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6:43 =

7x10=70=1 hr 10 min

44 54**MAINS COACH  
PROGRAM - 23**Answer Writing Skill Development for  
**CIVIL SERVICES MAINS**  
**2023****SMARTWORK LABS**  
IAS ACADEMY**GENERAL STUDIES TEST 3**

Name of the Candidate	MANISHA JANGHU
Mobile Number	
Email ID	
UPSC 2023 Roll Number	6316998

Date - 2<sup>nd</sup> Aug 2023**TEST 2315***Economy  
&  
Agriculture*

Time Allowed – 3 Hours

**4 AUG 2023**

Maximum Marks – 250

<b>Table of Marks</b>			<b>Instructions Set</b>		
QUESTION	MAXIMUM MARKS	MARKS OBTAINED	Please Read each of the following instructions carefully before attempting questions: <ul style="list-style-type: none"> <li>• There are <b>TWENTY</b> questions printed in <b>ENGLISH</b>.</li> <li>• <b>All</b> questions are compulsory.</li> <li>• The number of marks carried by a question/part is indicated against it.</li> <li>• Answers must be written in English and must be stated clearly on the cover of this Question-cum-Answer (QCA) Booklet in the space provided. No marks will be given for answers written in a medium that the authorized one.</li> <li>• Use on black/blue pen/ink to write answers. Do not use pencil other than for drawing diagrams/sketches.</li> <li>• <b>Answers to Questions no. 1 to 10 should be in 150 words, whereas answers to Questions no. 11 to 20 should be in 250 words.</b></li> <li>• Keep the word limit indicated in the question in mind.</li> <li>• Any page or portion of the page left blank in the Question-cum-Answer (QCA) Booklet must be clearly struck off.</li> </ul>		
1	10		TIME TAKEN		EVALUATION DATE
2	10		START:	END:	
3	10		SPECIAL REQUEST WITH REGARDS TO EVALUATION -		
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<b>COMMENTS</b>					
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Email ID for any Grievance - <a href="mailto:grievances@smartworklabs.in">grievances@smartworklabs.in</a>					
Email ID for other queries - <a href="mailto:info@smartworklabs.in">info@smartworklabs.in</a>					

## MACRO FEEDBACK

STC UVA 4.1

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Q.1

The Micro, Small and Medium Enterprises (MSMEs) play a vital role in boosting the economic growth engine. In this context highlight the various constraints faced by MSMEs and steps taken by the government to strengthen it. (150 words, 10 marks)

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The Micro, small & medium industries (MSME) contribute 33% to the GDP. and has the potential of CAGR = 11.5%.

### Boost ECONOMIC GROWTH

1. Employment = 10 Cr people  
(CMIE)

Refn.	Mfg	Services
Micro	1 Cr	5 Cr
Small	5 Cr	25 Cr
Med	20 Cr	250 Cr

2. Economic opportunity to poor :- 99% of MSME are micro (NSSO data)

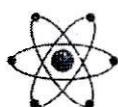
3. Inclusive growth → women led MSME are 8.6 lakhs (Udyam portal data)

4. Exports = 45% to total exports.

### CONSTRAINTS FACED by MSME

1. Lack of institutionalized credit :- More than 90% MSME lack institutional credit  
P NACHIKET MOR COMMITTEE REPORT

2. hurdles in getting registration and clearances.



3. Infrastructural gaps: due to lack of last mile connectivity → less profitable.
4. Competition from big MNCs.

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### STEPS BY GOVERNMENT

1. Emergency credit line guarantee scheme (ECLGS) of ₹5000 Cr for MSME.  
(UNION BUDGET 2022-23)
2. Compulsory procurement of 25% by PSUs.
3. Credit linked subsidy scheme = 15%.
4. SAMADHAN Scheme.
5. Improving logistics.
6. ASPIRE Scheme.
7. PMKVY (PM Kaushal Vikas Yojana)  
for skill development.  
MSME as per World Bank  
can contribute to 50% of India's GDP.  
By 2030 & generate 50% of employment  
which can help India soon become  
a \$5 trillion economy.



Q.2

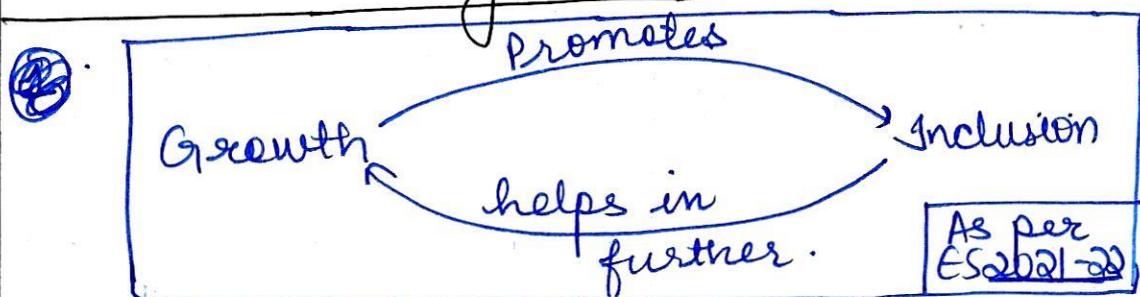
Growth cannot be achieved without inclusion and only growth can ensure real inclusion. Discuss. Highlight the steps taken by the government, in recent times, to promote inclusive development in the country. (150 words, 10 marks)

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Growth refers to the increase in production levels of an economy.  
 GDP is a measure of growth.  
Inclusion refers to equitable and sustainable growth.

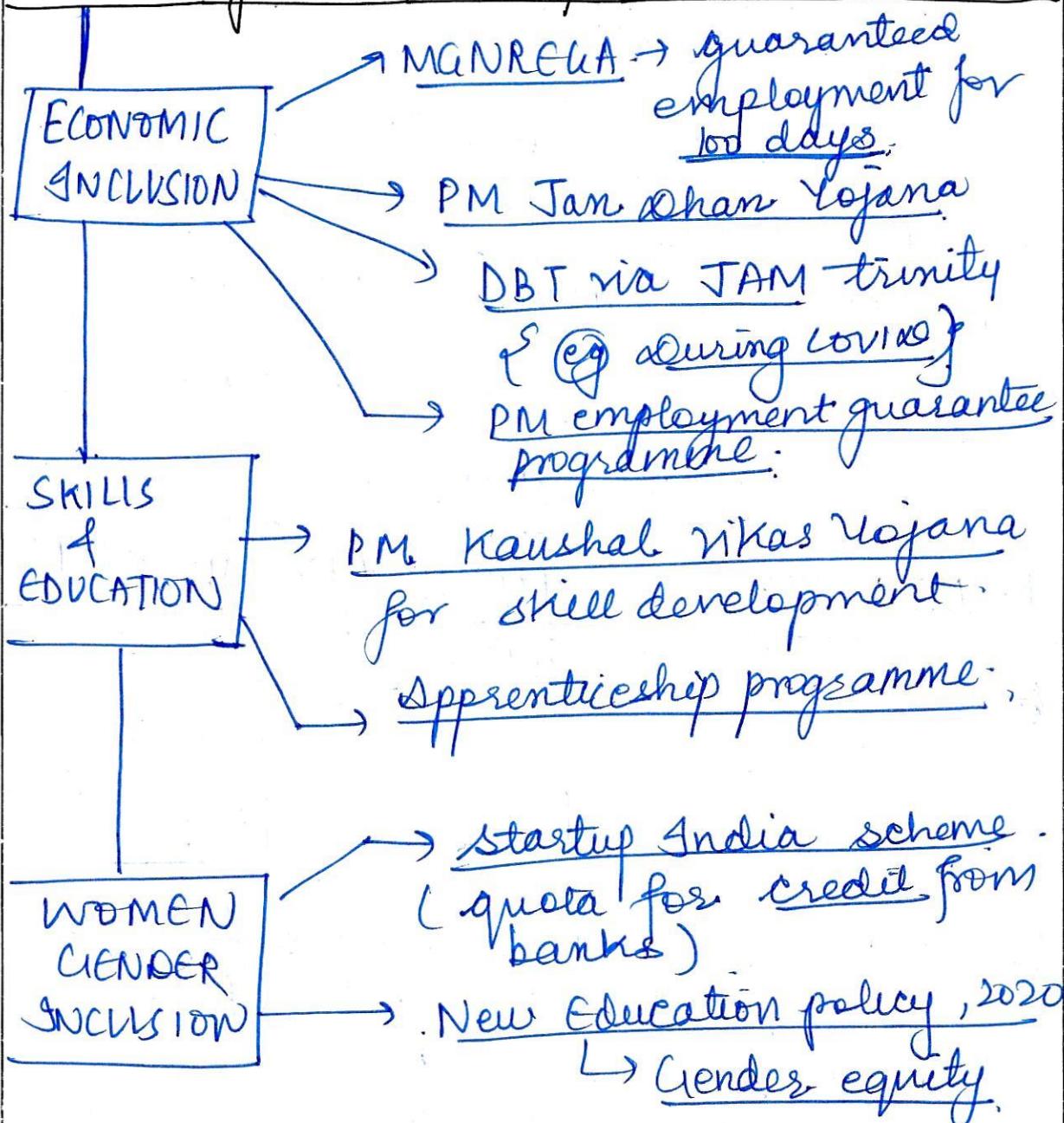
### RELATIONSHIP of GROWTH AND INCLUSION



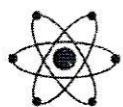
- 1) Eco growth will provide more fiscal resources to work for the poor.  
 Govt. policies for poor.
- 2) Increased govt. revenue will help in more capital investments on health & education promoting inclusion.
- 3) Inclusion of sections like women can further improve growth.  
 ILO Report → women in workforce can increase India's GDP by 27%.



