"Rubber will not keep in this country": Failed development in Benin, 1897-1921

Fenske, James

Yale University

1 May 2012

Online at https://mpra.ub.uni-muenchen.de/39010/
MPRA Paper No. 39010, posted 24 May 2012 19:33 UTC
ABSTRACT. Although Nigeria’s Benin region was a major rubber producer in 1960, the industry faltered before 1921. I use labour scarcity and state capacity to explain why rubber did not take hold in this period. The government was unable to protect Benin’s rubber forests from over-exploitation. Plantations found it difficult to recruit workers, and the government was unwilling to allow expatriates to acquire land. Colonial officials promoted the development of “communal” plantations, but these suffered due to labour scarcity and a state that was short on staff and equipment, and dependent on local chiefs.

1. INTRODUCTION

African history is littered with development projects that failed spectacularly (Bromund, 1997; Ferguson, 1990; Mackenzie, 1998). The colonial government in Nigeria’s Benin region spent the first two decades of the twentieth century unsuccessfully promoting rubber production. In 1921, motivated by low producer prices and Britain’s global policy of reducing rubber acreage, the Director of Agriculture wrote that his department would cease distributing seeds, since it was “not desirable that we should appear to in any way be advocating the planting of this product” (Anschel, 1965, p. 51). Though this appears at first to be simply one more botched attempt at development, it is a puzzle when set against Benin’s later history. By 1961, Nigeria was Africa’s largest producer of natural rubber, and the bulk of this was produced around Benin. This slow start contrasts not only with Benin’s later history, but also with the rapid spread of other cash crops during the same period, such as cocoa in south-western Nigeria and Ghana (Austin, 2005; Berry, 1975). This example, then, can help explain the failures of development projects and technological diffusion in areas where the project or technology is suited to the physical environment.

Why did rubber development fail in Benin before 1921? Neither prices nor government disinterest can explain this episode. Nominal rubber prices were 17% higher during the post-war rubber boom (1946-1960) than from 1900 to 1921, but
annual physical output was more than 35 times greater. Further, production rose steadily from 1932 to 1939, when prices were lower than in either of these periods. Before 1921, the government actively encouraged production of both wild and planted rubber.

I argue that the labour scarcity and state capacity are what constrained rubber during this period. These constraints affected each of the three principal sectors of the industry differently. **Wild rubber** failed because the colonial state lacked the ability to adequately monitor tapping and because it undermined existing systems of property rights, converting a formerly common property resource into open access. These problems were made worse by the region’s scarcity of labour. **Private plantations** of local **Funtumia** rubber and Brazilian **Para** rubber struggled to find labour. Expatriates also confronted a colonial state that believed acquisition of land by foreigners would undermine its strategy of indirect rule. **“Communal” plantations** too coped with the unavailability of labour. Further, the colonial state was dependent on local chiefs who appropriated the benefits of these plantations. Short on staff and equipment, the state was unable to effectively maintain its investment or pass skills to locals.

In this paper, I use archival evidence to support this explanation. The scarcity of quantitative data for this period makes it impossible to use credible counterfactuals to sort out the difficulties in Benin’s rubber industry that had the greatest impact. I am able, however, to show that the key problems identified in the archival record were also present in other cases of failed rubber development. Wild rubber elsewhere in Africa and plantations in both Africa and Brazil faced many of the same problems as Benin. Further, these constraints were largely absent from Brazilian wild rubber or from plantations in southeast Asia, and had been substantially relaxed when Benin became a successful exporter of rubber after the Second World War.

I add to our knowledge of several issues. First, the slow adoption of new technologies in developing countries remains a barrier to growth. Existing studies have emphasized factors such as costly learning (Bandiera and Rasul, 2006; Conley and Udry, 2010), heterogeneous returns (Suri, 2010; Zeitlin, 2011), and fixed costs combined with present-bias (Duflo et al., 2011). I add to this literature by including explanatory variables that vary over time and space in their ability to delay technological change. While labour scarcity in particular is understood as an important determinant of technological change by economic historians (e.g. Allen, 2009), it has not featured largely in the more recent literature in development.

I also contribute to our understanding of state capacity and labour scarcity as determinants of development. African history provides many examples of initiatives that failed due the prejudices, ignorance, and weakness of colonial and post-colonial states. Similarly, African states have often adopted policies that hinder development in order to ensure their own political survival (Bates, 1981; Van der Walle, 2001).
colonial state in Benin lacked the knowledge and resources to directly implement and enforce its policies. Reliance on local chiefs and staff whose incentives did not match those of the state limited the effectiveness of its development initiatives. An old literature in African history suggests that scarce labour has been an important factor in the continent’s development (Austin, 2008; Fenske, 2012a; Hopkins, 1973). Similarly, economists understand that population is crucial for development, over the long run (Acemoglu et al. 2002) and over the very long run (Galor and Weil, 2000). I show that labour scarcity hindered both labour-intensive production and the management of a common property resource in Benin.

In the next section, I provide background on rubber and on Benin. I describe my sources and how I use these to explain the failure of rubber in Benin before 1921. In the subsequent sections, I discuss wild rubber, privately-owned plantations, and the government-supported communal plantations in turn.

2. Background and Sources

The vulcanization of rubber in 1843 made it useful for hoses, tubing, springs, washers, diaphragms, and other industrial applications, spurring demand that was accelerated by the later spread of bicycles and automobiles (Harms, 1975). Before Asian supply lowered world prices, Africans exported wild rubber to meet this demand. The largest African exporters during this period were Angola, the Congo Free State, the French Congo, French Guinea, and the Gold Coast.

I focus on rubber production in the area surrounding the Edo-speaking Kingdom of Benin, centred on the Benin District of colonial Nigeria. This mid-western region also contains the Ijaw, Isoko, Itsekiri and Urhobo areas of the western Niger Delta. The Benin Kingdom had traded slaves, stone beads, pepper, ivory, and cotton cloth with Europeans, before choosing relative isolation during the palm oil trade of the nineteenth century (Ryder, 1969). Pre-colonial Edo agriculture centred on yams, supplemented with maize, plantain, cocoyam, cassava, beans, melon, okro and other vegetables (Egharevba, 1949, p. 68).

British colonialism in Nigeria began with the annexation of Lagos in 1861. Britain’s formal influence was confined to the coast until the 1890s. The Niger Coast Protectorate was established in 1891. It was merged in 1900 with territories under the control of the Royal Niger Company to form the Protectorate of Southern Nigeria. Benin was brought under British rule in 1897 as part of this process of conquest. The Oba (king) was exiled, and indirect rule was carried out through a Native Council of chiefs. Benin was part of the Central Province of Southern Nigeria until 1914 (see Figure 1). That year, a new Oba was installed and the Benin Province became part of a unified Nigeria.

Economic policy in Southern Nigeria before 1910 focused on “developing the estates.” The first High Commissioner, Ralph Moor, believed that economic development would be achieved by promoting law and order, removing obstacles to trade, encouraging products that complemented English industry, and giving European traders free access to the interior (Afigbo, 1970). The most significant efforts in this
Rubber in Benin, 1897-1921

development project were directed towards transport and communication infrastructure, currency, and maintaining order (Helleiner, 1966, p. 34). Promotion of specific crops by the Departments of Forestry and Agriculture was a smaller part of this programme. In 1910, the government of Southern Nigeria spent only £13,226 on Forestry and £14,638 on Agriculture, versus £104,863 on the West African Frontier Force, £118,656 on the Marine Department, and £154,697 on the railway.4

Still, British efforts at forest conservation, experimentation with new crops, and improvement of existing crops were key components of Moor’s economic development policies (Afighbo, 1970, p.386) Britain did attempt to encourage other products in Benin, though rubber was given particular attention. While more than 2,200 communal rubber plantations had been established in the Central Province by 1908, cocoa was introduced in roughly 1909 and communal plantations were not established until 1915 (Igbafe, 1979, p. 362). Government efforts at promoting cotton were limited to distributing seed, supporting chiefs in creating plantations, offering prizes for quality, and establishing an experimental plantation in another part of Nigeria (Igbafe, 1979, p. 364-5; Afighbo, 1970, p. 395). Neither cotton nor cocoa ever experienced the same later success as rubber in Benin.5 The only other product that received comparable support during these years was timber (Igbafe, 1979, p. 348-557). Elsewhere in Nigeria, cash crops were adopted with little government encouragement. Berry (1975, p.33), for example, shows that government policies and programs mattered little in Yoruba adoption of cocoa. Rubber, then, received more state encouragement than other crops, but was unsuccessful before 1921.

My principal sources are colonial annual reports, records of the West African Lands Committee (WALC), and correspondence from the National Archives of the United Kingdom (NAUK) in Kew and the National Archives of Nigeria in Ibadan (NAI). I am constrained by these to use a mostly qualitative analysis. Excepting total exports, there are no systematic data available.6 Other sources of quantitative information are scattered and inconsistent, ruling out counterfactual analysis.7 Instead, I examine the

---

4 Southern Nigeria Annual Report for 1910, p. 5
5 See, for example, NAI, CSO 26 09125 Assessment Report on Benin Division; NAI BP 209/1914 Forestry Report 1913
6 For example, the World Rubber Statistics Historic Handbook is the main source used by Frank and Musacchio (2006). For Nigeria, it reports exports with only a single significant digit, which is less precise than the annual series in Anschel (1965). It does not report the amount of land planted to rubber for Nigeria over time; neither does Anschel (1965).
7 For example, the annual reports do not give the same information about rubber every year. The 1909 annual report (p. 14) states the amount of revenue collected in rubber licenses. The 1908 report does not. The 1908 report states the amount of rubber produced specifically in the Central Province, but notes that this cannot be separated from the rubber produced in Northern Nigeria and shipped through the Central Province. The 1908 annual report states that there are 2,251 Funtumia plantations with 1,125,972 trees in the Central Province (p. 15), while no similar figure is stated in the 1907 or 1909 reports. As an example of the variability in the quantitative estimates in the records, take as an example the expected yield of rubber from a Funtumia tree. The report on the communal plantations for 1913 (NAI, Ben Prof 2/1 BP 364 1914) gives estimates of the yields achieved per tree in the Benin City district between 1910 and 1913 of 1 oz to 1.59 oz per tree; any counterfactual revenue calculation will change by 60% based on whether the high or low estimate is used. In the same period, other plantations in Cameroon and Ilesha had reported yields of 2.5 oz and 13 oz per tree (NAUK, CO 852 515 7: Commodities Rubber Nigeria. West
problems that faced the industry that are identified by colonial staff, officials, expatriates, and Africans in archival correspondence. This presents two challenges: bias and selectivity. Because officials highlight problems not of their own making, I ensure that the “unofficial” voices of Africans and expatriates are represented. To select the factors that were most important, I use a comparative approach. I identify features that Benin has in common with other areas in which rubber failed, and features that distinguish it from areas where rubber was more successful. First, I contrast Benin with other parts of Africa. Countries that experienced destruction of wild rubber and failure of expatriate plantations faced similar difficulties. Second, I contrast Benin with Asia. Many of the problems I identify were overcome in Malaya and Sumatra. Third, I compare Benin to Brazil. Brazil achieved greater success with wild rubber than Benin, but suffered from a similar inability to develop rubber plantations. Fourth, Benin’s later success is partly explained by the removal of the restrictions I identify.

