21st Dec, 2024

1. <u>Higher GST on Tobacco Can Improve Societal Health</u> GS 2 (Health)

Why in News:

 The recent proposals by the Group of Ministers (GoM) under India's GST Council reflect a commonsense approach to taxation, emphasising national priorities of public health and equity.

These reforms aim to recalibrate the country's tax structure by lowering GST rates on essential items like bicycles and exercise books while increasing taxes on high-value luxury goods, including tobacco products.

A smoker check

This dual strategy not only prioritises the well-being of citizens but also addresses the broader societal costs associated with preventable health crises, particularly those arising from tobacco consumption.

The Burden of Tobacco Consumption

- Tobacco usage in India is a public health crisis of staggering proportions.
- Killing nearly 1.3 million people annually and debilitating millions more, tobacco exacts enormous
 societal costs in terms of lost productivity and escalating healthcare expenses.
- These stark realities underscore the urgent need for effective policy interventions. Among these, taxation stands out as the single most effective measure to curb tobacco use.
- By increasing prices through higher taxes, governments can discourage new users, encourage current
 users to quit, and prevent relapse among former users.

Benefits of High Taxation on Tobacco Products

- Impact on Consumption Patterns
 - One of the key advantages of taxing tobacco is its ability to influence consumer behaviour, particularly among price-sensitive groups such as lower-income populations and young people.
 - When taxes are raised, the cost of tobacco products increases, prompting consumers to rethink their consumption habits.
 - Studies consistently show that higher tobacco prices discourage people from starting to smoke, encourage current smokers to quit, and reduce overall consumption levels.
 - This price sensitivity is more pronounced among economically disadvantaged groups, who spend a larger proportion of their income on tobacco.
 - As a result, higher taxes are more likely to lead to significant reductions in tobacco use among these populations, creating a disproportionately positive impact on their health.

Generating Revenue for Public Welfare

- Beyond reducing consumption, tobacco taxation generates substantial revenue for governments.
- The paradox of tobacco taxation lies in its elasticity: while higher prices lead to reduced consumption, the decline is typically less than proportional to the tax increase.
- This means that governments can collect more revenue even as fewer tobacco products are sold.
- The additional funds generated can be strategically reinvested in public goods and services, amplifying their societal impact.
- For example, revenues from tobacco taxes can be directed toward strengthening healthcare infrastructure, funding education programs, or supporting anti-smoking campaigns.
- These **investments create a virtuous cycle**, where the benefits of reduced tobacco use extend beyond individual health to broader societal gains.
- Addressing Inequities through Taxation

