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# **Resource Use Efficiency in Paddy Cultivation: A Comparative Study of Telangana Sona and Chintu Varieties in Nalgonda District of Telangana State of India**

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## **Authors' contributions**

*This work was carried out in collaboration among all authors. All authors read and approved the final manuscript.*

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## **ABSTRACT**

The present study was undertaken to assess the resource use efficiency in the cultivation of the rice variety, Telangana Sona. A total sample of 120 farmers from 6 villages of three mandals in Nalgonda district of Telangana was selected. Cobb-Douglas production function analysis was used to study resource use efficiency. The results of the study revealed that in the cultivation of Telangana Sona, human labor, machinery, and fertilizers were underutilized and there is a scope for maximizing returns by increasing the use of these inputs. The Marginal Value Product (MVP) was less than one for costs incurred on plant protection chemicals, which means that the resource was over-utilized *i.e.* decrease in the use of this input is suggested. The study recommends the reallocation of resources for profitable rice cultivation.

**Keywords:** Rice variety; resource use efficiency; rice cultivation; Telangana Sona.

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## 1. INTRODUCTION

"In India, rice is the most important and extensively grown food crop, occupying nearly 42.75 mha i.e., nearly 44% of the total area under cereals in the country. India has the largest area in the world accounting for nearly 28.2% of the world's area under rice. India is the second-largest producer and consumer of rice in the world. In India rice had a share of 43.5% in the total cereals production in 2019. The growth in rice production with stability has been a matter of concern to achieve food security, especially in developing countries" [1]. "The productivity of rice has increased from 1984 kg per hectare in 2004-05 to 3450 kg per hectare in 2020-21 due to improved irrigation facilities and government schemes and initiatives. However, rice production needs to be increased to meet future food requirements amid strong competition for limited resources" [2]. Major paddy-growing states in India are West Bengal, Uttar Pradesh, Punjab, Telangana, and Andhra Pradesh [3,4].

"Agriculture plays a pivotal role in the economy of Telangana. Besides the fact that the sector helps in ensuring food security, it also provides livelihoods to more than half of the state's workforce" [5]. In the state of Telangana, the agricultural households as a percentage of rural households are 54.2% (2,655,700 agricultural households out of 4,899,600 rural households) in 2019.

"Rice is the predominant crop in Telangana, accounting for 50.3% (4.12 mha) of the total gross cropped area in 2020-21, up from 26.6% in 2014-15. Rice production has increased significantly in Telangana; it continues to dominate as a major crop produced in the state and has seen a prominent increase in production in recent years. Telangana is one of the national leaders in paddy production" [6]. Rice is the major food crop and staple food for the state [7]. Telangana achieved a record procurement of 11.2 million tons of paddy, in *Kharif* 2019 and became the 'Rice Bowl' of the country. The total area under paddy in the state reached 2.1 mha in *Kharif*, 2020. Total paddy production in the state increased to 11.88 million tons in 2019-20 from 6.25 million tons in 2017-18. Yield increased to 3450 kg per hectare in 2020-21 against 3176 kg per hectare in 2017-18 [8].

There is an increasing scarcity of available agricultural land and enhancing the productivity of crops faces a new challenge of ensuring that

land becomes more and more productive. This is where resource-use efficiency becomes relevant to our agricultural and food systems [9]. "Rice provides up to 60% of the daily energy requirement and a substantial part of the protein intake and therefore is crucial for nutritional security" [10]. "The sustainability of rice-based farming systems is threatened by sub-optimal use of inputs, increasing resource scarcity, especially water and labor, climate change, emerging energy crisis, and rising fuel prices, the rising cost of cultivation and emerging socio-economic changes such as urbanization, migration of labor, preference for non-agricultural activities, etc"., [11,12]. "To achieve optimum production levels, the available resources must be used efficiently. There is a call for an appraisal of the efficiency of the resources in rice production. Hence, the studies on resource use efficiency in rice cultivation, assume importance in the background of depleting resources" [13,14].