3. Wild rubber

In this section, I outline the trade in wild (mostly *Funtumia*) rubber that followed Britain’s conquest of Benin. Soon after British conquest, non-Edo moved in and began tapping the region’s trees to exhaustion. Britain made efforts to restrict tapping early on, and I use records of the prosecutions of illicit tappers to expose the difficulties in enforcing these regulations. Though amended regulations appeared initially to have stopped the problem, these eventually failed. I argue that the new government could not police over-exploitation. First, the colonial state lacked the capacity to adequately monitor tapping. Second, it undermined existing systems of property rights, and was incapable of replacing them. Other regions of Africa struggled with over-tapping of wild rubber during the same period, for similar reasons. In Brazil, by contrast, property rights over wild rubber were well-defined, limiting these difficulties. These problems were compounded by Benin’s labour scarcity.

Other writers have used case studies of wild rubber in Ashanti, the Congo, upper Guinée, and other parts of Nigeria as windows into issues in African development. These include the origins of institutional arrangements, sources of capital accumulation, integration of labour markets with export activities, entrepreneurship, broadening of the export base, imposition of colonial rule, and failures of colonial states (Arhin, 1980; Dumett, 1971; Harms, 1975; Omosini, 1979; Osborn, 2004). While other writers have described the regulations governing wild rubber in Benin (Afigbo, 1970; Igbafe, 1970, 1979; Ofonagoro, 1979; Usuanlele, 2003) there has been no discussion of the reasons why these were unsuccessful. I provide new archival material that explains these failings.

---

African Rubber Mission Report on Nigeria and British Cameroons, Appendix 2). Christy (1911, p. 193) reported that, in years 6 through 10, a *Funtumia* tree would give 4, 5, 9, 12 and 15 oz of dry rubber per year. Bell (1907) suggested that 16 oz per tree per year was normal for *Funtumia* in Uganda. There is evidence, then, to support ex ante expected yields per tree ranging from 1oz to 16oz per year. Similar levels of uncertainty exist for labour inputs and costs, and there is almost no information available on capital requirements or processing and transport costs.
Benin presents both similarities and differences. Because wild rubber was largely in the hands of non-Edo and no major peasant cash-crop industry existed before the 1930s, rubber was not a source of capital and institutional innovation. Benin's experience with wild rubber was not “successful African entrepreneurship.” The episode did, however, attract migrants who remained segmented from the local labour force. As in the Congo, rubber was integral to the opening of Benin to trade after 1897. Benin’s integration into a larger protectorate, however, meant that rubber’s contribution to the early colonial revenue was more modest. While Southern Nigeria exported £137,289 worth of rubber in 1900, total exports were £1,133,604. As in other accounts, I draw attention to what the state was unable to achieve.

Overexploitation

After the conquest of Benin in 1897, the chiefs Ologbosheri and Abohun launched a guerrilla campaign against the new rulers. Amidst this confusion, the government struggled to police rubber exploitation by Yoruba and Fante tapping gangs and by the Royal Niger Company (RNC). The British believed these outsiders were aiding Ologbosheri and Abohun. Fosbery, the Resident, reported that “undoubtedly all the rubber cutters in that part of the country were in his favour, and on the day of the first engagement our men were cursed from the bush by Yorubas.” Later on, he met a man living at Isua whose residence, “was undoubtedly the head centre of all the Yoruba rubber cutters in that part of the district; both these men were arrested, with several of their followers.” RNC agents moved into subject towns, encouraging them to ignore British officers. Moor reported that, during the expedition against Ologbosheri, arms and ammunition had “found their way into the disaffected area from the territories of the RNC, and were no doubt exchanged for the rubber.” He believed there was “a general league between the rebels, the local inhabitants, and the Yorubas who were in the territories as traders in rubber.” While some of this had found its way into Benin City, the majority he believed had been pushed into RNC territory, and RNC markings had been found on the guerrillas’ kegs of powder. Rubber passed into RNC territory after this; the defendants in an 1898 suit claimed to be employed by a man living in RNC territory who had sent them to Ipoki to work rubber.

Intensive tapping by these outsiders raised yields but damaged the trees. Christy (1911, p. 126-129) describes methods used throughout West Africa. Early tappers felled young trees. Later, they made deep cuts through the cambium, producing injuries that could take years to heal. Local knives would create jagged cuts that crushed the

---

9 Benin Territories Expedition Correspondence 1899: Enc 4: Report on Expedition against Ologbosheri and Abohun by Fosbery.
10 Benin Territories Expedition Correspondence 1899: Enc 4: Report on Expedition against Ologbosheri and Abohun by Fosbery.
11 Benin Territories Expedition Correspondence 1899: #1: May 27, 1899: Moor to Chamberlain.
12 Benin Territories Expedition Correspondence 1899: #1: May 27, 1899: Moor to Chamberlain.
13 NAI, Ben. Prof. B/2/1, Case Book 1898-1899. Regina v. Akonweli, Odutala, and Ola.
ends of the latex tubes, reducing the flow of latex. Cuts were made diagonally around the trunk, ringing the tree and stopping the conduction of sap. Often repeated every 6 inches up to a height of 60 feet, this could kill the tree. Though I am not aware of any direct evidence from Benin, the methods Egboh (1985, p. 162-163) describes around Lagos would have been similar. There, Fante tappers adopted a variant of the herringbone system, abusing it by cutting through the cambium and tapping the entire surface within their reach, ring-barking the trees.

The situation resembled open access, and the predictable result was overexploitation. In 1901, the Resident recalled that it was “deplorable to see what destruction was wrought by the foreign element some years ago around Ibewhe. Dead rubber trees can be counted by the hundred.” Fosbery expressed concern that the Yorubas had killed many of the local Funtumia, but also described his hope that the regulations would improve matters:

> The bush passed through between Iho and Isure, Isua and Ihuekpe has been a very rich rubber country, but I regret to say is now full of dead rubber trees.
> ... The natives stated they never worked rubber, that it was done entirely by the Yorubas. I expounded the rubber regulations on every available opportunity, and urged the people to protect the riches of their country. ... This rubber has of course been a great source of revenue to Ologbosheri.

First regulations

British efforts to restrict tapping began with “makeshift” regulations, imposed in 1897 “to stop foreigners entering the Benin country for the purpose of working the economic products therein.” Non-Edo were required to obtain licenses from the Resident every 6 months for 10s. The regulations prohibited all persons from “tapping rubber trees in such a manner as to permanently damage them or to interfere with their future yield.” The “chiefs of the districts” were made responsible for supervising adherence, and were to be awarded half penalties after convictions (Afigbo, 1970). Though the Colonial Office was unsure whether these regulations were legal, Fosbery promoted them during his operations against Ologbosheri.

Prosecutions under these regulations tell us about the tappers who moved into Benin and the difficulty of enforcement. First, enforcement required policing by colonial staff such as forest guards. Second, these officials required cooperation from local communities. Third, tappers operated in gangs; if a few violators were caught, many would escape. Finally, the court was eager to use harsh sanctions against illicit tappers.

---

14 NAUK, CO 520/7, 26/2/1901: Resident Benin City to Moor.
15 Benin Territories Expedition Correspondence 1899: Enc 4: Report on Expedition against Ologbosheri and Abuhun by Fosbery.
16 NAUK, CO 444/1, 5 March, 1899: Moor to Under-Secretary of State. Concerns about the legality of these regulations are cited in the margin notes in this file.
17 All of the cases cited here are from NAI, Ben. Prof. 8/2/1, Case Book 1898-1899.
Monitoring required manpower. The defendant in Regina v. Olowo had been trained by the Government rubber inspector. He and four others sent out six months earlier had not been seen since. He was arrested with three others in Owedou, but three of his accomplices escaped. He and his brother worked together, the defendant selling his product “for a piece of cloth,” and his brother for 7/6. He was sentenced to one month of hard labour. Quality similarly needed policing. Regulations passed over the objections of European traders in 1897 allowed confiscation of adulterated rubber (Igbafe, 1979). In Regina v. Osufu Jebu, Sumola, and Bakari, the prosecution witness (a Captain) stated that he found Osufu at Udo, carrying adulterated rubber towards Lagos. The prisoners claimed they had bought it in Benin City and did not know it was adulterated. They were imprisoned with hard labour for six months.

Community cooperation was necessary. The same Captain told the court in Regina v. Jegidi and Agbi that, while in the same area, the residents of Obahon informed him that the defendants were cutting rubber. They claimed to be from Umapa, but “the natives of that village,” told him that they had never seen the men before. The Captain was also the prosecution witness in Regina v. Ground Nut, Jack, and Josiah. The defendants in that case had been arrested by the headman of Rejain with “a lot of tools etc. used for working rubber.” The Captain told the court that he had previously instructed the headman to arrest all those cutting rubber without a license. Their sentence was two years imprisonment with hard labour. In addition, the court noted that Ground Nut was a Mendi (likely Mende, from Sierra Leone) who had deserted government service.