- Tobacco taxes are inherently progressive when designed thoughtfully.
- Lower-income individuals, who are more sensitive to price increases, benefit the most from reduced consumption and the associated health improvements.
- This **effect helps to mitigate health disparities**, as economically disadvantaged groups are often disproportionately affected by tobacco-related illnesses.
- Furthermore, the reinvestment of tobacco tax revenues into public welfare programs can enhance social equity.
- For instance, funding universal healthcare initiatives or subsidising health insurance premiums with tobacco tax revenues ensures that the benefits are distributed widely, including to those who need them the most.
- Limitations of India's Current Tobacco Tax Structure and Measures to Address These Challenges
 - Tiered Tax Structure: A Barrier to Effectiveness
 - One of the most pressing issues in India's tobacco tax system is its tiered structure, where different types of tobacco products, and even brands within a category, are taxed at varying rates.
 - For example, cigarettes may be taxed higher than bidis, and premium cigarette brands often face higher rates than lower-cost alternatives.
 - This **disparity creates a loophole for consumers** to switch to cheaper options when prices rise for one category or brand.
 - The tiered structure diminishes the deterrent effect of taxation by making it possible for users to maintain their consumption levels through substitution.
 - Bidis, in particular, are taxed minimally or not at all in some cases, despite being a major source of tobacco use in India.
 - This not only perpetuates widespread bidi consumption but also results in significant revenue losses for the government.
 - To address this, India needs a unified tax structure where the same rate is applied per unit of tobacco, regardless of brand, size, or other characteristics.
 - A consistent and simplified system eliminates substitution opportunities and ensures that all tobacco products are equally disincentivized.
 - Affordability of Tobacco Products
 - Despite periodic tax increases, many tobacco products in India remain highly affordable.
 - Between 2016 and 2022, cigarettes, bidis, and chewing tobacco products became more affordable on average, largely due to the combination of stagnant tax rates and rising incomes.
 - As tobacco products become more affordable, their consumption increases, counteracting public health efforts.
 - To tackle this issue, taxes must be adjusted annually to account for inflation and income growth.
 - Specific excise taxes, rather than ad valorem taxes (which are a percentage of the price), are particularly effective in this context.
 - Specific excise taxes impose a fixed amount per unit of tobacco, ensuring that prices rise predictably and significantly over time.
 - This approach reduces affordability and maintains the deterrent effect of taxation.
 - The Problem of Lower Taxation on Bidis
 - Bidis, a traditional form of smoked tobacco, pose a unique challenge in India's tobacco control efforts.
 - They are **consumed predominantly by low-income groups** and are often seen as a cheaper alternative to cigarettes.
 - However, bidis are equally, if not more, harmful to health, and their minimal taxation exacerbates their widespread use.
 - To address this, the government must consider comprehensive taxation and regulation of bidis.
 - Bringing bidis under the same tax framework as other tobacco products would significantly reduce their affordability and consumption.

Additionally, targeted public health campaigns and alternative livelihood programs for bidi workers can help mitigate resistance to such reforms.

Tax on Smokeless Tobacco Products

- Smokeless tobacco products, including chewing tobacco and gutka, are another area of concern.
- These products are widely consumed across India and contribute significantly to the country's tobacco-related disease burden.
- Yet, their taxation and regulation remain inconsistent.
- Including smokeless tobacco products in a unified tax structure and subjecting them to regular price increases would complement efforts to reduce overall tobacco consumption.
- Public awareness campaigns highlighting the health risks of smokeless tobacco can further reinforce these measures.

Conclusion

- The GST Council's proposed reforms represent a decisive step toward balancing the nation's fiscal and public health goals.
- Higher taxes on tobacco products, coupled with reduced levies on essentials, reflect a thoughtful prioritisation of societal well-being.
- By aligning taxation policies with national health and equity goals, India can pave the way for a healthier, more productive, and equitable society.

2. Takeaways from the India-SL recent engagement **GS 2 (International Relations)**

Why in News: The recent visit of Sri Lanka's President Anura Kumara Dissanayake (AKD) to India— his first trip overseas since becoming leader of his country — saw some classic diplomatic deal-making, with give and take on both sides As Dissanayake visits, takeaways from the India-SL engagement

Win Some, Lose Some: Takeaways from AKD's Visit to India

> on Anti-India Assurance **Activities**

> > Sri Lankan President Anura

Kumara Dissanayake (AKD) assured PM Modi that Sri Lanka's territory would not be used for

- activities harmful to India's interests. This commitment addresses India's concerns regarding the frequent visits of Chinese "research vessels" to Sri Lankan ports.
- The reiteration of this stance is significant, as AKD is perceived to be pro-China.

Tamil Minority Issue: Divergent Views

- AKD resisted India's push for the full implementation of the 13th Amendment to the Sri Lankan Constitution, which aims to empower the Tamil minority.
- He opposes the amendment and investigations into alleged war crimes from the LTTE-Sri Lankan military conflict.
- PM Modi emphasized "reconciliation and reconstruction" and urged Sri Lanka to fulfil its constitutional commitments and hold provincial council elections.

Focus on Unity and Development

- While AKD avoided specific commitments on the Tamil issue, he emphasized unity, social protection, and sustainable development.
- He highlighted the importance of diversity as a fundamental principle of democracy.

