

Entrepreneurship in Smart Agriculture: Driving Innovation, Sustainability, and Rural Transformation

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Abstract: *Smart agriculture represents a modern farming paradigm that integrates digital technologies and data-driven decision-making to enhance agricultural productivity, resource-use efficiency, and environmental sustainability. The adoption of advanced technologies, including the Internet of Things (IoT), artificial intelligence (AI), machine learning, sensor networks, drones, and precision farming tools, enables continuous monitoring of agricultural operations and supports timely, evidence-based management decisions. These technologies facilitate efficient utilization of critical resources such as water, fertilizers, pesticides, and energy, thereby improving crop performance while minimizing production costs and environmental impacts. Recognizing the growing importance of technology-enabled agriculture, governments worldwide have introduced policies and support mechanisms to encourage agri-entrepreneurship. These enterprises are actively engaged in areas such as precision agriculture, smart irrigation, agricultural mechanization, organic farming, livestock production, dairy, fisheries, agri-logistics, digital supply chain management, and the conversion of agricultural waste into value-added products. By combining technological innovation with sustainable business practices, agri-entrepreneurs are contributing to increased farm productivity, improved market access, and enhanced rural livelihoods. Despite these developments, the adoption of smart agricultural technologies remains limited in many farming communities. This paper examines the emerging role of entrepreneurship in promoting smart agriculture and discusses the technological innovations, business opportunities, implementation challenges, and policy measures required to achieve sustainable agricultural development. Strengthening collaboration among governments, research institutions, private enterprises, financial organizations, and farming communities will be essential for accelerating the adoption of smart farming technologies and ensuring long-term food security, economic resilience, and sustainable rural development.*

Keywords: data-driven approaches, Internet of Things (IoT), artificial intelligence (AI), machine learning, traditional farming methods, precision agriculture, and climate change

1. Introduction

Entrepreneurship is widely acknowledged as an important catalyst for economic growth, innovation, and social development. The term *entrepreneur* is derived from the French word *entreprendre*, which means "to undertake" or "to initiate." Initially, the concept was associated with individuals responsible for executing large construction and public infrastructure projects. Over time, its meaning expanded to include people who establish and manage business enterprises by organizing resources, identifying opportunities, and accepting financial and operational risks. Today, entrepreneurs are recognized not only for creating businesses but also for introducing innovations that generate economic and societal value.

Entrepreneurial success depends on the effective combination of managerial capabilities and an entrepreneurial mindset. Managerial capabilities include planning, organizing, financial management, leadership, and decision-making, which can be acquired through education, training, and practical experience. In contrast, entrepreneurial qualities such as creativity, innovation, opportunity recognition, resilience, and a willingness to take calculated risks are largely developed through personal experience and continuous learning. Both dimensions are essential for building sustainable and competitive enterprises.

Agriculture provides a strong foundation for entrepreneurship because farming requires continuous decision-making under conditions of uncertainty. Farmers routinely respond to changing weather patterns, pest and disease outbreaks, fluctuating market prices, labour shortages, and evolving consumer demands. These responsibilities have enabled many farmers to develop strong managerial and problem-solving skills. Nevertheless, a significant proportion of agricultural enterprises continue to rely on conventional production systems, limiting innovation and reducing their capacity to compete in rapidly changing markets.

Although agriculture has traditionally been regarded as a low-technology sector dominated by small family-owned farms, the sector is undergoing significant transformation. Increasing market competition, changing consumer preferences, stricter quality standards, and growing concerns about environmental sustainability are encouraging farmers and agribusinesses to adopt more innovative production and management practices. The COVID-19 pandemic further highlighted the strategic importance of agriculture by demonstrating its resilience and its critical contribution to food security, employment, and economic stability in India. During this period, the sector continued to make a significant contribution to the national economy while supporting the livelihoods of millions of rural households. Entrepreneurial opportunities now extend across every stage of the agricultural value chain. Besides primary crop production,

numerous business prospects have emerged in seed production, plant tissue culture, protected cultivation, biofertilizers, biopesticides, soil health management, organic farming, precision agriculture, farm mechanization, post-harvest handling, food processing, value addition, logistics, digital marketing, and agricultural consultancy. Advances in biotechnology and sustainable production technologies have further expanded opportunities for developing innovative agricultural products and services that address the changing needs of producers and consumers.

Research, innovation, and technology transfer have become essential components of modern agricultural development. Continuous investment in crop improvement, climate-resilient farming practices, digital agriculture, and precision production systems has accelerated the commercialization of scientific innovations. Technologies such as the Internet of Things (IoT), artificial intelligence (AI), machine learning, remote sensing, drones, robotics, geographic information systems (GIS), and cloud-based decision support systems are transforming agricultural management by enabling real-time monitoring and data-driven decision-making.

The adoption of smart agriculture has the potential to improve productivity while promoting efficient utilization of natural resources. Precision management of irrigation, fertilizers, pesticides, and energy reduces production costs, minimizes environmental degradation, and enhances farm profitability. At the same time, technology-based agricultural enterprises create employment opportunities, strengthen rural economies, and encourage sustainable utilization of available resources. As global demand for food continues to rise and climate-related challenges become increasingly severe, the transition toward smart agriculture has become essential for achieving sustainable agricultural development. Promoting entrepreneurship, encouraging technological innovation, strengthening research–industry collaboration, and supporting technology adoption through favourable policies will be critical for building resilient agricultural systems capable of ensuring food security, improving farmers' incomes, and contributing to balanced and inclusive economic growth. In this chapter, we will look in detail how the entrepreneurship in smart agriculture can make the best combination for growth in this sector and economy as a whole (Trivedi, M. Y. P., & Patel, B. I., 2024). such as processed dairy products and value-added products like ghee, flavored yogurt, flavored milk, butter, cheese, etc. The dairy sector presents promising entrepreneurial opportunities that span various aspects of the value chain, from production and processing to distribution and innovation. As consumer preferences continue to evolve towards healthier and more sustainable choices, the dairy industry offers fertile ground for creative and impactful ventures.

Transforming from Agricultural Revolution to Smart Agriculture

Agriculture forms the foundation of human civilization by providing food, feed, fibre, and a wide range of raw materials essential for sustaining life and supporting economic development. The term *agriculture* originates from the Latin words *ager*, meaning "field" or "land," and *colere*, meaning "to cultivate." Together, these words describe the practice of cultivating land for the production of crops and the rearing of

domesticated animals. Over time, the concept of agriculture has broadened considerably to include numerous interconnected activities such as horticulture, agroforestry, aquaculture, mixed farming, pastoralism, and livestock management, reflecting the diversity of modern agricultural systems.

Agricultural practices vary widely depending on climatic conditions, soil characteristics, available resources, production objectives, and farming intensity. Consequently, agriculture is commonly classified into different forms, including subsistence farming, commercial farming, shifting cultivation, extensive agriculture, intensive agriculture, and integrated crop–livestock systems. Each production system has evolved to address specific environmental, social, and economic conditions while contributing to food production and rural livelihoods.