Monitoring was made more difficult by the size of tapping gangs. The defendant in Regina v. Thomas Ouami was charged as the headman of a gang of illicit rubber workers. The prosecution witness, T.A. Moses, a rubber inspector, stated that he found the prisoner working rubber with a large gang of men under him. On recognizing Moses, Ouami ordered his men to escape, begged Moses not to report him, and offered a bribe. The Acting Resident sentenced him to 9 months of hard labour.

In Regina v. Ipapa, Ehenua, Obasuye, Asaota, and Jegede, the defendants were described as “a portion of a gang of 150 who were surprised by the Yorubas of the town working rubber near Okiewo.” They were found with rubber just collected in a calabash and rubber gouges, and were sentenced to 1 year hard labour each. The defendant in Regina v. Jagbohun was charged with not leaving Benin after being found guilty of “complicity with illicit rubber workers.” Ten days later, he was brought down from Isua, pleading that he was trying to catch illicit rubber workers. The incredulous Acting Resident sentenced him to six months hard labour.

Punishments were harsh. In Regina v. Gbeson and Aburonke, Regina v. Adeanju, and Regina v. Lawojo and Omoleye, the defendants were each sentenced to six months or one year each for “illicit rubber working” or “working rubber without a license.” By contrast, a man who stole a goat from the market to pay a debt of 8s was sentenced to 14 days hard labour, a man who three times abducted the same female slave of a chief was fined £1 and given three dozen lashes, and a man convicted of “resisting the
government” was given one year of hard labour.\textsuperscript{18} Notably, there is only one rubber case in this book in which the defendant is acquitted.\textsuperscript{19}

The regulations were soon found inadequate (Afigbo, 1970). In October 1898, Gallwey reported that Benin was “full of rubber,” but that the Acting Resident had “continually been complaining” of the destruction of rubber trees due to “the manner in which the natives tapped them.” The number of trees killed amounted to “no small figure.”\textsuperscript{20} In February 1899, Moor stated that it was “utterly impracticable to preserve the rubber forests in the Benin City District unless there be a special European officer detailed for the work.” Officers had tried to deal with this, but their “enormous amount of other work” made it impossible to supervise the Native Inspectors. In his opinion, the matter was “pressing”, and “of great importance for the rubber forests in question are of very considerable extent and of great value.”\textsuperscript{21}

\textit{Further restrictions}

In 1899, the regulations were amended. The maximum imprisonment was extended to two years, and a closed season was imposed from December to June (Afigbo, 1970). The Forestry Department was created in 1900, and its chief concern “was the preservation of the extensive rubber forests in the Benin territories.” Acting High Commissioner Gallwey credited Hitchens, the Forestry Inspector, for the “very energetic manner in which he carried out this work, and for the successful efforts he made to educate the Binis to safeguard the rubber trees.”\textsuperscript{22} Hitchens reported that he had inspected and assessed the value of the rubber forests belonging to nearly 100 Bini villages, and created “staffs of ex-officio rubber inspectors” in each of them.\textsuperscript{23} He instructed locals in tapping, explained the regulations, and “constitute[ed] every Bini an ex-officio policeman to bring to justice any rubber gatherer infringing on the regulations.” In his view, the Bini “responded with alacrity,” exercising “such restraining influence on prohibited rubber-tapping and adulterated rubber-producing that not a single rubber gatherer is free from close ‘shadowing,’ and not a single ball of rubber and prohibited root rubber could work its undetected way to Lagos or our own trading factories.” 1900, the Forestry Proclamation was issued; this required licenses from the District Commissioner, outlined the permitted methods of tapping, and applied to all persons, not only foreigners (Afigbo, 1970, p. 390)

At first, these appeared to work. More than £700 was collected as license fees from Benin in 1900.\textsuperscript{24} The Acting High Commissioner noted a fall in rubber exports in 1902, arguing timber had attracted “many who formerly collected rubber, and the legislation which has stopped the destruction of rubber trees is probably a second cause which

\begin{footnotesize}
\begin{itemize}
\item[18] Regina v. Peter, Regina v. Bujlu (?), Abudu Ipede, and Regina v. Oriegbe, respectively.
\item[19] Regina v. Osun and Abiomo; no reason is given for why charges are dismissed.
\item[20] NAUK, FO 2/185; Oct 26, 1898: Gallwey to Salisbury.
\item[21] NAUK, FO 2/185; 17 Feb, 1899: Moor to Under-Secretary of State.
\item[22] Southern Nigeria Annual Report 1899/00, p. 9.
\item[23] Southern Nigeria Annual Report 1899/00, p. 9.
\end{itemize}
\end{footnotesize}
accounts for the decline.” In 1904, High Commissioner Egerton suggested the Forestry Department was “fully organized and capable of exercising an efficient control over timber cutting and, in a lesser degree, over the proper tapping of rubber-bearing plants.”

Thompson, the Conservator of Forests, wrote in 1906 in glowing terms about the license system. He felt the rubber rules were working “very smoothly” in the Central Province, where the chiefs had taken “an active interest in protecting their forests, and the inhabitants are becoming very law-abiding in this respect.” 1114 licenses were issued, resulting in £671 10s paid. 645 of these were given in Benin City.

The regulations were, however, ultimately unsuccessful. The Annual Report for 1908 was gloomy, stating that “[r]ubber appears to be a rapidly decaying business ... the Southern production in 1908 was 713,000 lbs. only, as compared with 1,656,000 lbs. in 1907. ... the reckless destruction of trees by excessive bleeding is largely responsible for the drooping business.” Despite this, there were only 12 prosecutions and 10 convictions under the rubber rules. The 1913 report for Benin commented on a falling off in rubber exports, blaming this on prices and “the fact that the wild rubber is much scarcer than formerly.” British regulations had not stopped resource exhaustion.

State capacity

Why did these fail? I argue that the state lacked the capacity to enforce them. First, production was difficult to police. Second, the British weakened the existing state and the local system of property rights, lacking the trust and resources necessary to replace these. Though open-access exploitation of a natural resource implies over-harvesting in excess of the “first-best” outcome, this may still be preferable to enforcement of feasible effort restrictions from the perspective of a social planner (Copeland and Taylor, 2009). In Benin, low probabilities of detection and the short time horizons of migrant tappers reduced the government's enforcement capacity, while tappers’ destructive techniques raised their harvest capacity.

The regulations diverted some trade from Benin to Lagos as early as 1901. Because Northern Nigeria had no similar regulations, rubber was also smuggled to the North (Egboh, 1985, p. 57). In 1901, a representative of Miller Brothers wrote that “[f]ew of those who bring down rubber” were “able to give a detailed account of its history from the time of manufacture, as it may have passed through many hands before reaching theirs.” Rubber was sold in many markets on its way to the coast, and “many of the rubber traders here are preparing to leave the district as they profess themselves unable any longer to conduct business here under the vexatious conditions in force.”

28 NAI, BP 138 1914: Annual Reports Benin Province.
29 NAUK, CO 520/9. 17 Oct, 1901: Acting High Commissioner to Secretary of State
Though every Edo was eligible for a reward of £2 for any conviction, the people had not looked after their own interests, in his view.\(^{30}\)

In 1905, the Governor recognized that prohibitions on root rubber were no longer enforced.\(^{31}\) Christy (1911) pointed out that, while 221,566 lbs were exported from Southern Nigeria in 1907, only £53/10 was collected in license fees.\(^{32}\) It was impossible that 107 license holders could be responsible for this quantity, so the bulk must have been illicit. Even if the forestry staff were increased fifty times, he thought it would be impossible to police the area:

> So long as the native can sell his 'lump' rubber at an enormous profit, so long will he continue his destructive methods of tapping, and his dirty, primitive system of preparation, despite voluminous rules and regulations, which he could not understand, even supposing them ever to reach himself or his chief (Christy, 1911, p. 13).

Ostrom (1991) argues that effective resource management requires defined boundaries, easy identification of those with user rights, rules appropriate to local conditions, accountable monitors, graduated sanctions, rapid and low-cost conflict resolution, and recognition of users’ rights to devise their own institutions. British conquest weakened Benin’s borders, rules were imposed by an external authority without local participation, colonial agents lacked accountability, and courts in Benin City were eager to impose maximum penalties.

Before 1897, Edo villages could control access to their forest resources. Outside his own village, an Edo obtained permission from the local Enogie or Odionwere to use the forest, until he settled permanently (Bradbury, 1957, p. 45). Hunters, “native and non-native” turned the hand of any animal caught to the Enogie, and the Oba was owed a leg and tusk of any elephant killed (Egharevba, 1949, p. 43-44). Non-Edo were required to settle and assimilate (Bradbury, 1957, p. 45).

Before 1897, the Oba had successfully prevented outsiders from working rubber in Benin. Miller’s agent at Ughoton informed the consul in 1896 that, while there was “plenty” of rubber in the country, he was unable to get a “rubber man” from Cape Coast to collect it, since he would not go far from Ughoton, having been twice “maltreated while away in the bush” (Ryder, 1969, p. 277). In 1896, a Lagos man went to the Oba on the advice of the Commissioner, Moor, “with a view to asking the King to start the ‘rubber’ industry, the country abounding in that product.” Phillips reported that the man offered presents worth more than £30, but had no success.\(^{33}\)

An 1896 editorial in the Lagos Weekly Record asserted Oba’s power make “short work” of intruders, wishing that “the greedy rubber hunters” in the Lagos hinterland

---

\(^{30}\) NAUK, CO 520/9, 13 July, 1901: McLucas and Schaumburg (for Miller Bros and Bey & Zimmer) to Moor

\(^{31}\) NAUK, CO 520/30, 5 March, 1905: Egerton to Lyttelton.

\(^{32}\) Though this contradicts the figure in the Annual Report, the figure in that report is larger, making the argument stronger.

