Problems of Poverty

Less Energy, Low Efficiency, Polluted Environment

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India on the Energy Map

Commercial energy production and per capita, 1999						
Country	Commercial Energy Production (thousand metric tonnes of oil equivalent)	Commercial energy use per capita (kg of oil equivalent)				
USA	1,687,886	8159				
China	1,056,963	868				
Bangladesh	14,474	139				
India	409,788	482				

Energy in India

Sl. No.	Source of Energy	1970-71	1980-81	1990-91	2001-02
1.	Commercial energy production	47.67	75.19	151.43	210.83
2.	Net imports	12.66	24.63	31.69	87.85
3.	Total commercial energy supply (1+3)	60.33	99.82	183.12	298.67
4.	Primary non- commercial energy supply	86.72	108.48	122.07	139.02
5.	Total primary energy supply (3+4)	147.05	208.30	305.19	437.69

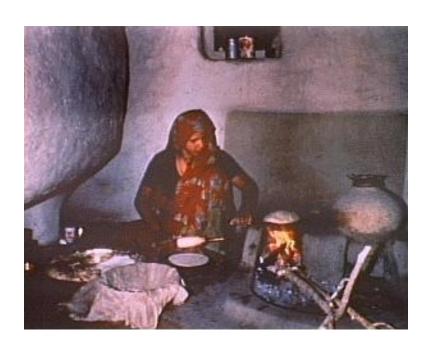
Unit: million tonnes of oil equivalent (MTOE)

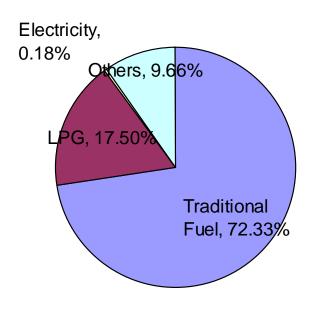
Problems of Poverty

- Low energy consumption
- Low energy efficiency
- Higher energy dependence
- High energy intensity
- Higher environmental stress
- Dirty environment
- Higher Impact on health
- Lower adaptability
- Greater vulnerability to natural calamity

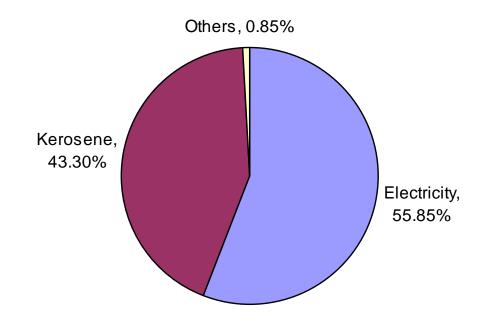
Indoor air pollution

Rural Kitchen





Lighting Indian Homes



Indoor air pollution – the toll

Causes	No. of deaths	
Acute respiratory infections-Age less than 5 years, Chronic obstructive pulmonary disease.	310000-470000	
Blindness-women (not death) and prenatal effects Tuberculosis on women	50000-130000	
Cardiovascular disease-women asthma	50000-190000	
Grand total:	410000-790000*	

^{*}Total annual deaths in India for women and children under 5 in these disease categories in the early 1990s.

Fuel Index



- •90% of households in small villages rely on fuels like firewood, animal dung and crop residue
- •88% of rural women population used these fuels for their daily cooking.

Fuel type	Weight	
Dung	1.00	
Saw dust	0.97	
Crop residue	0.96	
Fuel wood	0.82	
Coal	0.46	
Charcoal	0.31	
Kerosene	0.08	
Liquid Petroleum Gas	0.05	
Biogas	0.04	
Electricity	0.05	

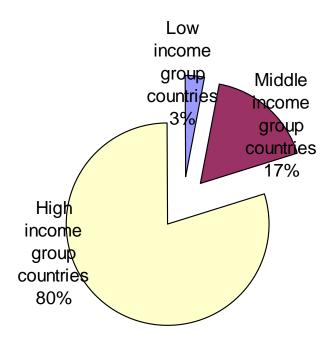
The more convenient, efficient and cleaner the fuel, less is its weight. Since animal dung lies at lowest end, the other fuels are weighed with respect to dung. (Parekh, et al, 2003)

Restricted economy, Greater vulnerability

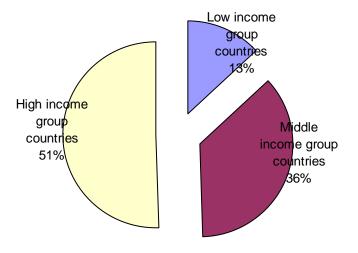
- Taxes and Tariffs reduce consumption and competitiveness and efficiency
- Poor are most vulnerability to natural calamity
- Lighting Bulbs to CFLs taxes, tariff, procurement policy
- Automobile 180% import duty, 50% taxes,
- ➤ Fuel 30-40% taxes on petroleum product
- Refrigerator CFC and frost free, energy efficient, but ...
- Floods annually 1000s die in South Asia, in Florida toll ranges in 10s
 Liberty Institute, New Delhi