Confident President: Sri Lanka's Evolving Stance and Domestic Actions

- Firm Position on Tamil Issue
 - The joint statement reflected **Sri Lanka's influence in shaping the narrative.**

- Earlier, India had emphasized Tamil aspirations and the need for the 13th Amendment's full implementation, along with provincial council elections.
- However, AKD's confidence, stemming from his strong parliamentary mandate, has enabled him to resist external pressure, including from India.

o Confident Engagement with Major Powers

- AKD's historic parliamentary majority has bolstered his confidence in dealing with influential nations like India and China.
- This self-assurance marks a shift in Sri Lanka's diplomatic posture, signaling a more assertive and independent approach.

Anti-Corruption Commitment at Home

- The President's adherence to the principles of the "Clean Sri Lanka" campaign has been evident in domestic politics.
- For instance, Speaker Asoka Ranwala, a close ally of AKD, was forced to step down amid allegations about his academic qualifications, demonstrating AKD's zero-tolerance policy toward impropriety.

• Focus on Mutual Benefits: India-Sri Lanka Cooperation

Rebuilding Sri Lanka with Focus and Clarity

- President AKD is pursuing an ambitious agenda to rebuild Sri Lanka after recent crises.
- The India-Sri Lanka joint statement, titled "Fostering Partnerships for a Shared Future," underscores this shared focus on development and collaboration.

Bilateral Cooperation

- Digital collaboration includes implementing Aadhaar and UPI systems in Sri Lanka.
- Both leaders acknowledged India's significant contributions to Sri Lanka's socioeconomic growth through development assistance. Key projects include:
 - Phase III & IV of the Indian Housing Project.
 - High Impact Community Development Projects.

Advancing Connectivity and Energy Cooperation

- LNG supply.
- Development of Trincomalee as a regional energy and industrial hub.
- Offshore wind power development in the Palk Strait.
- High-capacity power grid interconnection.
- Three islands' Hybrid Renewable Energy Project.

Enhancing Physical Connectivity

- Resumption of passenger ferry services between:
 - Nagapattinam and Kankesanthurai.
 - Rameswaram and Talaimannar (under review).
- Discussions on rehabilitating Sri Lanka's Kankesanthurai port are underway.

Defence and Security Cooperation

- Agreements to explore:
 - A framework Agreement on Defence Cooperation.
 - Provision of defence platforms and joint exercises.
 - Maritime surveillance, cyber security, and counter-terrorism under the Colombo Security Conclave mechanism.

Strategic Continuity Amid New Leadership

- Despite new leadership in Sri Lanka, priorities and interests remain aligned.
- India views Sri Lanka's stability as critical to its strategic interests, while AKD seeks to make the next five years impactful through a mutually beneficial partnership.

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ERADICATE 'MURDER HORNETS'?

3. Northern giant hornet GS 3 (Environment)

Why in News: The Department of Agriculture of the United States said that it has been eradicated the Northern giant hornet, nicknamed the "murder hornet". WHY AND HOW DID THE UNITED STATES

About Northern giant hornet:

- Scientific name: Vespa mandarinia
- It is the largest hornet in the world, measuring up to 2 inches long.
- Habitat: They are known for inhabiting the lower altitude forest and avoiding large plains and high-altitude regions.
- Distribution: They are native to temperate regions in China, Korea, Japan, and India.
- It is an invasive species which poses a significant threat to insects and native pollinators.
- It is nicknamed as 'Murder hornets', can kill an entire beehive of honeybees in just 90 minutes.
- The hornets then defend the hive as their own, taking the brood to feed their own young.
- They can sting through most beekeeper suits, delivering almost seven times the amount of venom as a honey bee. Moreover, they have the ability to sting multiple times.
- They mainly feed on native insects: butterflies, moths, dragonflies, bees, wasps, etc.
- Ecological impact: It preys on honey bees and poses an indirect threat to plants that depend on honey bees for pollination.

