

Survey Paper on Blockchain Technology Applications in the Agricultural Field

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Abstract: *The integration of blockchain technology into agriculture has gained significant attention for its potential to revolutionize the sector through enhanced transparency, traceability, and efficiency. This paper provides a comprehensive survey of current applications of blockchain in agriculture, including supply chain management, food safety, smart contracts, land registration, insurance, and sustainability tracking. By examining real-world implementations and recent academic studies, this survey identifies both the benefits—such as improved trust, reduced fraud, and empowerment of smallholder farmers—and the challenges, including technical, regulatory, and scalability issues. The paper also highlights future research opportunities, particularly in combining blockchain with Internet of Things (IoT) and artificial intelligence (AI) to create more intelligent and responsive agricultural systems. The findings suggest that blockchain has the potential to significantly improve the reliability and sustainability of modern agricultural practices.*

Keywords: Blockchain, Agriculture, Supply Chain Management, Food Traceability, Smart Contracts, Agricultural Insurance, Land Registry, Sustainability, Internet of Things (IoT), AgriTech

I. INTRODUCTION

Agriculture remains a cornerstone of the global economy, contributing significantly to food security, employment, and sustainable development. However, the sector faces numerous persistent challenges, including inefficient supply chains, lack of transparency, food fraud, land ownership disputes, and limited access to financial services for smallholder farmers. These issues hinder productivity and reduce trust among stakeholders, from producers to consumers.

Recent technological advancements offer promising solutions, with block chain technology emerging as a transformative tool for the agricultural industry. Block chain is a decentralized, distributed ledger system that records transactions across multiple nodes in an immutable and transparent manner. Originally developed for digital currencies, blockchain has since been adapted for various sectors, including healthcare, logistics, and finance. Its application in agriculture is now gaining traction due to its ability to enhance data security, streamline processes, and build trust among stakeholders.

This paper surveys the current and potential applications of block chain in agriculture, with a focus on its role in improving supply chain transparency, food safety, land registration, insurance, and sustainability practices. We analyze several case studies and pilot projects to evaluate the effectiveness of block chain-based solutions, identify the key benefits, and discuss the challenges that hinder widespread adoption.

II. OVERVIEW OF BLOCKCHAIN TECHNOLOGY

Blockchain technology is a form of distributed ledger that enables secure, transparent, and tamper-proof recordkeeping across a decentralized network. Originally introduced with the advent of Bitcoin in 2008, blockchain has evolved beyond cryptocurrencies to become a foundational technology across various domains, including finance, healthcare, supply chain, and more recently, agriculture.

At its core, a blockchain is composed of a series of blocks, each containing a set of transactions. These blocks are cryptographically linked to one another, forming an immutable chain that is replicated across all nodes in the network.

Once a block is added to the chain and validated through a consensus mechanism, its contents cannot be altered retroactively without altering all subsequent blocks, thereby ensuring data integrity and trust.

The primary characteristics of blockchain technology include:

- **Decentralization:** Unlike traditional centralized databases, blockchain operates on a peer-to-peer (P2P) network where each node holds a copy of the ledger. This eliminates the need for a central authority and reduces the risk of single points of failure.
- **Immutability:** Once data is recorded and confirmed, it becomes nearly impossible to modify, making the system highly resistant to tampering and fraud.
- **Transparency:** All transactions on a public blockchain are visible to all participants, promoting accountability and traceability across the network.
- **Consensus Mechanisms:** Blockchain systems use algorithms such as Proof of Work (PoW), Proof of Stake (PoS), or Practical Byzantine Fault Tolerance (PBFT) to achieve agreement among distributed nodes on the validity of transactions.

Smart Contracts: These are self-executing contracts with the terms of the agreement directly written into code. Smart contracts automate processes and ensure that predefined conditions are met without human intervention.

