

## **UNIVERSITI PUTRA MALAYSIA**

# GROWTH AND FINANCIAL APPRAISAL OF INTERCROPPING RATTAN (CALAMUS MANAN MIQ) WITH RUBBER (HEVEA BRASILIENSIS WILLD)

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# GROWTH AND FINANCIAL APPRAISAL OF INTERCROPPING RATTAN (Calamus manan Miq.) WITH RUBBER (Hevea brasiliensis Willd.)

By

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Thesis submitted in fulfilment of the requirements for the degree of Master of Science in Forestry in the Faculty of Forestry,
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# TABLE OF CONTENTS

CHAPTER Pag
ACKNOWLEDGEMENTSi
LIST OF TABLES vii
LIST OF FIGURESx
LIST OF PLATESxi
ABSTRACTxii
ABSTRAKxv
1. INTRODUCTION
2. LITERATURE REVIEW
Agroforestry
Concept and Definition of Agroforestry
Objectives and Advantages of Agroforestry
Some Problems and Constraints of Agroforestry
Agroforestry Systems and Practices
Agroforestry in Malaysia
Integrated Farming under Rubber Plantation
Rubber2
Rubber Industry in Malaysia



	Planting of Rubber Trees26
	Soil Suitability of Rubber Cultivation26
	Nutrient Requirements of Rubber Trees28
Rat	tans29
	Rattan Industry29
	Habitat and Distribution of Rattan31
	Nutrient Requirements of Rattan32
	Silviculture of Rattan34
Int	ercropping of Rattan with Rubber35
Fin	ancial Analysis39
Proand	spects of Rattan Planting under Rubber Rattan as a Commodity Crop41
3. MATER	IALS AND METHODS43
Exp	erimental Area43
	Location43
	Topography and Soil44
	Vegetation44
	Climate48
Exp	eriments49
	Experiment - 1 Greenhouse Experiment49
	Experiment - 2 Growth Performance of Rattan Interplanted with Pubber



	Experiment - 3 Effects of Intercropping on Soil Properties, Foliar Nutrients, Latex Production and Growth of Rubber Trees52
	Experiment - 4 Effects of NPK Fertilization on Soil Properties and Growth of Rattan Interplanted with Rubber
	Experiment - 5 Financial Analysis of Interplanting of Rubber with Rattan54
Soi	l Analysis58
Fol	iar Analysis59
Sta	atistical Analysis59
4. RESUI	TS AND DISCUSSION61
	periment - 1 eenhouse Experiment61
	Objectives61
	Percentage Survival61
	Growth Response62
	Shoot-Root Ratio64
	Foliar Nutrient Concentrations66
	Conclusion
Gro	periment - 2 bwth Performance of Rattan Interplanted th Rubber80
	Objectives80
	Survival and Mortality80
	Leaf Count82
	Stem Height84



	and Number of Leaves85
	Other General Observations86
	Conclusion87
Effec Folia	<pre>iment - 3 ts of Intercropping on Soil Properties, r Nutrients, Latex Production and h of Rubber Trees88</pre>
	Objectives88
	Soil Properties88
	Foliar Nutrient Concentrations91
	Growth of Rubber Trees91
	Latex Production93
	Conclusion95
Effec and G	iment - 4 ts of NPK Fertilization on Soil Properties rowth of Rattan Interplanted Rubber96
	Objectives96
	Soil Chemical Properties96
	Soil Physical Properties103
	Growth Response106
	Conclusion115
Finan	riment - 5 acial Analysis of Interplanting of an with Rubber116
	Objectives116
	Financial Cash Flow116
	Project Financial Appraisal120
	Sensitivity Analysis 123



Cost Analysis for Rattan126	
Conclusion128	
5. SUMMARY, CONCLUSIONS AND RECOMMENDATIONS129	
Summary129	
Conclusions133	
Considerations for Future Research134	
REFERENCES	
APPENDICES1	
105 105	



