



A Study on Co-operative Movement in Jalna District

Yogesh Bhagwatrao Katare

Research Student

Introduction :-

The co-operative movement which started in India was a result of the economic distress caused to peasants during the latter part of the 19th century. The idea of forming a co-operative society to solve the problem of rural indebtedness was first suggested by Frederick Nicholson in his report of 1895-97. The famine commission of 1901 also stressed the necessity of starting credit societies in India on co-operative basis. A real beginning of co-operative movement was however, made when the co-operative credit societies act of 1904 was passed. The object of this act was to encourage thrift, self-help & co-operation amongst agriculturists, artisans & persons of limited means. Society formed under the act were given legal status & were authorized to raise fund & carry on business in a corporate capacity. They were classified as rural & urban; rural societies were bound to aspect the principle of unlimited liability while urban bodies were given a free choice of limited or unlimited liability. The non-agricultural societies comprised salary earners societies & industrial societies. The development of the co-operative movement was entrusted to an Assistant Registrar of Co-operative Societies, assisted by the Circle Inspectors. It was on 2nd June, 1917 that the Jalna Central Co-operative Bank was registered & three months later, the Central Co-operative Bank Aurangabad was, registered. The agricultural credit movement gradually gained momentum during the subsequent years with the result that a network of village agricultural co-operative credit societies was created. These societies were registered on the basis of the principle of unlimited liability. Every effort was made, to keep them away from the clutches of the usurious money-lenders as also to establish connections with their village counterparts.

Objective of the Study :-

Keeping in view the necessity of the efforts studying the progress of Co-operative societies in Jalna Districts. The present study endeavors to examine the progress & Viability of Co-operative Societies in District with Following Objectives.

- 1) To Study the Progress of the Co-operative movement in Jalna District.
- 2) To study the Sector wise Co-operative societies in Jalna District.
- 3) To Study the Urban Co-operative Credit Societies in Jalna District.

Hypothesis of the Study:-

The Progress of urban co-operative movement showing increasing trends.

Methodology:-

The present study pertains to Jalna District and covers a period from 2003-2004 to 2012-2013, it is based on secondary data drawn from Statistical statement relating to progress of all types of co-operative societies in district, urban Co-operative credit societies in district. The data published by Jalna District socio-economic review 2003-2004 to 2012-2013, Registrar of Co-operative Societies, Maharashtra State Pune, Various Reference books, Beside tabular analysis, simple annual growth rate, percentage variation were worked out to draw interference.

**Co-operative Societies in Jalna District:-**

Co- operative Movement spread not only in rural areas but also in urban areas too. It provides loans to the small traders, artisans, self-employment etc. The following table shows the progress of the Co-operative Societies in Jalna District.

Table 1.1
Progress of the Co-operative movement in Jalna District
(Members & Rupees in thousand)

Items	2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	2009-2010	2010-2011	2011-2012	2012-2013
Number of Societies	1892	-	2193	2193	2300	2300	2537	2687	2781	2828
Growth Rate		-	13.73	0	4.65	0	9.34	5.58	3.38	1.66
Number of Members	643	-	668	668	659	659	695	995	999	1124
Growth Rate		-	3.74	0	-1.37	0	5.18	30.15	0.40	11.12
Total Share capital	627309	-	627514	627514	627476	0	635955	636010	1106480	687040
Growth Rate		-	0.03	0	-0.006	0	1.33	0.008	42.52	-61.04
Deposits	732911	-	733285	733285	754401	754401	756511	756570	808825	838550
Growth Rate		-	0.05	0	2.80	0	0.28	0.008	6.46	3.54
Working Capital	4028411	-	4029712	4029712	4068102	4068102	40705073	40705095	42418850	413865080
Growth Rate		-	0.032	0	0.94	0	90.00	0.00005	4.04	89.75
Loans Outstanding	1554722	-	1554968	1554968	1584519	1584519	1586719	1586740	1752990	1602845
Growth Rate		-	0.016	0	1.86	0	0.139	0.001	9.48	-9.37
Number of Societies in Profit	722	-	613	613	639	639	540	538	530	545
Growth Rate		-	-17.78	0	4.06	0	-18.33	-0.372	-1.51	2.75
Amount of Profit	65044	-	67724	67724	69420	69420	61540	61597	65719	80431
Growth Rate	-	-	3.96	0	2.44	0	-12.8	0.093	6.27	18.29
Number of Societies in Loss	1172	-	1478	1478	1539	1539	1847	1850	1858	1903
Growth Rate	-	-	20.70	0	3.96	0	16.68	0.16	0.43	2.36
Amount of Loss	150130	-	155348	155348	168348	168348	189265	189282	194685	206425
Growth Rate	-	-	3.36	0	7.72	0	11.052	0.009	2.78	5.69
No	0	-	102	102	122	122	150	299	393	380