Income, Energy and Efficiency

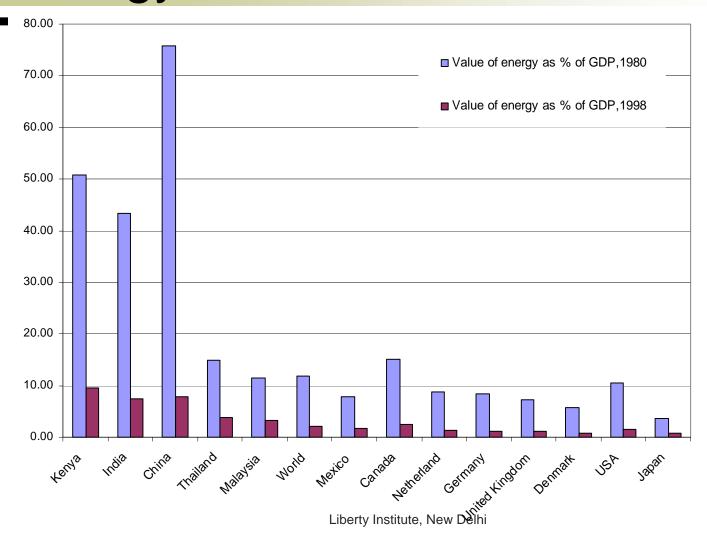
Share of World Income



Share of commerial energy



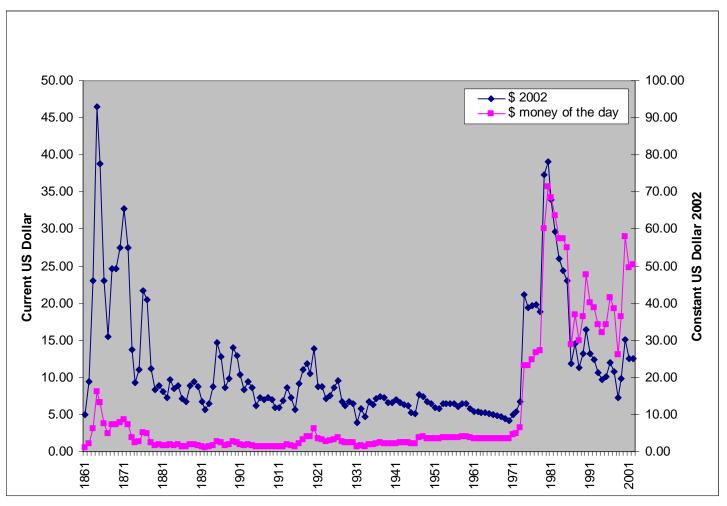
Declining significance of Energy



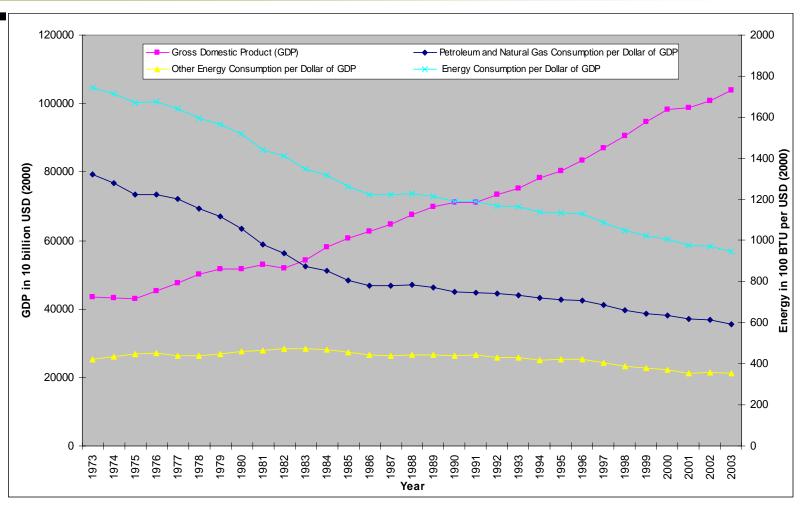
Poverty Kills Today

- Debate on global warming, shifts focus from problems of today to 'day after tomorrow'
- Concerns about sea level rise in future, but thousands die each year due to floods today
- Millions die today from preventable diseases of poverty, but focus is on diseases of the future

Price of Oil – 1861 to 2001



US Energy Intensity



Energy Abundance

- Higher energy consumption
- Higher energy efficiency
- Lower dependence on energy resources
- Lower energy intensity
- Lower environmental stress
- Cleaner environment
- Lower impact on health
- Higher adaptability
- Lower vulnerability to natural calamity

Conservation through Consumption

 Development is the Key that unlocks the potential of increased consumption

 Economic freedom creates the competitive environment for harnessing human creativity leading to efficiency gains