## STEPS BY GOVERNMENT FOR INCLUSIVE DEVELOPMENT



~~Economic~~ growth can help India become a superpower. or a \$ 5 trillion economy, but only inclusive growth can ~~sustain~~ sustain it.



Q.3

Indian Railway needs high speed trains but before that it needs structural overhauling with focus on decongestion of tracks, last mile connectivity and sustainability of passenger services. Examine. (150 words, 10 marks)

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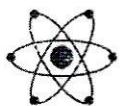
The recent Balasore (Odisha) train accident took 485 lives and over 1000 injured. It raises serious questions over need for Indian railways.

### NEED of high speed trains

- 1) Promoting faster travel.
- 2) Less accidents { Almost 0 fatality } (world report)
- 3) More affordable for people.
- 4) can carry more passenger traffic.  
{ double of normal railway }

However, ISSUES :-

1. Rail accidents :- NCRB data : 1.6 lakh people have lost their lives in rail accidents in past 10 years.
2. Poor Infrastructure → poor hygiene of catering services.
3. Cross-subsidisation of freight fee
4. Lack of technology for transparency & efficiency.



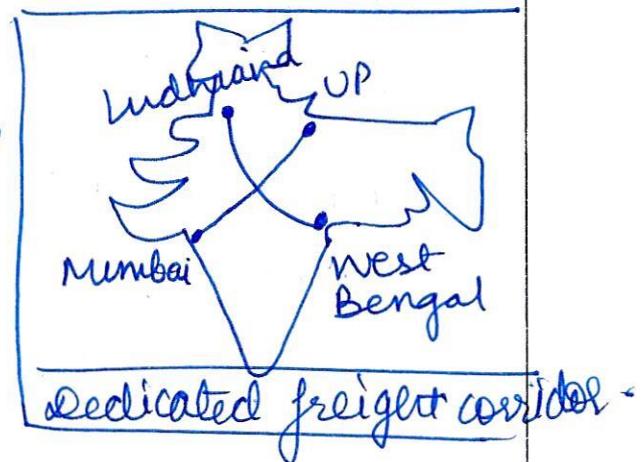
## STRUCTURAL OVERHAULING.

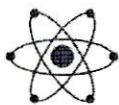
### 1. Kakodkar Committee

- 1.1) formation of statutory railway authority.
- 1.2) Efficient audit system.
- 1.3) gradual PPP introduction for last mile connectivity.

### 2. Bibek Debroy Committee

- 2.1) classification of passenger & cross-subsidisation fare → sustainability of passenger services.
- 2.2) Promote Electronic Ticket Machinery (ETM) and Automatic Train system (ATS).
3. Improve more rail lines by decongesting & upgrading existing corridors thus, Indian railway is the "lifeline" of our nation for its growth & prosperity.





Q.4

Digitization can transform small and medium businesses into unstoppable forces in the Indian economy. In this context discuss how ONDC can be a game-changer in India. (150 words, 10 marks)

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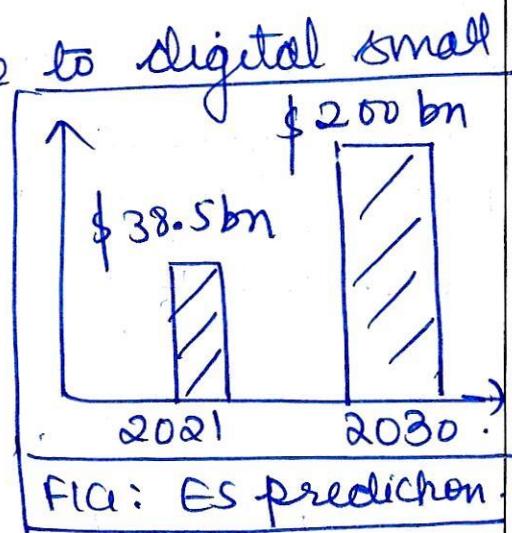
India has the 2nd highest base of Internet users and shoppers after China. Thus, Digitization of small & medium business can usher in growth of Indian economy in following ways:-

#### DIGITIZATION 4 SME BUSINESSES.

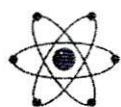
① E-commerce has the potential to grow at CAGR = 27.2% which should be tapped.

② Economic growth due to digital small & medium businesses

③ It can boost India's exports (750 f. of existing)



④ Inclusive growth as small & medium businesses → transparency and accountability.



## OPEN NETWORK for DIGITAL COMMERCE (ONDC)

ONDC is a ~~private~~ non-profit Sec 8 company formed by DPIIT (Min. of Commerce) to achieve :-

1. Transparency in e-commerce
2. Reduce monopoly for small businesses
3. Increase choice & independence for consumers.

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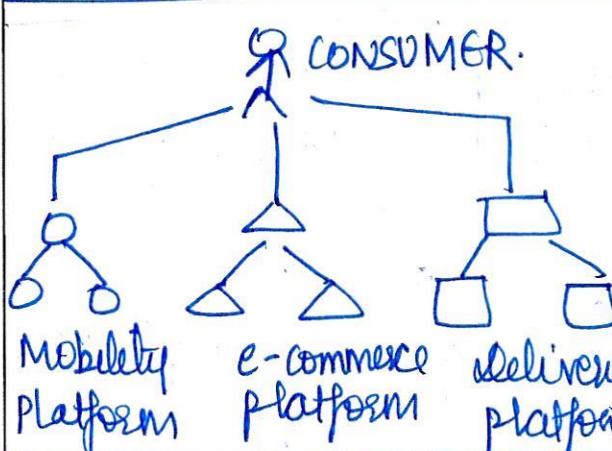


FIG: Existing Model

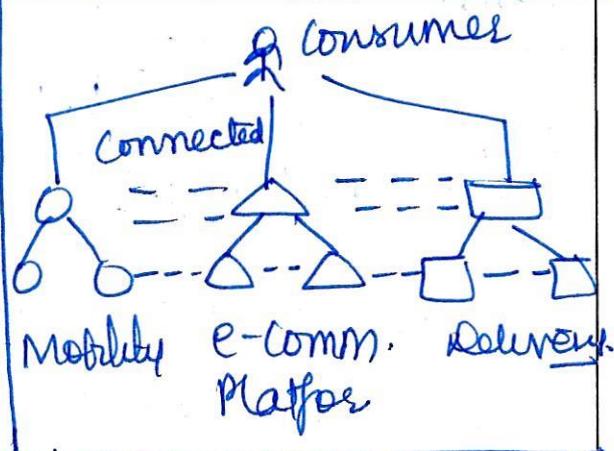


FIG: ONDC

Thus, ONDC can promote transparency and reduce monopoly & cartelization at all stages of seller processing, vendor addition, price discovery and thus, product purchasing.



Q.6

The new National Logistics policy is a comprehensive effort for integrated development of the logistics ecosystem to ensure seamless movement of goods and enhancing the competitiveness of the industry. Analyse. (150 words, 10 marks)

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In the logistics performance index (LPI) of World Bank, India is ranked 44<sup>th</sup> out of 160 countries

### Logistics Issues

- ① Logistics time taken for movement of goods is 4-5 days in India while its 1-2 day for USA.
- ② Logistics cost to GDP is high

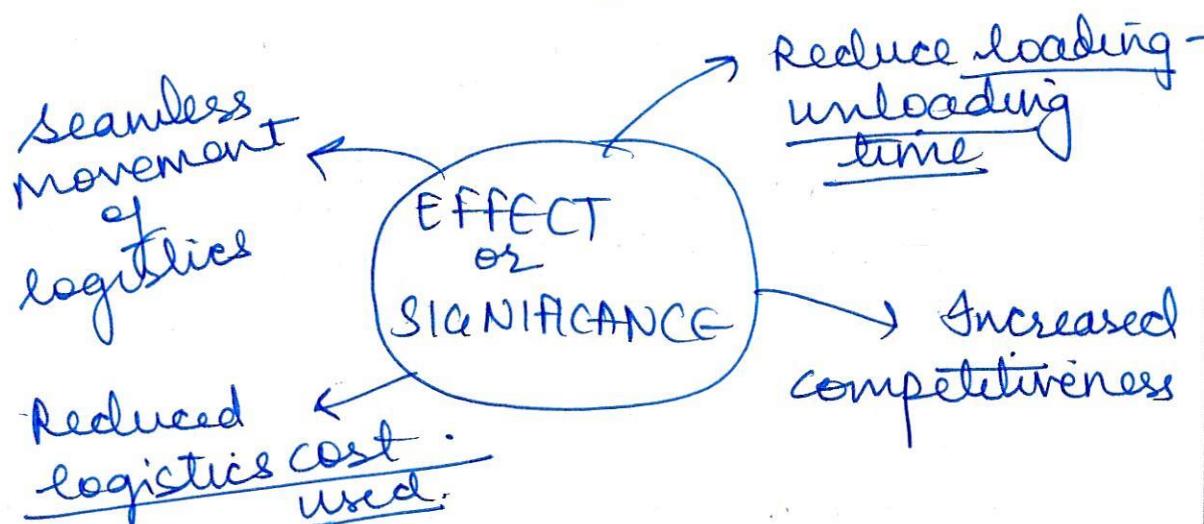
INDIA	14-15%	F1a: GDP on Logistics.
CHINA USA	8-9%	

- ③ Lack of infrastructure.
- ④ Technological gaps.

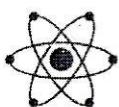
### NATIONAL LOGISTICS POLICY, 2022

- ① Integrated digital logistics system for promoting efficient movement of goods.

- (2) Benchmarking of service quality standards for quality improvement.
- (3) Development and capacity building of logistics human resource.
- (4) EXIM logistics (Export-Import) logistics efficiency promotion.
- (5) Development of logistics parks.
- (6) Engagement with states → for Decentralised logistics.