Telangana Sona (RNR 15048) is a new paddy variety developed by PJTSAU in the year 2015 with special characteristics such as short duration (125 days), water-conserving, fine grain, high yielding, and blast resistance. Due to these traits, it is profitable for the farmers to cultivate this variety. Also, it has a low glycemic index, making it ideal for rice-eating diabetics [15]. Rice is the major staple food crop of Telangana state and also by considering the growing importance of the Telangana Sona variety, resource use efficiency of rice production needs to be done. In this context, this study was undertaken to analyze resource use efficiency in the Telangana Sona variety by comparing it with other popular paddy varieties i.e., Chintu in the Nalgonda district of Telangana.

## 2. METHODOLOGY

Telangana, Nalgonda, Karimnagar, and Nizamabad are the major paddy-growing districts of Telangana (Table 1). Nalgonda is the highest paddy-growing district in Telangana with 160,674 ha of area in *Kharif-2020* [8]. Hence, Nalgonda district has been selected purposively to conduct the present study as it had the highest paddy cultivating area in Telangana state during *Kharif-2020* (Table 1).

The Nalgonda district is an agrarian district with good irrigation sources and favorable climatic conditions. Approximately 75% of the population depends directly or indirectly on agriculture in the Nalgonda district. The major

crops grown are paddy and cotton. Telangana state is considered as the seed bowl of India and the contribution of Nalgonda district in this regard is sizeable. Nalgonda district has a total of 31 mandals and among them, Miryalguda, Nidamanoor, Nalgonda, Kanagal, Thripuram, Thipparthi and Vemulapally are major paddy-growing mandals.

**Table 1. Area under rice in major rice growing districts of Telangana in Kharif-2020**

S. No	District	Area (ha)
1	Nalgonda	160,674
2	Suryapet	160,632
3	Nizamabad	154,462
4	Khammam	113,577
5	Jagithyal	113,243
6	Karimnagar	101,183
7	Peddapalli	82,036
8	Yadadri	81,801

Source: Directorate of Economics and Statistics, Telangana, 2020 [8]

In Nalgonda district of Telangana state, Telangana Sona (RNR-15048), Chintu, MTU-1010, KNM-118, MTU-1156, BPT-5204, and HMT are majorly grown paddy varieties in the category of 'fine grain' paddy production. Telangana Sona was the major cultivated variety in the study area, as it covered more than 80% of area in *kharif* -2020. To investigate the said objective in Nalgonda district, total three mandals were selected purposively based on the highest area under paddy cultivation and area under Telangana Sona variety. Further, from each mandal two villages were identified purposively based the highest area under paddy cultivation and coverage of Telangana Sona and Chintu varieties. Again, from each village, 20 paddy growing farmers were selected using a purposive

random sampling procedure, 10 each of Telangana Sona and Chintu variety cultivating paddy farmers. Thus, the total sample size consists of 120 farmers which included 60 Telangana Sona cultivating farmers and 60 Chintu variety cultivating paddy farmers, covering 6 villages. Sampling details are given in Table 2.

## 2.1 Cobb-Douglas Production Function Analysis

Cobb Douglas production function was employed to find out the productivity of inputs in the rice production. By using this function, impact of each input towards paddy production was estimated in both the varieties *i.e.*, Telangana Sona and Chintu Varieties. Cobb-Douglas Production was used by many of researchers to study the resource use efficiency in various crops including paddy [16,17,18].

The model specified was:

$$\ln Y = \ln A + b_1 \ln X_1 + b_2 \ln X_2 + b_3 \ln X_3 + b_4 \ln X_4 + b_5 \ln X_5$$

Where,

Y = Gross return (Rs./ha),  
 $X_1$  = Cost of seed (Rs. /ha),  
 $X_2$  = Cost on fertilizers (Rs./ha),  
 $X_3$  = Cost on pesticides (Rs./ha)  
 $X_4$  = Cost on human labour (Rs./ha),  
 $X_5$  = Cost on machinery (Rs./ha)  
e = Random error  
 $b_1, b_2, b_3, b_4, b_5$  elasticity coefficients  
A = Constant (intercept)

Paul [19], Devi et al. [20] and Phuge et al. [21] employed studied resource use efficiency using cobb-douglas production function.