\(^{33}\) NAUK, FO 2/102. 16 Nov, 1896: Phillips to Under-Secretary of State.
“should one and all be dispatched to the domains of the expeditious King of Benin” (quoted by Ofonagoro (1979, p. 120)). This was not speculative talk. Members of the British punitive expedition in 1897 found a gang of nine outsiders who had gone to Benin to collect rubber. Despite being armed with revolvers, they had been taken prisoner and held in Benin for two months, bound so they would hang themselves were they to lie down (Ling Roth, 1903, p. 68). Similarly, in February 1897, Moor reported that six “Accra men, captured in the Mahin country rubber collecting during the last few months, came in from the bush heavily ironed”.  

The 1908 trade report reached a similar conclusion; the situation was not adequate to protect rubber trees from destruction:

[N]ot until rubber trees are owned by individuals, who will see that they are duly protected, can this industry be looked upon as a permanent one in Nigeria. Thousands of trees in the forests, which are practically a ‘no man’s land,’ are destroyed each year by overtapping, and although every effort is made by the Forestry Department, with the staff at its command, to regulate the gathering and to prevent indiscriminate bleeding, the task in so large a country and amidst dense forests is, it must be admitted, and extremely difficult one.  

The colonial Forest Guards were inadequate and corrupt. In 1899, the defendant in Regina v. Amidu was charged with seizing a government rubber inspector. The inspector came across a “large gang of Lagos rubber cutters.” The defendant captured the inspector and his two carriers, tied them up, and flogged him. The Resident complained in 1901 that the “ignorance of some of the native rubber Inspectors may also have had something to do with the failure of last year’s sowing... Three of these men have lately brought into Benin City seed in a green and half grown condition, absolutely useless and of course wasted. One would-be Rubber Inspector was a small boy about 14 who would be of about much use as a process server in Ireland of the same age.” In 1907, Egerton noted their frequent abuses of power (not stating what these were), writing that “there are the strongest objections to the multiplication of native Forest guards with semi police powers carrying on their work in places far away from European supervision.”

These problems mirrored those of other wild rubber producers in Africa. The worst destruction occurred where it was impossible to keep out interlopers. In the Congo, concessionary companies were willing to make short-term profits and go bust, giving their agents incentives to over-exploit local vines (Harms, 1975). Around Lagos and Ibadan, slaughter-tapping may have been introduced by Fante workers imported by the

35 Quoted in Southern Nigeria Annual Report for 1908, p. 12
36 NAI, Ben. Prof. 8/2/1, Case Book 1898-1899.
37 NAUK, CO 520/7, 26/2/1901: Resident Benin City to Moor.
38 NAUK, CO 520/45: Minute Dated 12 April, 1907 by Egerton.
governor (Omosini, 1979). In French Guinea, officials worried that “bandit” rubber collectors, who roamed the countryside in search of vines, were responsible for bleeding them to death (Osborn, 2004). Similarly, locals in the Ivory Coast complained that they were unable to prevent itinerant harvesters from extracting as much rubber as possible before moving on (Harms, 1975, p. 76).

Over-tapping also followed the weakening of African states. Dumett (1971) emphasizes that the destruction of rubber was less severe in Asante than around Cape Coast. Around Kumasi, tappers often obtained forest on arrangement from local chiefs, who demanded fees or shares (Dumett, 1971, p. 98). In Benin, the British exiled the Oba and freed many of slaves on whom the chiefs depended (Igbafe, 1975). Other political functions defined in relation to the king became meaningless. As Bradbury (1973, p. 86) puts it, “British administrators at Benin had to construct an administrative bricolage out of their own meagre resources of personnel and the fragments of a shattered indigenous polity.”

In Brazil, by contrast, property rights over wild rubber were well established. This was facilitated by the strength of the Brazilian state, which had declared independence in 1822, and was thus much older than the colonial government in Benin. The existence of owners with longer-term interests in the estates who could exclude outside tappers limited the extent of overtapping. Para was largely collected from estates along rivers, owned by tappers, by patrons, or by commercial firms (Barham and Coomes, 1994b, p. 55). The creation of rubber trails that connected wild trees helped to establish property rights over them (Weinstein, 1983, p. 158). Patrons often resided on the estates, lowering monitoring costs (Barham and Coomes, 1994b, p. 55). It was the owner who brought labour in to the estate (Frank and Musacchio, 2006, p. 277). Critically, this allowed estate owners to select the contractual arrangement by which tappers were hired. Coomes and Barham (1994a,b) suggest that the typical debt-merchandise contract was selected to minimize risks and transactions costs, and to economise on the scarcest factors of production – labour and capital. Critically, estate owners avoided rental contracts, since these would have given tappers incentives to over-tap their trees (Coomes and Barham, 1994, p. 246).

**Labour scarcity**

These difficulties were compounded by Benin’s scarcity of labour. The population density of Benin was estimated at only 25 per sqm in 1927. In rubber, monitoring was made more costly by a lack of monitors. Slaughter tapping may be interpreted as another of the labour-saving production techniques used throughout Africa (Austin, 2008). Ofonagoro (1979, p. 223), for example, notes that “gathering wild rubber was by no means an easy job,” and that it might take several days to gather even a pound of rubber.

---

39 See also Arhin (1980) and Austin (2005) for rubber in Ashanti.
40 See also Weinstein (1983, p. 45-48) for land tenure.
41 NAI, CSO 26 09125 Assessment Report on Benin Division.
rubber. This also helps explain why migrants from the more densely settled Yoruba regions of Nigeria were the dominant producers of wild rubber during this period.

I do not believe, however, that labour-scarcity alone can explain the pervasiveness of over-exploitation. Destructive tapping was employed by non-Edo, and Benin successfully prevented similar problems before 1897, despite high prices. Further, similar environmental degradation has followed even in densely-settled areas when states have undermined existing institutions – the post-colonial dismantling of common property regimes over water and forestry in Tanzania serves as an example (Sheridan, 2004).

Though Brazil succeeded in producing wild rubber despite labour scarcity, this did influence tapping methods in different sectors of the industry. Tappers who collected Para rubber did not work the trees to death. These could be tapped repeatedly, providing income throughout an entire season. By contrast, caucho rubber occurred more sparsely, and would not survive repeated tapping. Mobile teams of workers would fell these trees in areas where property rights were not established, drain them of latex, and move on (Barham and Coomes, 1994b, p. 45-46). Nigerian Funtumia is analogous to caucho. Circulars issued during the Second World War advised locals not to tap the trees more than three or four times per year, while other officials were even more cautious. For the mobile non-Edo who exploited Benin’s wild rubber, methods that killed the trees economised on scarce labour.

4. Private Plantations

Local Funtumia could be planted, and Brazilian Para had been introduced to Nigeria in 1895 (Anschel, 1965, p. 49). By 1921, however, plantations had not transformed Nigeria into the major producer it later become. In this section, I outline the difficulties faced by private plantations. European plantations were few, because of labour scarcity and government hostility to concessions. African private plantations are of limited visibility in the archival record, but also appear to have been small and faced similar challenges securing labour. This contrasts with the rubber industry’s ease in attracting labour in Asia, buttressed by favourable colonial policies over land and immigration. They also contrast with the more labour-abundant Benin that emerged as a successful exporter of rubber 1945.

The literature on rubber plantations in Africa during this period is sparse. The most substantial treatment has come from Munro (1981,1983). He treats this episode as one in which European capital failed to create lasting transformation. In West Africa, his explanation focuses on the conservatism of British trading companies and on the absence of a “proprietary planter frontier” that bore the costs of experimentation (Munro, 1981, p. 276). Here, I explain this lack of a “planter frontier” by appealing to the

---

42 NAUK, CO 852 515 7: Commodities Rubber Nigeria. For the circular, see West African Rubber Mission Report on Nigeria and British Camerons, Appendix 2. For the more cautious official, see 19 May 1943: Comments on Recommendations made by RM, March 1943 by The Custodian of Enemy Property, R.B. Longe. He recommended Funtumia not be tapped more than twice a year.
region’s scarcity of labour and the policies of the colonial state. In East Africa, he stresses the low yields obtained from local rubber varieties. I note that this was also a problem for Benin’s communal plantations in Section 5. Private plantations in Benin, however, encountered difficulties even when planted to \textit{Para}. Other works (Fieldhouse, 1994; Igbafe, 1979; Usuanlele, 2003) have noted that private plantations existed in Benin, but have not discussed the difficulties they faced. I present new archival evidence on these constraints.

\textit{Overview}

The greatest effort by a European firm to plant rubber in Benin was by Miller Brothers. The firm acquired roughly five hundred acres at Sapele in 1905, and another 560 in 1911.\textsuperscript{43} This \textit{Para} plantation was begun with 10,000 seeds imported from the East.\textsuperscript{44} Cowan, the director, testified to the West African Lands Committee (WALC) in 1913 that 800 acres were under cultivation and the bulk of the 400 labourers did not come from Benin or Sapele, but rather from the more land-scarce Opobo, Kwa, and Ibibio territories (WALC, 1916, p. 468-475).

In 1915, a return of agricultural plantations in Benin province listed five – J.G.M Cranstoun and Company’s at Sapoba, Messrs. MacIver’s at Sapoba, I.T. Palmer’s at Sapoba and Abraka, and the Nigerian Mahogany and Trading Company’s at Unutu.\textsuperscript{45} MacIver and Palmer (an African) were both said to have rubber in good condition at this time. Egboh (1985, p. 159) states that Cranstoun had two plantations in 1908, totalling 1,280 acres. MacIver reported in 1917 that they were doing no business in rubber, though their plantation caught the attention of Macmillan (1920, p. 73) and by 1927 their holdings had expanded to 2021 acres.\textsuperscript{46} This and Cranstoun’s were later taken over by the United Africa Company, becoming the Jamieson Estate Plantation (Pedler, 1974, p. 246). Miller’s estate at Sapele later became UAC property as well (Fieldhouse, 1994, p. 204-5).

