GOVERNMENT OF INDIA TEXTILES LOK SABHA

UNSTARRED QUESTION NO:4907 ANSWERED ON:26.08.2010 PERFORMANCE OF JUTE SECTOR Jena Shri Mohan

Will the Minister of TEXTILES be pleased to state:

- (a) whether the Government has assessed the performance of jute sector keeping in view the competitive open market;
- (b) if so, the details thereof;
- (c) whether jute cultivation is declining in different States in an alarming rate;
- (d) if so, the details thereof since last five years, State-wise;
- (e) whether the Government is aware about the reasons of decline of jute cultivation; and
- (f) if so, the corrective measures taken by the Government to encourage jute cultivation?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF TEXTILES (SMT. PANABAAKA LAKSHMI)

- (a) & (b): Yes Madam. The government assesses the performance of jute sector from time to time. Some of the salient features are as follows:-
- (i) The area of cultivation of raw jute is stagnant between 700,000 ha and 850,000 ha.
- (ii) The production of raw jute has increased considerably between 1974-78 and 2003-04, and thereafter has been stagnant (fluctuating around 100 Lakh Bales) in the last decade.
- (iii) The yield has increased considerably from 1300 Kg/ Ha (74-78) to around 2400 Kg/Ha (2009-10).
- (iv) The total production of jute goods has shown fluctuation over the years. However, it has increased from about 11.92 Lakh MT in Year 1987-88 to a maximum of 17.76 lakh MT in 2007-08. Average production in last few years is around 16.00 lakh MT. There has been a dip below the average in year 2006-07 & 2009-10 mainly because of strike in jute mills in West Bengal.
- (v) The domestic consumption as a percentage of total production has increased from 80% (1987-88) to nearly 91% (2009-10).
- (vi) The export of jute goods has increased from Rs. 166 Cr. in 1978-79 to Rs. 1200 Cr in 2008-09. However, in 2006-07 and 2009-10 there has been a decline in exports, mainly due to global recession & Strike in Jute Mills.
- (c) & (d): No Madam. The major jute producing states have shown an increasing trend in jute production. Statewise cultivation/production of jute in the last 5 years is as below

```
[Unit: Thousand Bales]
STATES 2004-05 2005-06 2006-07 2007-08 2008-09 2009-10#
```

```
Assam 410.4 578.9 558.6 656.8 647.5 713.1
Bihar 1056.2 1298.6 1253.3 1251.5 1054.8 1161.1
Jharkhand 1.1 1.0 1.0 1.0 0.0 0.8
Meghalaya 20.2 35.5 35.0 34.9 34.6 -
Nagaland 6.7 10.5 5.9 6.4 1.3 -
Orissa 41.0 44.4 47.8 49.8 19.9 3.0
Tripura 10.7 11.4 4.0 3.7 3.7 -
West Bengal 7853.0 7989.2 8411.5 8216.0 7872.6 8782.5
Others - - - - 39.9
All India 9399.3 9969.5 10317.1 10220.1 9634.4 10700.3#
```

[Source: Ministry of Agriculture]

- # Based on 4th advance Estimates made by Department of Agriculture and Cooperation. The Jute Advisory Board, has however estimated a crop of 90 lakh bales for 2009-10.
- (e) & (f): For the year 2010-11, the Jute Advisory Board has estimated a production of 107 lakh bales, which indicates that there is no significant decline in jute cultivation. The step taken by Government for encouraging jute cultivation mainly include:-
- (i) Conducting Minimum Support operations for providing price security to farmers.
- (ii) Govt. has launched Jute Technology Mission, for overall development and growth of jute sector.
- (iii) Jute Corporation of India has been distributing certified seeds to farmers.
- (iv) Continuation of policy for compulsory packaging of Foodgrain & Sugar in jute.