**Table 2. Sample distribution of paddy farmers**

Name of the Mandal	Villages	Sample farmers who cultivated Telangana Sona (RNR-15048) paddy Variety	Sample farmers who cultivated the Chintu paddy variety
Nidamanooru	Mupparam	10	10
	Errabelli	10	10
Adavidevulapalli	Ulshayapalem	10	10
	Bangarigadda	10	10
Kanagal	Dorepalli	10	10
	Shabdullapuram	10	10
<b>Total</b>		<b>60</b>	<b>60</b>

In order to test the efficiency, the ratio of Marginal Value Product (MVP) to marginal factor cost (MFC) for each input is computed and tested for its equality to 1 *i.e.*

$$\frac{MVP}{MFC} = 1 \quad (1)$$

$$MVP = MPP_i * P_y$$

Where,

MVP = Marginal Value Product  
MFC = Marginal factor cost  
MPP<sub>i</sub> = MPP of *i*<sup>th</sup> input  
P<sub>y</sub> = Price of output

$$MPP_i = b_i \times \frac{Y}{X_i} \quad (2)$$

Where,

b<sub>i</sub> = Elasticity coefficient of the *i*<sup>th</sup> independent variable  
Y = Geometric mean of the output  
X<sub>i</sub> = Geometric mean of the input

The marginal value product was compared with their MFC for evaluating resource use efficiency. MFC is the price per unit of input. If the MFCs of all the inputs expressed in terms of an additional rupee in calculating the ratio of MVP to MFC, the denominator will always be one and the ratios will be equal to their respective MVP.

The prevailing market price of inputs was used as the Marginal Factor Cost (MFC) since the farmers were assumed to be operating under purely competitive input markets. On the basis of the economic theory, a firm maximizes profits with respect to resource use when the ratio of the marginal return to opportunity cost is one. The values were thus interpreted as;

- If  $r < 1$ , it means the resource in question was over-utilized, hence decreasing the quantity used of that resource increases profit.
- If  $r > 1$ , it shows that the resource was being under-utilized and increasing the rate of use will raise the profit level.
- If  $r = 1$  it means the resource was being efficiently utilized.

### 3. RESULTS AND DISCUSSION

The Cobb-Douglas production function coefficients were estimated to analyze the relationship between resources and productivity of paddy by using the data from respondents. The gross returns from the paddy was taken as dependent variable, while seed, human labour, machinery cost, fertilizer and pesticides were taken as independent variables. Results were calculated and presented in Table 3. The results revealed that with regard to coefficients of multiple determinations, R<sup>2</sup> were 0.70 and 0.63 for Telangana Sona and Chintu respectively, which indicates that in Telangana Sona 70% variation in paddy production is explained due to variation in all explanatory variables. Similarly, in the case of the Chintu variety about 63% of the variations have been explained by the explanatory variables, which were included in the model.

Results also revealed that the regression coefficient of seed cost in Telangana Sona was 0.049. In the case of the Chintu variety, the regression coefficient of seed cost was 0.018 which was a positive coefficient and non-significant. The regression coefficient of human labor cost in Telangana Sona was 0.225 and significant at a 1% level of confidence indicating a 1% increase in human labor cost would increase gross return by 0.22%. On the other hand, the Chintu variety coefficient of human labor was 0.071 and significant at a 5% level of confidence which means a 1% increase in human labor would bring a change of 0.071% increase in returns. The coefficient of machinery cost was 0.189 and significant at a 1% level of confidence in Telangana Sona and 0.049 and non-significant in the Chintu variety. The regression coefficient for fertilizer cost was 0.158 and 0.287 and significant at a 1% level of confidence for the Telangana Sona and Chintu variety respectively. It means that 1% increase in fertilizer cost would increase gross returns by 0.158 and 0.287% in respective varieties. In the Telangana Sona variety, the coefficient of pesticide cost was positive and non-significant but in the case of the Chintu variety, it was negative (-0.0163) and non-significant. Naipunya and Rajeswari [22] studied "resource use efficiency in different rice-based cropping Systems of Andhra Pradesh and found that the regression coefficient of machine power (x<sub>2</sub>), and fertilizers (x<sub>4</sub>) were positively significant at 10% level". Naik et al. [23] analyzed the resource use

efficiency of the Soybean crop and found that the seed, FYM, human labor, bullock labor, and fertilizer were over utilized and machine labor and plant protection chemicals were underutilized by the farmers.