Crop production occupies a central position within global food systems because cereals and other staple crops supply carbohydrates, proteins, edible oils, vitamins, and essential nutrients required for human and animal nutrition. Besides meeting food requirements, agriculture supports numerous industries by providing raw materials for food processing, textiles, pharmaceuticals, bioenergy, and other manufacturing sectors. Therefore, improvements in agricultural productivity directly influence food security, economic stability, and sustainable development.

The historical evolution of agriculture has been marked by a series of technological and institutional transformations commonly referred to as agricultural revolutions. The earliest milestone was the **Neolithic Revolution**, during which human societies gradually shifted from hunting and gathering to settled farming. The domestication of plants and animals enabled permanent settlements, increased food production, and laid the foundation for organized civilizations.

Subsequent agricultural revolutions introduced innovations that substantially enhanced farming efficiency and productivity. The **First Agricultural Revolution** emphasized improvements in cultivation practices and domestication techniques. The **Arab Agricultural Revolution** contributed significantly through the introduction of advanced irrigation systems, improved crop management, and the dissemination of new crop species across different regions. Later, the **British Agricultural Revolution** and the **Scottish Agricultural Revolution** promoted scientific farming practices, crop rotation, selective livestock breeding, mechanization, and improved land management, resulting in remarkable gains in agricultural output.

The **Green Revolution**, often regarded as the Third Agricultural Revolution, represented another major turning point in global agriculture. The widespread adoption of high-yielding crop varieties, chemical fertilizers, pesticides, mechanized farming, and expanded irrigation systems dramatically increased food grain production and played a crucial role in addressing food shortages, particularly in developing countries. These technological advances contributed substantially to improved agricultural productivity and national food security.

Despite their significant achievements, earlier agricultural revolutions also generated several environmental and socio-economic concerns. Excessive dependence on synthetic fertilizers and pesticides led to soil degradation, declining biodiversity, contamination of water resources, and adverse effects on ecosystem health. Intensive groundwater extraction for irrigation caused depletion of aquifers in many agricultural regions, while indiscriminate use of agricultural chemicals contributed to environmental pollution and increased production costs. These challenges have highlighted the limitations of conventional input-intensive farming systems and emphasized the need for more sustainable approaches to agricultural development.

The growing concerns regarding climate change, natural resource depletion, environmental degradation, and increasing global food demand have accelerated the transition towards **smart agriculture**. This emerging paradigm integrates advanced digital technologies with sustainable farming practices to improve productivity, optimize resource utilization, reduce environmental impacts, and enhance the resilience of agricultural systems. Smart agriculture represents the next stage in the evolution of farming, where innovation, data-driven decision-making, and entrepreneurship collectively contribute to sustainable agricultural growth and long-term food security. For example, the Green Revolution had unintended consequences, like inequality and environmental damage (Harris, D., & Fuller, D., 2013).

According to projections by the Food and Agriculture Organization (FAO), global food production must increase by approximately **56% by 2050** to meet the nutritional requirements of a population expected to exceed nine billion people. Achieving this objective is complicated by multiple interconnected challenges, including climate change, persistent poverty, food insecurity, malnutrition, natural resource degradation, changing dietary preferences, and substantial post-harvest food losses (Hashim *et al.*, 2022). Consequently, future agricultural systems must not only produce more food but also minimize greenhouse gas emissions, improve resource-use efficiency, and conserve land and water resources to ensure long-term sustainability.

Although the Green Revolution substantially enhanced agricultural productivity and contributed to global food security, it also generated several economic, social, and environmental concerns. The widespread adoption of high-yielding crop varieties, chemical fertilizers, pesticides, and intensive irrigation practices disproportionately benefited resource-rich farmers who could afford modern agricultural inputs, thereby widening disparities between large and small farming households. Furthermore, prolonged dependence on agrochemicals and intensive cultivation practices contributed to declining soil fertility, groundwater depletion, biodiversity loss, and environmental pollution, raising questions about the long-term sustainability of conventional agricultural systems.

The emergence of digital agriculture offers a promising pathway for addressing many of these limitations. Recent advances in digital technologies— including artificial intelligence, the Internet of Things (IoT), remote sensing, geographic information systems (GIS), robotics, drones,

cloud computing, and big data analytics—are transforming agricultural production by enabling precise, data-driven farm management. These technologies facilitate real-time monitoring of crops, livestock, weather, and soil conditions, allowing farmers to make informed management decisions that improve productivity while reducing unnecessary input use.

Recognizing the transformative potential of these innovations, the Food and Agriculture Organization has described the ongoing technological transition as a **digital agricultural revolution**, emphasizing its importance in ensuring future global food security. Similar to earlier agricultural revolutions, this new phase is expected to reshape production systems by reducing dependence on manual labour, increasing the role of knowledge-intensive technologies, and strengthening the importance of human capital, innovation, and digital skills in agricultural development.

Like previous technological transitions, the digital transformation of agriculture presents both opportunities and challenges. Successful implementation will depend on equitable access to digital infrastructure, affordable technologies, technical capacity building, and supportive institutional frameworks. When implemented effectively, digital agriculture can improve efficiency across the entire agricultural value chain, enhance transparency and traceability, reduce environmental impacts, strengthen climate resilience, and promote inclusive and sustainable agricultural development. Around the globe, there is need for building an efficient and competitive agriculture sector that not only achieves self-reliance in feeding their own population, but also enhances farmers' incomes while simultaneously ensuring environmental sustainability. (Gulati, A., & Juneja, R.2022).

2. Entrepreneurship: Overview, Meaning and Types

Entrepreneurship plays a significant role in boosting economic development through innovation, job creation and a rise in the income. The history of Indian entrepreneurship dates back to Rigveda, when metal handicrafts were established in society, when the barter system was prevalent. However, the recent rise of entrepreneurship culture in India with the emergence of venture capital, the rise of incubators, and the availability of a large pool of talented individuals in various fields who can contribute to the growth of entrepreneurship in India and has opened up greater opportunities for entrepreneurs to start their own businesses. Agriculture and allied activities, being the backbone of India's economy, plays an important role in ensuring food and nutritional security, providing employment opportunities, and contributing to the country's GDP. However, the agriculture sector faces a number of challenges such as availability of limited land resource, climate change, post-harvest losses, and inefficiencies in the supply chain. Investment and growth in education, contributes to the increasing number of skilled employees. In India, the peer and parental pressure on youngsters is mainly to seek a safe employment option, preferably in government organizations but this has changed during the last decade. Now, greater thrust towards

innovations and start-ups has encouraged educated youth to become entrepreneurs. The support for this has to be made robust and available to youth across all regions. The emphasis on establishing an entrepreneurial ecosystem, research parks, incubation centre in higher education, has motivated students and faculty members to convert their research output into products and services and establish their start-ups. Thus, education is a key to activate for the development of entrepreneurship. It is evident that higher education aligned with the entrepreneurial ecosystem builds confidence among graduate and post graduate students to start their business ventures.

