

| e-ISSN: 2792-4009 | www.openaccessjournals.eu | Volume: 2 Issue: 5

## **Directions of Development of the Enterprise in Agriculture**

## Kurbanov A. B

Associate Professor of the Department of Innovative Economics, Karshi Engineering and Economic Institute Karshi city, Republic of Uzbekistan

### **Esanov Elmurod Dilmurodovich**

magistr Karshi Engineering and Economic Institute, Karshi

#### Annotation

JMEE

The article is based on the specifics of agriculture and the role of entrepreneurship in it. The opinions of scientists conducting research in the field of agricultural entrepreneurship were also studied and analyzed. Modern problems and prospects of agriculture of the Republic of Uzbekistan are presented. Suggestions and recommendations were made on the lack of specialists in the field of agriculture and the solution of existing problems in the field of entrepreneurship.

Keywords: Agriculture, entrepreneurship, agribusiness, technology, efficiency, product quality.

-----

#### INTRODUCTION.

The development of the national economy of the Republic of Uzbekistan, the development of small businesses engaged in the industrial processing of agricultural products, is developing in parallel with the implementation of market reforms.

In the process of transition to market relations, forms of entrepreneurship play a decisive role in the development of employment. Private initiative in entrepreneurship, efficiency are the driving force of the modern economic process. Entrepreneurship development is one of the main directions of any market reform. In modern social life there is no economic activity that does not feel the need for it.

Entrepreneurship takes place taking into account the specific demographic and economic situation in each country and especially in its regions, and the development of entrepreneurship depends on the practical tasks of the economy in a particular situation.

## LITERATURE REVIEW AND RESEARCH METHODOLOGY.

At the same time, it must be recognized that among scientists and practitioners dealing with entrepreneurship, there are different views on this issue, in which there are certain contradictions. Many heads of enterprises and heads of large joint-stock companies consider themselves entrepreneurs, although their activities are controlled to one degree or another by the owners of the means of production. Many people believe that entrepreneurial activity is carried out exclusively within the framework of a small business by an entrepreneur who owns and manages his enterprise.

At the same time, there is an opinion that "an entrepreneur is a leader acting independently in the interests of his business" [7]. The Law "On Entrepreneurship in the Republic of Uzbekistan" defines entrepreneurship as follows: "Entrepreneurial activity is the economic activity of property entities with a risk for profit and on the basis of property liability, with an initiative within the framework of the current legislation."

## | e-ISSN: 2792-4009 | www.openaccessjournals.eu | Volume: 2 Issue: 5

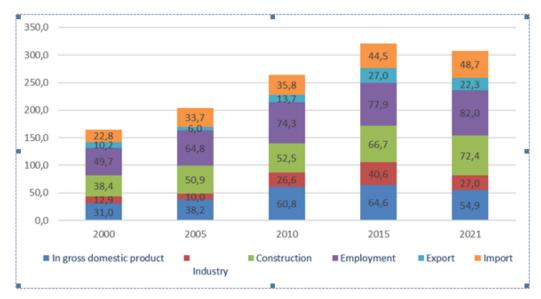
In order to better understand the essence of entrepreneurship, the scope of its actions and opportunities, let us analyze the development of a system of views on its essence and role in the economy as a whole from the point of view of organizational, political, economic and sociopsychological aspects. Aspects.

Uzbek scientists A. Ulmasov and N. Tukhliyev characterized entrepreneurship as "an incomegenerating or profitable economic activity (profession, occupation) entrepreneurship - to engage in commercial activities, to engage in any activity for the purpose of earning" [8], ..entrepreneurship - to engage in any economic activity for the purpose of earning money, taking responsibility" [8]. These two definitions are so similar to each other that they cannot be distinguished from each other. On this basis, we can conclude that A. Ulmasov, developing his views on the content of these two concepts, gives a more complete definition of the concept of business. For example, under "entrepreneurship in the broadest sense" he understands activities aimed at obtaining legal income, "economic activities aimed at generating income through the sale of material and monetary resources (capital) of entrepreneurs (property entities). Entrepreneurship, in general, does not mean making money, but making money through creative activity. Thus, we can conclude that any activity aimed at making a profit cannot be expressed in business terms. Business is a profit-oriented activity based on property liability and property risk. This means that there is a risk of homelessness, a collapse of the market in economic activity, and if this happens, the property may be lost. Therefore, the concept of business is understood as an activity based on property liability, economic risk in order to generate income, profit. Entrepreneurship is a type of business, creative activity for profit, that is, the production of goods and services. Business includes entrepreneurship, consumer business, and wealth-generating, non-creative business. In the process of functioning in a free market economy, small business changes the forms and types of organization, and under the influence of its capabilities and the external environment, it can move from one form to another.