Thus, Niti Ayog's Index like logistics performance index for states' efforts is a step in right direction.



Q.5

The workforce in India is becoming increasingly male-dominated. What are the factors driving this trend? How can we achieve a more gender equal workforce in India? (150 words, 10 marks)

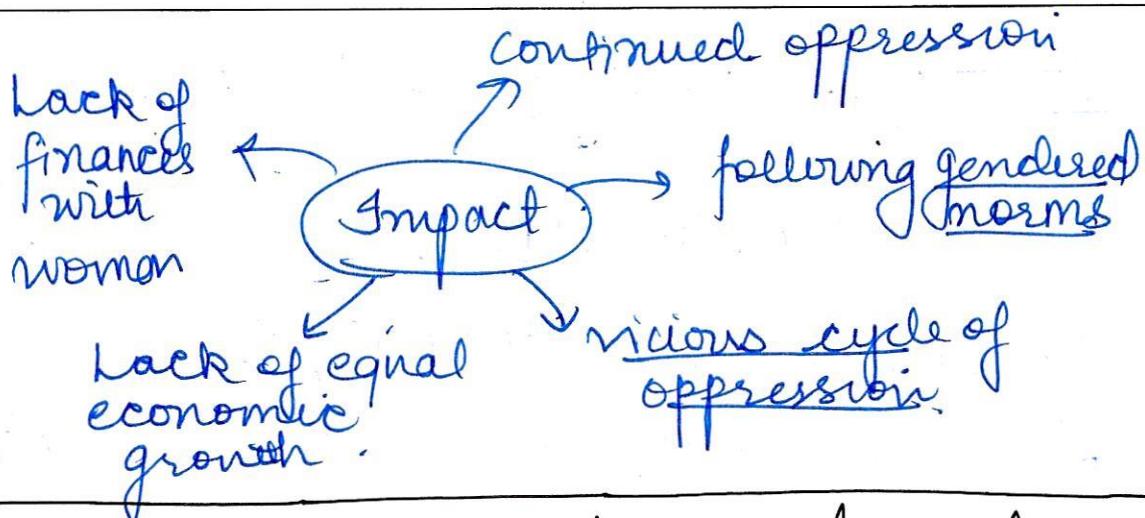
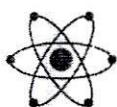
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Acc. to PLFS-5, the LFPR  
(Labour force participation rate)  
for men is 66% while it is 38%  
for women.

### FACTORS behind male-dominated workforce

- ① Division of labour :- Men generally work outside and women do the household chores.
- ② Increased household income has direct relationship with low women participation in work outside.
- ③ Patriarchy promotes gendered work for men & women.
- ④ More women engaging in higher education = low LFPR  
$$\{ \text{LFPR (urban areas)} \cap \text{LFPR (Rural areas)} \}$$
- ⑤ Lack of safety, security, discourages women from working.



### Towards a More gender equal workforce

- ① Change societal attitudes → Awareness
- ② Provide social security benefits like Maternity benefit leaves.
- ③ Safe work environment → Internal Complaints committee (ICC).
- ④ Equal pay for equal work. Should {Art 39(d) of WPSP} be ensured.
- ⑤ Promoting education & skill development of women { NEP 2020 }.

Acc- to ILO, if women's LFPR comes at equal with men, India's GDP can increase by 27%.



- Q.7 "With wrong farming methods, we turn fertile land into desert. Unless we go back to organic farming and save the soil, there is no future." In this context, explain the importance of organic farming for India in the coming future.

(150 words, 10 marks)

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According to IMO, 27% of India's land is getting converting into deserts due to wrong farming methods.

### wrong farming Methods

- ① Soil Degradation and Soil Erosion  
{ 1 mm top soil layer gets eroded every year }

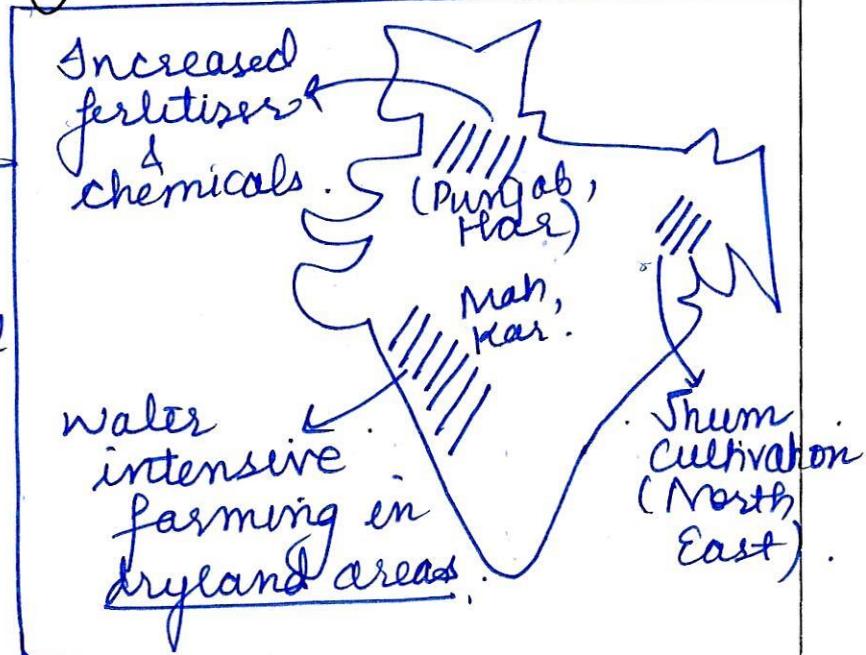
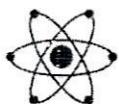


FIG: Effect of wrong farming

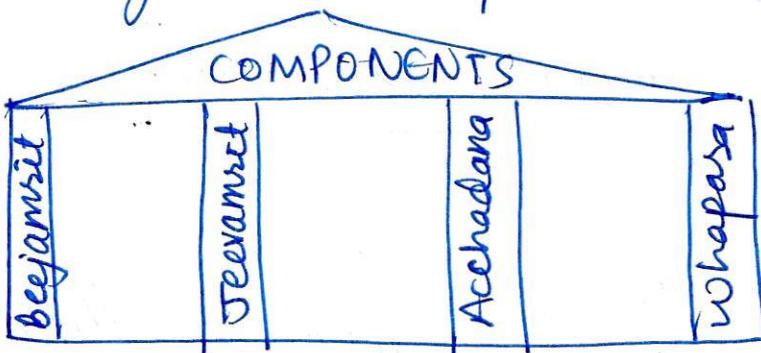
- ② Increased fertiliser use → Acidic soil
- ③ Crop burning → lose soil fertility
- ④ Increased irrigation in dryland areas  
↳ soil salinity.



## IMPORTANCE of ORGANIC FARMING

① use of natural resources and reduced use of chemicals in the farming method.

② It includes components of zero budget natural farming & thereby use natural processes for seed production, etc



③ It advocates reduced tillage, thereby less environmental emissions

④ It maintains soil health by reducing chemical fertilizers.

Thus, organic farming is the way towards sustainable and climate resilient agriculture.

(SDG 13)

INDIA - Max. number of organic farmers in the world



Q.8

There is a need for improving productivity of small and marginal farmers through development and implementation of technologies to achieve growth in farmers income and agricultural sustainability. Comment. (150 words, 10 marks)

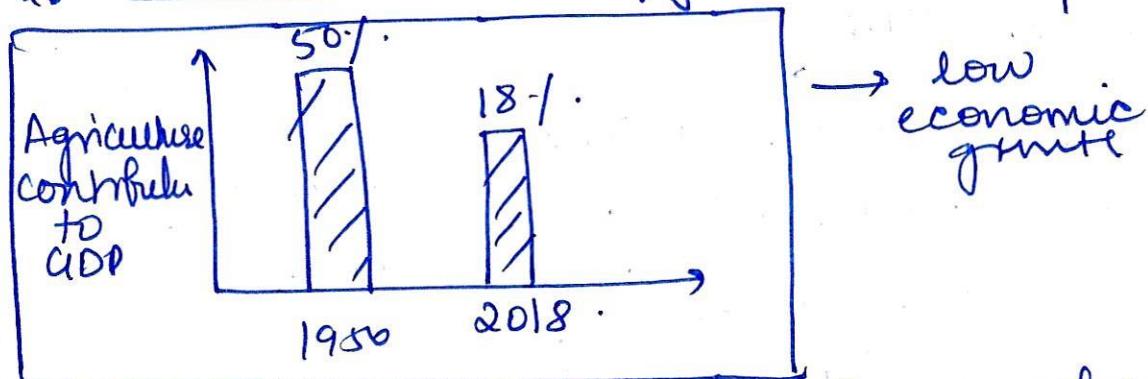
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Acc. to Agriculture census, 786,  
of India's farmers are under small  
farmer's category (> 2 hectares landholding)

### EXISTING PRODUCTIVITY

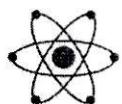
1. Low yields due to land fragmentation  
↳ Average = 1.08 ha }
2. Outdated technology = stagnant output:



3. Low farmers income: Average farming household income = Rs. 8945./month.

### Use of technology to improve

1. Soil assessment & Mapping can help improve productivity.
2. use of balanced fertilizers on basis



of scientific assessment.

{ N:P:K → Present  
4:2:1      8:3.2:2 }.

3.) Promote farm mechanization

{ MP → 50% subsidy → improve household incomes }.  
(Madhya Pradesh)

4.) Scientific seeds usage → improve yield.

5.) Technology at harvest stage

{ cold storage, transportation }.

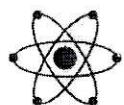
Cont. Steps

- 1) Soil health cards for scientific technology based assessment.
- 2) use of GIS and drones in sprinkling fertilizers
- 3) Precision farming and agro-forestry.