The details of estimated MVP ratios of resources in paddy production are presented in Table 4. The Cobb-Douglas production function estimates and geometric levels of inputs and outputs were used to estimate the Marginal Value Product (MVP) of the inputs. Ebele and Eric [24], estimated MVP in their study on the resource use efficiency in rice. In Telangana Sona, MVP values of human labor cost (1.15), machinery cost (1.56), and fertilizer cost (2.2) were more than one. It indicates that resources were underutilized and there is a scope for maximizing returns by increasing the use of human labor,

machinery, and fertilizer. The MVP value for pesticide was less than one for pesticide cost (0.033) which means the pesticide was overused i.e., a decrease in the use of this input would enhance the returns. Similar results were reported by Fayaz et al. [9].

In the case of the Chintu variety, MVP values of seed cost (0.44), human labor cost (0.30), machinery cost (0.28), and pesticide cost (-0.28) were less than one which indicates overutilization of these resources. Hence, if we reduce these resources in Chintu we can increase the returns. In the Chintu variety, only fertilizer cost (3.1) MVP value was greater than one which indicates underutilization of fertilizer and there is a scope to enhance the returns by increasing the application of fertilizers. The study is supported by earlier research [25].

**Table 3. Estimated values of co-efficient and related statistics of the Douglas Production function model**

Explanatory variable	Telangana Sona Variety	Chintu Variety
Intercept	5.517	7.752
Seed cost	0.049 (0.23898292)	0.018 (0.6964)
Human labor cost	0.225* (0.00000047)	0.071** (0.0467)
Machinery cost	0.1898* (0.021014441)	0.049 (0.3668)
Fertilizer cost	0.158* (0.000000269)	0.287* (0.0000015)
Pesticide cost	0.0330 (0.364500894)	-0.0163 (0.541783)
R <sup>2</sup>	0.70	0.63
F-Value	25.54	18.84

\*, and \*\* Significant at the 1 and 10 levels

**Table 4. Marginal Value Product (MVPs) of inputs in the production function**

S. No	Telangana Sona variety				Chintu variety			
	Input variables	Co-efficient	MVP		Input Variables	Co-efficient	MVP	
1	Seed	0.049	1.0	Optimum Utilized	Seed	0.018	0.44	Excess Utilized
2	Human Labor	0.225	1.15	Underutilized	Human Labor	0.071	0.30	Excess utilized
3	Machinery	0.189	1.56	Underutilized	Machinery	0.049	0.28	Excess utilized
4	Fertilizer	0.158	2.2	Underutilized	Fertilizer	0.287	3.1	Underutilized
5	Pesticide	0.033	0.96	Excess utilized	Pesticide	-0.016	-0.28	Excess utilized

Source: Primary data collected from farmers

## 4. CONCLUSION

The results revealed that in the case of Telangana Sona, MVP values of human labor cost (1.15), machinery cost (1.56), and fertilizer cost (2.2) were more than one. It indicates that resources were underutilized and there is a scope for maximizing returns by increasing the use of human labor, machinery, and fertilizer. Hence, institutional support in the form of provision of labor support by way of linking the MGNREG program with the agricultural labor work, promotion of mechanization, and support to procure and use of the recommended level of inputs may be considered to realize the potential yield in Telangana Sona variety on farmers' fields. The MVP value for pesticide was less than one for pesticide cost (0.033) which means the resource was overused *i.e.*, a decrease in the use of this input would enhance the returns in Telangana Sona Variety. The study suggests the reallocation of resources with mechanization and reduction in pesticide use for the profitable cultivation of rice.

## COMPETING INTERESTS

Authors have declared that no competing interests exist.

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