2.1 Types of Entrepreneurs

Entrepreneurs are broadly classified on the level of willingness to create innovative ideas, in these types:

1) *Innovative Entrepreneurs*

Innovative entrepreneurs are pioneers who introduce original ideas, products, technologies, or business models that create value and improve existing systems. They continuously explore new opportunities and adopt creative approaches to solve market challenges. Their innovations often stimulate industrial growth, enhance competitiveness, and contribute significantly to national economic development. Well-known examples include Ratan Tata's affordable automobile initiative, Kishore Biyani's organized retail business model, and Kiran Mazumdar-Shaw's biotechnology innovations.

2) *Imitative Entrepreneurs*

Imitative entrepreneurs adopt and adapt successful innovations developed by others rather than creating entirely new products or technologies. They modify existing ideas to suit local markets, consumer preferences, or regional business environments. This category of entrepreneurs plays an important role in expanding the adoption of proven technologies, particularly in developing economies where financial and technological constraints may limit original innovation.

3) *Fabian Entrepreneurs*

Fabian entrepreneurs are generally cautious and conservative in their business decisions. They are reluctant to implement new technologies or business strategies unless external pressures, such as intense competition or declining business performance, compel them to change. Rather than acting proactively, they prefer to observe market developments before adopting innovations that have already demonstrated their effectiveness.

4) *Drone Entrepreneurs*

Drone entrepreneurs prefer maintaining traditional business practices and exhibit little interest in modernization or market expansion. They usually continue operating with existing production methods despite technological advancements and changing market conditions. Their resistance to innovation may reduce long-term competitiveness and business growth. Although the term "drone entrepreneur" describes a conservative business attitude, it should not be confused with enterprises involved in manufacturing or operating unmanned aerial vehicles (UAVs).

5) *Social Entrepreneurs*

Social entrepreneurs establish enterprises with the primary objective of addressing social, environmental, or community challenges while ensuring financial sustainability. Their initiatives focus on improving education, healthcare, environmental conservation, rural development, financial inclusion, and livelihood generation. A widely recognized example is Professor Muhammad Yunus, whose Grameen Bank pioneered microfinance and expanded financial access for economically disadvantaged communities.

6) *Agricultural Entrepreneurs*

Agricultural entrepreneurs engage in enterprises directly related to farming and allied sectors. Their activities extend beyond crop cultivation to include seed production, horticulture, livestock farming, fisheries, dairy, precision agriculture, agricultural mechanization, irrigation management, input supply, processing, value addition, and marketing of agricultural products. They contribute significantly to rural employment, food security, and sustainable agricultural development.

7) *Trading Entrepreneurs*

Trading entrepreneurs specialize in the purchase and distribution of goods rather than manufacturing them. They procure products from producers or manufacturers and supply them to wholesalers, retailers, institutional buyers, or final consumers. Their primary role is to facilitate efficient movement of goods through the marketing and distribution network while creating value through logistics, inventory management, and customer service.

8) *Manufacturing Entrepreneurs*

Manufacturing entrepreneurs establish production units that convert raw materials into finished goods using appropriate technologies, machinery, and skilled labour. They identify consumer requirements, develop suitable products, manage production processes, and ensure quality standards. Their enterprises contribute to industrial development, employment creation, technological advancement, and economic growth.

9) *Women Entrepreneurs*

Women entrepreneurs own, manage, and control business enterprises across diverse sectors of the economy. Their participation has increased considerably due to improved access to education, financial services, digital technologies, and government support programmes. Many women-led enterprises operate in food processing, handicrafts, textiles, handloom, agro-processing, rural industries, and service sectors. Microfinance institutions and self-help groups have played an important role in promoting women's entrepreneurship and economic empowerment, particularly in rural areas (Samantroy & Tomar, 2018).

10) *Inventor and Challenger Entrepreneurs*

Inventor entrepreneurs are distinguished by their ability to create new technologies, products, or production processes through research and innovation. They continuously seek scientific and technological breakthroughs that generate commercial value. Challenger entrepreneurs, on the other hand, are motivated by competition and complex business opportunities. They willingly undertake difficult ventures and

continuously pursue new goals after successfully overcoming existing challenges.

11) Lifetime Entrepreneurs

Lifetime entrepreneurs consider entrepreneurship as a lifelong profession rather than a temporary occupation. Their businesses often evolve across generations and become an integral part of family traditions and personal identity. Family-owned enterprises, traditional crafts, and businesses based on specialized personal expertise frequently belong to this category. Their long-term commitment contributes to business continuity, organizational stability, and sustainable enterprise development.

3. Smart Agriculture: Tools and Techniques

Smart agriculture is an advanced farming approach that combines digital technologies, automation, and data-driven decision-making to improve agricultural productivity, resource efficiency, and environmental sustainability (Gulati & Juneja, 2022). By integrating modern information and communication technologies with conventional farming practices, smart agriculture enables producers to optimize crop and livestock management while reducing production costs and minimizing environmental impacts.

Technologies such as the Internet of Things (IoT), artificial intelligence (AI), machine learning, geographic information systems (GIS), remote sensing, drones, robotics, cloud computing, and big data analytics provide farmers with real-time information that supports accurate and timely management decisions. These innovations facilitate precision farming by enabling continuous monitoring of crops, livestock, soil conditions, weather parameters, and farm operations. The major technologies supporting smart agriculture are discussed below.

3.1 Precision Agriculture

Precision agriculture is a technology-driven farming system that manages spatial and temporal variability within agricultural fields to maximize productivity while minimizing unnecessary input use. Instead of applying water, fertilizers, and pesticides uniformly, precision farming allows site-specific management based on the actual requirements of crops.

The **Global Positioning System (GPS)** plays a central role in precision agriculture by providing accurate geospatial information for field mapping, land preparation, planting, fertilizer application, irrigation scheduling, and harvesting operations. GPS-guided machinery improves operational accuracy, minimizes overlaps during field operations, and reduces wastage of agricultural inputs.

Precision farming also relies on a network of environmental sensors, including soil moisture sensors, soil temperature probes, nutrient sensors, weather stations, and humidity sensors. These devices continuously collect field data, allowing farmers to monitor crop conditions and make scientifically informed decisions regarding irrigation, fertilization, pest management, and crop protection. Consequently, precision agriculture improves crop

productivity, enhances input-use efficiency, conserves natural resources, and lowers production costs.

3.2 Drones and Aerial Imaging

Unmanned Aerial Vehicles (UAVs), commonly known as drones, have become valuable tools for modern agricultural management. Equipped with high-resolution cameras, multispectral sensors, thermal imaging devices, and GPS technology, drones enable rapid assessment of large agricultural areas without direct physical inspection.

Drone-based imaging assists in identifying crop stress, nutrient deficiencies, pest infestations, disease symptoms, weed distribution, irrigation problems, and plant growth variability. Early detection of these issues allows farmers to implement timely corrective measures, thereby reducing yield losses and improving crop quality.