The farmers of Green revolution belt have reaped benefits of investing in technology in agriculture. Now, it should be promoted to all over India.

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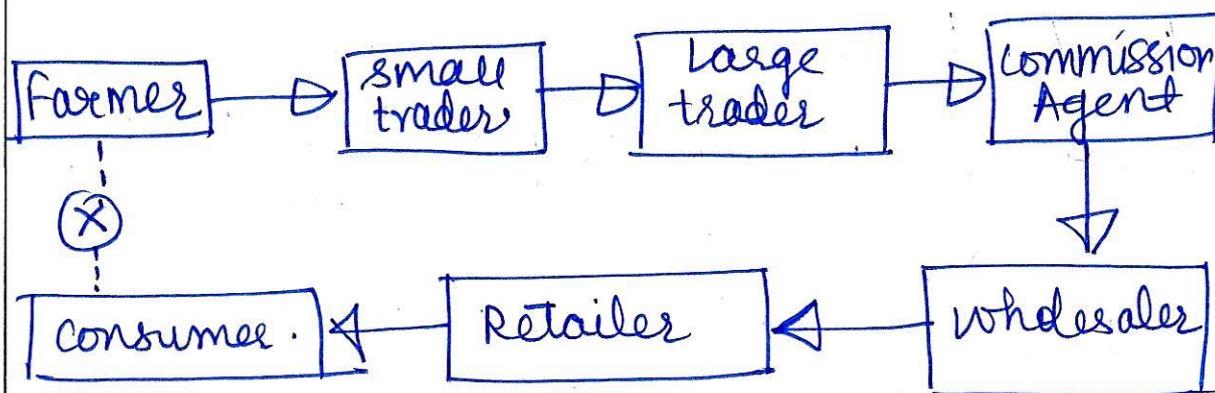


- Q.9 Analyse the problems faced by agricultural marketing in India and suggest remedial measures to overcome these challenges. (150 words, 10 marks)

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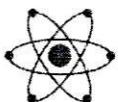
Agricultural Marketing is the most important step when the agr. produce comes to market and farmer's derive their income from it.



steps in Agriculture Marketing Chain.

### PROBLEMS

- ① Lack of income to farmers :- Acc. to NSSO survey :- farmers get 15-30% of what is paid by consumers.
- ② Increased numbers of intermediaries  
↳ Cartelization.
- ③ Low number of Agricultural produce marketing committees.



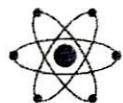
AP present = 1 APMC / 182 sq km.  
Rangrajan Committee = 1 / 5 sq km.  
shortage of 42,000 APMC.

- ④ Lack of direct farmer to consumer contact.

### MEASURES.

- ① Model Agricultural produce & Marketing Act, 2002.
- ② National Agriculture and Livestock marketing Act.
- ③ e-NAM → unified market for farmers pan India.
- ④ PM KISAN SAMPAADA → for Mega food parks.
- ⑤ Promotion of FPO (Farmer producer organisations) → Niti Ayog → 1000 more.

Agricultural marketing should be made more transparent for inclusive agriculture.



- Q.10** For the first time, more than half of India's cultivated land now has access to assured irrigation. What steps taken by the government has led to this accomplishment and how it will benefit agriculture in India? (150 words, 10 marks)

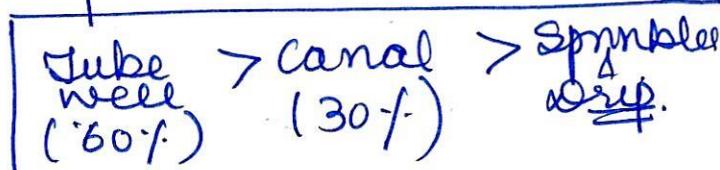
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Acc. to \_\_\_\_\_ data,

India has 56% of its cultivated land under assured irrigation in (2021-22) as compared to 42% in

2016,

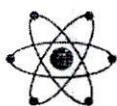


### Benefits of Irrigation

1. Increased farm productivity and yield.
2. Increased agricultural income.
3. Reduces farmer's dependence on monsoon.
4. Reduce farmer's suicide. (Eg)  
(Vidarbha region)

### Steps by GOVT.

- ① PM Krishi sinchai Yojana.  
for promoting sustainable irrigation



- ② Per drop more crop component.
- ③ Rainwater harvesting → 'Catch the rain water when it falls where it falls'.
- ④ 'Har Khet Ko Paani'.
- ⑤ Power subsidy for using tubewell irrigation

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However challenges

1. over-irrigation → soil depletion  
& soil acidification  
{ e.g. Punjab, Haryana }
2. Regional Disparity → Rajasthan,  
Maharashtra.

Thus, steps need to be  
taken to promote ~~more~~ equitable  
irrigation to all → can increase  
crop yield by 10-15% - (NSO Data)



- Q.11 To what extent does persistent inflation pose a significant challenge to India's economic growth? Evaluate the effectiveness of monetary and fiscal policies employed by the Indian government in controlling inflation. (250 words, 15 marks)

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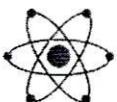
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Inflation refers to the general rise in prices of commodities.

Inflation & ↓ Purchasing power.

Challenge to economic growth.

- ① Make things costlier, and therefore does exclusion  
Eg Food Inflation → poor can't purchase.
- ② Reduces purchasing power → same quantity of product comes in more money.
- ③ Decreased Investment as uncertainty posed by inflation.
- ④ Reduced foreign exchange due to inflation.



- (5) Boosts imports viz-a-viz exports.
- (6) Restabilise macro-economic stability  
↳ can cause bank-run type situation.

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## EFFECTIVENESS of MONETARY POLICY

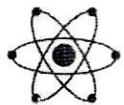
Employed by RBI to  
achieve 4+2% inflation targets

(1) **[CRR]** :- (cash reserve ratio) :- RBI increase CRR to reduce money supply in market ( $CRR = 4\%$ )

(2) **[OMO] (open Market operations)**  
RBI sells govt. securities to absorb excess liquidity in market & thereby, reduces inflation

(3) **[SLR] (statutory liquidity ratio)**  
$$SLR \propto \frac{1}{\text{Money supply}}$$
 ( $SLR = 18\%$ )

(4) **Bank rate increase** → costly loans  
↳ less inflation.

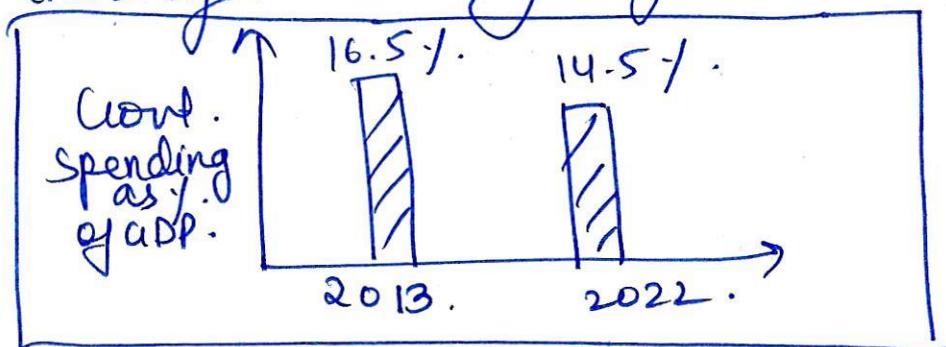


FISCAL POLICY → employed by govt. to influence demand & supply of money in market

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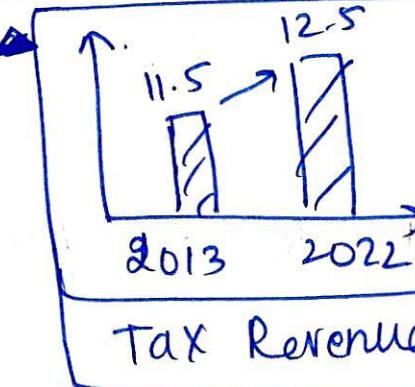
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- ① Decreased Capital expenditure to reduce money supply in market & thereby, reducing inflation

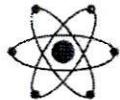


- ② Tax revenue increased to curb money with public

- ③ Increased savings in public by giving incentives.



Thus, above measures help India achieve its inflation target from 9.5% (2013) to 6.7% (2022 June). More steps to achieve (4±2%)



Q.12

"All renewable energy sources are not green energy sources". Examine the negative impacts of unguided quest for renewable energy and suggest measures for sustainable energy management practice in India. (250 words, 15 marks)

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Renewable energy sources  
refers to those sources which can  
be replenished.

Green energy sources are  
those which don't create negative  
environmental impact.

<u>WOOD</u>	But Not a <u>green source</u> as it creates <u>emissions</u> .
Renewable source as we can grow <u>trees</u>	

NEGATIVE impact of unguided quest for  
Renewable energy

### ① SOLAR ENERGY

1.1. The solar photovoltaic  
modules need rare  
earth metals in its  
formation  
→ Mining → Environment  
pollution

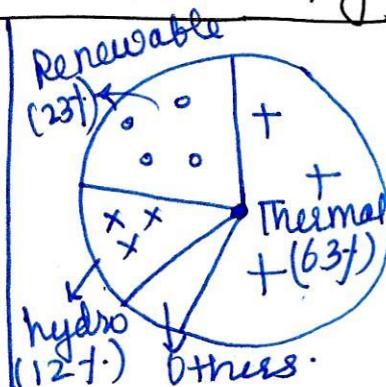
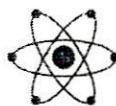


fig: ENERGY SOURCES



12. Manufacturing of photovoltaic nodules sometimes cause leakages into environment → soil pollution.

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② **[WIND ENERGY]**

- 2.1. Large blades of wind plants → chop-off birds
- 2.2. Impacts biodiversity due to displacement.