Several types of blockchains exist, including public (permission less), private (permissioned), and consortium block chains, each offering different levels of access control, scalability, and security. For agricultural applications, permissioned block chains are commonly favoured due to the need for controlled participation and data privacy among stakeholders such as farmers, cooperatives, regulators, and retailers.

In the context of agriculture, block chain provides a digital infrastructure to record, track, and verify transactions and product journeys. By leveraging its core features, the technology addresses critical sectoral issues such as lack of trust, inefficiency, and data asymmetry, thereby laying the groundwork for more transparent and resilient agri-food systems.

COMPARISON OF BLOCKCHAIN TYPES FOR AGRICULTURAL APPLICATIONS

Type of Blockchain	Access Control	Consensus Mechanism	Transparency	Scalability	Data Privacy	Suitability in Agriculture
Public	Open to anyone	PoW / PoS / DPoS	High	Moderate to low	Low	Useful for consumer-facing transparency, e.g., food traceability
Private	Restricted (single entity)	PBFT / PoA / Custom	Limited to participants	High	High	Suitable for internal farm management, record keeping
Consortium	Restricted (multiple stakeholders)	PBFT / PoA / Custom	Medium	High	Moderate to high	Ideal for supply chain collaboration, certification, and land records

Table I: comparison of block chain types for agricultural applications

BLOCKCHAIN FEATURES VS. AGRICULTURAL NEEDS

Blockchain Feature	Agricultural Need	Application/Impact
Decentralization	Reducing reliance on centralized authorities	Facilitates peer-to-peer trading and inclusive market access for smallholder farmers
Immutability	Secure and verifiable records	Ensures data integrity for land ownership, input use, and yield records
Transparency	Traceability across supply chains	Enables farm-to-fork visibility, combats food

		fraud, and strengthens consumer trust
Smart Contracts	Automated execution of contracts and payments	Reduces intermediaries, ensures timely and condition-based payments
Distributed Ledger	Synchronization among multiple stakeholders	Enhances coordination among producers, processors, distributors, and regulators
Consensus Mechanism	Trust establishment without central oversight	Ensures fair validation of transactions across agri-cooperatives or consortiums
Tokenization	Financial inclusion and micro-transactions	Supports agri-insurance, credit access, and input subsidy distribution
Auditability	Compliance with regulations and sustainability goals	Simplifies proof of certification (e.g., organic, fair trade, carbon credits)

Table II Block chain Features Vs. Agricultural Needs

III. KEY APPLICATIONS OF BLOCKCHAIN IN AGRICULTURE

Block chain technology has emerged as a powerful tool in addressing some of the most persistent challenges in the agricultural sector. By enabling secure, transparent, and decentralized data exchange, blockchain facilitates trust, efficiency, and traceability across agricultural value chains. The following are key areas where block chain is currently applied or being actively piloted in agriculture.

A. SUPPLY CHAIN TRANSPARENCY AND TRACEABILITY

One of the most prominent applications of blockchain in agriculture is in supply chain management. Blockchain enables real-time tracking of agricultural products from the point of origin (farm) to the final consumer. Each transaction—such as harvesting, processing, packaging, and distribution—is recorded immutably on the blockchain.

Use Case: IBM Food Trust and Walmart have implemented blockchain to track fresh produce, significantly reducing the time required to trace food origins and enhancing recall efficiency.

B. FOOD SAFETY AND QUALITY ASSURANCE

Blockchain ensures that all stakeholders along the food supply chain have access to a single, trusted source of truth. This helps identify the origin of contaminated or substandard products quickly, reducing foodborne illness risks and enabling faster recalls.

Example: TE-FOOD in Vietnam uses blockchain to track the history and status of livestock and vegetables, providing transparency to consumers and regulators.

C. SMART CONTRACTS FOR AGRICULTURAL TRANSACTIONS

Smart contracts enable automatic execution of agreements when predefined conditions are met. In agriculture, they can facilitate transactions such as crop purchases, input supply agreements, and insurance payouts without intermediaries.

