



The critical analysis of role of entrepreneurship in economic development of India

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Abstract

In the Indian economy, entrepreneurs are the main drivers of innovation, job creation, and economic growth. Their actions raise many people's standards of living, enhance productivity, and create money, making them an essential part of India's economic growth. By introducing novel goods, techniques, and production processes to the market and by fostering more competitiveness and productivity overall, entrepreneurial activity can have an impact on a nation's economic performance. In the Indian economy, entrepreneurs are the main drivers of innovation, job creation, and economic growth. Their actions raise many people's standards of living, enhance productivity, and create money, making them an essential part of India's economic growth. A nation's economic performance can be impacted by entrepreneurial activity by introducing novel goods, techniques, and manufacturing procedures. In this research paper researcher has made an attempt to study the role of entrepreneurship in economic development. It was found that entrepreneurs boost economic development of India by generating employment opportunities, balance economic growth.

Keywords: Entrepreneurship, economic development

Introduction

The art of beginning, growing, and maintaining a firm to make money later on is known as entrepreneurship. Entrepreneurs want to use their businesses to influence society for betterment while fostering interpersonal relationships. Entrepreneurs take their concepts and put them into practice. An entrepreneur's skill set, which includes their knack for taking calculated chances and their desire to amass a fortune, is called entrepreneurship. In the opinion of (Chaudhari, 2023) ^[3] Entrepreneurs are essential to the country's growth in society and economy. Many factors, including social, political, psychological, and economic ones, have an impact on entrepreneurship. Negative impacts make it more difficult for entrepreneurship to succeed, whereas positive variables provide an atmosphere that is favourable for the practice of entrepreneurship. According to (Chaudhari, 2022) ^[2] Entrepreneurs try to create and run their own manufacturing, processing, or company divisions regardless of scale or manner of operation. There are many inconsistencies in the tale of Indian entrepreneurship. The entrepreneur was viewed more as a trader-money lender merchant in pre-colonial and colonial times, constrained by caste ties as well as religious, cultural, and social pressures ranging from the joint family system to the theory of fate. In India, small businesses continue to be the main players in entrepreneurship. In the manufacturing sector, they make up 80% of employment and more than 95% of establishments. Additionally, they are now more productive. Small businesses in tradable sectors that have taken on contracts in the non-tradable sector have accounted for a large portion of the expansion in employment in the manufacturing sector. Undoubtedly, Entrepreneurs play a crucial role in India's economic development. They are essential to the transformation of underdeveloped countries into developed ones. A nation's economic policy climate must constantly be beneficial for an organisation to achieve efficiency in the global market of today. A nation's economic policies should

also empower business owners to infuse an organization—whether it be in the public, private, or combined sectors—with a magical touch that fosters innovation, speed, flexibility, and a strong feeling of self-determination. The most effective way to reduce poverty in India, however, is through entrepreneurship. Therefore, integrated development programmes should receive more attention and stress from the government. Additionally, most young people in areas do not consider entrepreneurship to be a viable career path. Thus, governments and organisations

Review of Literature

- The research conducted by (Dr. Tushar Chaudhari, n.d.) found the growth of any economy is mostly the responsibility of its entrepreneurs. It was recommended to maintain suitable communication with each candidate. Additionally, a large industrial fair should be organized to provide sufficient exposure in addition to marketing the goods for a higher success rate.
- The research (Ayarekar & Vidyapeeth, 2023) ^[1] concluded that as economic possibilities and developments change, entrepreneurs adapt by creating jobs, encouraging innovation, and increasing rivalry. There are more positive externalities related to entrepreneurship. When a young person starts their own business, they could provide educational or demonstration externalities by setting an example for other young people.
- (Yoganandan G *et al.*, 2018) ^[5] narrated that, the single most important component for a nation's prosperity is said to be entrepreneurship. Entrepreneurs provide employment possibilities that propel the country's economy forward. The ability of entrepreneurs to transform their ideas into goods will help the nation to advance as an advanced one.

Role of Entrepreneurs in economic Development

1. **Create job opportunities:** Entrepreneurship, in general, is labor-intensive and unquestionably offers a clear solution to the escalating unemployment issue. Primarily, the establishment of industrial facilities in regions via entrepreneurship holds significant promise for generating revenue and job opportunities.
2. **Balanced regional growth:** Entrepreneurship can both counteract the concentration of large industrial facilities in metropolitan areas and encourage balanced regional development.
3. Examine the movement of the population. entrepreneurship can close large gaps and bridge the income gaps between and urban residents. Roads, electricity, bridges, and other infrastructure will be developed or brought in by business. Monitoring the movement of people from to semi-urban areas can be beneficial
4. **Encouragement of artistic endeavours:** The rich and ancient legacy of India is conserved by utilising entrepreneurship to preserve and promote handicrafts and artistic creations.
5. **Examine the social ills that exist in the community:** Entrepreneurship's rise can lessen societal ills such Slum expansion, poverty, urban pollution, etc.
6. **Awaken the youth:** Entrepreneurship has the power to inspire young people in areas and provide them with a range of opportunities to pursue entrepreneurship as a vocation.
7. **Higher standard of living:** Entrepreneurship will raise the percentage of literate people in areas. The community will gain from their education and self-employment, raising their standard of living in the process.
8. Raises the nation's national income People's incomes rise in tandem with the growth of employment opportunities. The demand for various goods and services rises as a result. An increase in market transactions results from this. The government will collect more taxes as a result of all of this. As a result, the national income rises.
9. Accelerates economic expansion All economic indicators, including job prospects, trade and commerce, banking operations, insurance companies, etc., are impacted by entrepreneurship. As a result, the nation's income rises. The nation will plan for new initiatives and new economic strategies as its revenue rises. Consequently, economic growth is boosted.

Conclusion

Over the last several decades, there has been a significant increase in the field of entrepreneurship in India. As a result, the country is now a breeding ground for new business owners. Social entrepreneurship is a significant facet of entrepreneurship in India. Many people in India, where there are still high rates of unemployment and poverty, have

made the decision to strive for a better future on their own, either with or without the assistance of the government. Business Ownership In India, the growth of an economy is directly related to the quality of education. India's education sector is vital to the country's development since it serves as a haven for aspiring businesspeople. They have the capacity to cultivate winning traits as well as the chance to generate work for oneself and others. A person's knowledge base can be expanded through entrepreneurial education, which also identifies opportunities and suggests strategies for overcoming environmental hurdles. Institutions of higher learning would establish incubators where students may showcase their abilities and skills in growing their businesses. The government ought to incorporate entrepreneurial education into the curriculum at the elementary school level. and additionally have them take part by providing funding for the institutions to make investments in research and development.

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