## LIST OF TABLES

Table	e	Page
1	Earnings per hectare from production of maize, soya beans and groundnut intercropped with rubber	22
2	Returns from animal rearings under rubber plantations	22
3	Soil suitability classification for some selected soil series for rubber production	27
4	Returns from some crops planted in rubber plantations	40
5	Comparison between cocoa and rattan planted under rubber	41
6	Levels of NPK fertlizer application in the greenhouse trial	49
7	Levels of fertilizer treatment	54
8	Survival count for rattan seedlings at different fertilizer levels	62
9	Analysis of Variance for seedling height for different fertilizer levels	63
10	Duncan's New Multiple Range test for means of rattan height by fertilizer level	64
11	Analysis of variance of shoot-root ratio at different fertilizer levels	65
12	Duncan's New Multiple Range test for mean shoot-root ratio by different fertilizer levels	66
13	Duncan's New Multiple Range test for some foliar nutrients after fertilization	67
14	Relationship between foliar N, P, K, Mg and Na with total height	70
15	Relationship between foliar N, P, K, Mg and Na with shoot-root ratio	70



16	Survival and mortality rate of rattan81
17	Average leaf production per plant83
18	Mean stem height and mean monthly increments84
19	Analysis of Variance for regression between stem length and number of leaves85
20	The effects of interplanting on soil chemical properties89
21	The effects of interplanting on soil physical properties90
22	The effects of interplanting on some foliar nutrients of rubber trees92
23	The effects of rattan planting on growth of rubber trees92
24	The effects of intercropping on latex production94
25	Comparison between intercropped and control plot on latex production in 1990 95
26	Soil chemical properties before fertilization97
27	Soil chemical properties one year after fertilization98
28	Soil chemical properties two years after fertilization99
29	Duncan's New Multiple Range Test for soil chemical properties between years100
30	Soil physical properties before fertilization104
31	Soil physical properties after fertilization105
32	Analysis of variance for average height107
33	Average monthly height increment 108



34	Duncan's New Multiple Range Test for height for different levels108
35	Average leaf production109
36	Duncan's New Multiple Range Test for rattan average leaf production per month after fertilization110
37	Duncan's New Multiple Range Test for some foliar nutrients concentrations after field fertilization at different treatments111
38	Relationship between soil N, P, K, Mg and Ca with total height after fertilization112
39	Relationship between soil N, P, K, Mg and Ca concentrations with average leaf production per month after fertilization
40	Relationship between foliar N, P, K, Ca, Mg and Na concentrations with total height after fertilization114
41	Relationship between foliar N, P, K, Ca, Mg and Na concentrations with leaf production after fertilization
42	Project financial appraisal at 10 percent discounting rate 120
43	Net Present Value (NPV) for sensitivity analysis at 10 percent discounting rate125
44	The value of IRR for sensitivity analysis at 10 percent discounting rate125
45	The value for B/C ratio for sensitivity analysis at 10 percent discounting rate126
46	Total cost incurred for rattan planting127



## LIST OF FIGURES

Figui	re	Page
1	Layout of interplanting rattan under rubber plantation	38
2	Location of the study area	46
3	Planting system of rattan under rubber in Bkt. Ibol Mini Estate Dengkil Selangor	47
4	The lower and upper point for measuring stem height of rattan	51
5	Experimental layout	53
6	Foliar nitrogen concentration for different treatment levels after treatment	69
7	Foliar phosphorus concentration for different levels of treatment after fertilization	72
8	Foliar potassium concentration for different fertilizer levels after treatment	74
9	Foliar calcium concentration for different treatment levels after treatment	75
10	Foliar sodium concentration for different fertilizer levels after treatment	76
11	Foliar magnesium concentration for different fertilizer levels after treatment	77
12	Mortality rate of rattan seedlings at different ages after planting	81



### LIST OF PLATES

Pla	ate	Page
1	Nursery at the Faculty of Forestry Universiti Pertanian Malaysia	45
2	Rubber plantation in Bukit Ibol, Dengkil Selangor	45
3	Rattan seedlings planted under rubber plantation	48



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# GROWTH AND FINANCIAL APPRAISAL OF INTERCROPPING OF RATTAN (Calamus manan Miq.) UNDER RUBBER (Hevea brasiliensis Willd.)

