

## **Boosting India's Rubber Industry**

For Prelims: Rubber Board, Rubber, National Rubber Policy (NRP) 2019, European Union Deforestation Regulation (EUDR), EU, European Commission, Deforestation, Forest Degradation, Palm Oil, Non-Tariff Barrier, India-EU FTA, Tropical Tree, Amazon Rainforest, Loamy or Laterite Soil, Agro Management, Mixed Farming, High-Yielding.

**For Mains:** Initiatives for boosting the rubber industry for meeting global rubber standards.

#### Source: BL

## Why in News?

The <u>Rubber Board</u> has launched new initiatives like <u>Indian Sustainable</u> <u>Natural Rubber</u> (iSNR) and <u>INR Konnect Platform</u> to boost <u>Indian rubber</u>'s global prominence and increase domestic production.

It is in line with the <u>National Rubber Policy (NRP) 2019</u> that aims to build an <u>environmentally</u> sustainable, globally competitive rubber industry.

## What are the Recent Initiatives Taken in India's Rubber Industry?

- iSNR Initiative: Indian Sustainable Natural Rubber (iSNR) Initiative was launched to meet <u>European Union Deforestation Regulation (EUDR)</u> standards.
  - It facilitates traceability of rubber products with certificates verifying origin and compliance and simplifies the compliance process for stakeholders targeting <u>EU</u> markets.
  - It promotes sustainable rubber production while positioning Indian natural rubber as
    a competitive and responsible choice in the global market.
- **INR Konnect Platform:** It is a web-based platform aimed at **increasing productivity** by connecting growers of **untapped rubber holdings** with interested adopters.
  - It targets 20-25% of untapped and neglected plantations in India by absentee landlords to address price drops, and high costs.
- mRube: mRube was launched as the digital marketing platform of Rubber Board to enhance marketing and trade efficiency in the natural rubber sector.
- Subsidy Hike: The government plans to increase subsidies for rubber cultivation in a phased manner.

**Note:** Absentee landlords **own property but don't live or manage it,** relying on **property managers, tenants, or local agents** for maintenance, rent collection, and other operations.

#### What is EUDR?

- About: EUDR is a legislative framework proposed by the <u>European Commission</u> to address the global issue of <u>deforestation</u> and <u>forest degradation</u> linked to commodity <u>supply chains</u>
  - The regulation aims to **reduce** the EU's role in driving **deforestation** and ensure that products linked to deforestation do not enter the **European market**.
- Mechanism: Traders or operators must demonstrate that their products, when entering the EU market or being exported, do not originate from recently deforested land or contribute to forest degradation.
- **Objectives:** The primary objectives include:
  - Prevent deforestation by ensuring listed products don't contribute to it.
  - Reduce carbon emissions by at least 32 million metric tonnes annually.
  - Combat forest degradation linked to **agricultural expansion** of these commodities.
- Commodities Covered: It focuses on commodities such as cattle, wood, cocoa, soy, palm oil, coffee, rubber, and related products (e.g., leather, chocolate, tires, furniture).
- Related Concerns:
  - Non-Tariff Barrier: EUDR requires certification that commodities like cattle, soy, and palm oil aren't from deforested land, which India sees as Non-Tariff Barrier.
  - Compliance Burden: Proving goods are deforestation-free imposes additional administrative and operational burdens, especially on <u>SMEs</u>.
  - Global Policy Replication: This could lead to global certification schemes becoming the norm creating further pressure on Indian exporters.
  - Slowing FTA Negotiations: EUDR has become contentious issues in the ongoing <u>India-EU FTA</u> negotiations.

#### **Rubber Board**

- The Rubber Board is a statutory body constituted under the Rubber Act, 1947, for the overall development of the rubber industry in the country.
- It functions under the Ministry of Commerce & Industry of the Government of India.
- The Board's headquarters is situated in Kottayam, Kerala.
  - Rubber Research Institute works under the Rubber Board.

## What are Key Facts About Rubber?

- About: Rubber is an elastic material derived from the latex or milky sap of certain plant species, primarily the rubber tree (Hevea Brasiliensis).
  - This latex is mainly composed of polyisoprene, a polymer, along with various organic compounds.
  - Rubber is a <u>tropical tree</u>, native to the <u>Amazon rainforest</u>.
- Production: India is the third largest producer, fourth largest consumer of natural rubber and fifth largest consumer of natural rubber and synthetic rubber together in the world.