Others were less successful. A German firm, possibly Bey and Zimmer, planted ten acres that were surrendered during the First World War (Usuanlele, 2003, p. 59). The African Association start an experimental \textit{Para} plantation in 1906 at Warri, but James believed that they “[did] not seem to have pushed the matter further.”\textsuperscript{47} In 1908, they had an “excellent small Para rubber plantation at Eket.”\textsuperscript{48} The British Cotton Growing

\textsuperscript{43} NAI, BP 311/1914: Rubber Plantation on the Ologbo Road, 18 March, 1911: Provincial Commissioner Warri to Provincial Commissioner Calabar.
\textsuperscript{44} Southern Nigeria Annual Report for 1905, p. 24.
\textsuperscript{45} NAI, BP 603 1915 Agricultural Plantations Benin Province. Two lists are given in this file; the first omits Cranstoun, the second Maclver.
\textsuperscript{46} For 1917, see NAI, Ben Prof 2/4 BP 262 1917: Para Rubber, Benin Division, 16 Nov, 1917: Howe (for Maclver and Co) to Acting District Officer. For 1927, see NAI, CSO 26 09125 Assessment Report on Benin Division.
\textsuperscript{47} Southern Nigeria Annual Report for 1906, p. 38.
\textsuperscript{48} Southern Nigeria Annual Report for 1908, p. 15.
Association started a plantation in Benin territory in 1909, but in 1917 it was “neglected,” containing only 228 trees. The Annual Reports and Igbofe (1979) take an upbeat view. In 1903, some “more intelligent chiefs” had started operations on their own account. In 1906, the Provincial Forest Officer stated that the “feature of the year ... had been the number of small private plantations made by individual natives, although it was difficult to say exactly how many had been made.” Igbofe (1979, p. 343-348) notes that 126 villages had been convinced to start plantations by the end of 1903, there were 369 private plantations by 1906, and that some 3,000 acres were owned by eleven private individuals or companies by 1925. The largest of these belonged to Palmer, reported to have 1500 acres at Abraka, employing 900 labourers who were paid the same wages as in the timber industry (WALC, 1916, p. 468-475). The Obaseki had two Para plantations, of 10,000 and 12,000 trees, 4 to 6 years old in 1919.

Before 1921, however, most of these must have been small. Chief Ugo had a single acre at Benin (Egboh, 1985, p. 159). Thompson described those planted in the Benin City District in 1906 as “small private plantations.” A 1917 return of Para plantations in Benin forwarded a list excluding those with less than 20 trees, and “small private plantations of which there is no record”. It listed 270 started in 1914 or 1915, with 57 seedlings planted on average.

Labour scarcity

Private plantations had difficulty securing labour. Cowan told the WALC that his company did not use Edo labourers because, though they could make arrangements with headmen, the people were unwilling and would work for at most six months. He believed this was because the authority of the Benin chiefs had declined. Labour scarcity in Benin was also a result of low population density, exacerbated by competing demands from the state for road work and porters, and from timber concessions. African plantations faced similar difficulties. Cowan told the WALC that there were six African owned Para plantations of 10,000 to 30,000 trees in the Sapele district. They had been paying for labour by allowing workers to plant “catch crops” among the trees, and as a result, the rubber had suffered. In his view, they had “tried to make the thing pay as they went along, and they have been pennywise and pound foolish” (WALC, 1916, p 468-475).

50 Usuanlele (2003, p. 60) lists Lawani Bokoni, W.A. Sagay, S.D. Garrick, Bello Osagie (a Yoruba, an Itsekiri, a Kalabari, and a Benin trader) as having plantations of “various sizes” during this period, though he does not specify what they planted.
53 Pedler (1974, p. 246) identified him as a Sierra Leonean who had previously been an agent for the RNC.
54 NAI, Ben Prof 2/6 BP 480 19: Agricultural Department Report.
The difficulties faced by rubber planters in Benin echo those of other attempts to create rubber plantations in Africa during this period. Three companies acquired land to plant rubber in the Gold Coast in 1905-6, but could not compete with cocoa farms and gold mines for labour (Munro, 1981, p. 271). In East Africa, expatriate planters had expected cheap labour, but within months of starting “all were complaining loudly and bitterly about their labour difficulties” (Munro, 1983, p. 374).

This was, by contrast, a period during which estates and smallholders in Asia successfully expanded production. Clarence-Smith (2010), contrasting rubber’s success in Indonesia with its failure in the Congo, emphasizes that Sumatran smallholders, like successful Benin planters later on, recruited the labour of migrant sharecroppers. Large planters stated that they had left the Congo for Asia because of inadequate transport facilities and labour supply. Estates in Ceylon, Malaya and Sumatra were worked by immigrants from India and Java, while estates in Borneo and French Indo-China similarly relied on migrants (Bauer, 1948, p. 217). The government actively supported the immigration of Tamil and Chinese labourers; the former were used in tapping while the latter opened new land (Barlow, 1978, p. 43-45, 51). Chinese labourers also became smallholders, developing two to four hectare blocks while working in mines or estates (Barlow, 1978, p. 39). The problems of labour supply that hindered Brazilian plantations will be discussed below.

Contrasted with Southeast Asia, Benin was labour scarce. Frankema and van Waijenburg (2010) shown that real wages in West Africa were above those prevailing in South India and China, the major sources of migrant labour in Southeast Asia. Benin was less populous than the major production centres of Sumatra and Malaysia. While population density in Benin was had a population density of roughly 20.7 persons per square mile in 1911 or 25 per square mile in 1927, Sumatra had a density of some 33.7 persons per square mile in 1928, while this figure was 29.5 persons for Malaysia.56

Accounts of the economic institutions governing land and labour in pre-colonial Benin have stressed that they were largely shaped by labour scarcity (Usuanlele, 1988, p. 6, 21, 22; Rowling, 1948, p. 4; Blanckenburg, 1963, p. 13; Igbafe, 1979, p. 28). Coping with this sparse population was one of the principal challenges faced by the British before the First World War (Usuanlele, 1988, p. 216-220). By contrast, histories of rubber in Southeast Asia have stressed the “critical contribution” of the influx of labour that was made possible by international migrant flows: see Barlow (1978, p. 29), Bauer (1948, p. 217), or Drabble (1973, p. 93-94). This was, as Caggiano and Huff (2007) show, a period in which globalization in Asia was defined by an integrated labour market that stretched from South India to Southeastern China. This provided a mobile, cheap labour force. No migrants were forthcoming before 1921 to resolve Benin’s scarcity of labour.

Benin’s success later on can also be partly explained by relaxation of the labour constraint, due to population growth, land annexation, and immigration. Usuanlele (1988, p. 249-254) argues that direct taxes introduced in 1916 created a need for cash

income; the state had discovered a method for labour recruitment. Further, he suggests that land annexations by chiefs, urban residents, and forest reserves encouraged individuals to plant trees on fallow plots to claim them permanently. These pressures combined with influx of Igbo willing to work as share tappers.

State capacity

In addition, the British were reticent to grant concessions to Europeans for working produce that Africans could exploit on their own. The African Association and Miller were both rejected for concessions in 1898 (Afigbo, 1970, p. 392). Officials such as Moor and Gallwey opposed these, preferring “development by the natives themselves.”57 Evans’ application to rent communal plantations was turned down in 1911 (Egboh, 1985, p. 158). By Pedler’s (1974, p. 245-6) account, Miller only acquired land after Cowan spoke with Egerton, who had recently come from Malaya and was disappointed that merchants in Nigeria seemed to be showing no comparable initiative in developing rubber. Where other individuals or firms acquired land, these were exceptions that had “resulted from land transactions carried out by African chiefs before the policy of the protectorate government had been well established.” Phillips (1989) argues that the British came to favour “peasants” over “plantations” in West Africa for a long list of reasons bound together by the stability of indirect rule. British hegemony depended on the power of local chiefs, and their control over access to “communal” land was seen as integral to their authority. Land policy was part of the set of practical responses to the problem of imposing authority despite the “scarcity of money and manpower” that confronted colonial states (Berry, 1992, p. 328).

These difficulties were not unique to Benin. Prospective rubber planters elsewhere in West Africa found the colonial office unwilling to grant them monopolies even to collect wild rubber (Munro, 1981). Firestone’s success in Liberia came later. He gained concessions from the Liberian government in both land and tariffs that firms in British West Africa could not (Finlay, 2009, p. 77). These factors also gave Asia an edge. Land was more readily available to expatriates. The government in Malaya granted land to Chinese tapioca and gambier planters on the condition they also plant rubber (Jackson, 1968, p. 228). Malay residents sold their ancestral lands to estate groups and other outside interests (Barlow, 1978, p. 39).

5. Communal Plantations

The colonial government established thousands of small plantations of mostly *Funtumia* rubber throughout Benin, owned by local communities. It was the colonial government that chose the name “communal plantations”. It was indented that proceeds would be divided into thirds, shared between the government, the chiefs, and

---

57 NAUK, FO 2/179: 28 July, 1898: Gallwey to Under-Secretary of State. See also his letter from 13 May, 1898 in the same volume.
“the villagers”. Believing that Africans lacked the foresight to plant tree crops, the aim of the government in establishing these was to further the development of the rubber industry. Once it became clear that it would not be possible to preserve Benin’s wild rubber resources, government support of the plantations intensified (Egboh, 1985, p. 159).

At first seen as promising, it was clear before the First World War that these were in trouble. They suffered from labour scarcity and a colonial state that lacked staff and resources, was unable to transfer skills and information, and could not forecast future prices. Many of the same constraints restrained the development of rubber plantations in Brazil during the same period. These difficulties, as shown above, contrast with the conditions that allowed Asian producers and later Edo smallholders to succeed. While Igbafe (1979) and Usuanlele (1988, 2003) have both discussed the communal plantations in their general histories, neither has provided an account of their operation or the difficulties they faced. I use new archival evidence to explain the failure of this development scheme.