Items	2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	2009-2010	2010-2011	2011-2012	2012-2013
Profit/No Loss Societies										
Growth Rate	-	-	100	0	16.39	0	18.67	49.83	23.92	-3.42

Source: (1) Jalna District Socio-Economic Review – 2003-2004 to 2012-2013. (2) 2003-2004 taken as a base year for 2005-2006. (3) Growth rate in %.

Table No. 1.1 shows the statistical information about the progress of co-operative movement in Jalna District. Number of co-operative societies has increased from 2003-2004 to 2012-2013. The society growth was fluctuating but positive. Members of Jalna District co-operative societies from 2003-2004 to 2012-2013 showing increasing trend except for the year 2007-2008, because this year growth rate was -1.37%. Total share capital increased from 627309 thousand to Rs.687040 thousand during the year 2003-2004 to 2012-2013, but in the year (2012-2013) the growth of share capital was reduced compare to the year 2011-2012. Deposits increased from Rs.732311 thousand to Rs.83550 thousand during the year 2003-2004 to 2012-2013 & its growth rate showing uneven trend.

Working capital of co-operative societies in Jalna District showing increasing trend during the year 2003-2004 to 2012-2013 i.e. Rs.4028411 thousand to Rs.413865080 thousand. Loan outstanding increased from Rs.1554722 thousand to Rs.1602845 thousand during the year 2003-2004 to 2012-2013. But 2012-2013 growth rate was negative i.e. 9.37%.

Number of societies in profit from 2003-2004 to 2012-2013 i.e. 722 to 545, its growth rate was reduced in every year, showing decreasing trend, amount of profit showing increasing trend from 2003-2004 to 2012-2013 i.e. Rs.65044 thousand to Rs.80431 thousand. Number of societies was in loss showing increasing trend from 2003-2004 to 2012-2013 i.e. 1172 to 1903. Amount of loss also showing increasing trend. Number of no profit no loss societies also showing increasing trend. In short, the above analysis shows that the decreasing in societies in profit & increasing societies in loss, societies in loss are quite high compare to societies in profit.

Table 1.2
Sector wise Co-operative Credit Societies in Jalna District
(Members & Rupees in thousand)

Items	Agricultural Credit Societies	Non-Agricultural Credit Societies	Marketing Societies	Productive Enterprises Societies	Social Services Societies	Total societies
2003-2004	569 (30.07)	133 (7.03)	12 (0.63)	482 (25.48)	696 (36.79)	1892 (100.00)
2004-2005	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
2005-2006	572 (26.08)	156 (7.12)	13 (0.59)	721 (32.88)	731 (33.33)	2193 (100.00)
2006-2007	572 (26.08)	156 (7.12)	13 (0.59)	721 (32.88)	731 (33.33)	2193 (100.00)
2007-2008	570 (24.78)	174 (7.57)	14 (0.61)	658 (28.60)	884 (38.44)	2300 (100.00)
2008-2009	570 (24.78)	174 (7.57)	14 (0.61)	658 (28.60)	884 (38.44)	2300 (100.00)



2009-2010	568 (22.39)	156 (6.15)	14 (0.55)	610 (24.04)	1189 (46.87)	2537 (100.00)
2010-2011	568 (21.14)	199 (7.40)	15 (0.56)	664 (24.71)	1241 (46.19)	2687 (100.00)
2011-2012	568 (20.42)	197 (7.08)	15 (0.55)	683 (24.56)	1318 (47.39)	2781 (100.00)
2012-2013	567 (20.05)	184 (6.51)	20 (0.71)	852 (30.13)	1205 (42.60)	2828 (100.00)

Source: (1)Jalna District Socio-Economic Review – 2003-2004 to 2012-2013. (2) 2003-2004 taken as a base year for 2005-2006. (3) Figures showing in brackets are percentage to total .