In addition to field surveillance, drones are increasingly used for precision spraying of fertilizers, pesticides, herbicides, and biological control agents. Compared with conventional spraying methods, drone-assisted application improves coverage accuracy, reduces chemical consumption, minimizes labour requirements, and limits environmental contamination. The technology is particularly beneficial for large commercial farms and difficult-to-access agricultural landscapes.

3.3 Artificial Intelligence and Machine Learning

Artificial Intelligence (AI) has emerged as one of the most transformative technologies in digital agriculture. AI-based systems analyse large volumes of agricultural data obtained from sensors, satellites, drones, weather stations, and historical farm records to generate intelligent recommendations for crop and livestock management.

Machine learning algorithms continuously improve prediction accuracy by identifying relationships between environmental conditions and agricultural performance. These technologies support crop yield forecasting, irrigation scheduling, nutrient management, disease diagnosis, pest prediction, weather analysis, and market intelligence. AI-powered image recognition systems can accurately detect plant diseases and nutrient deficiencies from digital photographs, enabling early intervention and reducing production risks.

Artificial intelligence also contributes to crop improvement programmes by analysing genetic and phenotypic information to identify high-performing plant varieties suitable for different agro-climatic conditions. Such technologies accelerate plant breeding programmes and facilitate the development of climate-resilient crop cultivars.

Automation supported by AI is increasingly being adopted during harvesting operations. Intelligent robotic systems are capable of identifying mature fruits, vegetables, tea leaves, and coffee berries, enabling selective harvesting with improved efficiency while reducing labour costs and post-harvest losses.

3.4 Artificial Intelligence Applications in Livestock Management

Digital technologies are transforming animal husbandry by enabling continuous monitoring of livestock health, behaviour, productivity, and welfare. Precision livestock farming utilizes artificial intelligence, machine learning, wearable sensors, and automated equipment to improve herd management and production efficiency.

Machine learning applications support the operation of automated milking systems, robotic feed pushers, manure collection systems, and intelligent feeding equipment. These technologies improve labour efficiency while ensuring consistent animal care.

Wearable electronic devices- including smart ear tags, neck collars, pedometers, rumination sensors, body temperature sensors, and activity monitors- continuously record physiological and behavioural information. These systems enable early detection of diseases, reproductive cycles, metabolic disorders, heat stress, and abnormal animal behaviour, thereby improving herd health and reproductive performance.

Advanced herd management software integrates data collected from multiple sensors to generate real-time reports on milk production, feed intake, reproductive status, animal movement, and overall farm performance. Automated data analysis assists farmers in making evidence-based management decisions that enhance productivity and profitability.

3.5 Automated Farm Machinery and Agricultural Robotics

Automation has significantly transformed agricultural operations by reducing dependence on manual labour and

increasing operational precision. Autonomous tractors equipped with GPS guidance systems can perform land preparation, sowing, fertilizer application, and harvesting with minimal human intervention. These machines optimize field operations, reduce fuel consumption, and improve labour efficiency.

Agricultural robots are increasingly used for transplanting, precision seeding, mechanical weeding, fruit harvesting, greenhouse management, and crop monitoring. Robotic weed control systems employ computer vision and artificial intelligence to distinguish weeds from crop plants, enabling selective weed removal without excessive herbicide application.

Livestock farming has also benefited from automation. Electronic pedometers monitor animal movement and identify early symptoms of lameness before visible clinical signs appear. Automated milking systems evaluate milk yield, composition, colour, and quality while simultaneously detecting abnormalities that may indicate mastitis or other health disorders. Such technologies improve animal welfare, increase production efficiency, and reduce labour requirements.

3.6. Data and Analytics

From Farm activities (planting schedules, irrigation needs, and crop protection) to logistics and supply chain data, facilitating faster delivery of goods to distribution centres, big data enables taking the real time decisions enhancing the efficiency along the entire range of activities. The use of farm management software can help farmers to monitor and manage all aspects of their farm operations from quantity produced to their selling in the marketplace ultimately reducing the time for record maintenance.

Algorithm use for prediction of disease condition in Animal Husbandry

Condition	Algorithms	Parameter detected
Mastitis	Bag of Words (BoW), Gradient Boosted Tree (GBT)	Somatic Cell count, Electrical conductivity
Lameness	Fog Computing, Classification and Regression Tree (CART)	Leg movement, Neck Movement and Image/ video data
Postpartum Disease	Random Forest Algorithm (RFA)	Lactose yield, protein production and milk yield

3.7 Farm Activities: Smart Irrigation

Irrigation is vital for the absorption of nutrient elements by the crop plants from the soil. It enables the dissolution of the nutrients present in the soil of the crop. Smart irrigation systems uses the sensors to monitor soil moisture levels and weather conditions to water crops only when required, ultimately conserving water and reducing wastage of water.

3.8 Supply Chain Optimization

After the crop harvest, the importance of supply chain comes into forefront, which has to ensure that it reaches on time (with quality being maintained) to the end consumer and its cost is paid to the supplier. Through use of block chain technologies we can improve traceability and transparency in the supply chain, ensuring that consumers know where their food comes from and farmers can well track their produce. For the maintenance of logistics, the tracking of inventory,

scheduling of transportation, and predicting the demand, the use of smart logistics software's eases ultimately making products timely available in the marketplace.

3.9 Sustainability and Environmental Benefits

The environmental conservation efforts aim at mitigating the negative impacts of various anthropogenic activities, reducing waste production and reducing the depletion of non-renewable resources, controlling soil degradation, reducing the use of fertilizers, maintaining soil health, shifting to organic agricultural practices, and reducing greenhouse gas emissions. Smart agriculture can reduce the excessive use of pesticides, water, and commercial fertilizers with the help of various precision techniques. Climate change has become one of the most significant challenges affecting the long-term sustainability of agriculture, global food and nutritional security, and the livelihoods of millions of smallholder farming households. Rising global temperatures, changing

rainfall patterns, and increasing climatic variability are disrupting agricultural production systems across diverse agroecological regions. Scientific projections indicate that future climate scenarios are likely to be characterized by higher average surface temperatures and a greater occurrence of extreme weather events, including prolonged droughts, intense floods, heatwaves, cold spells, and unseasonal storms. These climatic disturbances adversely influence crop growth, water availability, soil health, and livestock productivity, thereby increasing production risks and economic uncertainty for farmers.

Studies suggest that an increase of approximately 1.5°C in global average temperature could have serious consequences for agricultural productivity by reducing crop yields, disrupting food supply chains, and increasing the vulnerability of farming communities. In addition to threatening food availability, climate change may adversely affect human and animal health through the spread of pests, diseases, and heat-related stress while also degrading ecosystem services such as soil fertility, water regulation, biodiversity conservation, and carbon sequestration. Consequently, strengthening climate resilience through smart agriculture, climate-smart technologies, sustainable resource management, and adaptive farming practices has become essential for ensuring future agricultural sustainability and global food security.