#### ANALYSIS AND RESULTS

JMEE

One of the economic essence and important aspects of entrepreneurship is the steady growth of its share in GDP. If you look at the figures presented in Figure 1, then its share in the Republic of Uzbekistan over the past decade ranged from 31% in 2000 to 54.2% by 2021, and more than 82% of the population is employed in the economy



ISSN 2792-4009 (online), Published under Volume: 2 Issue: 5 in May-2022 Copyright (c) 2022 Author (s). This is an open-access article distributed under the terms of Creative Commons Attribution License (CC BY).To view a copy of this license, visit https://creativecommons.org/licenses/by/4.0/

## | e-ISSN: 2792-4009 | www.openaccessjournals.eu | Volume: 2 Issue: 5

# Figure 1. The share of small businesses in GDP and industry in Uzbekistan in 2000-2021 (in percents)

The share of small business and private entrepreneurship in the Gross Domestic Product and the share of the population employed in the economy by small business is growing at a rate of 1.5-2.0%, which differs from general and regional indicators. The growth in the share of small and private enterprises in GDP and employment in developed and developing countries will increase the priority of small businesses and private enterprises in a market economy, the role and importance of ensuring the stability of the country. In particular, most of the world's population is engaged in small business. In particular, in China 80% of the population, in Japan 48%, in the USA 50%, in Uzbekistan 78% are engaged in small business. The share of small businesses in the economy is also high in the world, including 60% in China, 68% in Italy, 53% in Germany, 48% in Korea, 50% in the US, 21% in Russia and 56% in Uzbekistan. The number of enterprises per 1000 population is 57 in the European Union, 90 in the USA, 27.2 in Russia [3] and 22 in Uzbekistan. According to statistics, in developed, economically stable countries, the difference between the share of small businesses and private enterprises in GDP is 5-10%, and in Uzbekistan this figure is 15-17%. The share of small business and private entrepreneurship in GDP in the country and in the regions is not low. Although the share of agriculture in the GDP of the Republic of Uzbekistan is small, 55% of the population lives in rural areas. Therefore, it is necessary to deepen and improve the content of entrepreneurial activity in the field of agriculture.

Indicators	2000	2005	2010	2015	2021	Changes in 2021 compared to 2000, point
Area of agricultural crops,	3778,3	3647,5	3708,4	3694,2	3260,7	0,9
thousand hectares	1007.0	5070.0	200567	006046	202524.0	210.1
Agricultural production,	1387,2	5978,3	30856,7	99604,6	302524,9	218,1
billion soums						
Volume of agricultural	1021	5019,7	29900,4	98198	299280	293,1
production in small business						
and private entrepreneurship,						
billion soums						
Share of small business in	73,6	84,0	96,9	98,6	98,9	1,3
agricultural production,%						
Agricultural products per	0,4	1,6	8,3	27,0	92,8	252,7
thousand hectares, billion						
soums						

Table 1 The share of small business in the production of agricultural products in the Republic
of Uzbekistan

The Republic of Uzbekistan has 3,260.7 thousand hectares of arable land, which is 10% less than in 2000. However, the volume of agricultural production in 2021 amounted to 302524.9 billion soums, an increase of 218.1 points compared to 2000. The share of small business in agricultural production was 98.2%, with agricultural production amounting to 299,280.0 billion soums. Agricultural enterprises amounted to 92.8 billion soums per 1,000 hectares, which is 252.2 points more than in 2000. While agricultural production is growing, changes in ownership are leading to rising unemployment in rural areas. In recent years, the influx of entrepreneurs from other sectors

ISSN 2792-4009 (online), Published under Volume: 2 Issue: 5 in May-2022 Copyright (c) 2022 Author (s). This is an open-access article distributed under the terms of Creative Commons Attribution License (CC BY).To view a copy of this license, visit https://creativecommons.org/licenses/by/4.0/

## | e-ISSN: 2792-4009 | www.openaccessjournals.eu | Volume: 2 Issue: 5

JMEE

has increased due to the lack of entrepreneurial skills in agricultural specialists. Over the years, the decline in the number of specialists in this field has had a negative impact on agricultural entrepreneurship.