③ **[HYDRO ENERGY]**

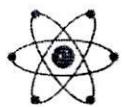
- 3.1. Mega hydro-projects distort the geology of that region & cause land-use change.

(eg) Joshimath land-subsidence

- 3.2. Can aggravate natural disasters like earthquakes, landslides.

3.3. Displacement due to mega plants

(eg) Narmada Bachao Andolan.



Q1. Bio-gas plants

4.1 Leakage of bio-material → can cause water contamination.  
(Eg) Fluoride: contamination

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Measures for sustainable  
Energy Management

- 1.) Building small hydro projects over large hydro.
- 2.) Do environmental impact assessment before renewable projects also.
- 3.) Promote more audits & transparency to prevent negative effects.
- 4.) Promote indigenisation of photo voltaic cells.
- 5.) Promote more renewable energy to achieve target of 50% renewable energy by 2030.

Renewable energy will help India achieve sustainability in power for net 0 by 2070 (COP 27 commitments).



Q.13

"A large number of Indians face high to extreme water stress." In this regard, equitable water resources management can ensure an adequate amount of water availability for all. Explain. (250 words, 15 marks)

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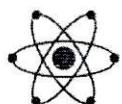
Around 29% of India's area is under extreme water stress, as per IMO.



### REASONS for EXTREME WATER STRESS

① Climate Change :- As per WMO, climate change will impact around 70% of India's districts.

② Discharge of pollutants in water



direct sewage effluents discharge

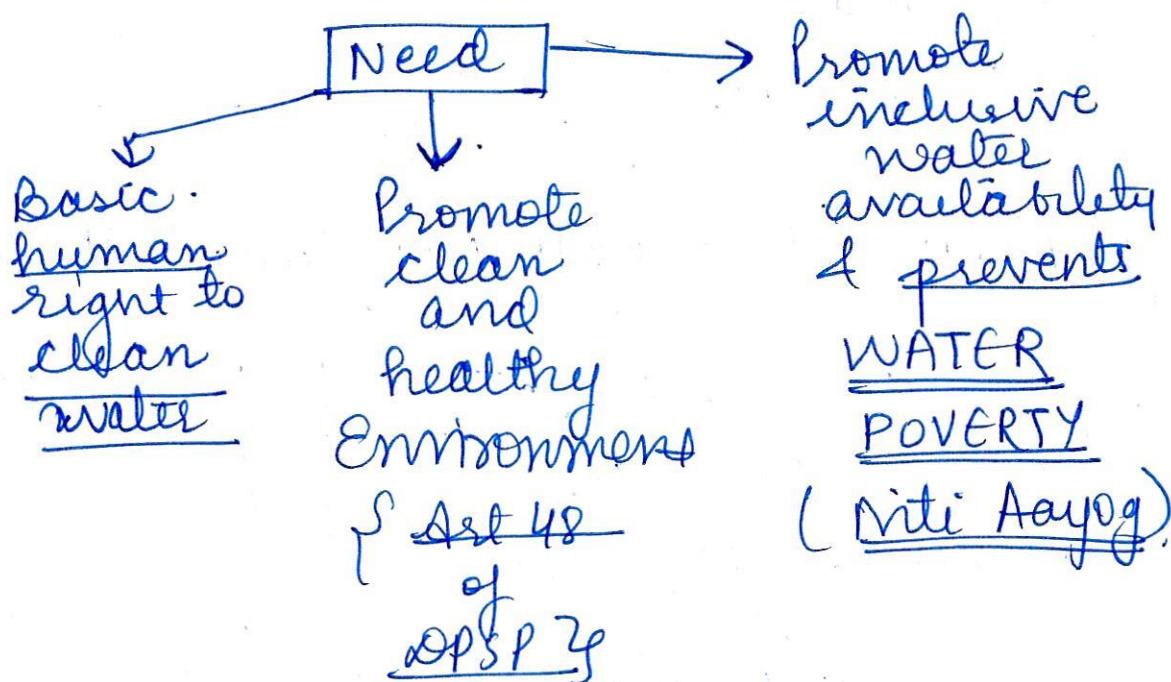
Eg Yamuna froath formation.

③ Rampant Urbanization and Concretization → encroachment over river areas & banks.

④ Wastage of water: due to lack of water bill → freely available.

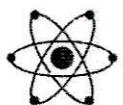
⑤ Unscientific cropping patterns  
→ Irrigation intensive crops in drylands like Maharashtra.

## EQUITABLE WATER RESOURCE MANAGEMENT





1. Strengthen multi-level governance for providing water to all.
2. Inter-linking of rivers project needs to be improved (e.g) Ken-Betwa link water to deficient regions of Bundelkhand & Baghelkhand.
3. Use of AI in water resource management → real-time monitoring of canals, automatic leak detection.
4. Effective implementation of plans like penalties on sewage discharging industries.  
The govt. steps in form of Jal Jeevan Mission to provide water to all households will promote sustainable water resource affordability & accessibility.



Q.14

What are the effects of tourism on natural environment of the hilly regions in India? Analyze the factors driving this trend and suggest measures that can be implemented to promote sustainable tourism in these regions.

(250 words, 15 marks)

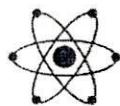
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The recent Joshimath land subsidence is a classic example of unsustainable tourism & its repercussions.

### EFFECTS of TOURISM

- ① Increased pollution in hilly areas are due to unsustainable tourism.
- ② Increased deforestation for the development for increased tourism-led economies of hilly states.
- ③ Impact on wildlife → Biodiversity destruction and increased man-animal conflicts.
- ④ Increased pressure of local resources

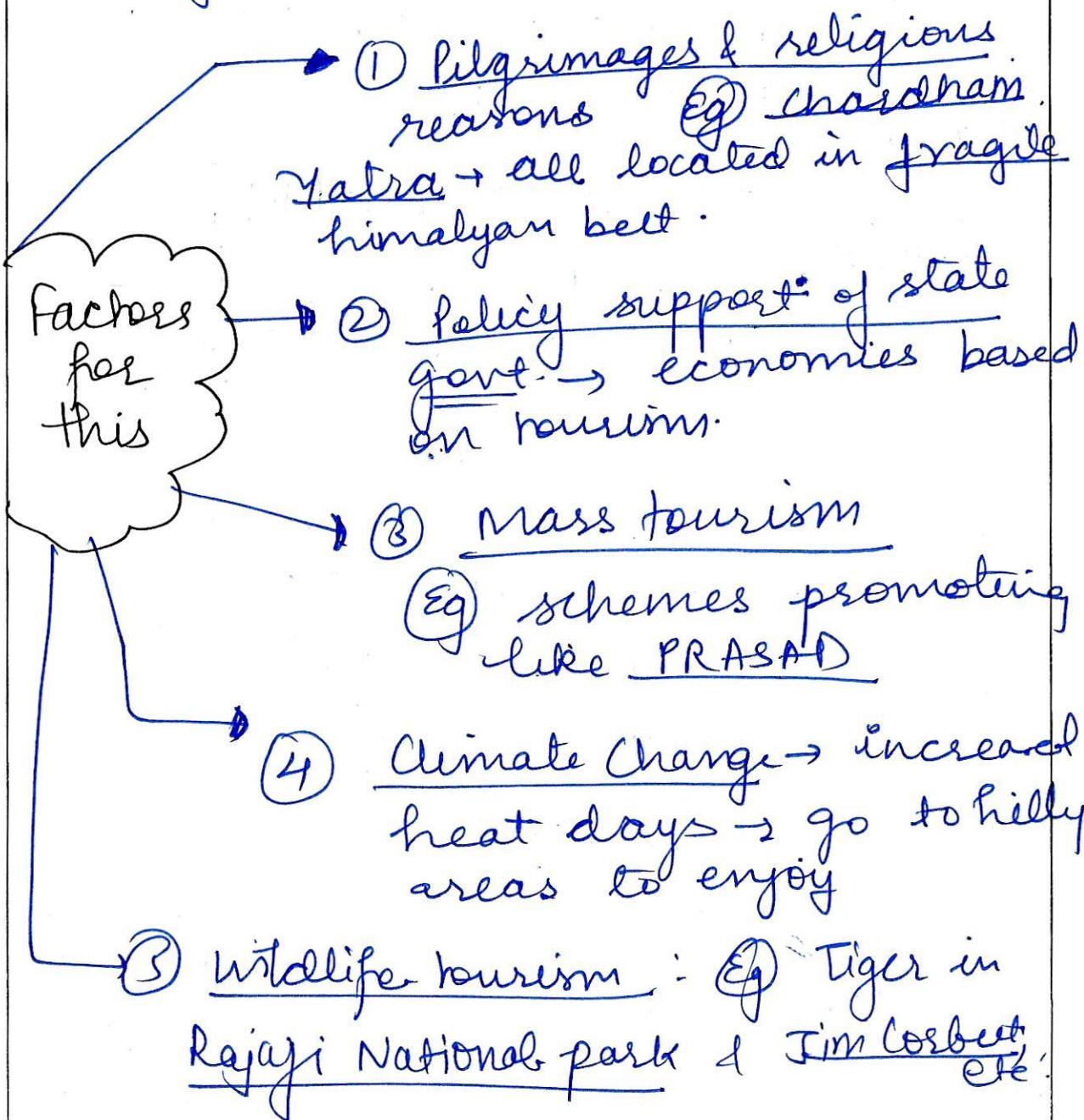


⑤ Aggravating natural disasters like earthquake and landslides, etc.  
(Eg) chaomoli floods.

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⑥ Changing land use pattern  
(Eg) Toshimath.