(<https://www.nabard.org/hindi/auth/writereaddata/tender/2007223843Paper-4-Climate-and-Risk-Management-Dr.-Birthal.pdf>)

For addressing this, countries across the globe are following Climate - smart Agriculture (CSA) practices to ensure food security and promoting sustainable development and simultaneously addressing climate change issues.

4. Effects of digital agriculture adoption

4.1 Improving Resource Efficiency and Farm Productivity

One of the primary advantages of smart agriculture is its ability to optimize the utilization of agricultural inputs while maintaining or enhancing crop productivity. Digital technologies reduce the costs associated with collecting, storing, processing, and transmitting agricultural information, thereby improving operational efficiency throughout the agricultural value chain.

Precision agriculture technologies facilitate the application of water, fertilizers, pesticides, and herbicides according to the specific requirements of different locations within a field. Variable Rate Application (VRA) systems, supported by Global Positioning System (GPS), Geographic Information Systems (GIS), and field sensors, enable site-specific input management rather than uniform application across the entire farm. Such targeted management reduces wastage of agricultural inputs, lowers production costs, improves crop yields, and minimizes adverse environmental effects resulting from excessive chemical use. Real-time monitoring of crop growth, soil moisture, nutrient availability, and weather conditions also allows farmers to make timely management

decisions, thereby improving productivity while conserving valuable natural resources.

4.2 Accelerating Technology Adoption

Smart agriculture incorporates a wide range of digital technologies that support agricultural production, post-harvest management, marketing, and supply chain operations. These technologies include mobile applications, cloud computing, artificial intelligence, machine learning, blockchain, Internet of Things (IoT), remote sensing, satellite navigation systems, drones, and big data analytics.

Digital platforms have simplified farmers' access to agricultural information, quality inputs, financial services, and markets. Online marketplaces and e-commerce platforms enable producers to market their products directly to consumers, wholesalers, processors, and retailers, thereby reducing dependence on intermediaries and improving price realization.

Mobile-based advisory applications provide information on weather forecasts, pest surveillance, disease diagnosis, fertilizer recommendations, irrigation scheduling, and market prices. Similarly, digital platforms facilitate doorstep delivery of agricultural inputs, including seeds, fertilizers, pesticides, machinery, and veterinary products.

Modern sensor technologies also contribute significantly to improving agricultural quality assurance. Food quality sensors monitor important parameters such as freshness, ripeness, moisture content, storage conditions, and microbial contamination, enabling producers, processors, retailers, and consumers to maintain food quality and safety throughout the supply chain.

Advanced technologies such as satellite imagery, drone-based monitoring, IoT sensor networks, and GPS-guided equipment further strengthen precision agriculture by providing accurate information on crop health, soil fertility, moisture distribution, pest incidence, and environmental variability.

4.3 Strengthening Agricultural Extension Services

Digital transformation has significantly improved the effectiveness of agricultural extension systems by expanding farmers' access to timely and location-specific information. Electronic extension (e-extension) services utilize digital communication platforms to disseminate scientific knowledge, best management practices, and technical recommendations more efficiently than conventional extension approaches.

Through mobile applications, web portals, interactive voice response systems, video-based learning modules, and social media platforms, farmers can obtain expert guidance on crop production, integrated pest management, soil fertility improvement, irrigation scheduling, livestock management, and post-harvest practices. These services improve farmers' knowledge, strengthen decision-making capacity, and promote the adoption of modern agricultural technologies.

Several organizations have demonstrated the effectiveness of digital extension through locally relevant educational content delivered in regional languages. Video-based advisory systems and mobile learning platforms have enabled rapid dissemination of improved agricultural practices while reducing the cost of extension service delivery.

Decision-support systems integrate information from multiple sources- including weather forecasting models, Geographic Information Systems (GIS), remote sensing, satellite imagery, drones, soil sensors, and market intelligence—to generate personalized recommendations for farmers. Artificial intelligence and machine learning further enhance these advisory services by providing predictive information on disease outbreaks, irrigation requirements, nutrient management, and expected crop yields.

4.4 Promoting Equity and Inclusive Agricultural Development

Digital agriculture has considerable potential to promote inclusive growth by improving access to information, markets, financial services, and technologies for smallholder farmers. Digital platforms reduce information asymmetry and transaction costs, allowing producers to make informed production and marketing decisions.

Direct access to digital marketplaces enables farmers to negotiate better prices, establish market linkages, and reduce dependence on intermediaries. Mobile banking, digital payment systems, and financial technology (FinTech) applications facilitate access to credit, crop insurance, savings, and government support programmes, thereby strengthening financial inclusion in rural areas.

Farmer Producer Organizations (FPOs), cooperatives, and digital farmer networks also benefit from smart agriculture by enabling collective procurement of inputs, machinery sharing, joint marketing, and dissemination of technical knowledge. These collaborative models improve the bargaining power of smallholders while reducing operational costs.

Moreover, digital technologies create new employment opportunities for rural youth through enterprises related to drone services, precision farming consultancy, sensor installation, agricultural software development, data analytics, equipment maintenance, digital marketing, and agri-logistics. Consequently, smart agriculture contributes not only to higher agricultural productivity but also to rural entrepreneurship, income diversification, and balanced socio-economic development.

Overall, the widespread adoption of digital technologies is transforming agricultural systems into more efficient, resilient, and inclusive enterprises capable of meeting future food security and sustainability challenges.

4.4.1 Financial Inclusion

Digital technologies have significantly improved financial inclusion by facilitating farmers' access to institutional credit, insurance services, banking facilities, and digital payment systems. One of the major constraints in agricultural finance

has been the information gap between financial institutions and farmers. Banks and insurance providers often face difficulties in accurately assessing farm assets, production risks, and repayment capacity, particularly for smallholder farmers.

Modern digital tools help reduce this information asymmetry by providing reliable and verifiable farm-level data. Remote sensing, drone imagery, geographic information systems (GIS), and Internet of Things (IoT)-based monitoring systems enable financial institutions to assess land use, crop condition, and agricultural assets more accurately. Similarly, radio frequency identification (RFID) technology and smart livestock monitoring devices facilitate continuous tracking of animal health, movement, and productivity, improving risk assessment for livestock insurance and agricultural lending.

Blockchain technology, digital payment platforms, electronic records, and smart contracts further enhance transparency and trust between farmers, lenders, insurers, and other stakeholders. Secure digital documentation simplifies loan processing, accelerates insurance claim settlements, and reduces administrative costs while improving accountability throughout financial transactions. Consequently, digital agriculture creates a more inclusive financial ecosystem that encourages investment in modern farming technologies.

4.4.2 Expanding Market Opportunities

Digital agriculture has transformed agricultural marketing by improving farmers' access to market information and reducing dependence on traditional intermediaries. In conventional marketing systems, smallholder farmers frequently possess limited information regarding prevailing market prices, consumer demand, and quality standards. This information imbalance often enables intermediaries to capture a substantial share of marketing margins, thereby reducing farmers' income.