Initial promise

In 1899, nurseries were established in a few district centres, so that plantations could be made to close to the villages. These would be used for seed to sow in the bush at the beginning of the rainy season. Of 450 miles of road existing in the Benin territories, the Forestry Inspector planted 250 with rubber seed. In 1900, twenty large nurseries were established in the Benin territories to supply seedlings. All villages receiving timber royalties were required to establish nurseries from 1901 (Igbafe, 1979).

Undergirding these efforts was paternalistic racism, made clear by Bedwell, the Acting Colonial Secretary, in 1903:

> It is not in the nature of the average West African to lay out capital for which there is no immediate return. He can understand the yam growing at his door; he can understand the cask of oil to be filled before his “boys” can return with the required cloth, pipe or frock-coat, but he will not sew for his son to reap; nor will a village work, of its own initiative, for the benefit of the next generation that is to occupy it. It is this difficulty that has rendered so great the task of encouraging the rubber industry.

---

58 Southern Nigeria Annual Report for 1899-1900, p. 10.
The government distributed seeds and seedlings and oversaw tapping. The communal plantations were mostly *Funtumia*. By the end of 1903, 145,000 plants had been established in 126 village plantations (Igbafe, 1979, p.343). There were 1,050 communal plantations in the Province in 1906, 1629 in 1907, and 2251 in 1908 (Egboh, 1985, p. 159). Similar efforts were made elsewhere in Southern Nigeria, though Benin was the model case.

These were initially seen as promising, and were encouraged by colonial officials. In 1904, Egerton saw the boom in the rubber market and the development of trade as “gratifying,” and hoped improved methods would help prices eventually close on those paid for rubber from the Straits and Ceylon. Experiments were in progress to improve tapping. In 1905, Fosbery reported that rubber continued to show a “considerable increase,” predicting that “with systematic cultivation and collection it will become a valuable addition to the exports of the country.” In 1906, two pupils had just returned from the French School of Forestry in Mali. In 1908, there were 2,251 *Funtumia* plantations in the Central Province, containing 1,125,972 trees. In 1910, several thousand communal *Funtumia* plantations had become large enough to tap.

Outside observers were impressed with these plantations; Christy (1911) reported that “[t]he system of native communal plantations so successful in Southern Nigeria is admirable, and should be adopted by all the west African colonies.”

Labour scarcity

Several problems were, however, already apparent before prices began to fall. Labour scarcity was apparent as early as 1901. That year, the Annual Report for Southern Nigeria noted that recent “changes in the social conditions of the natives of these territories, particularly with regard to slavery, render it certain that the capacity of these native carriers for their transport work is not likely to increase, at all events for some years to come, until a good native labour market is established.” In 1906, similarly, the Provincial Forest Officer reported that the Isoko and Urhobo were too involved in road-making to devote much time to plantations; where rubber had been taken up, palm oil had been abandoned.

---

62 Secondary sources offer contradictory evidence. Igbafe (1979, p. 347) refers to *Funtumia*, while Usuanlele (2003, p. 58) states that the first plantations were *Para*, with *Funtumia* and *Ceara* “introduced” only in 1908. In the annual reports it is clear that *Funtumia* was the predominant variety: see the Report on the Forest Administration of Southern Nigeria for 1906, p. 17, or the Southern Nigeria Annual Reports for 1907 (p. 11), 1908 (p. 15) or 1909 (p. 12).

63 These are discussed in the Southern Nigeria Annual Reports for 1904 through 1911.


68 Southern Nigeria Annual Report for 1908, p. 15.


The 1913 Report on the Communal Rubber Plantations detailed five major problems that were causing them to fail: first, the weakened authority of the local chiefs; second, competing labour demand from other sectors, such as timber areas, government works, road construction, and porterage; third, insufficient incentives for the local communities, even when the government waived its one third claim to the plantations’ revenue in that year; fourth, villagers’ lack of experience with the product, which was made worse by deferred payoff of rubber as a tree crop, and; fifth, sharp labour demands that conflicted with seasonal festivals and funerals. Tapping had to be done during the rainy season, when villagers preferred to do farm work and rebuild their homes. Results on the model plantations, similarly, could only be achieved by “constantly worrying” the Obaseki and Edosomah for labour.

The next year, the report on the communal plantations noted that it was difficult getting upkeep work done:

The village people have shown very plainly that they do not care for the plantations. The Forest guards report that they have the greatest difficulty in getting any cleaning or clearing done. At Uburu Uku the forest Guards had been driven away when they attempted to get the plantations cleaned. ... At Ogwashi Uku and Abah very few men would be persuaded to do the work which was done almost entirely by the Forest Guards.

Similarly, in Ishan, the people were disinclined to do the work requested, and officials felt they had been wasting their time. Especially in Asaba, Ifon and Ishan, officials had difficulty getting men to work. Many chiefs complained that, “as their power had been broken, it was hardly fair to make them responsible for the boys not working.” Officials found these claims credible; Lugard (1914, p. 48) agreed that the suspension of the indigenous system of government had led the authority of both chiefs and family heads to decline. In addition to the work of tapping and upkeep, processing was labour intensive. Latex had to be cooked at central cooking camps and let stand for eighteen hours or more before it was ready to cook. For people from outlying villages, this was not worth the time involved, and they would not stay behind to learn how to properly cook the rubber. Officials recognized that their own labour requisitioning contributed to this scarcity of labour – the same report noted that the question of carriers “has been

72 NAI, Ben Prof 2/1 BP 364 1914: Report on the Communal Rubber Plantations for 1914 (1913). Compounding this was the uncompromising scheduling of the Forestry Department. The report’s author wrote that villagers objected “to the pressure at which we have to make them work in order to get through the large number of scattered plantations in the season and usually would like use to wait some convenient time between their festivals and funerals for our visit.”
74 NAI, Ben Prof 2/1 BP 364 1914: Report on the Communal Rubber Plantations for 1914 (1913). Similarly, the state withheld royalties from Chiefs Eso, Oshodi and Obaseki in 1915 for failing to weed their plantations (Usuanlele, 1988, p. 222).
a difficult one. The Assistant Conservator of Forests is obliged to find his own carriers, except on leaving a station, to take him from village to village. These carriers are not paid and this does not help to make the rubber business any more popular.” In 1916, the Resident pointed out that it was not worthwhile for villages to send small quantities of rubber to Benin, and that they did not do so voluntarily.78

The role of labour abundance in explaining the relative success of Asia has already been discussed above. Labour scarcity in Benin as a hindrance to rubber plantations mirrors the situation of Brazil. Coomes and Barham (1994, p. 253-256) suggest that the failure to develop plantations in Brazil stemmed from scarce labour, a high opportunity cost of capital (discussed below), and the long time to maturation for planted rubber. This list is echoed by Dean (1987, p. 39) and Weinstein (1983, p. 31-32), while Frank and Musacchio (2006, p. 275) similarly conclude that, “because Brazil was committed to a high-wage, labour-scarce production regime, it was in Southeast Asia that plantations developed.”79 Wages for plantation labourers in Brazil would have to have been competitive with the urban sector or with independent tapping, and high enough to discourage illicit sales. Daily wages in Asia were roughly one eighth those in Amazonia, and Asian labour had fewer outside options (Coomes and Barham, 1994, p. 253-256). In Asia, plantation labour was less mobile, there was no competing extractive sector, and cultivation areas were closer to the sources of imported food for the plantation workers (Barham and Coomes, 1994a, p. 100). Dean (1987, p. 65, p.81) acknowledges that labour scarcity was also encountered by planters in British Guiana, Surinam, and on Ford’s failed Brazilian plantation.

State capacity

Shortage of labour was not the only difficulty faced by the plantations. The state’s knowledge of agronomy was poor, and the decision to plant Funtumia rather than Para was a particularly harmful error. The colonial government was reliant on local chiefs to implement its programs, and these agents succeeded in appropriating the returns from the communal plantations. The state was short of the skilled staff and equipment needed by the plantations, and so found it difficult to transmit expertise to locals. Finally, the government had underestimated the effect of Asian production on world rubber markets. Similar difficulties held back the development of rubber plantations, both in Brazil and in East Africa.

The colonial state was largely ignorant of agronomy. In particular, the decision to plant the communal plantations mostly to Funtumia was a major misstep. Some disadvantages had been discovered relatively early. The recuperative abilities of Funtumia were discovered to be less than that of Para as early as 1906.80 Some of the

78 NAI, Ben Prof 2/3 BP 523 1916: Proceeds from Rubber Sales; no date given, letter to Secretary, Southern Provinces.
79 This is not a new view. Melby (1942) identifies labour scarcity as the principal obstacle to the development of Brazilian rubber.
plants showed difficulty pushing through the soil, leading to a high proportion of seeds to seedlings.\textsuperscript{81} It was, however, only after the onset of the First World War that the government realized the overall superiority of \textit{Para}, which might give 300 lbs per acre, versus the 60 obtained from \textit{Funtumia} (Egboh, 1985, p. 162).\textsuperscript{82} Similarly, \textit{Funtumia} could not be tapped as frequently as \textit{Para}; some officials suggested no more than twice per year.\textsuperscript{83} The Forestry Department decided by 1915 that the “extremely low yield of rubber from the Funtumia elastica, combined with its slow rate of growth” had rendered it an unprofitable crop.\textsuperscript{84} All new extensions to the communal plantations were to be planted in \textit{Para}.\textsuperscript{85} By then it was too late, and the plantations were soon turned over to African control.