4. Significance of Siliguri Corridor GS 2 (Security)

Why in News: Union Home Minister Amit Shah highlighted the significance of the Siliguri corridor as a crucial link to Northeast India and said that the presence of Sashastra Siliguri corridor a crucial link, SSB Seema Bal (SSB) in the area comes as an assurance to the entire country.

About Siliguri Corridor:

- The Siliguri Corridor, often referred to as the "Chicken's Neck", is a narrow stretch of land in the Indian state of West Bengal.
- It connects the northeastern states of India with the rest of the country. Its geopolitical, strategic, and economic significance makes it a critical asset for India.
- **Geographical Overview:**

Location: The corridor is situated in the northern part of West Bengal, spanning approximately 22 kilometres at its narrowest point.

- Borders: It is flanked by Nepal to the west, Bhutan to the north, and Bangladesh to the south.
- Connectivity: It links the North-eastern Region (NER) comprising eight states—Arunachal Pradesh, Assam, Manipur, Meghalaya, Mizoram, Nagaland, Sikkim, and Tripura—to mainland India.

Significance of Siliguri Corridor:

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- **National Security:**
 - The corridor is crucial for maintaining India's territorial integrity. Any compromise in the region can isolate the northeastern states from the rest of India.

presence boosts security, says Shah

lay highlighted



Website: https://delhiiasinstitution.com/ Email: iasncsc@gmail.com • The area is vulnerable to external threats, especially given its proximity to the **China-Bhutan border** in the north and Bangladesh in the south.

o Military Importance:

- The corridor serves as a vital supply route for the Indian Army, particularly for accessing forward bases in Sikkim and Arunachal Pradesh.
- It is critical for India's preparedness against China, especially in light of past conflicts like the **1962 Sino-Indian War** and the ongoing border tensions.

o Geopolitical Sensitivity:

Its proximity to China's Chumbi Valley (a tri-junction of India, Bhutan, and China) poses a strategic challenge. Control over this area could jeopardize India's access to the Northeast.

• Economic Importance:

Trade and Connectivity:

- The Siliguri Corridor is a gateway for trade between mainland India and its north-eastern states, facilitating the movement of goods and services.
- It connects to important international trade routes, including access to Bhutan and Nepal.

O Tourism Hub:

■ The region is a base for tourism to destinations like Darjeeling, Gangtok, and Bhutan, contributing significantly to local and national economies.

Developmental Integration:

The corridor supports initiatives like the **Act East Policy**, which aims to integrate north-eastern states with Southeast Asia for economic development.

Challenges:

Geographical Vulnerability:

• The narrow width of the corridor makes it highly susceptible to natural disasters like floods and earthquakes, which could disrupt connectivity.

Security Concerns:

- Cross-border terrorism, illegal migration, and smuggling from Bangladesh add to the security challenges.
- The region has seen insurgency issues in the past, requiring constant vigilance.

Infrastructure Gaps

 Despite its importance, the corridor faces infrastructural deficits, including poor road and rail connectivity, hindering efficient transport and logistics.

• Government Initiatives:

Border Infrastructure Development:

Investments in road and rail networks, including the Bharatmala Pariyojana and Golden
 Quadrilateral, aim to strengthen connectivity in the region.

Act East Policy:

This policy focuses on improving trade and cultural ties with Southeast Asia, with the Siliguri Corridor acting as a vital link.

Strategic Rail and Air Connectivity:

■ The development of **Bagdogra Airport** and improved rail connectivity through **Northeast**Frontier Railways enhances accessibility and economic prospects

Integrated Check Posts (ICPs):

 Modern ICPs along the borders of Nepal and Bangladesh are being developed to streamline trade and security.

• About Sashastra Seema Bal (SSB):

- It is a border guarding force of India deployed along its borders with Nepal and Bhutan.
- The force was originally set up under the name **Special Service Bureau** in 1963 in the aftermath of the Indo-China War to strengthen India's border areas against enemy operations.