In developed and developing market economies, small businesses and private entrepreneurship perform a number of key functions. By creating new jobs, it balances the social costs of necessary structural changes in the economy. In the process of introducing a market economy in Uzbekistan, it is also necessary to develop small businesses and private entrepreneurship, to consistently study the experience of foreign countries in this regard.

Based on the foregoing, we can say that the economic policy of the state and local governments, aimed at building a democratic society, a fully functioning and market economy based on the priority of private property, in a modern economic development strategy should provide for the development of small business and private entrepreneurship

Small business has not only economic, but also social significance, which can be expressed as follows:

- development of small business will provide work for the able-bodied population;
- > ensures the growth of the material interests of the population employed in production;
- development of small business will fully meet the growing needs of the population;
- Small business makes it possible to fully demonstrate the potential of able-bodied citizens in practice and form middle-class owners in society.

As a result of economic reforms in the agro-industrial complex, various property economic entities have been formed in accordance with the market economy. Some property objects are privatized and transformed into private-individual, private-state forms of entrepreneurship. In the sphere of agricultural production of the agro-industrial complex, first of all, collective (firm) farms were created, including farms, dehkan farms. According to the Decree of the President of the Republic of Uzbekistan "On the Concept for the Development of Farms for 2004-2006", low-profit enterprises (except for specialized ones) were liquidated and transformed into farms. According to the Decree of the Cabinet of Ministers of the Republic of Uzbekistan dated January 9, 2019 No. 14 on additional measures to improve land reclamation of farm and other agricultural enterprises and the efficient use of agricultural land, agricultural land is optimized depending on the field is determined as follows:

- ▶ the minimum size of land plots of cotton-grain agricultural enterprises 100 hectares;
- the minimum size of land plots of agricultural enterprises in the field of grain and vegetables -20 hectares;
- > The minimum size of land plots for horticultural and vineyard farms is 10 ha;
- > The minimum size of land plots for vegetable and horticultural farms is 5 ha.

Entrepreneurial activity in the agricultural sector, in addition to the knowledge and experience of the entrepreneur, is influenced by state policy and the characteristics of agriculture. In particular, this provision is the basis for the formation of property in agriculture.

In this regard, it is necessary to increase organizational and economic measures in the region and its districts to increase the level of development of entrepreneurship in agriculture and employment. It

## | e-ISSN: 2792-4009 | www.openaccessjournals.eu | Volume: 2 Issue: 5

JMEE

is also important to ensure the mobility of businesses and existing human resources, to improve their skills, to maintain the existing experience of people.

To this end, we believe that the formation of a system of professional development of labor resources in two directions will create a competitive environment between entrepreneurs and labor resources in the rural labor market, as well as between labor resources and entrepreneurs.

In order to form this situation, it is necessary to introduce a mechanism of gradual training and retraining of personnel.

Below we recommend a system of training qualified personnel in the field of agricultural small business,(Table 2).

		1			
Learners	Entrepreneurs	Uneducated unemployed	Unemployed people with education		
Direction of	Professional development	Vocational training	Orientation to a		
education	L.		new profession		
	-Introduction to new	Involve and raise awareness of the rural			
Learning Objectives:	information for adaptation to	population in areas other than agricultural			
	a market economy	production in a market economy.			
	-Promotion of advanced	Vocational training and guidance in this			
	practices in the country and area				
	abroad				
Organizations and	Provincial and district	Regional and district administrations,			
institutions	administrations, Ministry of	labor exchanges, universities, vocational			
organizing	Higher and Secondary Special	colleges, business incubators.			
education:	Education				
Establishment and	-One month every two years	-Reception of new listeners in direct			
duration of	in direct auditoriums	auditoriums every month of the year			
communication	-Online uninterrupted	- Online uninterrupted			
between the learner					
and the teacher:					
	-The first stage is a month-	The first step is to	The first step is to		
	long training, exchange of	take a one-month	study the field of		
	experience across the country	vocational training	interest for a		
	-The second stage is a month-	course.	month.		
Learning Stages and	long training and exchange of	The second step is	The second step is		
Audience	experience to create	to refer the	to refer the		
Encouragement:	innovation in	entrepreneur to the	entrepreneur to the		
	entrepreneurship, to send	training system	training system		
	entrepreneurs who have	when starting a	when starting a		
	expanded their fields to	new business in the	new job in the field		
	exchange experience abroad.	field of study.	of study.		
	Local budgets of provinces and districts, special funds of large enterprises				

