

## **Reforms in Geographical Indication (GI)**

#### Why in news?

India's two-decade journey with Geographical Indication (GI) tags has shown limited outcome and there is an urgent need to simplify the registration processes.

#### What is Geographical Indication tag?

The first product in India to be accorded with GI tag was Darjeeling Tea in the year 2004-05.

- **GI definition** It is defined under Article-23 and 24 of the <u>Trade-Related Aspects of</u> <u>Intellectual Property Rights (TRIPS)</u> Agreement of the World Trade Organization (WTO).
- <u>GI tag</u> is a form of certification that recognises unique products based on their origin.
- Characteristics GI tagged products can be *natural or man-made*.
- The raw materials for such products do not necessarily have to come from that region, unless it is an agricultural tag.
  - $\circ\,$  For instance, the mulberry silk used in Kancheepuram sarees comes from Karnataka, and the gold zari from Surat.
- The essential difference between GI and other <u>intellectual properties (IP)</u> is that, GI is a <u>collective Intellectual Property Right</u>.
- India- It is a member of WTO and enacted the <u>Geographical Indications of Goods</u> (<u>Registration & Protection</u>) <u>Act</u>, <u>1999</u> that came into force from 2003.

Tamil Nadu has the highest number of GI tags in India.

# What about Geographical Indications of Goods (Registration & Protection) Act, 1999?

| Key aspects  | Description  |
|--------------|--|
| Geographical | An indication which identifies a commodity or a product as a natural good, agricultural good or manufacturing good concerning the place or region. |
| GI registry  | Located in Chennai, Tamil Nadu.  |

| Ownership                                    | Any trader's body, association, or organization can apply for a GI tag.  |
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| Conditions                                   | The applicants need to prove the uniqueness of the item with historical records and a complete breakdown of how the product is made.                   |
| Validity                                     | No expiry date, but has to be renewed every 10 years.  |
| Collective<br>Intellectual<br>Property Right | It is intended for a community or is a right given to a group, it is not possible to get GI registration in the name of an individual.                 |
| Authorized user                              | It can be any person claiming to be a producer of the goods in the definite geographical territory.  |
| Appeal                                       | Can be filed against Registrar's decision to the <u>Intellectual</u><br><u>Property Appellate Board</u> established under the Trademarks Act,<br>1999. |
| Validity across the<br>world                 | GI are territorial and the rights can be enforced in other countries only if it is registered in that particular country.                              |
| Penalty for GI<br>infringement               | Imprisonment for a term of 6 months to 2 years and fine of Rs 50,000 to 2 lakhs.   |

#### What is the significance of conferring GI tags?

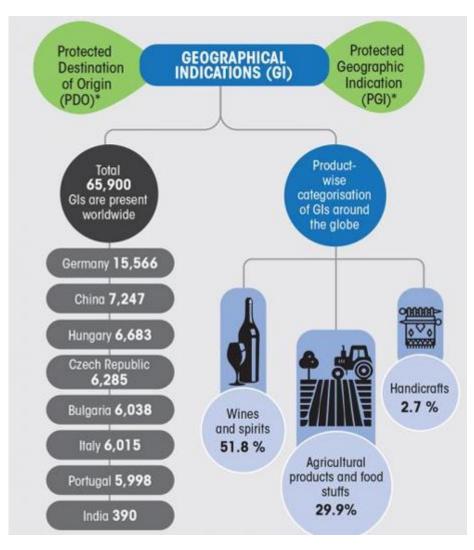
- **Legal protection** It is unique and prevents any kind of exploitation by a third party as it is governed by the law.
- **Symbol of authenticity** It helps consumers to get quality products and identify between fake and genuine products.
- **Economic growth** It increases the demand for the product both at national and international markets.
- **Revenue generation-** It helps producers to obtain the title of premium goods and avail proper price in the competitive market.

#### What are the concerns with GI registration in India?

- Low registration- India lacks in GI registration compared to other nations, India lags in GI registration.
- **Strict regulations** As per GI registry, India received 1167 applications, only 547 products have been registered. This means the application acceptance ratio is only about 46%.
- **Geographical disputes** -It took over a decade for the famous Alphonso mango to receive GI registration due to disputes over geography.
- **Outdated law** The Act for GI is enacted in 1999, and needs to be updated to make it more user friendly and effective.
- **Ambiguous definition-** The definition of "producers" under the law lacks clarity, which results in the involvement of intermediaries who share the benefits that go to the producers.
- Limited classification- In many European Union nations, GI is classified into 2 categories namely Protected GI (PGI) and Protected Destination of Origin (PDO) but India has the PGI category only.
- International conflict- Some countries have claimed exclusive rights to certain GIs,

such as <u>"Darjeeling"</u> for tea and <u>"Basmati"</u> for rice, while others have argued that these names have become generic or that they have prior trademarks on them.

• Lack of research- Country wise publications is dominated by European countries and India has very limited publications.



### What lies ahead?

- **Provide incentives** The Government should provide incentives and legal protection to the GI producers, and exclude the non-producers from the GI benefits.
- **Testing facility-** The quality and accessibility of GI products should be ensured by setting up testing labs and creating a separate tab on eNAM.
- **Holistic approach** The government's <u>One District One Product</u> scheme should be integrated with GIs through the involvement of food producer organisations.
- Leverage technology-The Government should use technology and skill-building to enhance the capacity and competitiveness of the GI producers.
- **Special trade agreements** EU-India agreement on GIs, can facilitate the recognition and exchange of GI products between countries that share a common interest in GIs.
- **Promotional activities** The protection of GI products should be enhanced by organising exhibitions, involving embassies, advocating at WTO, and supporting the "vocal for local" initiative.

#### References

- 1. Down To Earth- Untapped potential of GI tags
- 2. <u>WIPO- What is Geographical Indication</u>

