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# Entrepreneur and Economic Development

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### **Introduction:**

**Entrepreneurship:** The word entrepreneurship usually means to assume. It uses its foundation to the western countries. But even in the west it has gone through changes from time to time. In the early 16<sup>th</sup> century, the word was used to signify army leaders. In the 18<sup>th</sup> century it was used to signify a dealer who buys and sells goods. Towards 1961 Schumpeter used the term innovator.

Entrepreneurship is treated as an important driver of economic growth productivity innovation and employment and it is accepted as a key feature of economic growth. Entrepreneur is a person who starts an enterprise. The process of creation is called entrepreneurship. It is said that entrepreneur is the actor and entrepreneurship is the act. The outcome of the actor and the act is called enterprise. Entrepreneurship is the process where an individual takes risk, uses creativity and innovation harness resources to fulfill his objectives and create wealth.

### **Entrepreneur :**

“Entrepreneur is the person who collects the factors of production, bears the risk and produces goods and services for the community”.

Entrepreneur organizes men, money, material, and machine and motivates the employee for better production in lowest cost. Entrepreneur is treated visualiser. Entrepreneur is also known as creator, an organizer, an innovator and good planner. He is a risk bearer in the business.

### **Objective of the study-**

- 1) To study entrepreneurship and entrepreneur.
- 2) To study role of entrepreneurship in economic development.
- 3) To study importance of entrepreneur.
- 4) To draw conclusions.

### **The role of entrepreneurship :**

The entrepreneurship plays a vital role in the development of nation. Entrepreneur is the person who act as a actor in the business by making leadership in the business.

### **1) Standard of living :**

Entrepreneur bearing risks in the business, he always face uncertainty in the business. Entrepreneur plays a vital role in achieving a higher rate economic growth. Entrepreneur produces goods and services in reasonable rates and provides continuous goods and services to the society. Entrepreneur makes efforts to reduce cost of production of goods. As the prices of commodity decreases the consumer gets the power to buy more goods for their satisfaction and increases their standard of living.

## **2) Helps to innovation:**

An entrepreneur is a person having new idea in his mind and he introduce his idea in the process of production. He is a best innovator. He is always insist for new technology. He bring out economic development of the country through innovation and increased production.

He also help for capital formation of the nation.

## **3) Employment:**

Growing unemployment is the genuine problem of our country available employment opportunity is only 5 to 10 percent of the unemployed. Entrepreneur generates direct and indirect employment from his business. For solving the problem of unemployment entrepreneur is playing crucial role for the development of the country.

## **4) Balanced regional development:**

For avoiding the problem of urbanization entrepreneur gives his helping hand to the rural area. He establishes his unit in local rural area and solving the problems of unemployment in rural area. Our country givies more stress on balanced development i.e. development of rural area and urban area. Entrepreneurs are setting their units in backward region as per government policy of balanced regional development.

## **5) Economic Power :**

In our country economic powers are in the hands of few industrialists. Therefore developing large number of entrepreneur in rural and urban area is a need of time.

## **6) Foreign currency :**

Entrepreneurs are producing goods and services in lowest cost to the community. The entrepreneur satisfies the needs of the country and exporting their goods to other countries and help to earn foreign currency which is a genuine need of country.

## **New Technology:**

Entrepreneurs are adopting new technology in their business and producing quality goods.

## **Importance of Entrepreneur :**

India is developing country. For the development of any nation agriculture development and industrial development is essential. Employment depends upon the position of creation of entrepreneur in the country. If we observed the history of the world we conclude that entrepreneurs helped largely for economic growth. Some countries are developed i.e. America, Japan, Korea, Singapore due to the proper development of entrepreneurship in that country. The development of Japan's credit goes to the young entrepreneur. In India development of entrepreneur is very important. The central and state government should have to provide more and more incentives to new young entrepreneur. If our country wants to develop then development of entrepreneur should be given more importance. Our developing country will be converting into developed country with the help of large contribution of new entrepreneurs.

**Conclusion:**

Entrepreneurship development is a need of the time. In today's Indian scenario unemployment is the burning problem of our country therefore entrepreneur plays a vital role for solving the problems of unemployment in India. Entrepreneur also help to balance regional development of the country. Entrepreneurs are setting their units in backward and rural area and giving employment in rural area.

Entrepreneurs in India should introduce new technology in production process and should adopt cost reduction techniques in their business. for the growth and survival.

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