Mobile communication technologies, online marketplaces, and digital advisory platforms now provide farmers with real-time information on commodity prices, market demand, weather forecasts, transportation options, and trading opportunities. Better access to market intelligence enables producers to negotiate more effectively and make informed marketing decisions.

Digital platforms also encourage collective marketing through Farmer Producer Organizations (FPOs), cooperatives, and producer groups. By aggregating produce, small-scale farmers can increase marketable volumes, strengthen bargaining power, reduce transportation costs, and access larger domestic and international markets. E-commerce platforms further connect producers directly with consumers, processors, exporters, and retailers, minimizing the role of intermediaries and improving farm profitability.

5. 5. Advantages of Smart Agriculture

Besides organizing farm production, digital/smart agriculture technologies can make agricultural markets more efficient. Mobile phones, online ICTs, e-commerce platforms, digital payment systems, and other digital agriculture technologies

can lessen market uncertainties and reduce transaction costs throughout the value chain. Some of the advantages are as:

5.1. Transparency and reducing transaction costs in government services

The agriculture subsidies are distributed by countries across the globe, whereas in India its percentage is comparatively very low. Since agriculture subsidies play a vital as a tool for the agriculture growth in India, the Govt. of India took serious measures for development of agriculture sector (Salunkhe, H., 2012). Digital payments simplify government delivery of agricultural subsidies. As farmers receive subsidies under various schemes, which are sponsored by Central or State Government, focusing to harness digital technology to ensure timely delivery and reducing subsidy costs (PIB, 2024). One notable example is the **National Agriculture Market (e-NAM)**, which integrates agricultural markets through a unified digital trading platform. By facilitating transparent price discovery, online bidding, and wider market participation, e-NAM enables farmers and Farmer Producer Organizations to obtain more competitive prices for their produce while improving marketing efficiency. The integration of digital payments, online procurement systems, electronic records, and decision-support technologies contributes to a more transparent, efficient, and accountable agricultural ecosystem.

5.2 Promoting Environmental Sustainability

Sustainable management of natural resources has become increasingly important in the face of climate change, land degradation, and declining water availability. Smart agriculture supports environmental sustainability by improving the efficiency with which critical agricultural inputs are utilized. Precision farming technologies enable site-specific application of irrigation water, fertilizers, pesticides, and seeds according to actual crop requirements. Variable-rate technologies, automated guidance systems, and sensor-based monitoring reduce excessive input application while maintaining or improving crop productivity. Networks of soil moisture sensors, weather stations, nutrient sensors, and environmental monitoring devices continuously collect field-level information. These data are analysed using artificial intelligence and decision-support systems to optimize irrigation scheduling, nutrient management, pest control, and crop protection strategies. Efficient resource management reduces greenhouse gas emissions, minimizes fertilizer runoff, lowers groundwater extraction, decreases soil degradation, and conserves biodiversity. Consequently, smart agriculture contributes significantly to climate-resilient farming systems and long-term environmental sustainability.

5.3 Remote Management

One of the most valuable features of smart agriculture is the ability to monitor and manage farming operations remotely. Digital communication technologies enable farmers to supervise crop growth, irrigation systems, livestock health, machinery performance, and environmental conditions without being physically present on the farm. Mobile applications, cloud computing platforms, satellite imagery, drones, wireless sensors, and Internet of Things (IoT) devices

provide continuous real-time information regarding field conditions. Farmers receive instant alerts related to irrigation requirements, pest infestations, disease outbreaks, equipment malfunction, and adverse weather conditions, allowing timely corrective action. Remote management technologies are particularly beneficial for large commercial farms, geographically dispersed agricultural holdings, and situations involving labour shortages or travel constraints. They also improve operational flexibility by allowing farm managers to access production information from virtually any location using smartphones, tablets, or computers. Obviously, societal acceptance plays a vital role in the sustained development and technology application in food and agriculture (Prakash, C. S. (2001). The adoption of remote monitoring systems enhances operational efficiency, reduces production risks, improves decision-making, and supports sustainable farm management. As digital infrastructure continues to expand, remote farm management is expected to become an essential component of modern agricultural production systems.

5.4. Reducing information unevenness

One of the significant advantages of smart agriculture is its ability to minimize information asymmetry across agricultural markets. In conventional marketing systems, farmers often have limited access to reliable information on prevailing market prices, consumer demand, quality standards, and trading opportunities. This lack of timely information weakens their bargaining power and frequently results in lower farm-gate prices, while intermediaries benefit from superior market knowledge. Digital technologies have substantially improved the dissemination of market intelligence by enabling rapid, low-cost transmission of price and demand information through mobile applications, web portals, and digital advisory platforms. Easy access to real-time market information allows farmers to make informed decisions regarding harvesting, storage, transportation, and the timing and location of product sales. Consequently, improved market transparency enhances competition, narrows price disparities, and contributes to higher producer incomes and better consumer welfare. A notable example is the **e-Choupal** initiative in India, which provides farmers with online access to market prices, weather forecasts, agronomic information, and best farming practices. By reducing farmers' dependence on local intermediaries and improving access to transparent market information, the platform has contributed to increased farm profitability and more efficient agricultural marketing. Similar digital information services have been successfully implemented in several Indian states, including Maharashtra, Tamil Nadu, and Andhra Pradesh, where they continue to strengthen farmers' market participation and improve the overall efficiency of agricultural value chains.

5.4.1 Synchronising buyers and sellers: Smart agriculture has significantly improved market coordination by enabling efficient interaction between producers and buyers through digital platforms. E-commerce technologies reduce the time, effort, and costs associated with searching for reliable markets, thereby improving the efficiency of agricultural supply chains. By facilitating direct communication between farmers and consumers, processors, retailers, exporters, and institutional buyers, these platforms reduce the dependence

on multiple intermediaries and create opportunities for better price realization. Digital marketplaces also help overcome information and coordination challenges by matching producers with potential buyers based on product availability, quantity, quality, and location. Such platforms enable smallholder farmers to participate more effectively in regional, national, and international markets, thereby expanding their commercial opportunities and strengthening their bargaining position. In many cases, these services function as market facilitators by connecting supply with demand, even when the actual transaction is completed outside the digital platform. Beyond agricultural marketing, digital technologies also enhance coordination in input and financial markets. Online platforms simplify farmers' access to quality seeds, fertilizers, farm machinery, crop advisory services, credit facilities, insurance products, and logistics providers. The integration of digital payment systems, electronic contracts, and traceability tools further strengthens trust among market participants while improving the transparency and efficiency of agricultural transactions. Consequently, digital platforms contribute to the development of more integrated, competitive, and resilient agri-food value chains.