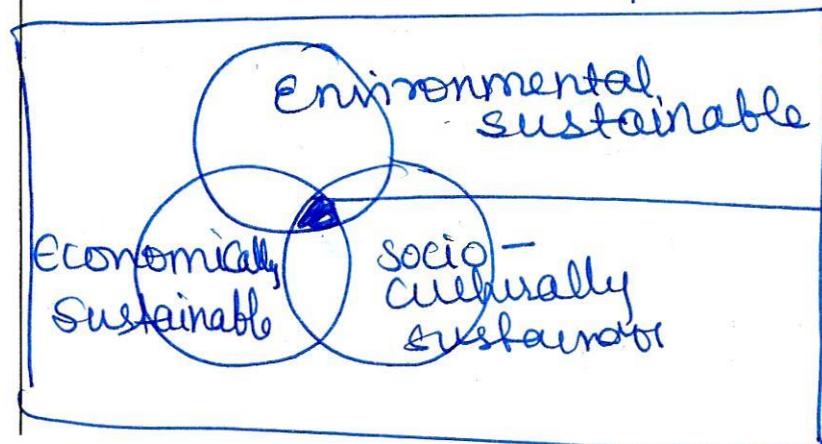
**SHORT-TERM**

1. Restrict number of tourist per day in a state.
2. Restrict movement to ecologically sensitive areas.
3. Restrict tourism during monsoon to prevent casualties during disasters.

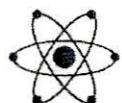
Measures  
for  
sustainable  
tourism

**LONG-TERM**

1. Spread awareness among tourist → not litter & prevent plastic pollution.
2. Sustainable development over rampant development.
3. Early warning system → build institutional capacity.



sustainable  
tourism  
+  
should be  
promoted



Q.15

"Energy security is the single most crucial factor in sustaining India's growth rate." In context of this statement explain the challenges faced by India to become energy secure nation. Also suggest measures to tackle these challenges.

(250 words, 15 marks)

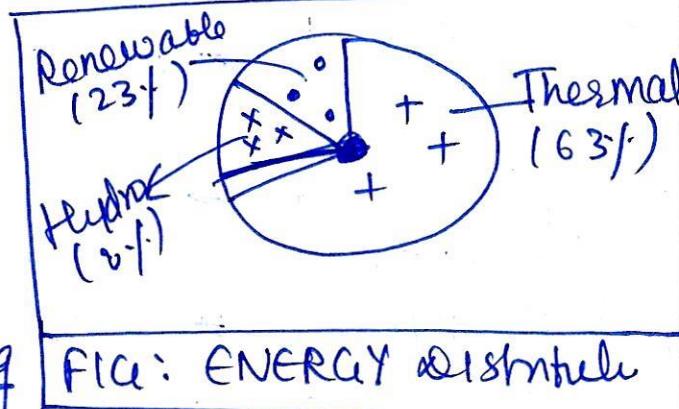
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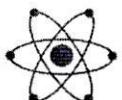
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"Wheels of progress moves with  
the glow of energy"

## ENERGY security for GROWTH RATE

- ① Unsustainable energy sources :- Thermal power plant → (more than 63%) are renewable.
- ② boost to Agriculture and Manufacturing sectors → Need electricity.
- ③ Needed for making India a self sufficient nation. (increased import dependency)
- ④ More import & costly processing.

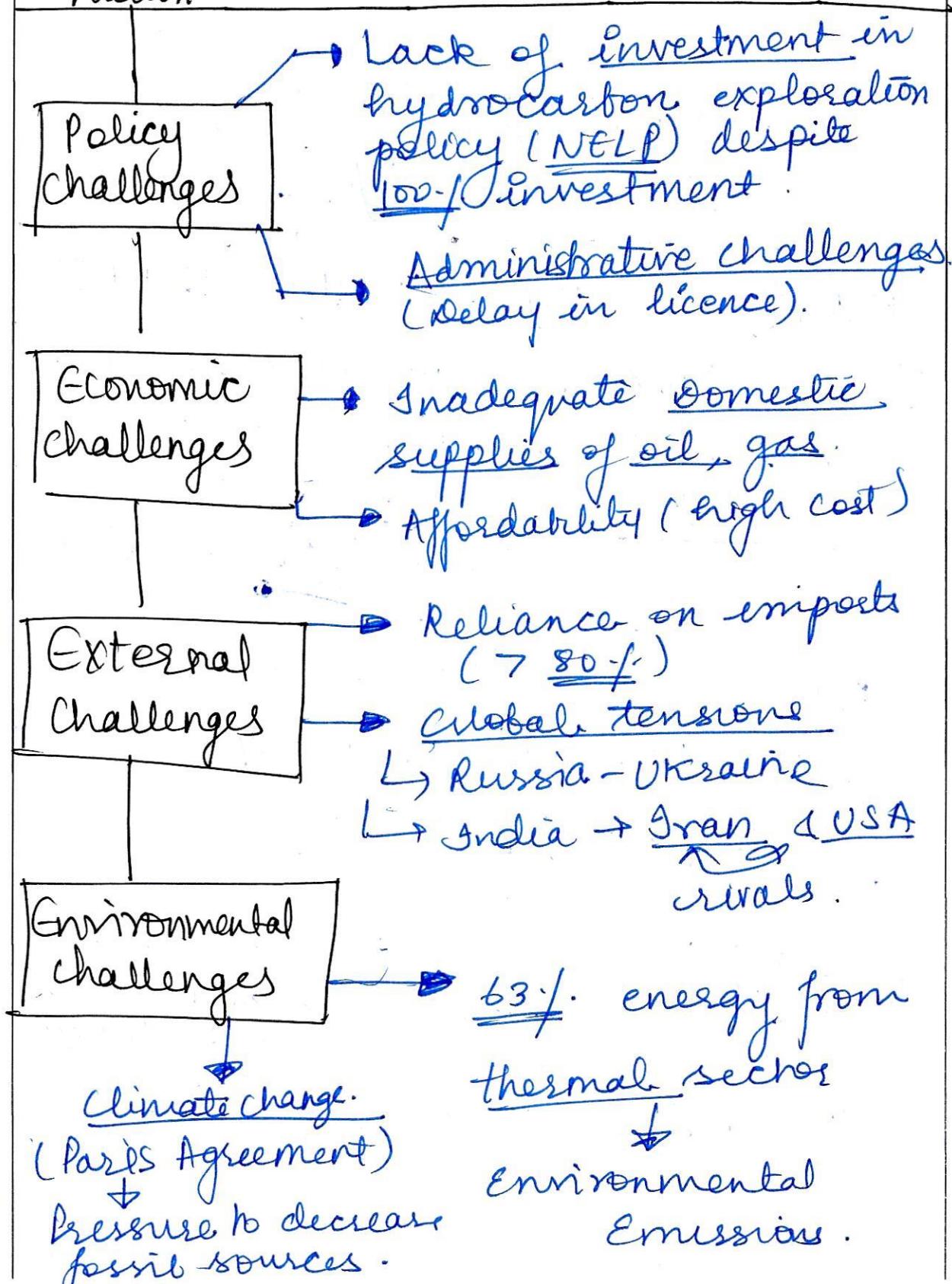


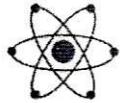


## Challenges in becoming energy secure nation

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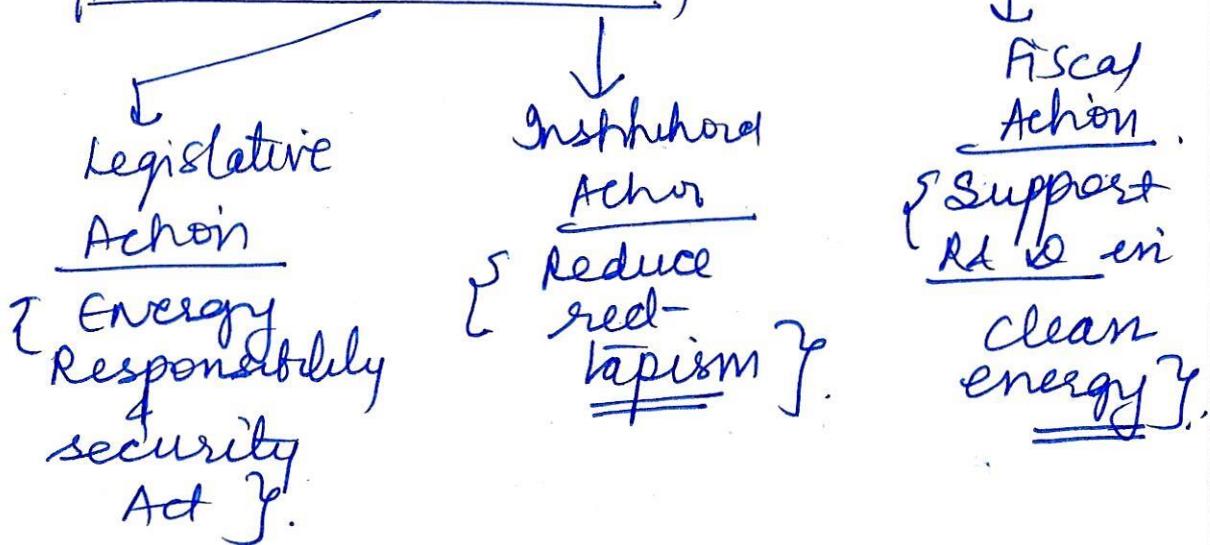
## MEASURES

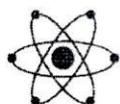
1. Diversify import sources - vs, Russia, Canada, etc.
2. Expand domestic energy resources
3. Increase renewable energy generation } from existing 23% only }
4. Tapping shale gas potential.
5. Building strategic reserves for energy.
6. Increase domestic coal production
7. Building Infrastructure.