By

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January 1996

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Integrated farming under rubber plantation is a new agroforestry practice in Malaysia. It has lately become more important due to the increasing demand for food and raw materials as a result of increasing population and scarcity of land. Interplanting of rattan under rubber can be one of the systems which can solve the problem of insufficient supply of rattan. The system has been introduced in the 1980s with the aim of maximising land use as well as to ensure sufficient rattan supply to the industry. Although the system is now widely accepted by smallholders and rubber plantation owners, there are still many problems related to the cultivation and management aspects such as the impacts of intercropping and the optimal fertilizer regimes.



A greenhouse experiment on 90 potted rattan seedlings (Calamus manan Miq.) was carried out in the nursery of the Faculty of Forestry, Universiti Pertanian Malaysia. Eight levels of NPK fertilizer and a control (10, 20, 30, 40, 50, 60, 70, 80 g NPK and control) were given to each seedling with 10 replications for each level. Measurements and observations were made for 12 months. At the end of the study, the rattan seedlings were harvested to determine their root and shoot dry weights.

Four field experiments were conducted at Bukit Ibol RISDA's mini estate, Dengkil, Selangor. A total of 2,500 rattan seedlings were planted at a spacing of 3 x 6 m between six-year old RRIM 600 rubber plantation. The experiments conducted are: (i) monitoring of the growth performance of 500 rattan seedlings for a period of 2 years; (ii) monitoring of the impacts of intercropping on latex production, growth of rubber trees and soil properties; (iii) determining the effects of nine levels (0, 50, 100, 150, 200, 250, 300, 350 and 400 g) of NPK (12:12:17 + TE) fertilizer on the growth of rattan seedlings, and (iv) financial appraisal of the project.



The results of the greenhouse trial indicated that NPK fertilizer applied at 30 g per rattan seedling produced the best height growth of 52.2 cm and the shoot-root ratio of 2.012. In the field, the optimum level was 150 g NPK per seedling. The growth of rattans was 2.08 cm/year and survival after two years was 93.6 percent. In the case of the effects of intercropping on growth of rubber trees, soil properties and latex production, it was found that there was no significant effect for all parameters studied. The financial analysis indicated that planting of rattan under six-year old rubber trees and harvesting after 12 years provide the highest return with IRR, NPV and B/C ratio of 20.68 percent, RM 3,497.44 and 1.64, respectively.



Abstrak tesis yang dikemukakan kepada Senat Universiti Pertanian Malaysia untuk memenuhi syarat Ijazah Master Sains

#### PENILAIAN PERTUMBUHAN DAN KEWANGAN KE ATAS PENANAMAN ROTAN (Calamus manan Miq.) DI DALAM LADANG GETAH (Hevea brasiliensis Willd.)

Oleh

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Januari 1996

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Perkebunan campuran di dalam ladang getah adalah satu sistem perhutanantani yang baru. Akhir-akhir ini ianya menjadi penting kerana peningkatan permintaan terhadap bahan mentah akibat dari pertumbuhan populasi dan kekurangan tanah. Penanaman rotan dalam ladang getah dipercayai boleh menjadi salah satu penyelesaian untuk mengatasi masalah kekurangan bekalan rotan di pasaran. Sistem ini diperkenalkan pada tahun 1980an dengan matlamat menggunakan tanah secara maksimum disamping boleh menjamin cukup bekalan rotan untuk industri. Walaupun sistem ini telah dapat diterima oleh banyak pekebun kecil dan pemilik ladang getah, masih terdapat banyak lagi masalah berkaitan penanaman dan pengurusan seperti kesan penanaman dan had pembajaan yang optimum.



Satu kajian rumah kaca ke atas sejumlah 90 anak benih rotan manau (*Calamus manan* Miq.) telah dijalankan di tapak semaian, Fakulti Perhutanan, Universiti Pertanian Malaysia. Satu kawalan dan lapan had pembajaan (10, 20, 30, 40, 50, 60, 70, 80 g baja NPK) telah diberikan kepada setiap anak benih rotan dengan ulangan sebanyak 10 anak benih. Pengukuran dan pemerhatian dibuat selama 12 bulan dan di akhir kajian, anak benih dituai untuk mengukur berat kering pucuk dan akar.