5.4.2 Optimizing transaction costs in commercial markets: The rapid expansion of digital technologies has transformed agricultural marketing by creating efficient mechanisms that connect producers directly with potential buyers. Digital commerce platforms reduce the costs and time associated with identifying suitable markets, negotiating transactions, and exchanging market information. As a result, farmers can market their produce more efficiently while minimizing reliance on lengthy marketing channels that often reduce their share of the final consumer price. Online agricultural marketplaces enable producers to showcase their products to a wide network of consumers, wholesalers, retailers, processors, exporters, and institutional purchasers. These platforms improve market visibility and facilitate transactions based on product specifications, quality standards, quantity, location, and delivery requirements. Enhanced connectivity allows even small-scale producers to access broader regional, national, and international markets, thereby improving market participation and strengthening their negotiating capacity. Many digital platforms primarily function as market-linkage systems rather than direct trading portals. By efficiently matching supply with demand, they help farmers identify suitable buyers and establish commercial relationships, even when payment and product delivery occur through separate arrangements. This improved coordination enhances supply chain efficiency and reduces delays in agricultural marketing. The benefits of digital integration extend beyond the sale of agricultural commodities. Farmers can also use online platforms to procure certified seeds, fertilizers, pesticides, farm machinery, irrigation equipment, veterinary services, and other agricultural inputs. Similarly, digital financial services provide convenient access to banking, agricultural credit, crop insurance, electronic payments, and logistics support. The incorporation of electronic contracts, blockchain-based traceability systems, and secure digital payment mechanisms further improves transparency, accountability, and confidence among all participants in the agricultural value chain. Overall, digital buyer–seller integration promotes more

efficient agricultural markets by improving information flow, reducing transaction costs, strengthening market access, and fostering competitive, transparent, and resilient agri-food supply chains. For example- IBM has developed blockchain pilots related to food safety and traceability, and Alibaba is on trial for a block chain to further reduce deception in e-commerce of agri-food between countries of China and Australia/New Zealand (Anonymous, 2024) (<https://yourstory.com/2018/04/alibaba-food-trust-framework-blockchain>). For reducing the Food Fraud (Intentional fraud in the sale/ trade, publicity or labelling of food/ food grain constituents to achieve an economic benefit), the block chain technologies as a smart agriculture techniques can be utilized by multinational companies having large market share.

5.5 Remedies for the Animal Menace

Sensors and machines can be used to address the issue of animal menace. It is one of the major issues being faced by the farmers in many countries. The use of traditional approaches has limitations in terms of both usefulness as well as environmental sustainability (Thakur, R. K. et. al., 2022). Crop damage caused by wild animals has emerged as a major challenge for agricultural production, particularly in the mid-hill regions of Himachal Pradesh, where farmers experience considerable economic losses due to frequent wildlife incursions. These losses not only reduce farm income but also discourage investment in agricultural production and threaten the livelihoods of rural households. Consequently, there is an increasing need for innovative, technology-based solutions that can provide effective, sustainable, and non-lethal methods for wildlife management. Recent advances in digital agriculture have facilitated the development of intelligent animal deterrent systems based on the Internet of Things (IoT), Artificial Intelligence (AI), computer vision, and wireless communication technologies. These smart systems enable continuous surveillance of agricultural fields, rapid identification of animal intrusions, and automated activation of deterrent mechanisms before significant crop damage occurs. One promising innovation is the **Smart Animal Repelling Device (SARD)**, which combines Passive Infrared (PIR) sensors, solar-powered energy systems, and Long Range (LoRa) wireless communication technology to detect animal movement in real time. The integration of these components allows continuous field monitoring with low power consumption, making the system suitable for remote agricultural locations where conventional power sources may be unavailable. Artificial intelligence has further enhanced wildlife monitoring through advanced image recognition techniques. Deep learning models, including the **Single Shot MultiBox Detector (SSD)** and **Region-based Convolutional Neural Networks (R-CNN)**, can accurately identify different animal species from images captured by field cameras. When deployed on edge-computing devices, these algorithms enable rapid processing of visual information, minimizing response time and improving detection accuracy. Upon identifying an animal, the system can immediately trigger warning alarms or activate appropriate deterrent devices, thereby reducing the likelihood of crop damage. The integration of AI, IoT, wireless sensor networks, and automated alert systems provides a comprehensive framework for intelligent wildlife management. These

technologies continuously adapt to changing animal movement patterns and behavioural responses, enabling more effective protection of agricultural fields. In recent years, several location-specific smart devices and automated deterrent systems have been developed and tested to address the problem of wildlife-induced crop losses. Continued research and technological innovation in this area are expected to enhance the effectiveness, affordability, and large-scale adoption of smart animal management systems, thereby improving agricultural sustainability and protecting farmers' livelihoods.

6. Challenges and Inequities in Digital Agriculture

Digital agriculture has transformed agricultural production, marketing, and farm management by introducing advanced technologies across the agricultural value chain. However, despite its numerous benefits, the adoption of digital agriculture is accompanied by several socio-economic, technological, and institutional challenges. If these constraints are not adequately addressed, digital transformation may widen existing inequalities rather than promoting inclusive agricultural development.

6.1 Unequal Access to Digital Technologies

The adoption of smart agricultural technologies often requires substantial investment in digital infrastructure, precision farming equipment, sensors, drones, automated machinery, and software platforms. Consequently, large commercial farms and well-capitalized agribusinesses are generally better positioned to adopt these technologies than small and marginal farmers. Limited access to institutional credit, inadequate financial resources, and poor digital infrastructure restrict technology adoption among resource-constrained farming households.

In addition, disparities in internet connectivity, mobile network coverage, electricity supply, and access to information and communication technologies (ICTs) continue to influence the rate of digital technology adoption across regions. Farmers possessing higher levels of digital literacy and technical skills are more likely to benefit from emerging technologies than those lacking such capabilities.

6.2 Gender Inequality in Technology Adoption

The digital divide also exists between male and female farmers. Women engaged in agriculture often experience limited access to mobile devices, internet services, digital training programmes, financial resources, and extension support compared with their male counterparts. These constraints reduce their participation in digital agriculture and limit their access to modern production technologies and market information.

Promoting gender-inclusive policies, digital literacy programmes, targeted financial assistance, and women-focused entrepreneurship initiatives can improve the participation of women in technology-driven agriculture and contribute to more equitable rural development.

6.3 Skill Development and Workforce Transformation

The increasing adoption of automation, robotics, artificial intelligence, and precision agriculture is changing the skill requirements of the agricultural workforce. Modern farming increasingly depends on operators capable of managing digital equipment, analysing agricultural data, interpreting sensor outputs, and operating automated machinery.

Although technological innovation improves labour productivity, it may reduce demand for routine manual labour, particularly in mechanized farming systems. Therefore, continuous capacity building, vocational education, and digital skill development will be essential for preparing the agricultural workforce for technology-intensive farming systems and minimizing the social impacts of automation.

6.4 Data Ownership, Privacy, and Information Governance

Smart agriculture generates large volumes of farm-level information related to crop production, soil health, weather conditions, machinery operations, financial transactions, and supply chains. While these data support better decision-making, concerns regarding ownership, privacy, and security have become increasingly important.

If farmers lack control over their agricultural data, large agribusiness firms and digital service providers may gain disproportionate influence within agricultural value chains. Transparent data governance policies, secure information-sharing mechanisms, and clear regulations regarding data ownership are therefore essential to ensure that digital transformation benefits all stakeholders fairly.