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## WAY FORWARD





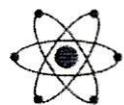
- Q.16 "Despite rise in revenues, GST is far from being perfect even after 6 years." Examine along with mentioning what India has gained through GST. (250 words, 15 marks)

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GST has completed 6 years in 2023. It was a historic step towards 'ONE NATION - ONE TAX'.

- destination-based tax  
rather than origin of product, it applies on the consumption
- Features → Removed cascading impact of taxes by provision of Input tax credit
- Provided GST council for taking measures on its further classification
- Classification of slabs  
only 4 → 5%, 12%, 18%, 28%



Gains  
from  
GST



Revenue collection has increased.  
{ 3% revenue growth since  
2018-19 }

Faster growth in states' revenue.  
{ increased by 14.8% per annum }.

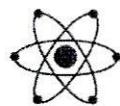
Promoted cooperative federalism

GST council → Decisions via consensus

Improving Compliance → by GSTN (GST Network).

Boosted Manufacturing sector by eliminating cascading effect of taxes.

Reduced harassment by tax officers → making it faceless.



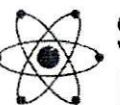
far  
from  
being  
perfect

- Cases of fake input voice taxes - 32 Dr. grand done by 22 years old student in Gujarat.
- still not having GST Appellate Tribunal in place.
- Compliance & administrative process is still difficult for small businesses
- Skewed GST payer base :- some states → more contribution.

### WAY FORWARD

1. Include petroleum & turbine fuel under GST
2. Increasing compliance.
3. Improving GST Network.

The above steps will make GST a truly good and simple tax'

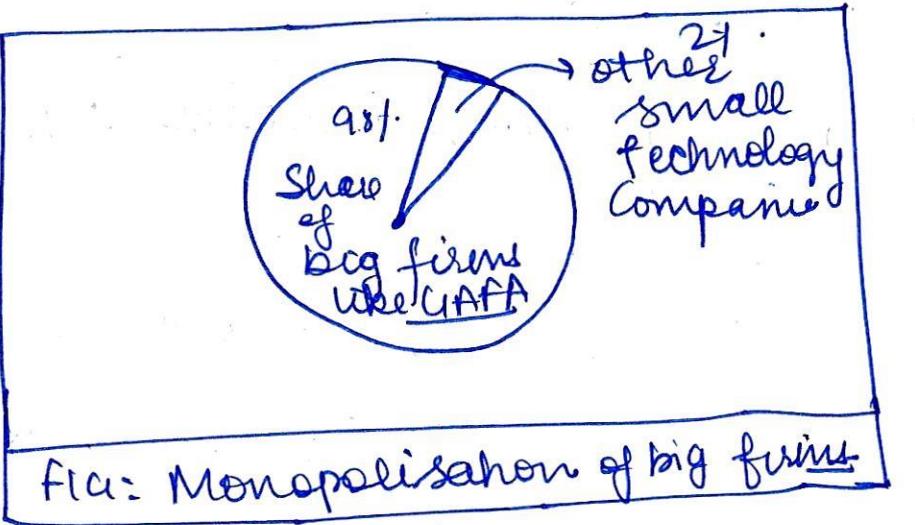


- 1) Def'n of combination = include transactions with a value above 2000 Crore.
- 2) Reduction in time limit for approval from 210 to 150 days.
- 3) Expansion of scope of Cartel to include 'Hub & Spoke' arrangement.

Q.17

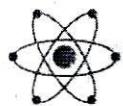
Big technology firms like Apple and Meta are recently alleged to have engaged in anti-competitive practices. Do you think the new Competition Amendment Act 2023 is sufficient to tackle this problem? Also discuss the need for a new Digital Competition Law? (250 words, 15 marks)

Anti-competitive practices refers to actions employed by companies to restrict or eliminate competition in the market.



Anti-competitive practices

- ① Monopolisation and Abuse of dominant position
- ② Price fixing and collusion?  
Predatory pricing:



③ Market division amongst themselves only.

④ Intellectual property Abuse like parents

⑤ Twitter sued Meta over unlawful use of Twitter Trade Secrets :-

⑥ FORCED MERGERS & acquisitions

New Competition Amendment Act, 2023

1. Deal value threshold → Deal over ₹ 2000 Cr → Need to inform.
2. Inform commission before execution of a competition.
3. Stringent measures against the cartelization and monopolisation.
4. Anti-competitive agreements to prevent cartels.

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- PSC on Finance report on Anti-competitive practices by Bigtech Companies and urged for a digital competition act and code of conduct for tech companies

## ~~Digital Competitor Act should~~ SMARTWORK LABS

- 1) Define & identify a small ISDAs of systematically imp. digital intermediaries (SIBIs) / digital gatekeepers that can - very influence competition.

2) Impose ex-ante competitive restraints

on SIBIs in India to regulate competition in digital markets.

3) Global harmonization of digital regulations to reduce the regulatory burden for companies to help Indian companies compete globally.

4.) Harmonize competition law with consumer protection Act 2020 & e-commerce rules under it.

5.) Mechanism to ensure fair compensation to consumers.

6.) Revamping CCI & strengthening it.

7.) Prescribe a code of conduct with specific measures for SIBIs to prevent them from abusing their market power to stifle competition.

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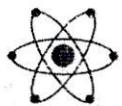
### Issues :-

1. Did not address industry-specific challenges.
2. Did not have international law compliance.
3. Hinders ease of doing business.

### Need for New Digital Competition Law

1. To provide level-playing field to small companies.
2. Anti-competitive practices should be curbed.
3. Data privacy & protection.
4. Law in international harmonization.
5. Consumer protection → diverse choices

Thus, New digital competition law is needed for digital sovereignty and security.



Q.18

"Agriculture sector in India seems to be more dependent on subsidies, but subsidy-driven agriculture systems are not sustainable". Explain this statement and also discuss the need for rationalising these subsidies in India. (250 words, 15 marks)

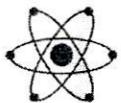
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Farm subsidies constitute  
21% of India's GDP (Agricultural census)

### Dependence on subsidies

1. Poor farmers → need input subsidies
2. Direct & Indirect subsidies.  
(L&BT) ↳ Irrigation subsidy.  
Power subsidy.
3. To ensure food security in the country.
4. To adopt modern technologies and farm mechanization promotion.
5. Make Indian exports more competitive



## Unsustainability of subsidies

① financial burden on state: (2013)

Ex:- subsidy increased from ₹ 1.4 l Cr  
to ₹ 3.2 l Cr (2021-22).

→ fiscal deficit increased.

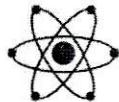
② distorted use → over-use of power  
subsidy → excess water-use.

Eg) over-use of fertilizer → N:P:K  
Required Ratio → 4:2:1  
Present → 8:3.6:2

③ distorts markets. Both domestic  
& International.

④ Not internationally complaint  
by WTO Eg Australia's complaint  
against Indian agricultural  
subsidies.

⑤ dependency syndrome in farmers.  
Prevents self-reliance.



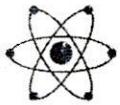
## Need for rationalizing these subsidies

### 1. Kelkar Committee

- 1.1. Convert subsidies into capital investments and gradually phase them out.
- 1.2. Decrease subsidy load to reduce budget deficit.

2. Environmental sustainability → Prevent over-use.
3. Macro-economic stability of the economy.
4. Better human resource generation on skill development of farmers.

Initiatives like DBT can be used to move from unsustainable subsidies to rationalised ones.



Q.19

"What do you understand by climate-smart agriculture (CSA)? Do you think that this approach will mitigate the impact of climate change on agriculture while sustaining food production in the long run?"

(250 words, 15 marks)

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### Climate-smart agriculture (CSA)

refers to the agricultural practices  
which are in line with natural  
climatic patterns.

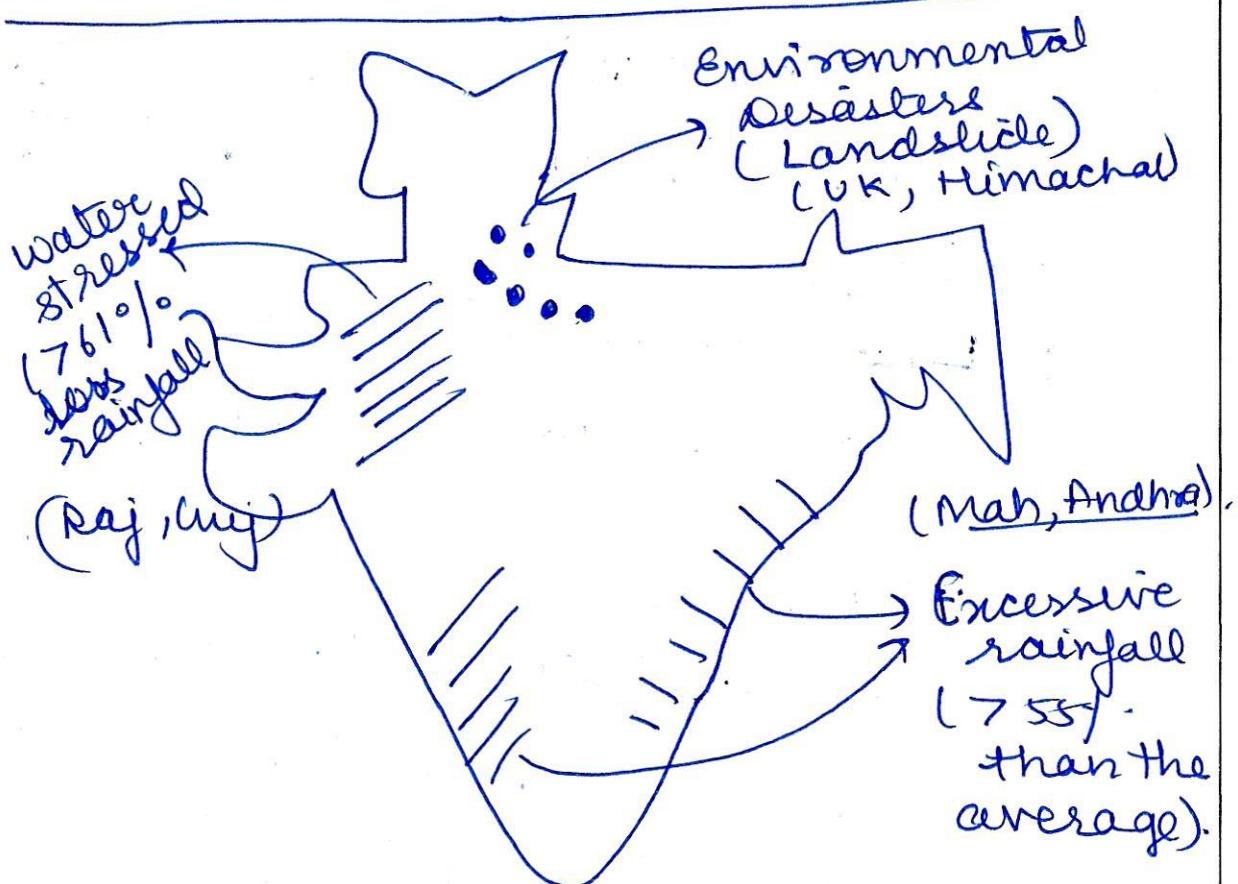
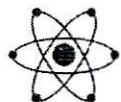