Above table no.1.2 shows that the sector wise number of co-operative societies in Jalna District. Total number of societies in the year 2003-2004 i.e.1892 out of that highest number of societies was social services societies 696 & lowest number of societies was marketing societies 12. Total number of co-operative societies was in Jalna District 1892 in the year 2003-2004 & 2828 societies in the year 2012-2013. The growth rate was 33.10% during the study period. In the year 2012-2013 total number of societies were 2828 out of that highest number of sector wise societies was social services society i.e.1205 & lowest number of societies was marketing society i.e.20. Non-agricultural credit societies increased from 133numbers in2003-2004 to 184 numbers in 2012-2013. The growth rate was 27.72%. In the Jalna District number of agricultural credit societies decreased from 569 in 2003-2004 to 567 in 2012-2013. Production enterprises societies increased from 482 in 2003-2004 to 852 in 2012-2013, the growth rate was 43.43%, showing increasing trend.

Table 1.3
Position of urban co-operative credit societies in Jalna District

(Rs. in thousand)

Items	2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	2009-2010	2010-2011	2011-2012	2012-2013
Number of Societies	57	-	76	76	94	94	86	86	127	118
Growth Rate	-	-	25	0	19.15	0	-8.51	0	32.28	-7.63
Number of Members	14442	-	20888	20888	25670	25670	25840	25845	6574	66721
Growth Rate	-	-	30.86	0	18.63	0	0.66	0.019	60.67	3.00
Total Share capital	2886	-	6581	6581	6623	6623	6835	6840	136289	160280
Growth Rate	-	-	56.15	0	0.63	0	3.10	0.07	94.98	14.97
Reserve Fund	321		786	786	817	817	860	865	5902	6300
Growth Rate	-		59.16	0	3.79	0	5	0.58	85.34	6.32
Deposits	572	-	345869	345869	346243	346243	346344	346395	724237	804150
Growth Rate	-	-	98.34	0	0.11	0	0.03	0.015	52.17	9.94
Working Capital	10534	-	423541	423541	427574	427574	427684	427690	991513	1329970



Items	2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	2009-2010	2010-2011	2011-2012	2012-2013
Growth Rate	-	-	97.51	0	0.943	0	0.026	0.001	56.86	25.45
Loans Advanced	2606	-	165450	165450	168872	168872	168915	168925	296880	501084
Growth Rate	-	-	98.42	0	2.02	0	0.02	0.005	43.10	40.75
Loans Recovered	1819	-	171558	171558	174819	174819	174920	174925	191194	230490
Growth Rate	-	-	98.94	0	1.87	0	0.06	0.003	8.51	17.05
Loans Outstanding	15303	-	285930	285930	286448	286448	286567	206568	447571	718165
Growth Rate	-	-	94.65	0	0.18	0	0.04	-38.72	53.85	37.68
Loans Overdue	4934	-	85779	85779	85810	85810	85987	85990	137831	110806
Growth Rate	-	-	94.25	0	0.036	0	0.22	0.003	37.61	-24.39

Source : (1) Jalna District Socio-Economic Review – 2003-2004 to 2012-2013. (2) 2003-2004 taken as a base year for 2005- 2006. (3) Growth rate in %.

Table No.1.3 shows the position of co-operative credit societies in Jalna District. These societies increased from 57 to 118 during 2003-2004 to 2012-2013, the growth rate was uneven. Membership increased from 14442 to 66721 in 2012-2013 growth rate was fluctuated. Share capital increased from Rs.2886 thousand in 2003-2004 to Rs.160280 thousand in 2012-2013, therefore growth rate was also fluctuating. Reserve fund increased from Rs.321 thousand in 2003-2004 to Rs.6300 thousand in 2012-2013 the growth rate was fluctuating deposits increased from Rs.5727 thousand in 2003-2004 to Rs.804150 thousand in 2012-2013, the growth rate was uneven. The working capital increased from Rs.10534 thousand in 2003-2004 to Rs.3229970 thousand in 2012-2013. The growth rate was uneven. Loan advanced & Loan received increase from Rs.2606 thousand & Rs.1819 thousand in 2003-2004 to Rs.501084 thousand & Rs.230490 thousand in 2012-2013. The growth rate was uneven. Loan outstanding increased from 2003-2004 Rs.15303 thousand to 2012-2013 Rs.718165 thousand. The growth rate was uneven & negative in 2010-2011 i.e. (-38.72%). Loan overdue increased from Rs.4934 thousand in 2003-2004 to Rs.110806 thousand in 2012-2013, the growth rate was fluctuating & negative in 2012-2013 i.e.(-24.39%).

References:-

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