth rate of the district is 26.7% which is -3.6% lower than male population growth rate of 30.3%. General caste population has increased by 27.9%; Schedule caste population has increased by 31.3%; Schedule Tribe population has decreased by -25.9% and child population has increased by 10.8% in the district since last census.



**Growth of population (percent) 2001 to 2011 - Vaishali**

**Sex Ratio - Females per 1000 Male**

As of 2011 census there are 895 females per 1000 male in the district. Sex ratio in general caste is 893, in schedule caste is 903 and in schedule tribe is 846. There are 904 girls under 6 years of age per 1000 boys of the same age in the district. Overall sex ratio in the district has decreased by 25 females per 1000 male during the years from 2001 to 2011. Child sex ratio here has decreased by 33 girls per 1000 boys during the same time.



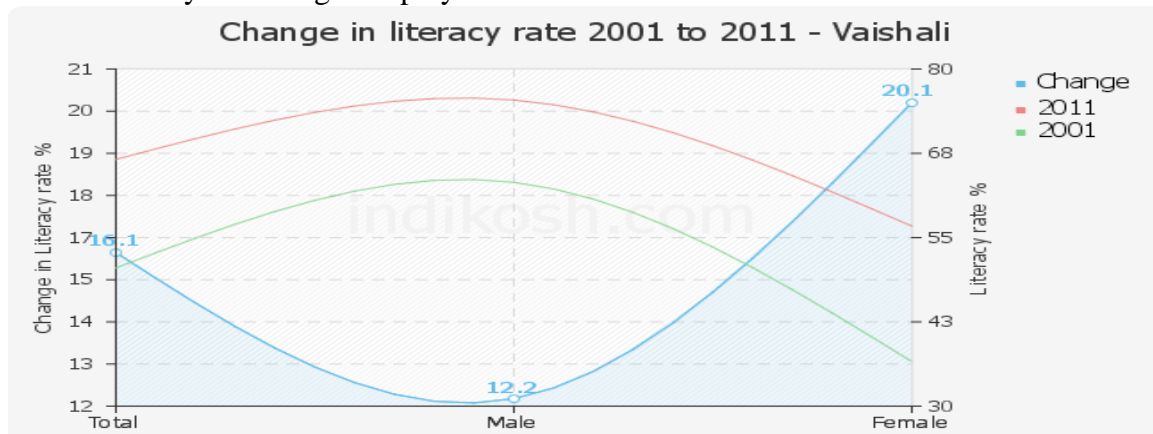
**Change in sex ratio 2001 to 2011 – Vaishali**

**SUB DISTRICTS, VILLAGES AND CITIES WITH HIGHEST SEX RATIO IN VAISHALI**

Sub Districts		Villages		Cities	
Name	Sex Ratio	Name	Sex Ratio	Name	Sex Ratio
Patepur	921	Chak Sultan	4000	Hajipur	892
Paterhi Belsar	915	Dhanauti	2000	Mahnar Bazar	887
Mahnar	913	Hafiz Chak	1600	Lalganj	886
Chehra Kalan	912	Kazipur Thathan	1574		
Goraul	907	Sarwanpatti Mohammad Chand	1479		
Vaishali	905	Chainpur Bhataulia	1333		
Desri	903	Asadpur Saidpura	1286		
Sahdai Buzurg	902	Bhusahi Urf Aurangabad	1250		
Mahua	895	Barkurwa	1250		
Raja Pakar	892	Kawai Baraila	1246		

### Literacy

Total about 19.3 lakh people in the district are literate, among them about 11.5 lakh are male and about 7.7 lakh are female. Literacy rate (children under 6 are excluded) of Vaishali is 67%. 75% of male and 57% of female population is literate here. Overall literacy rate in the district has increased by 17%. Male literacy has gone up by 12% and female literacy rate has gone up by 20%.



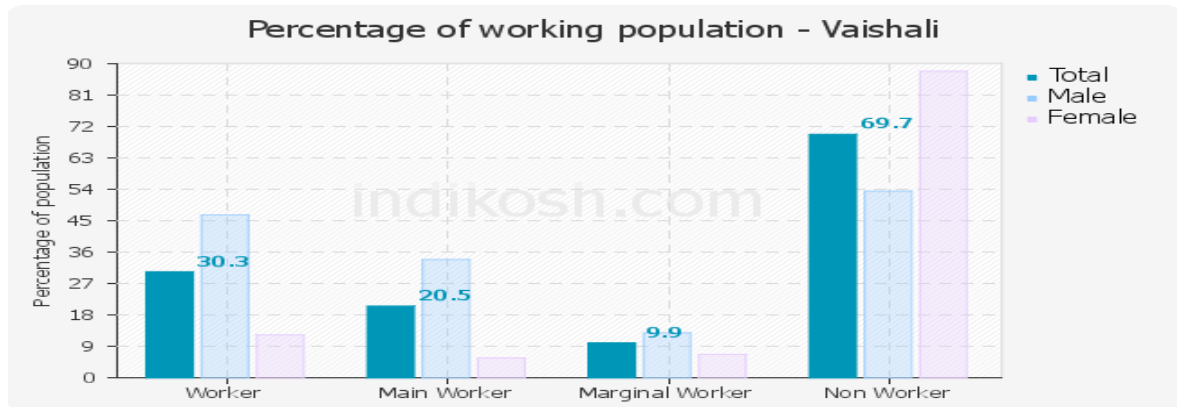
### Change in literacy rate 2001 to 2011 - Vaishali

