## **TEA EXPORTS – ECONOMY**

NEWS: According to the **Indian Tea Board**, India has become the **second-largest tea exporter in the world** in 2024 surpassing Srilanka.

## WHAT'S IN THE NEWS?

## About Tea and Its Origins

• Definition:

Tea is a widely consumed beverage made from the leaves of the **Camellia sinensis** plant. It is processed and brewed in different forms depending on regional and cultural preferences.

## • Place of Origin:

Tea is believed to have originated in **ancient China**, with early evidence also pointing to **northeastern India** and **northern Myanmar** as potential regions of origin.

# • International Tea Day:

May 21 is celebrated annually as International Tea Day, following a 2019 declaration by the United Nations General Assembly to promote sustainable production and consumption of tea.

## **Favourable Growth Conditions for Tea Cultivation**

## • Climate Requirements:

Tea thrives best in **tropical and subtropical climates**, which provide the right combination of heat and moisture.

# • Ideal Temperature Range:

The most suitable temperature for tea cultivation lies between 20°C and 30°C. Temperatures **below 10°C** or **above 35°C** can harm the tea bushes, affecting both quality and yield.

# • Rainfall Needs:

Tea plants require **150 to 300 cm** of **well-distributed annual rainfall** for optimal growth.

Prolonged dry spells or erratic rainfall patterns can negatively affect productivity.

- Soil Conditions:
  - Slightly acidic soils with no calcium deposits are best suited.
  - The soil should be well-drained and porous, allowing for free percolation of water.
  - Loamy soils rich in organic matter are considered ideal.

# • Humidity Levels:

The relative humidity should ideally remain around 80%.

A drop below **40%** is considered unsuitable for tea growth, especially during the leaf-flush period.

#### • Resistance to Frost:

Tea cultivation areas must be free from frost conditions, as frost damages the delicate



young leaves and buds.

## Geographical Indication (GI) Tag for Tea

• Darjeeling Tea:

Often referred to as the "Champagne of Teas" due to its unique muscatel aroma and floral flavour, Darjeeling Tea holds the distinction of being the first Indian product to receive a Geographical Indication (GI) tag.

- Other GI-Tagged Darjeeling Variants:
  - Darjeeling Green Tea
  - **Darjeeling White Tea** Both variants are recognized under GI for their unique origin and characteristics.

#### **Tea Production in India**

### • Global Standing:

India is the **second-largest producer of tea** globally, after China. It holds the position of being the **largest producer of black tea** in the world.

### • Major Tea-Producing Regions in India:

- 1. Assam:
  - Contributes about **55%** of India's total tea production.
  - Key production zones: Assam Valley and Cachar regions.

### 2. West Bengal:

- Another major producer with tea estates in **Darjeeling**, **Dooars**, and **Terai** regions.
- Darjeeling tea is globally renowned for its premium quality.

### 3. Southern India:

- Accounts for around **17%** of national tea output.
- Important producing states include Tamil Nadu, Kerala, and Karnataka.

#### Tea Board of India

#### • Establishment:

Formed in **1954** as a **statutory body** under the **Tea Act, 1953**, succeeding earlier bodies like the Central Tea Board (1949) and the Indian Tea Licensing Committee (1938).

#### • Nodal Ministry:

Functions under the jurisdiction of the **Ministry of Commerce and Industry**, Government of India.

- Mandate and Functions:
  - **Regulates** all aspects of the tea industry in India.
  - **Protects the interests of tea producers** and promotes Indian tea domestically and internationally.
  - Supports research, development, export promotion, and quality assurance.
- Organizational Structure:
  - Comprises **32 members**, including a **Chairman** and **Deputy Chairman** appointed by the Government.
  - The Board is **reconstituted every three years** and represents diverse sectors of the tea industry.

- Headquarters: Located in Kolkata, West Bengal.
- Overseas Offices: Maintains international presence through offices in Dubai (UAE) and Moscow (Russia) to facilitate trade and promotion.

### Tea Consumption and Export in India

- Domestic Consumption: India ranks among the top tea-consuming nations globally. Around 80% of the tea produced within the country is consumed domestically.
- Tea Export Milestone (2024):
  - India exported **255 million kilograms** of tea in 2024.
  - This volume **surpassed Sri Lanka**, placing India as the **second-largest exporter** of tea globally after Kenya.
  - This was also the **highest export volume in the last decade**.
- Types of Tea Exported:
  - Black tea dominates the export basket, accounting for 96% of total tea exports.
  - Other exported variants include:
    - Green Tea
    - Herbal Tea
    - Masala Tea
    - Lemon Tea
- India's Share in Global Exports: India contributes approximately 10% of the global tea export volume.
- Key Growth Drivers:
  - Significant rise in exports to West Asian countries, especially Iraq, which now accounts for 20% of India's tea exports.

#### • Major Export Destinations:

Indian tea is exported to over **25 countries**, with key markets including:

- UAE
- Iraq
- Iran

- Russia
- United States
- United Kingdom

Source: <u>https://timesofindia.indiatimes.com/city/kolkata/india-surpasses-sri-lanka-to-become-second-largest-tea-exporter/articleshow/119556536.cms</u>