Empat kajian lain telah dijalankan di estet mini kepunyaan RISDA di Bukit Ibol, Dengkil, Selangor. Sejumlah 2,500 anak rotan telah ditanam dengan jarak 3 x 6 m di antara pokok getah kelon RRIM 600. Percubaan yang telah dijalankan adalah: (i) penelitian terhadap kadar pertumbuhan sebanyak 500 anak benih rotan selama 2 tahun; (ii) penelitian terhadap kesan penanaman campuran kepada pertumbuhan dan pengeluaran getah serta tanah; (iii) penentuan kesan 9 had pembajaan (0, 50, 100, 150, 200, 250, 300, 350 dan 400 g) baja NPK (12:12:17 + TE) ke atas pertumbuhan rotan, dan (iv) penilaian kewangan dengan menggunakan data asal dan sekundar projek ini.



Keputusan menunjukkan yang pembajaan anak benih rotan dengan 30 g baja NPK memberikan pertumbuhan yang terbaik dengan kadar pertumbuhan 52.2 cm dan nisbah pucuk dan akar sebanyak 2.012. manakala di lapangan, didapati kadar pembajaan sebanyak 150 g pula adalah yang terbaik. Adalah didapati, rotan tumbuh pada kadar 2.08 sm/tahun dan peratus kehidupan sebanyak 93.6 peratus. Untuk kesan penanaman terhadap pertumbuhan pokok getah, pengeluaran getah dan sifat tanah didapati tiada kesan yang signifikan. Analisis kewangan pula menunjukkan yang penanaman rotan di bawah getah yang berusia 6 tahun dan dituai selepas 12 tahun memberikan pulangan yang terbaik pada kadar IRR, NPV, B/C ratio sebanyak 20.68 peratus, RM 3,497.44 dan 1.64.



#### CHAPTER 1

#### INTRODUCTION

Malaysia is one of the leading producers of natural rubber in the world. As of 1993, 1.78 million hectares of the total land area in the country are under rubber trees (Malaysia, Ministry of Primary Industries, 1994). This represents 5.4 percent of the total land area in the country. Out of this, about 1.5 million hectares are located in Peninsular Malaysia and the remaining 0.28 million hectares in East Malaysia. About 81 percent of the 1.5 million hectares are managed by 500,000 smallholders whereas the rest are owned by larger corporations such as Guthrie, Sime Darby, Federal Land Development Authority (FELDA), Rubber Industry and Smallholders Development Authority (RISDA) and Federal Land Consolidation and Rehabilitation Authority (FELCRA).

The rubber industry plays a very important role in the socio-economic development of Malaysia. In 1993, the total production of natural rubber was 1.074 million tonnes (Malaysia, Ministry of Primary Industries, 1994), of which, 0.937 million tonnes were exported with a value of RM 2,132.5 million which is equivalent to about 3.98 percent of the total export value of



primary commodities of the country. Rubber industry has also provided job opportunities to the local community. A total of 116,000 workers were employed in the rubber estates and about half a million people in rubber smallholdings. In addition, rubber plantations also produce more than RM 30 million of rubberwood sawntimber and furniture every year. Since 1991, rubberwood timber has made a major contribution to the furniture industry and the demand is expected to increase due to the diminishing supply of logs from the natural forests.

Although the rubber industry has contributed substantially to the national economy, the land under rubber plantation can still be utilized in order to maximize land productivity. In actual practice, only about 25 percent of the area in the rubber plantations is occupied by rubber trees (Tajuddin, 1984). The remaining 75 percent could be used for other economic activities to enable smallholders or plantation owners to earn additional income.

Agroforestry is one of the approaches to utilize this idle land. This form of land use has been suggested by Nik Muhamad and Ismail Harun (1989) and Ismail Harun and Nik Muhamad (1990). Agroforestry is a collective term for land-use system in which woody plants are deliberately combined on the same land management



unit with herbaceous crops and/or animals either in some form of spatial arrangement or in sequence (Lundgren, 1982). Interplanting of Calamus manan (rattan) with Hevea brasiliensis (rubber) trees can be considered as a form of an agroforestry system.