#### SUB DISTRICTS, VILLAGES AND CITIES WITH HIGHEST LITERACY RATE IN VAISHALI

Sub Districts		Villages		Cities	
Name	Literacy Rate %	Name	Literacy Rate %	Name	Literacy Rate %
Hajipur	72	Babhangawan	100	Hajipur	77
Lalganj	70	Chak Maruf	100	Lalganj	72
Bhagwanpur	69	Arazi Kanchanpur	100	Mahnar Bazar	68
Bidupur	69	Sherpur	96		
Mahnar	68	Manua Alah Baksh	95		
Mahua	68	Jahangirpur Basant	95		
Raja Pakar	68	Minapur Rae	94		
Goraul	67	Rampur Dumri	94		
Sahdai Buzurg	67	Fatehpur Ram Mataluke B. P.	94		
Desri	67	Asadpur Saidpura	93		

### Workers Profile

Vaishali has 30% (about 10.6 lakh) population engaged in either main or marginal works. 47% male and 12% female population are working population. 34% of total male population is main (full time) workers and 13% are marginal (part time) workers. For women 6% of total female population is main and 7% are marginal workers.



**Percentage of working population - Vaishali**

**BIGGEST VILLAGES AND CITIES IN VAISHALI**

Villages		Cities	
Name	Area (Km <sup>2</sup> )	Name	Area (Km <sup>2</sup> )
Raghopur	18.9	Hajipur	19.6
Birpur	17.6	Mahnar Bazar	10
sukwarpur	14.1	Lalganj	7.9
Ghataro Chaturbhuj	13.4		
Rustampur	11.1		
Bardiha Turki	10.9		
Paharpur	10.5		
Basarh	10		
Singhara Buzurg	9.9		

**AGRICUTIRE VAISHALI**

<b>1. District Agriculture Profile</b>				
<b>1. Agro-Climatic/Ecological Zone</b>	Agro Ecological Sub Region (ICAR)	Eastern Plain, Hot Subhumid (moist) Eco-Region (13.1)		
	Agro-Climatic Zone (Planning Commission)	Middle Gangetic Plain Region (IV)		
	Agro Climatic Zone (NARP)	North West Alluvial Plain Zone (BI-1)		
	List all the districts falling under the NARP Zone* (*>50% area falling in the zone)	Vaishali, Muzaffarpur, Saran, Siwan, Gopalganj, East & west Champaran, Sitamarhi, Sheohar, Darbhanga, Begusara		
	Geographic coordinates of district headquarters	Latitude	Longitude	Altitude
		25° 30 N	84° 85 E	58 meter msl
	Name and address of the concerned ZRS/ ZARS/ RARS/ RRS/ RRTTS	Tirhut College of Agriculture, Dholi, Muzaffarpur.		
	Mention the KVK located in the district with address	Krishi Vigyan Kendra, Hariharpur (Via- Rajauli), Hajipur, Vaishali- 844101		
	Name and address of the nearest Agromet Field Unit (AMFU, IMD) for agro-advisories in the Zone	District Agriculture Officer, Vaishali		



1.2	Rainfall	Normal RF(mm)	Normal Rainy days (number)	Normal Onset (specify week and month)	Normal Cessation (specify week and month)
	SW monsoon (June-Sep)	919	45	3 <sup>rd</sup> week of June	2 <sup>nd</sup> week of October
	NE Monsoon(Oct-Dec)	66	03		
	Winter (Jan- Feb)	6	03		
	Summer (Mar-May)	28	04		
	Annual	1014	55		

1.3	Land use pattern of the district (latest statistics)	Geographical area	Cultivable area	Forest area	Land under non-agricultural use	Permanent pastures	Cultivable wasteland	Land under Misc. tree crops and groves	Barren and uncultivable land	Current fallows	Other fallows
	Area ('000 ha)	201.7	150.2		29.3	0.4	5.4	4.5	1.9	10	

Source :- SREP,ATMA,Vaishali,2006 - 07.