• News Summary:

- Union Home Minister Amit Shah emphasized the strategic importance of the Siliguri Corridor, also known as the Chicken's Neck, during the 61st Foundation Day celebrations of the Sashastra Seema Bal (SSB) in Siliguri.
- This narrow stretch of land in West Bengal is critical due to its proximity to neighbouring countries like China, with a width of about 20 km and a length of 60 km.
- Shah praised the SSB for ensuring security along the 2,450 km border with Nepal and Bhutan and expressed confidence in their ability to protect India's borders.
- He highlighted the SSB's significant role in eradicating left-wing extremism in Bihar and Jharkhand, declaring both states free of such threats.
- He also commended the SSB's efforts in fostering cultural integration in border villages, strengthening ties between border communities and the Indian mainstream.
- During the event, Shah inaugurated and laid the foundation stone for infrastructure projects for the SSB, including residential complexes at Agartala and Petrapole.
- The Home Minister's remarks underscored the corridor's critical role in India's security and its integration with the Northeast.

5. <u>Swatantrata Sainik Samman Pension Scheme</u> GS 2 (Governance)

• Why in News: The Minister of State for Home Affairs informed the Rajya Sabha about the Swatantrata Sainik Samman Pension Scheme.

About Swatantrata Sainik Samman Pension Scheme:

- o It was launched on 15th August 1972 by the Ministry of Home Affairs.
- o It provides the grant of pension to living freedom fighters and their families; if they are no more alive, and to the families or martyrs.

Eligibility:

- A person who had suffered a minimum imprisonment of six months in the mainland jails before Independence.
- A person who remained underground for more than six months.
- A person interned in his home or externed from his district provided the period of internment/externment was six months or more.
- A person whose property was confiscated or attached and sold due to participation in the freedom struggle.
- A person who became permanently incapacitated during firing or lathi charge.
- A person who lost his job (Central or State Government) and thus means of livelihood for participation in the national movement.

Benefits:

- Free life time railway passes to travel by any train.
- Free **medical facilities under CGHS** and free medical treatment in hospitals run by PSUs are provided to the Freedom fighters and eligible dependents.
- Free transit stay with meal at State Bhawan, New Delhi.
- Collectors/SDMs have been directed to regularly enquire about the well-being of the freedom fighters and resolve their pension related issues.

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- 1. Bordoibam-Bilmukh Bird Sanctuary is a large freshwater lake situated in Assam. It was originally a part of which one of the following tributaries of the Brahmaputra River?
- a) Lohit
- b) Subansiri
- c) Teesta
- d) Manas
- 2. In which of the following ways, the Polyethylene terephthalate bottle-derived nanoplastics (PBNPs) facilitate the Antibiotic Resistance in bacteria?
- A. They can act as physical carriers of the Antibiotic Resistance plasmids across bacterial membranes.
- B. They can induce increased secretion of outer membrane vesicles (OMVs), which serve as potent vectors for gene transfer between bacterial species.

Select the correct answer using the code given below:

- a) A only
- b) Bonly
- c) A and B
- d) Neither of two
- 3. Consider the following statements regarding the National Handloom Day:
- A. It commemorates the Swadeshi Movement, launched on 7th August 1905.
- B. It recognises the efforts and skills of the handloom weaving community.

Which of the statements given above is/are correct?

- a) A only
- b) Bonly
- c) A and B
- d) Neither of two
- 4. Consider the following statements regarding GLP-1 receptor agonists:
- A. They mimic a hormone that regulates appetite and blood sugar levels.
- B. They can help in the treatment of cardiovascular disorders.

Which of the statements given above is/are correct?

- a) A only
- b) B only
- c) A and B
- d) Neither of two
- 5. Consider the following statements regarding the Northern giant hornet:
- A. It is an invasive species and poses a significant threat to insects and native pollinators.
- B. It can kill an entire beehive of honeybees in just 90 minutes.

Which of the statements given above is/are correct?

- a) A only
- b) Bonly
- c) A and B
- d) Neither of two

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- 1. b
- 2. c
- 3. c
- 4. c
- 5. c