6.5 Policy and Regulatory Framework

An enabling policy environment is fundamental for the successful implementation of digital agriculture. Governments must establish clear legal frameworks governing digital infrastructure, cybersecurity, interoperability, data sharing, digital payments, and technology standards. Such policies encourage investment by public and private organizations while increasing farmers' confidence in digital technologies.

Several countries have already initiated comprehensive digital agriculture strategies. For example, international initiatives such as the **Global Open Data for Agriculture and Nutrition (GODAN)** advocate open access to agricultural data for improving innovation, transparency, and evidence-based decision-making. Countries including the United Kingdom, Greece, and the United States continue to invest substantially in digital agricultural infrastructure and innovation ecosystems. India has also introduced several initiatives to strengthen digital agriculture through improved data management, digital governance, and technology-enabled agricultural services.

7. Indian Agri-Startup Ecosystem and Government Initiatives

India has developed one of the world's fastest-growing agri-startup ecosystems through a combination of supportive public policies, financial assistance, incubation programmes, and digital innovation initiatives. The Government of India has launched several Central Sector and Centrally Sponsored Schemes to encourage entrepreneurship, promote agricultural modernization, and strengthen technology commercialization across agriculture and allied sectors.

7.1 Agriculture Infrastructure Fund (AIF)

The **Agriculture Infrastructure Fund (AIF)** provides medium- and long-term financing for the creation of post-harvest infrastructure and community farming assets. The scheme offers interest subvention and credit guarantee support for economically viable agricultural projects.

Beneficiaries include farmers, agri-entrepreneurs, Farmer Producer Organizations (FPOs), Primary Agricultural Credit Societies (PACS), Self-Help Groups (SHGs), Joint Liability Groups (JLGs), cooperative societies, Agricultural Produce Market Committees (APMCs), state agencies, and public-private partnership projects. Investments supported under the scheme include warehouses, cold storage facilities, processing units, grading and packaging centres, logistics infrastructure, and other value chain assets that enhance agricultural competitiveness and reduce post-harvest losses.

7.2 Digital Agriculture Mission

The Government of India is implementing the **Digital Agriculture Mission** to modernize agricultural governance through the development of an integrated Digital Public Infrastructure (DPI) for agriculture. The initiative aims to strengthen digital service delivery and promote farmer-centric solutions by integrating data, digital platforms, and decision-support systems.

The mission supports services related to crop planning, soil health assessment, weather advisories, precision farming, market intelligence, agricultural credit, insurance, and yield estimation. It also encourages innovation by creating an enabling environment for AgriTech companies, startups, and research organizations.

A major component of this initiative is **AgriStack**, an integrated digital ecosystem comprising farmer databases, geo-referenced land records, crop surveys, soil information systems, digital farmer identities, and interoperable data exchange platforms. These foundational digital resources facilitate efficient delivery of government services while improving transparency and decision-making.

7.3 Digital Agricultural Extension

Digital extension has become an important component of agricultural knowledge dissemination in India. Several technology-enabled initiatives are strengthening communication between farmers, scientists, extension personnel, and policymakers. Programmes such as

VISTAAR (Virtually Integrated System to Access Agricultural Resources) are being developed to provide digital advisory services through integrated information platforms. Artificial intelligence-based systems document farmers' innovations, support knowledge sharing, and improve advisory services using machine learning and conversational interfaces. The integration of weather forecasting, crop advisories, Kisan Call Centres, mobile applications, agricultural universities, and decentralized extension mechanisms—including **Krishi Sakhis**, **Pashu Sakhis**, and **Matsya Sakhis**—has expanded the reach of digital advisory services, particularly among rural communities.

7.4 Start-up India Seed Fund Scheme (SISFS)

To strengthen the national startup ecosystem, the Government of India introduced the **Start-up India Seed Fund Scheme (SISFS)**, which provides financial assistance for proof-of-concept development, prototype creation, product validation, commercialization, and market entry. The scheme supports innovative startups across multiple sectors, including agriculture and allied industries. Financial assistance is provided through accredited incubators, enabling early-stage enterprises to transform innovative ideas into commercially viable products and services. By supporting technology commercialization, startup incubation, and entrepreneurial capacity building, the scheme contributes significantly to the growth of India's AgriTech ecosystem (PIB, 2024).

(Ministry of Statistics and Program Implementation (MOSPI). <https://pib.gov.in/PressReleaseIframePage.aspx?PRID=2079024>)

8. Conclusion

Smart agriculture represents the next major transformation in agricultural development by integrating advanced digital technologies with entrepreneurial innovation to create productive, resilient, and sustainable farming systems. The convergence of artificial intelligence, the Internet of Things (IoT), drones, precision agriculture, automation, big data analytics, blockchain, and digital advisory services has the potential to revolutionize crop and livestock production while improving resource-use efficiency, profitability, and environmental sustainability. These technological advancements not only enhance farm productivity but also create numerous entrepreneurial opportunities across the agricultural value chain, including input supply, precision farming services, agri-processing, logistics, digital marketplaces, animal husbandry, climate-smart agriculture, and value-added enterprises.

Entrepreneurship serves as a critical catalyst in translating technological innovations into commercially viable solutions that generate employment, strengthen rural livelihoods, and promote inclusive economic growth. The emergence of agri-startups, incubation centres, digital public infrastructure, and supportive government initiatives has created a conducive ecosystem for young entrepreneurs to address long-standing challenges in Indian agriculture. Simultaneously, smart agriculture contributes to climate resilience by promoting efficient use of water, fertilizers, pesticides, energy, and other

natural resources while reducing greenhouse gas emissions and environmental degradation.

Despite these promising developments, several barriers continue to limit the widespread adoption of smart agriculture. High investment costs, inadequate digital infrastructure, limited digital literacy, fragmented landholdings, unequal access to technology, gender disparities, data ownership concerns, and the need for supportive regulatory frameworks remain significant challenges, particularly for smallholder farmers. Addressing these constraints requires coordinated efforts from governments, research institutions, private enterprises, financial institutions, extension agencies, and farmer organizations. Policies should focus on strengthening digital infrastructure, improving access to affordable technologies, enhancing capacity building, promoting digital inclusion, and encouraging innovation through public-private partnerships.

Looking ahead, the future of agriculture lies in integrating entrepreneurship with smart and climate-resilient technologies to build sustainable agri-food systems capable of meeting the growing global demand for food while conserving natural resources. Investment in research and development, skill development, innovation ecosystems, and farmer-centric digital solutions will be essential for ensuring equitable adoption of smart agriculture. By fostering an enabling entrepreneurial ecosystem and promoting responsible digital transformation, smart agriculture can significantly contribute to food and nutritional security, rural prosperity, environmental sustainability, and achievement of the Sustainable Development Goals (SDGs). Ultimately, the synergy between entrepreneurship and smart agriculture offers a transformative pathway towards a resilient, competitive, and inclusive agricultural sector capable of addressing the challenges of the twenty-first century.

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