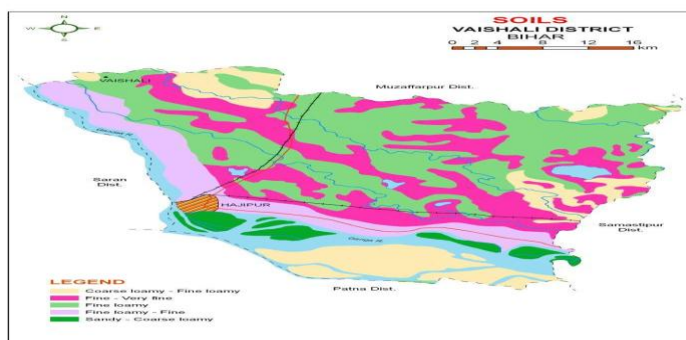
1.4	Major Soils	Area ('000 ha)	Percent (%) of total
	Sandy Soils	4.312	2.42
	Coarse Sandy Loam Soils	26.413	14.85
	Fine Sandy Loam Soils	14.552	8.18
	Clayey Soils	49.654	27.93
	Saline/ Calcareous Soils	82.866	46.61

1.5	Agricultural land use	Area ('000 ha)	Cropping intensity %
	Net sown area	150.2	135%
	Area sown more than once	52.7	
	Gross cropped area	202.8	

<b>1.6 Irrigation</b>	Area ('000 ha)		
Net irrigated area	39.8		
Gross irrigated area	46.1		
Rainfed area	110.3		
<b>Sources of Irrigation</b>	-	Area ('000 ha)	Percentage of total irrigated area
Canals		4550	-
Tanks	-		-
Open wells/shallow boring	-	4769/1790	-
Bore wells	-	29558	-
Lift irrigation schemes	-	1480	-
Micro-irrigation			-
Other sources	-	5738	-
Total Irrigated Area		52.7	100%
Pump sets	-		
No. of Tractors	-		
<b>Groundwater availability and use* (Data source: State/Central Groundwater Department /Board)</b>	No. of blocks/ Tehsils	(%) area	Quality of water (specify the problem such as high levels of arsenic, fluoride, saline etc)
Over exploited	-	-	-
Critical	-	-	-
Semi- critical	-	-	-
Safe	16	100%	-
Wastewater availability and use	-	-	-
Ground water quality	-		

\*over-exploited: groundwater utilization > 100%; critical: 90-100%; semi-critical: 70-90%; safe: <70%

Source: krishi.bih.nic.in



Source: NBSS& LUP, Regional Centre, Kolkata

### Conclusion

Climate change will have wide-ranging effects on the environment, and on socio-economic and related sectors, including water resources, agriculture and food security, human health, terrestrial ecosystems and biodiversity and coastal zones. Changes in rainfall pattern are likely to lead to severe water shortages and/or flooding. Melting of glaciers can cause flooding and soil erosion. Rising temperatures will cause shifts in crop growing seasons, which affects food security, and changes in the distribution of disease vectors putting more people at risk from diseases such as malaria and dengue fever. The district is a large alluvial plain watered by the various rivers. It is rich in vegetation and its greenfields are dotted with groves of mango, bamboo and other trees. The land being fertile, no area has been left for wild growth and the entire district is devoid of any forest. With the extension of cultivation, the growth of population, and extension of means of communication, wild animals have almost disappeared from the district. The only animals now seen in the district are foxes and jackals. Among the birds seen in the district are the crows and tree pie, the latter being yellowish in colour with patches of white and similar to myna. The common babbler, the bulbul, the Jhujenga or black drongo, the minivet, the common myna, the sparrow, papiha, the cuckoo, the barbet, the nilkanth, the green bee-eater, the blue-tailed bee-eater, the grass owl, the brown dove and the peewit are the other birds found in the district. The district also abounds in fish, common among these being suiya, hilsa, rewa, rohu, singhi, bachwa, tengra, kewai, etc. Poisonous snakes found are the gehuman (cobra) Karait, lohiar, amaitar, patar, etc. Among the snakes of non-poisonous variety are the awaria, dhorah and dhamin. Crocodiles are occasionally seen in the Gandak and the Ganga.

### References

1. [https://en.wikipedia.org/wiki/Vaishali\\_district](https://en.wikipedia.org/wiki/Vaishali_district)
2. <http://tirhut-muzaffarpur.bih.nic.in> Archived 2015-03-16 at the Wayback Machine.
3. "Archived copy". Archived from the original on 2008-12-23. Retrieved 2008-12-01.
4. [http://www.nicraicar.in/nicrarevised/images/statewiseplans/Bihar/BR36\\_Vaishali\\_28.12.2013.pdf](http://www.nicraicar.in/nicrarevised/images/statewiseplans/Bihar/BR36_Vaishali_28.12.2013.pdf)
5. <http://tirhut-muzaffarpur.bih.nic.in>
6. Bindloss, Joe; Sarina Singh (2007). *India: Lonely planet Guide*. Lonely Planet. p. 556. ISBN 1-74104-308-5.
7. Hoiberg, Dale; Indu Ramchandani (2000). *Students' Britannica India, Volumes 1-5*. Popular Prakashan. p. 208. ISBN 0-85229-760-2.
8. Kulke, Hermann; Dietmar Rothermund (2004). *A history of India*. Routledge. p. 57. ISBN 0-415-32919-1