Example: AgUnity provides blockchain-enabled mobile platforms for farmers in low-income regions, allowing them to manage and record contracts securely.

D. LAND OWNERSHIP AND LAND REGISTRY

Land disputes and fraudulent land claims are common in many developing countries. Blockchain can provide a secure and transparent mechanism for recording land titles and ownership history.

Project: In Ghana and Kenya, blockchain-based pilot systems are being tested to digitize and decentralize land ownership records.

E. AGRICULTURAL INSURANCE

Blockchain improves efficiency in agricultural insurance by enabling the development of parametric insurance products. These use smart contracts to automatically trigger payouts based on verified data (e.g., weather conditions or crop yield indices).

Case Study: Etherisc, in collaboration with Oxfam, launched blockchain-based weather-indexed insurance for smallholder farmers in Sri Lanka.

F. CERTIFICATION AND COMPLIANCE

Blockchain supports agricultural certification (e.g., organic, fair trade) by recording verification processes and outcomes on an immutable ledger, which can be accessed by stakeholders and auditors.

Impact: This fosters consumer confidence and helps farmers gain access to premium markets with minimal manual paperwork.

G. SUSTAINABILITY AND CARBON CREDITS

Block chain facilitates accurate monitoring and reporting of sustainable farming practices and carbon credit programs. It can track emission reductions, soil carbon content, and conservation activities.

Potential Use: Farmers can be rewarded transparently for adopting environmentally friendly practices and participating in climate-smart initiatives.

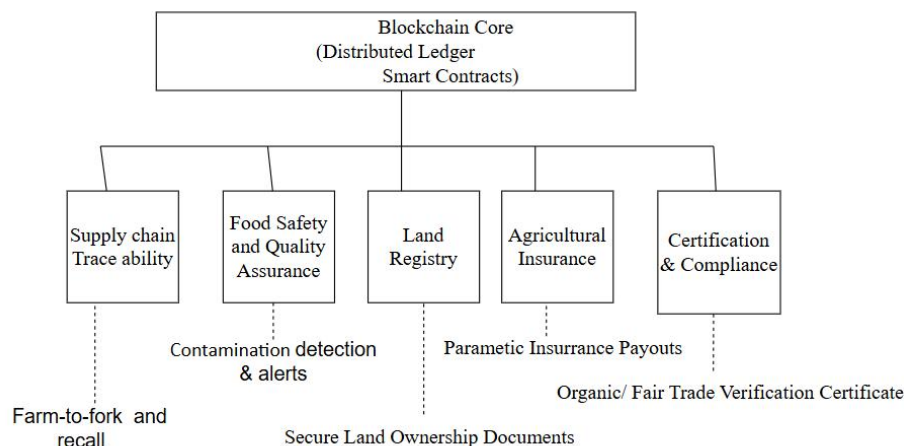


Figure: Block chain applications in agriculture

IV. CASE STUDIES

A. ANDHRA PRADESH – BLOCKCHAIN FOR LAND RECORDS

Background:

The state government of Andhra Pradesh, in collaboration with private block chain firms such as ChromaWay and Zebe Data, piloted block chain technology to digitize and secure land records.

Implementation:

A permissioned block chain system was deployed to store land titles, ownership history, and transactional data. The system was integrated with GIS mapping and biometric authentication for additional security.

Outcomes:

Reduced property fraud and disputes by offering tamper-proof ownership records.

Accelerated land registration and verification processes.

Created transparency for buyers, banks, and government agencies.

Relevance:

This initiative addresses a long-standing challenge in Indian agriculture—unclear land ownership, which limits access to credit and government subsidies. It sets a precedent for using block chain in rural land administration.

B. MAHARASHTRA – AGRICULTURAL SUPPLY CHAIN WITH CROPIN AND IBM BLOCKCHAIN

Background:

In partnership with CropIn and IBM, the Government of Maharashtra launched pilot programs to improve the transparency and efficiency of the agricultural supply chain for crops like onions and grapes.