FIG: Effect of Climate change on agricult



## CLIMATE SMART AGRICULTURE

① use of climate resistant seeds

(eg) Millets production in dryland areas.

② Early preparedness and prevention against climate shocks.

(eg) IMD assessment ATLAS

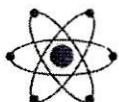
③ decreased agricultural emission to make the agriculture climatically sustainable.

(eg) ~~burning~~ crop slashing by machine instead of crop residue burning.

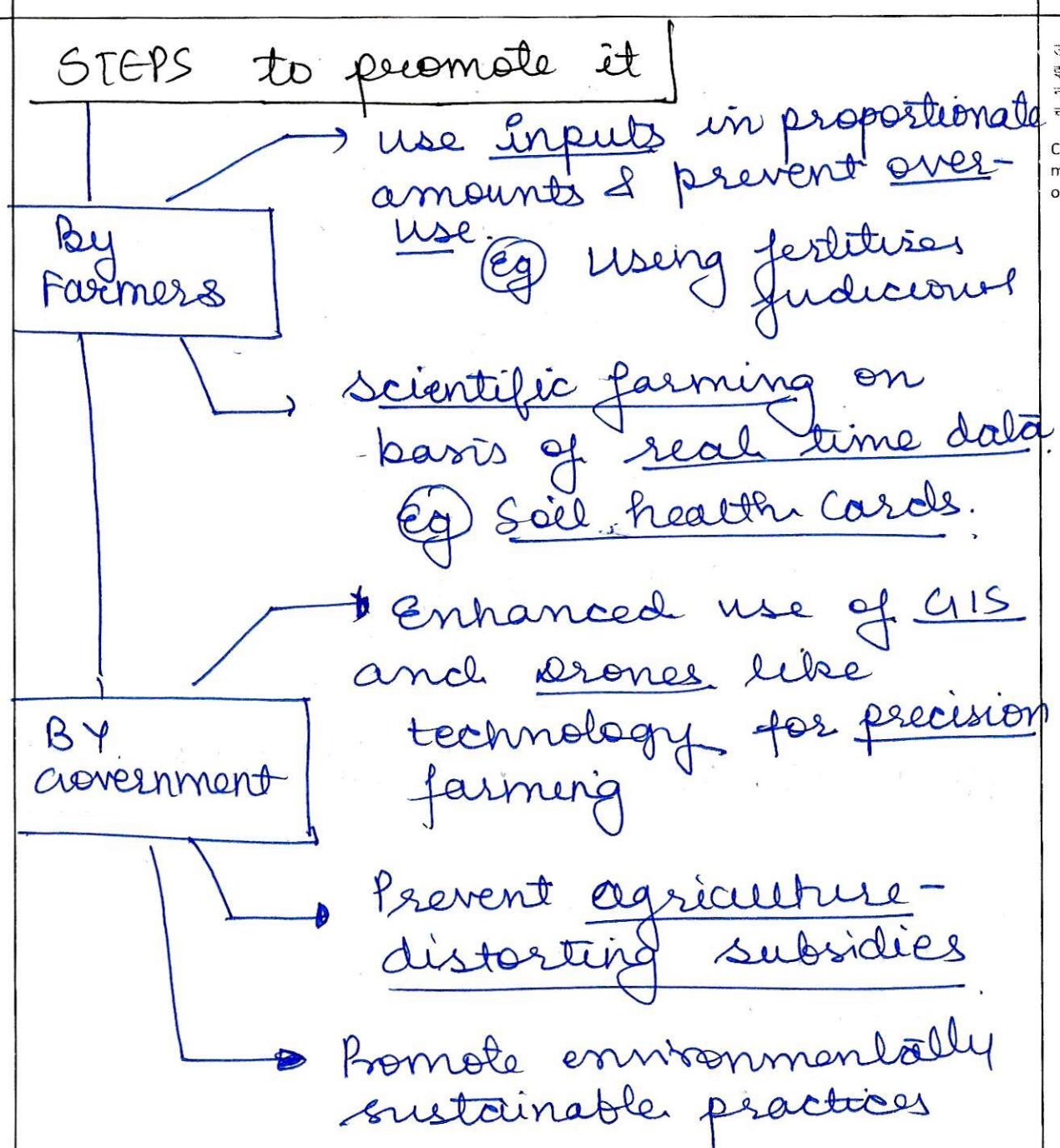
④ During excess rainfall, water should be stored via rainwater harvesting → used during water scarce years (eg La-Nina times)

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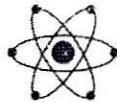
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## STEPS to promote it



The above steps will transform Indian agriculture into climate smart agriculture (SDG13) & help India achieve its Nationally Determined Contributions & Paris Agreement.



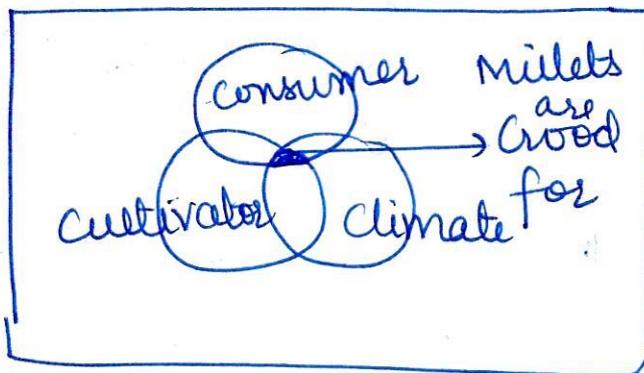
Q.20

Millets can provide the solution for India's water and food crisis. Do you agree? Also discuss how can we promote millets production in India to address the issue of distorted cropping pattern? (250 words, 15 marks)

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'millets' are called the food  
of the new century for sustainability



How can it avert India's WATER CRISIS

- ① Need less water  
(70% less water than other crops).
- ② Drought tolerance is high
- ③ Efficiency in water use is more.
- ④ Adaptable to Climate change.

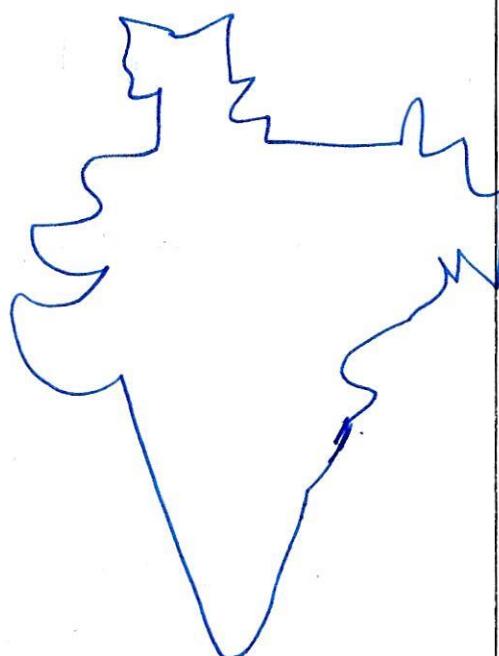
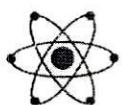


Fig: Millets in India



~~ENSURE~~, FOOD CRISIS.  
AVERT

उम्मीदवारों को  
इस हाइड्रेन में  
नहीं लिखना  
चाहिए

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- ① Nutritional security → Rich in vitamin protein.  
Eg Promoted in mid-day-Meals to prevent malnourishment:
- ② Prevents obesity → gluten free, anti-oxidants.
- ③ More yield and need less time to grow Eg Less than half time as wheat.

### DISTORTED CROPPING PATTERN IN INDIA

- ① Rice-Wheat Monocropping: Eg Punjab, Haryana.
- ② Water-Intensive crops in water-scarce regions Eg Maharashtra, Marathwada Sugarcane region.
- ③ More focus on cash crops over nutritional crops → hinders food security.



(4) Neglect of dryland Agriculture - need to focus on irrigation agriculture:

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How Millets can be promoted

- ① Policy support by govt.: Eg Odisha Millet Mission (OMM) → Increased nutrition at household levels & yields of farmers by promoting millets.
- ② Millet Mission and declared Millet cereals in 2013.
- ③ Generating awareness among consumers about its benefits.
- ④ Promote value-added millet products and their export using APEDA.
- ⑤ Include millets as compulsorily under NFSA to improve nutritional security.

UN has declared 2023 as International Year for millets and above steps will boost its production