Dean (1987) argues that South American Leaf Blight, which was endemic in South America but not in Asia, was the main factor that hindered plantation development in Brazil. Unfortunately, the historical record is too sparse to determine whether \textit{Funtumia} was more susceptible to disease and pests in Benin than \textit{Para}. The trees on the communal plantations did suffer from disease; in 1914, the presence of the canker \textit{nectria Funtumia} was noted, especially in Ishan.\textsuperscript{86} Porcupines and crickets damaged the \textit{Funtumia} planted in the Mamu reserve, in another part of Southern Nigeria.\textsuperscript{87} Christy (1911, p. 112) believed \textit{Funtumia} was “remarkably free from diseases and pests,” and that \textit{nectria Funtumia} canker and the root diseases \textit{Hymenochaete} and \textit{Fomes semitosus}, were the only serious diseases present. Insect pests also attacked the trees.\textsuperscript{88}

Colonial officials paid far more attention to the diseases and pests that attacked \textit{Para}. In 1918, both bark disease and fungus were reported at McIver’ \textit{Para} plantation at Sapoba.\textsuperscript{89} The same year, vegetable growths of a parasitic plant were found on the roots of \textit{Para} trees at Sapele.\textsuperscript{90} A “serious fungus disease” was noted affecting the bark of tapped \textit{Para} trees at Benin, Sapoba, Azumini and Kwale in 1918.\textsuperscript{91} Agricultural Department and Forestry Administration reports from 1912 through 1921 mention several threats to \textit{Para} throughout Nigeria identified by the entomologist and

\begin{thebibliography}{99}
\item 81 Report on the Forest Administration of Southern Nigeria for 1906, p. 36.
\item 82 Colonial officials re-discovered some of this knowledge during the Second World War. While, according to their information, the best yields of 164-176 lbs per acre had been achieved in the Belgian Congo, the highest recorded yield in the Gold Coast was only 58 lbs (NAUK, CO 852/451/6: Commodities, Rubber, West Africa; Unsigned, undated memo “Funtumia Rubber”).
\item 84 NAI, BP 5 1915: Report on the Tapping Operations on the Communal Rubber Plantations for 1914.
\item 85 See also CO 657/3: Annual Report for the Forestry Departments, 1915, p. 13.
\item 87 Southern Nigeria Annual Report for 1901, p. 8.
\item 88 Christy (1911, p.119-12) lists Gall disease, the caterpillar leaf pest, the girdling beetle, the seed-pod maggot, thrips, scale insects, locusts, and driver ants as examples, though his discussion does not in all cases distinguish which pests exist in which countries.
\item 89 NAU, Ben Prof 2/6 BP 480 19: Agricultural Department Report. This was the plantation formerly belonging to Cranstoun.
\item 90 NAI, BP 645 19: Agricultural Department Annual Report.
\item 91 Nigeria Annual Report 1918, p. 8-9.
\end{thebibliography}
mycologist.\textsuperscript{92} These included termites, \textit{Polypora lignonosus}, \textit{Fomes semitostus}, \textit{Ustulina zonata}, \textit{hymenochaete noxia}, various stem diseases, and a fungus that resembled Brown Bast. None of these reports mention \textit{Funtumia}, except to state that a parasitic plant infection affecting \textit{Para} had earlier been noted in \textit{Funtumia}.\textsuperscript{93}

Even taking the choice of \textit{Funtumia} as given, colonial agronomy was poorly informed. The plantations only gave 0.9 to 1.5 oz per tree of dry rubber, though better yields in the Cameroons were achieved between 2.5 and 4.3 oz.\textsuperscript{94} In 1913, tapping took place between May 5 and November 14. In 1914, tapping on the communal plantations ran from May 30 to October 16, and had been delayed because no authority had been received from headquarters.\textsuperscript{95} Though this was not during the key bottleneck of seasonal farm clearing, this schedule did compete with farmers’ other labour requirements. Farms for planting yams, the most important food crop, were typically cleared in February and early March.\textsuperscript{96} Planting would begin in April and continue into May. There would then be a pause before poles were inserted to support the yams in late May. Considerable labour was needed to induce yam tendrils to cling to the ropes supported by these poles. Farms were weeded once in July and again before the harvest, which would stretch from September through November as different varieties of yam matured at different points. After the yam harvest, farms were then replanted with maize and cassava.

Trees over 14 inches in girth at 4 feet from the ground were tapped to a height of 20 feet, with minor channels adjacent those laid out the previous year. Tapping was carried out on a half herring bone system. Christy (1911, p. 146), by contrast, had carried out experiments in Uganda and found that this was more laborious and, due to the vertical channels cut into the tree, more risky than the preferred double half spiral system. Similarly, experiments in the Mamu Forest Reserve within Nigeria had found the spiral system of tapping to be most suitable method for \textit{Funtumia} (Egboh, 1985, p. 163). Locally made \textit{para} knives were used. Christy (1911, p. 137) had found the “\textit{Funtumia} knife,” a groover and pricker secured at opposite ends of a wooden handle to have many advantages that improved both healing and yield. Though he reported that it had been used in Southern Nigeria (p. 202-203), the lack of standardization in local manufacture will have introduced a greater risk of injury to the trees. The Assistant Conservator of Forests attempted to ensure that tapping was carried out under the supervision of the forest guards, though shortage of staff interfered.

The latex was boiled, and the coagulant was then rolled into thin biscuits using a wooden roller on a table while being washed with hot water. These were then hung to dry and smoked in a long drying shed. Where officials had sufficient time, the

\textsuperscript{92}CO 657/1 through CO 657/8.

\textsuperscript{93}The report guessed that it was \textit{Thonningia sanguinea}.


\textsuperscript{96}Details of the farming cycle are from Bradbury, 1957, p. 23-24.
plantations were thinned to remove trees that were dead, crooked, whips, wolves, or those stifling the growth of those around them. Originally, large trees had been left standing and were later girdled; in 1913 they were creating “havoc” when they fell. The plantations had also suffered significant wind damage, especially near roads and clearings.

While the proceeds of the plantations were supposedly to be split between the government and the local communities, their benefits went largely to the chiefs. This was true also of the model Para plantation on the road between Benin City and Sapele, which was owned by eighteen Benin City chiefs who had “provided the labour for it free.” Lugard, similarly, believed that “communal” labour meant “forced” labour, and opposed the plantations on these grounds (Egboh, 1985, p. 160). In 1924, the Resident chastised the Oba, requesting the District Officer to inform him that if his workers were “called upon to work for nothing, it simply means that they will leave their villages, and either seek employment with the timber concessionaires or elsewhere outside the division.” Bradbury (1973) notes that chiefs received one third of the wages paid for labourers they requisitioned, and a share of the profits from rubber. Some were still profiting from these plantations as late as the 1950s, though this hurt their legitimacy.

A plantation established by the Forestry Department near Usonigbe had been turned over to the local villages around 1910, but in 1914 was appropriated by the Oba. His successor was leasing it to Palmer for tapping in 1937. A Para plantation on Sapele Road that had been damaged by fire was turned over to the Iyashere in 1916, since he was the only chief who had shown interest in it. One official remarked that “looking at it from a business profit and loss point of view the communal plantations have so far been a failure, except to the chiefs.”

In addition, the colonial state was short of human and physical capital – the trained staff and equipment needed by the communal plantations. The supply of seed was not always reliable; seeds imported from Cameroon failed to germinate, while poor germination had lowered the number of Funtumia planted in Southern Nigeria from 234,878 in 1907 to 133,094 in 1908. Of the 622 plantations formed during that year, most were extensions to existing ones. Before 1911, thinning had been neglected, and the trees needed each other’s support to stand. At Agbor and Asaba, while thinning was desperately needed, there was no staff to do the work. The report for 1913 admitted neglect by the government, stating that “it is a breach of good faith and fair dealing to have started these rubber plantations as a native industry and leave them, now when maturing and needing thinning, tapping etc under European supervision.”

97 NAI, Ben Prof 2/1 BP 364 1914: Report on the Communal Rubber Plantations for 1914 (1913).
98 NAI, Ben Prof 2/4 BP 262 1917: Para Rubber, Benin Division. 18 Feb, 1924: Resident to District Officer.
99 NAI, Ben Dist 1 BD 84 Vol 2: Usonigbe Native Court and District Affairs: 16 March, 1937: Palmer to DO; handwritten note by Jull.
100 NAI, Ben Prof 2/5 BP 173/1916 Communal Rubber Plantation Management of. 9Nov, 1916: Conservator of Forests Benin Circle to Resident Benin Province.
102 Southern Nigeria Annual Report for 1908, p. 15.
103 NAI, Ben Prof 2/1 BP 364 1914: Report on the Communal Rubber Plantations for 1914 (1913).
104 NAI, Ben Prof 2/1 BP 364 1914: Report on the Communal Rubber Plantations for 1914 (1913).
Lugard (1914, p. 55) identified this as a general problem in Benin, where “the outstanding fact with regard to these districts is that the officers are so full of routine work that they have not sufficient time for other work.”

Similarly, Miller had obtained permission in 1916 to tap 400 *Para* trees on the Sapoba road, at a cost of 1s per tree for a season, but reported to the government that it had been unable to tap these because it was difficult to find a European supervisor, children and livestock interfered, and there were too few trees to justify smoke and drying sheds.  

The District Officer worried that the villages were “disappointed with the results of their labour.” In Ishan in 1913, the Forestry Department was unable to tap the 93 communal plantations. At times, one Forest Guard and one pupil had to supervise twenty men. That year, the senior Conservator of Forests suspended tapping “on the ground that the trees need rest, and the Forestry Department is short of officers.” In 1917, there were no funds to supervise preparation and assist in the sale of rubber at Ubiaja.

In 1917, the government had to borrow pans, metal spoons, tapping knives, rollers, cog wheels, fittings, and bottles of acetic acid from Miller Brothers. Local tapping knives were “slow and bad,” though by 1914 a local “native imitation” of *Para* knives had been devised. Smoking facilities were inadequate, and could not prevent the cured rubber from becoming mouldy. The two smoking sheds at Benin City were poorly built, lacked proper heating and drying facilities, and were in constant danger of catching fire.

It was, then, difficult for the colonial government to transmit new skills related to plantation management, tapping methods, and output quality. Though this is indicative of the weakness of the colonial state, it is not clear that this put Benin at a disadvantage relative to Southeast Asia. There, the colonial state also struggled to transmit new knowledge. The Rubber Research Institute of Malaya suffered from financial and administrative problems during the 1920s, and was reticent to encourage estates to adopt higher-yielding varieties (Drabble, 1991, p. 46, 56). Similarly, the advice given to smallholders to selectively thin their plots and tap less intensively was not suited to the structure of costs they faced (Drabble, 1991, p. 87).