Implementation:

Blockchain was used to track the journey of produce from farms to mandis (agricultural markets) and exporters. The solution recorded data from farmer registration, crop inputs, harvesting, transportation, and storage.

Outcomes:

Reduced post-harvest losses due to real-time data access.
Enabled farmers to fetch premium prices by proving produce origin and quality.
Enhanced traceability for export certification (especially for EU markets).

Relevance:

The initiative demonstrates how block chain can increase value for both domestic and export-oriented agricultural products, ensuring compliance with international quality standards

Background:

Kerala Block chain Academy (KBA), a government-supported initiative, partnered with K-FON and several academic institutions to create block chain use cases for the agricultural sector, particularly in organic produce.

Implementation:

KBA developed a block chain-based traceability system for tracking vegetables and spices through farm cooperatives and distribution hubs. QR codes allowed consumers to view origin data, pesticide use, and transport details.

Outcomes:

Enhanced trust in organic and eco-labeled products.
Boosted earnings for farmers due to consumer willingness to pay for transparency.
Generated datasets for research on supply chain efficiency and fraud detection.

Relevance:

Kerala's use of block chain in organic farming reflects growing consumer interest in food provenance and illustrates the role of academia in rural block chain innovation.

C. NITI AAYOG – NATIONAL BLOCKCHAIN STRATEGY FOR AGRICULTURE

Background:

NITI Aayog, India's premier policy think tank, has published white papers and conducted pilot studies on using blockchain for agricultural supply chains and crop insurance.

Implementation:

NITI Aayog explored block chain applications in:
E-Mandi digital marketplaces
Fertilizer subsidy distribution
Real-time rainfall and soil data for parametric crop insurance

Outcomes:

Improved visibility into commodity flows and pricing across mandis.
Reduced fertilizer pilferage by tracking disbursement from source to end-user.
Demonstrated feasibility of automatic insurance claims triggered by IoT + block chain.

Relevance:

This top-down approach signals institutional readiness and forms the foundation for national-scale block chain deployment in agriculture.

D. AGRI10X PLATFORM

Background:

Agri10x is a private Indian agri-tech startup that uses block chain to connect farmers directly with global buyers, eliminating intermediaries.

Implementation:

The platform enables farmers to list their produce and accept orders through a blockchain-backed marketplace. Smart contracts ensure transparent pricing and secure transactions.

Outcomes:

150,000+ farmers on boarded across multiple states.

Reduced market manipulation and commission charges.

Improved farmer income and trust in digital platforms.

Relevance:

Agri10x illustrates how block chain can be scaled commercially in India's fragmented agricultural landscape by combining mobile-first access with decentralized trade.

V. BENEFITS OF BLOCKCHAIN IN AGRICULTURE

Block chain technology offers a broad range of benefits to stakeholders across the agricultural ecosystem—from farmers and processors to distributors, retailers, and consumers. These benefits stem from block chain's core attributes: decentralization, immutability, transparency, and automation via smart contracts.

A. IMPROVED TRANSPARENCY AND TRACEABILITY

Block chain provides a single, shared ledger where each transaction or event (e.g., seeding, harvesting, transport) is securely recorded and time-stamped.

Enhanced Food Safety:

Stakeholders can trace a product's origin within seconds, facilitating quick recall in case of contamination or disease outbreaks.

Consumer Trust:

Buyers gain confidence in the authenticity of product claims such as "organic," "non-GMO," or "locally grown."

Real-time Monitoring:

Enables regulators and quality assurance teams to monitor compliance at each step of the supply chain.

Example: IBM Food Trust helped Walmart reduce food traceability time from days to seconds

B. FRAUD AND CORRUPTION REDUCTION

Block chain's immutability ensures that once data is entered, it cannot be altered without consensus, which prevents unauthorized changes and fraudulent activities.

