

Discuss the various implications associated with the repeal of farm laws by Govt

The three farm laws that were in muddy waters have been repealed recently. With two third land area irrigated and agri GVA of 20.2% the laws were enacted to turn around agriculture.

Positive implications

The MSP which is main bone of contention has been clear. States such as Punjab and Haryana procure 80% of food grains via

mandis

The indirect enforcement on states domain has been withered as agriculture is states' subject.

The farmers are also free from contractual obligations during lean season. The exploitation by private has been diluted. Also, there is no mechanism of price fixation in the price fixation act.

Negative implications for farmers

The market risk ~~is~~ remains with the farmers as the contract farming transferred risk to the buyer. There was inefficient price realisation due to the cartelisation of APMC mandis.

The movement of food grains from surplus to deficit regions will be hampered as the trade and commerce bill permitted intra and interstate transport.

The distress sale by the farmer can continue due to the revocation of Essential Commodities act amendment. It can largely impact on agricultural infrastructures.

The goal to double farmers income by 2022, has to be made on a consensus based approach involving states, agriscientists and farmers.