Rattan, is a spiny climbing palm and is one of the most neglected natural resources from the tropical forests despite of it being one of the important forest produces after timber in Asia (Manokaran, 1990). There are about 600 rattan species belonging to 13 genera, mostly distributed in Southeast Asia. In Peninsular Malaysia there are 104 species of rattan from nine genera (Dransfield, 1979). The most valued economically are those belonging to Daemonorops, Khorthalsia and Calamus. One of the most economically important rattans found in Peninsular Malaysia is "Rotan manau" (Calamus manan), a large diameter (>18mm) cane.

In recent years, there has been a tremendous increase in demand for rattan especially for furniture manufacturing. Rattan is an economically vital commodity in village livehood (Godoy and Tan, 1991; Aminuddin and Nur Supardi, 1992) and has been traded worldwide for more than a century (Corner, 1966). The world trade of rattan product is estimated to be around US\$ 6.5 billion (Manokaran, 1990; Malaysia, Rubber Industry and Smallholders Development Authority, 1991) and the



rattan industry is estimated to account for half a million jobs.

As a result of the high commercial value, rattans are rapidly being depleted from the natural forests due to over-exploitation. Excessive logging and shifting cultivation also contributed to the decline of rattan resource in the country. The species particularly "rattan manau" can no longer be found in abundance in the country.

Measures have been taken to cultivate rattan on plantation basis to meet the future demand for this raw material (Aminuddin et al., 1991, Aminuddin and Nur Supardi, 1991; Godoy and Tan, 1991). In Peninsular Malaysia, rattan planting is not confined to the forest areas but also in the rubber plantations. Intercropping of rattan under rubber plantation was first introduced by the Forest Research Institute of Malaysia (FRIM) in 1980 (Aminuddin and Nur Supardi, 1986).

Research on the silvicultural and economic aspects of interplanting rattan with rubber trees is however very limited. There are still many fundamental questions unanswered particularly on the financial feasibility, growth interactions and effects on soil properties. In addition, no research has been conducted on the fertilizer requirements of rattan planted under rubber.



The objectives of this study are to:

- i. determine the fertilizer regime for optimum growth of rattan under greenhouse and field conditions.
- ii. assess the effects of intercropping rattan with rubber on latex production, growth of rubber trees and their effects on soil physical and chemical properties.
- iii. evaluate the financial aspects of this intercropping system.

In order to achieve the above objectives this study was divided into four experiments. Experiment 1 (greenhouse experiment) was conducted at Universiti Pertanian Malaysia, Serdang, Selangor. Experiment 2 (growth performance of rattan interplanted with rubber), Experiment 3 (effects of intercropping on soil properties, latex production and growth of rubber trees) and Experiment 4 (effects of NPK fertilizer on soil properties and growth of rattan interplanted with rubber) were conducted at Bukit Ibol Mini Estate, Dengkil, Selangor, Malaysia. In addition, a financial analysis of the project was also carried out. The study was conducted over a period of two years.



#### CHAPTER 2

#### LITERATURE REVIEW

This chapter reviews two important aspects related to this study. The first section deals with the definition, concepts, practices, problems and advantages of agroforestry system. This section also describes some agroforestry practices in Malaysia and South East Asia. The second section deals with some aspects of growth, cultivation and economics of interplanting rattan with rubber. This section also highlights some comparisons in integrating rattan with other crops and animals under rubber plantation.

#### Agroforestry

#### Concept and Definition of Agroforestry

Agroforestry is not a new practice and has been defined differently by different researchers (Jacalne, 1984). Trees, crops and animals have traditionally been raised together on small farms throughout the world. Agroforestry is basically a land use system involving a deliberate integration of trees and shrubs with agricultural crops and/or livestock. It has the potential of ensuring sustained productivity of natural resources by enhancing soil fertility, controlling erosion and