#### Table 2 The system of training qualified personnel in the field of small business in agriculture

**Education Support:** Local budgets of provinces and districts, special funds of large enterprises in the agro-industrial complex, financing from financially stable business entities

ISSN 2792-4009 (online), Published under Volume: 2 Issue: 5 in May-2022

Copyright (c) 2022 Author (s). This is an open-access article distributed under the terms of Creative Commons Attribution License (CC BY). To view a copy of this license, visit https://creativecommons.org/licenses/by/4.0/

## | e-ISSN: 2792-4009 | www.openaccessjournals.eu | Volume: 2 Issue: 5

Another area of development is international cooperation. Those developing countries receive financial and financial support from developed countries, as well as assistance in learning from their experience and business practices. This will help to overcome the backwardness of some countries and agricultural structures, as well as to identify their potential.

In short, agriculture, like any other sector of the economy, has its own problems that hinder its rapid development and improvement. But studying them reveals many promising areas for strengthening positions and further growth. Entrepreneurship in agriculture is widespread throughout the world, creating many opportunities for international cooperation. It can also be useful in individual countries, in accelerating their development and unlocking their potential, and in bringing the global economy as a whole to a new level.

### CONCLUSIONS AND RECOMMENDATIONS

JMEE

Entrepreneurship plays an important role in the formation of a class of owners from a social point of view, the formation of a group of people who are actively involved in the social sphere, ensuring the economic stability of the country from an economic point of view, and fully satisfying growing needs.

In the agro-industrial complex, entrepreneurship also reflects private relations without changing its socio-economic nature. Ensures the development of socio-economic interdependence. It is based on the socio-economic, production relations of the land, the seasonality of agriculture, natural and climatic conditions and the socio-economic relations of economic entities in the agro-industrial complex.

In the agro-industrial complex, private and private-collective entrepreneurship is formed on the basis of private and collective property. In the agro-industrial complex, private entrepreneurship has been developed in the following areas: farmer, dekhkan farms in the field of agricultural production; in the field of cultural, community, trade, paid services in the service sector; In the processing industry, small enterprises for processing fruits, vegetables, meat and milk, as well as individual entrepreneurs for processing grain, have been developed. In the form of private-collective farms, separate specialized enterprises for the production of agricultural products, agricultural firms, enterprises for the production of seeds, fuel, fertilizers, water supply and repair, processing enterprises with a large technological base were formed

#### REFERENCES

- 1. Асаул А. Н. / Организация предпринимательской деятельности: учебник для вузов. / А. Н. Асаул. 4-е изд. СПб.: Питер, 2013. 352 с.: ил. ИСБН 978-5-496-00066-6
- Украинцева И. В. / Предпринимательская деятельность и ее особенности в сельском хозяйстве[Электронный ресурс] / И. В. Украинцева, А. И. Авдеева // Научнометодический электронный журнал «Концепт». – 2017. – 100–103 с. – URL: http://ekoncept.ru/2017/770442.htm
- 3. Перспективы сельского хозяйства в России и в мире: основные направления [Электронный ресурс] // Журнал «Генеральный директор». 02.06.2020. URL: https://www.gd.ru/articles/9254-qqq-17-m6-02-06-2020- перспективй-селского-хозяйства
- 4. Мировая статистика онлайн [Электронный ресурс]//Wорлдометерс.-URL:http//www.worldmeters.инфо (Дата обращения: 06.11.2017)

Copyright (c) 2022 Author (s). This is an open-access article distributed under the terms of Creative Commons Attribution License (CC BY). To view a copy of this license, visit https://creativecommons.org/licenses/by/4.0/