- Kerala (over 90%) is the largest rubber producer in India, followed by Tripura (about 9%).
- Other prominent states/UTs include Karnataka, Assam, Tamil Nadu, Meghalaya,
   Nagaland, Manipur, Goa, and the Andaman & Nicobar Islands.
- Required Climatic Conditions: It requires temperatures between 20°-35°C and rainfall over
   200 cm annually.
  - It grows in <u>loamy or laterite soil</u>, **sloped or elevated land**, requiring cheap, skilled labor for cultivation.
- Trade Scenario: In 2022-23, India exported 3,700 tonnes of Natural Rubber (NR), with the USA, Germany, UAE, UK, and Bangladesh as the largest markets.
  - In 2022-23, India imported 5,28,677 tonnes of NR, mainly from Indonesia, Thailand, China, South Korea, and Japan.

## What is National Rubber Policy (NRP) 2019?

- About: It is a policy initiative by the Ministry of Commerce & Industry to support production, processing, consumption, and exports.
- Objectives:
  - Value Chain Development: Develop the entire rubber industry value chain from cultivation to manufacturing.
  - Rubber Area Expansion: Increase natural rubber plantations in non-traditional regions without harming ecosystems.
  - Productivity Enhancement: Improve rubber productivity through better <u>agro</u> <u>management practices.</u>
  - Domestic Raw Material Supply: Ensure domestic production meets raw material demand.
  - Quality Standards: Ensure processed NR meets international quality standards.
- Rubber Product Manufacturing: Strengthen the rubber manufacturing sector and promote exports.
- Policy Interventions:
  - National Rubber Status: Recognize NR as an agricultural product to leverage existing policies for income enhancement.
  - Production Goals: Achieve 2 million tonnes of NR by 2030 and expand planting areas.
  - Value Chain Synchronization: Align activities in NR production, processing, and product manufacturing to boost domestic supply.

### **Government Initiatives for Promoting Production of Rubber:**

- Sustainable & Inclusive Development of Natural Rubber Sector (SIDNRS)
- Rubber Plantation Development Scheme
- Rubber Group Planting Scheme
- 100% Foreign Direct Investment (FDI) in Rubber Plantation
- National Rubber Policy 2019

#### What can be Done to Increase Rubber Production in India?

 Land Diversification: Encouraging farmers to diversify their land use by integrating rubber with other crops in <u>mixed farming systems</u> particularly in <u>North-Eastern states</u> having favorable climatic conditions.

- Scientific Farming: Promoting <a href="https://high-yielding.varieties">high-yielding varieties</a> and advanced plantation techniques (such as high-density planting) can help increase production per hectare.
- **Research:** Increased investment in **R&D** to develop more **disease-resistant**, **climate-resilient**, and **high-yielding** rubber varieties can play a significant role in improving production.
- Efficient Tapping: Training rubber tappers in efficient methods, like lateral tapping and proper angles, can enhance latex quantity and quality, boosting production.
- Market Access: Expanding market access for Indian rubber and rubber-based products (like rubber-based tires and industrial goods) to global markets can incentivize farmers to produce more rubber.

#### Conclusion

India is advancing its rubber industry through innovative initiatives like the **iSNR**, **INR Konnect**, **and mRube platforms**, aligned with the **National Rubber Policy 2019**. These efforts aim to increase **domestic production**, **enhance sustainability**, **and ensure global competitiveness** while tackling challenges like compliance with **EUDR and expanding market access**.

#### **Drishti Mains Question:**

Evaluate the role of the National Rubber Policy 2019 in strengthening India's rubber industry.

## **UPSC Civil Services Examination, Previous Year Question (PYQ)**

## <u>Prelims</u>

Q.Which one of the following groups of plants was domesticated in the 'New World' and introduced into the 'Old World'? (2019)

- (a) Tobacco, cocoa and rubber
- (b) Tobacco, cotton and rubber
- (c) Cotton, coffee and sugarcane
- (d) Rubber, coffee and wheat

Ans: (a)

# Q.Match List-I with List-II and select the correct answer using the code given below the Lists: (2008)

List-I	List-II
(Board)	(Headquarters)
A. Coffee Board	1. Bengaluru
B. Rubber Board	2. Guntur
C. Tea Board	3. Kottayam
D. Tobacco Board	4. Kolkata

#### Code:

ABCD

(a) 2 4 3 1

**(b)** 1 3 4 2

(c) 2 3 4 1

(d) 1 4 3 2

Ans: (b)

## <u>Mains</u>

Q.Why indentured labour was taken by the British from India to other colonies? Have they been able to preserve their cultural identity over there? (2018)

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