Tamper-Proof Records:

Eliminates manual manipulation of supply chain data, weight reports, or pesticide logs.

Subsidy Tracking:

Ensures agricultural subsidies or relief funds reach the intended beneficiaries by making fund disbursement fully auditable.

Input Authenticity:

Prevents counterfeit fertilizers and seeds from entering the market through verifiable product histories.

C. OPERATIONAL EFFICIENCY AND COST REDUCTION

Smart contracts

Self-executing agreements encoded on the blockchain—streamline processes that traditionally require intermediaries or paperwork.

Automation of Payments:

Payments are triggered automatically when contractual conditions (e.g., delivery confirmation, quality inspection) are met.

Faster Settlements:

Eliminates the need for third-party verification, reducing transaction delays and costs.

Reduced Administrative Burden:

Cuts down on paperwork for recordkeeping, audits, and compliance tracking.

D. FINANCIAL INCLUSION AND ACCESS TO CREDIT

Block chain provides farmers, especially smallholders, with digital identities and verifiable credit histories.

Loan Accessibility:

Financial institutions can assess risk better using block chain-stored farm data, increasing trust in lending to rural farmers.

Insurance Payouts:

Parametric insurance can automatically pay out based on weather or yield data recorded on-chain.

Savings and Mobile Wallets:

Farmers can securely save and transact without needing traditional banks.

Example: AgUnity enables farmers in Kenya and Papua New Guinea to build digital transaction histories and access formal credit.

E. DATA INTEGRITY AND REAL-TIME DECISION MAKING

Accurate, verifiable, and time-stamped data captured on the blockchain ensures reliable information is available for all stakeholders.

Precision Agriculture:

Combining block chain with IoT sensors provides actionable insights on irrigation, soil conditions, and pest control.

Predictive Analytics: Government and private players can forecast yields, identify supply-demand gaps, and improve policy making.

Research and Development: Reliable data archives support agri-tech innovation and academic research.

F. ENHANCED LAND OWNERSHIP AND TENURE SECURITY

Blockchain can securely digitize land ownership documents, creating clear, tamper-proof title records.

Land Dispute Resolution: Prevents multiple claims on the same property and accelerates legal processes.

Collateralization: Clear land titles can be used as collateral for loans.

Rural Development: Encourages long-term investments by providing farmers legal assurance of land tenure.

Example: Andhra Pradesh piloted block chain-based land registries to combat fraud and simplify record access.

G. BOOSTED MARKET ACCESS AND FAIR PRICING

With block chain, farmers can directly connect with buyers, eliminating exploitative intermediaries and increasing price transparency.

Verified Product Quality: Buyers can confirm quality and certification before purchase.

Digital Cooperatives: Smallholder farmers can pool resources and sell collectively with blockchain-based transaction records.

Cross-Border Trade: Block chain facilitates export compliance by providing verified documentation for traceability and quality control.

H. ENVIRONMENTAL AND SUSTAINABILITY BENEFITS

Block chain supports environmentally sustainable practices by enabling better tracking and reporting of emissions, water use, and chemical inputs.

Carbon Credit Verification: Supports transparent tracking of emissions reduction and sustainable farming practices.

Sustainable Labels: Allows certification agencies to trace and verify sustainable practices like no-till farming or water conservation.

VI. CHALLENGES

Challenge	Description
Scalability	Limited transaction throughput, network delays
Technical Barriers	Energy usage, poor connectivity, complex integration
Adoption Resistance	Low digital literacy, cultural inertia, training requirements
Regulatory Uncertainty	No legal standards for smart contracts or digital land records
High Implementation Cost	Expensive infrastructure, especially for smallholder-focused platforms

VII. CONCLUSION

Block chain technology offers transformative potential for the agricultural sector. While still nascent, its applications in supply chain, food safety, and financial inclusion are promising. Addressing technical, regulatory, and adoption challenges will be key to broader implementation.

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