# JMEE

# Journal of Marketing and Emerging Economics

| e-ISSN: 2792-4009 | www.openaccessjournals.eu | Volume: 2 Issue: 5

- 5. Турсунов Имамназар Эгамбердиевич, Курбанов Алишер Бобокулович Инновационные подходы развития предпринимательства // International Journal of Innovative Technologies in Economy. 2018. №5 (17). URL: https://cyberleninka.ru/article/n/innovatsionnye-podhody-razvitiya- predprinimatelstva
- 6. Джалилова Н.М. Курбанов А.Б., Роль кооперации в формировании аграрной собственности Economics № 4 (47), 2020
- 7. Благова З.И. Предпренимательства в Российской экономике. Санкт-Петербург.: Ун-та экономики и финансов, 1995.-102 с.
- Тўхлиев Н., Ўлмасов А. Ишбилармонлар луғати. Т.: Қомуслар бош таҳририяти, 1993. -314 б.
- 9. Владимир Рувинский. Почему малый бизнес не растет https://www.vedomosti.ru/opinion/articles/2021/05/08/
- 10. Хуррамов А.Ф., Маматов А.А. Қишлоқ хўжалигида мулкий муносабатлар ва уларни ривожлантириш йўналишлари. Т.: Фан ва технология нашриёти, 2008. 59 б.
- 11. Bahadirovich A. F. The Main Directions of State Regulation of Entrepreneurial Activity //Academic Journal of Digital Economics and Stability. 2021. T. 12. C. 22-27.
- Bahodirovich A. F. The Role of Investments in the Innovative Development of the Economy //International Journal on Economics, Finance and Sustainable Development. – 2022. – T. 4. – №. 3. – C. 112-117.
- 13. Bahodirovich, Aminov Fazlitdin. "The Role of Investments in the Innovative Development of the Economy." International Journal on Economics, Finance and Sustainable Development 4.3 (2022): 112-117.
- 14. Dusiyorovich, R. A. (2021). Issues of Sustainable Development of Digital Agriculture and Equipment of Qualified Personnel. Academic Journal of Digital Economics and Stability, 151-157.
- 15. Ergashev R.Kh., Khamraeva S.N., Fayzieva Sh.Sh. Innovative development of agricultural infrastructure: problems and ways of its achievement // The phenomenon of market economy: from the origins to the present day. Partnership in the face of risk and uncertainty. 2020 .-- S. 310-319.
- 16. Ergashev, R. X., & Ravshanov, A. D. (2021). Prospects for Strategic Development of Agricultural Enterprises. Academic Journal of Digital Economics and Stability, 504-510.
- 17. Fayzieva Sh.Sh., Djalilovna N. M., YuldashevaSh. A. The main directions of reforms in the livestock sector in the development of the country's economy// TRANS Asian Journal of Marketing & Management Research (TAJMMR). 2020. T. 9. №. 4. C. 67-71
- 18. GT Samiyeva. Reform in the Field of Family Entrepreneurs in Reducing Poverty in Uzbekistan. // Academic Journal of Digital Economics and Stability 7, 96-100
- 19. Khamraeva S. N. Features and trends of digital economy development in uzbekistan and abroad //ACADEMICIA: AN INTERNATIONAL MULTIDISCIPLINARY RESEARCH JOURNAL. - 2021. - T. 11. - № 2. - C. 1198-1205.

Copyright (c) 2022 Author (s). This is an open-access article distributed under the terms of Creative Commons Attribution License (CC BY). To view a copy of this license, visit https://creativecommons.org/licenses/by/4.0/

| e-ISSN: 2792-4009 | www.openaccessjournals.eu | Volume: 2 Issue: 5

- 20. KHAMRAEVA S. N., ALIMOVA M. Y. Methodological bases for assessing the level of innovative development of agriculture and its service infrastructure activities //Journal of Contemporary Issues in Business and Government| Vol. 2021. T. 27. №. 2. C. 4063.
- 21. Khidirovich E. R. Application of digital technologies in agriculture. 2021.

JMEE

- 22. Nasimovna K. S., Bobokulovich K. A., Shodmonovna F. S. Thinking Design an Effective Way to Shape and Develop Innovations //International Journal of Advanced Science and Technology. 2020. T. 29. №. 7. C. 7954-7960.
- 23. Normamatov I. B. IMPROVING THE PRACTICE OF USING CASHLESS ACCOUNTS IN UZBEKISTAN. 2021.
- 24. R. Kh. Ergashev Agricultural Economics, Textbook, T. : "Finance-Economy", 2018, 404 p.
- 25. Бердиев, А. Х., & Расулов, Х. К. (2020). Современный экономический механизм развития сельского хозяйства. Вестник науки и образования, (5-1 (83)).
- 26. Бердиев, А. Х., & Расулов, Х. К. (2020). Эффективность производства органических продуктов в сельском хозяйстве. Economics, (2 (45)).