In Benin, much plant distribution had to be done from the Onitsha Gardens. As early as 1906, it was recognized that this was too dry and too far from the centres in which

---

105 NAI, BP 510 1916 Para Trees Benin City Arrangement with Regard to Tapping, 12 Oct 1916: Herald to DO Benin City

106 NAI, BP 138 1914: Annual Reports Benin Province.

107 NAI, BP 138 1914: Annual Reports Benin Province.


111 NAI, Ben Prof 2/4 BP 262 1917: Para Rubber, Benin Division.

112 NAI, Ben Prof 2/1 BP 364 1914: Report on the Communal Rubber Plantations for 1914 (1913).

113 NAI, Ben Prof 2/4 BP 270 1917: Sale of Village Rubber Plantation, 28 March, 1917: District Officer to Resident.

114 NAI, Ben Prof 2/1 BP 364 1914: Report on the Communal Rubber Plantations for 1914 (1913).
cocoa and *Para* rubber could be successfully cultivated.\(^{115}\) One officer reported in 1913 on the difficulty of making the work carried out conform to instructions, writing that the “native idea of a clean plantation is often opposed to all Forest ideas of soil protection and the arrival of a Forest Officer often leads to the plantation being swept and scraped bare of all needful and protecting surface soil and humus.”\(^{116}\) Individual rubber samples mentioned in colonial correspondence were often poor – in 1918 samples of locally grown rubber were reported to be “anything but good, and it is evident if the best results are to be obtained, that the Beni ‘Planter’ requires both advice and supervision.”\(^{117}\)

Scarce equipment was similarly a problem for Brazil. Much of the capital that had been initially invested in wild rubber production in Brazil was unsuitable for plantation development; steamboats and the accounts receivable from tappers could not be easily converted into plantation equipment (Dean, 1987. p. 50).

While initially proposed as a year-to-year arrangement, the waiving of the government’s share of the revenues from the communal plantations soon became permanent.\(^{118}\) Officials realized that the failure to anticipate the collapse of the world market was a major oversight on their part; the 1914 report on the communal plantations noted that:

> The possibility, in fact probability of a fall in the price of rubber was evidently not taken into consideration when these operations were started...A second and very important point is that the natives have not taken up the plantations with much enthusiasm. Every year the returns have been smaller and, most important of all, the natives have been kept waiting many months before receiving payment.\(^{119}\)

This echoed the failure of British planters in East Africa to forecast the magnitude of the impact that Asian production would have on world prices (Munro, 1983, p. 373). In Brazil, forecasts were similarly misguided. The peak years of price uncertainty coincided with the boom in worldwide automobile production. Producers believed that demand would increase at a rising pace, only to be find that technological change in rubber tyres dampened this growth (Frank and Musacchio, 2006, p. 280-288). As prices fell, higher-cost producers such as those in Benin were the first to be pushed out.

The government admitted failure. The same report recommended turning the plantations over to the local villages, noting that it would not be remunerative to work them with paid labour. In 1916, the Forestry Department ceased to exercise any control over the plantations, and the commissioner of the Benin Province requested the District Officer to inform the “native owners” that “it is now their duty to carry on the work

---

\(^{115}\) Southern Nigeria Annual Report for 1906, p. 41.

\(^{116}\) NAI, Ben Prof 2/1 BP 364 1914: Report on the Communal Rubber Plantations for 1914 (1913).

\(^{117}\) NAI, Ben Prof 2/4 BP 262 1917: Para Rubber, Benin Division. 12 Dec, 1917: Herald to Watt.

\(^{118}\) NAI, BP 76 1914: Communal Plantations Central Province; 16 Dec, 1913: Colonial Secretary to Conservator of Forests.

themselves without regular supervision and assistance.”

Both labour shortage and the weakness of the colonial state were exacerbated by the First World War. Terms of trade turned against Nigerians, beginning a long interwar period of adverse prices (Martin, 1989). Nigerians faced a scarcity of shipping and inflation that continued into the interwar period (Yearwood, 1998, p. 49). Freights increased (Olukoju, 2001). Expatriate firms, freed of German competition, used anticompetitive practices to suppress producer prices (Yearwood, 1998, p. 49). By September 1918, 17,000 combatants, 2,000 enlisted carriers and 25,000 non-enlisted carriers from Nigeria had participated in African campaigns (Matthews, 1987, p. 95). Most porters were conscripts recruited through traditional leaders (Matthews, 1987, p. 96). Nigerians responded with flight into foreign territory, desertion, and violence (Matthews, 1987, p. 100-104). This resistance reduced the labour available for public works projects (Matthews, 1987, p. 105). Similar pressures were felt in the Gold Coast and French West Africa (Killingray, 1978; Page, 1987).

These effects were also evident in Benin’s rubber industry. The newly restored Oba of Benin personally promised the Resident that he would do everything he could, and sent thousands of men to the carrier recruitment depot at Sapele (Matthews, 1987, p. 97). Subordinate Bini chiefs, by contrast, resisted the Oba’s call to recruit carriers. Reports from the annual reports of the Forestry and Agriculture Departments during the war frequently complain of shortage of staff, as officials spent time attached to the West African Frontier Force or were otherwise diverted. Supervision of African staff became more difficult, training courses were discontinued, only “the lightest control over the taking of forest produce” was possible, and the quantity of rubber exported fell further behind the number of permits issued. Forest regeneration was neglected (Usuanlele, 2003, p. 90).

The export market had collapsed and the German U-boat campaign had increased the dangers involved in trade. Britain introduced a set of restrictions early in the war that limited the destinations to which British possessions could send cultivated rubber. These restrictions required exporters to obtain licenses for each shipment (Drabble, 1973, p. 125). These changes also limited shipping capacity in Nigeria (Egboh, 1985, p. 176). The District Officer pointed out in July 1918 that it was “impossible to import rubber into the United Kingdom.” Miller Brothers were unable to ship rubber from Sapele. Since there was no market for the Native Administration Rubber, he warned, tapping on the communal plantations “should cease temporarily and the trees be allowed to rest.” He sighed:

---

120 NAI, Ben Prof 2/5 BP 173/1916 Communal Rubber Plantation Management of, 2 March, 1916: Commissioner Benin Province to District Officer.

121 See, e.g. NAI, Ben Prof 2/3 BP 523 1916: Proceeds from Rubber Sales.

122 NAUK, CO 657/4: Forest Administration Report for 1919, p. 15

123 NAUK, CO 657/5: Agricultural Department (Southern Nigeria) Report for 1916, p. 4

124 NAUK, CO 657/5: Forest Administration Report for 1916, p. 12

125 NAUK, CO 657/5: Forest Administration Report for 1918, p. 8

126 NAI, Ben Prof 2/4 BP 262 1917: Para Rubber, Benin Division; 4 July, 1918: DO to Resident.
It appears that rubber will not keep in this country, and unless a market can be found for the rubber products of the communal rubber plantations and the para plantations, it would appear to be a waste of both time and money to continue tapping and preparing rubber, as is now being done by the Native Administration. 127

In 1921, the Director of Agriculture wrote his above-quoted memorandum abandoning rubber. This marked a temporary low point in the global rubber market. Rubber prices, inflated between 1922 and 1928 by the Stevenson Restriction Scheme, fell to new lows after the onset of the Great Depression.

From the mid-1930s, the rubber industry in Benin experienced resurgence. Both the colonial government and local authorities had become better equipped to offer assistance. During the Second World War, the state was able to rapidly mobilize production, quickly training produce inspectors and examiners in the preparation of wild rubber. Able to employ much of its African staff full time in rubber production, the Agricultural and Forestry Departments organized buying organizations and erected smoke houses. The capacity of the local Native Authorities had also improved, and these assisted with buying by providing lorries, organizing tapping, establishing processing stations, and supplying equipment (Fenske, 2012b). During the 1950s, the Western Nigeria Development Corporation established a modern estate at Urhonigbe (Lloyd, 1968, p.6). The government of early post-colonial Nigeria supported rubber through tapper training, co-operative processing centres, maintenance training, re-planting programs, demonstration plots and research (Anschel, 1969, p. 152). Between 1957 and 1962, enough higher-yielding seedlings were distributed to plant 8,200 acres, and 213 local rubber factories were established in the Western Region with government encouragement (Helleiner, 1966, p. 123).

There were, however, limits to the positive role played by the later state. During the Second World War, the British struggled to create a system of quality grades suited to local conditions, to prevent what they perceived as excessive planting, and to provide incentives that were mutually satisfactory to producers and trading firms (Fenske, 2012b). The late colonial government established a processing factory on the outskirts of Benin City in 1954 that, by 1959, had failed financially and was converted into a crepe milling factory (Lloyd, 1968, p.6; Obi, 1965). Similarly, because the Ministry of Agriculture and Natural Resources in independent Nigeria misunderstood the agronomy of rubber, only its re-planting programs and research had proved successful (Anschel, 1969, p. 152-153).

Just as important, then, was the development of the coercive power of the state. During the Second World War, the government seized unexploited rubber farms from their owners, turning them over to alternative tappers – an intervention that would

---

127 NAI, Ben Prof 2/4 BP 262 1917: Para Rubber, Benin Division; 4 July, 1918: DO to Resident.
have been unthinkable before 1921. Several measures that Usuanlele (1988, p. 249-254) claims encouraged rubber planting were only introduced late in this period or after 1921. The installation of Oba Eweka II in 1914 regularized the system of indirect rule and reasserted the authority of the centre relative to the “paramount chiefs” of the various regions in Benin. The state could not introduce direct taxation before 1916, for fear of inciting unrest. Fewer than 600 square miles of forest reserves had been created in Benin before 1916 (von Hellerman and Usuanlele, 2009). Under that year’s Forest Ordinance, the government acquired greater power to create reserves and, invoking the legitimacy of the Oba as “owner of the land”, expanded the area under reserves to cover nearly two thirds of the Benin division, or 2,631 square miles, by 1937 (von Hellerman and Usuanlele, 2009). The state had gained the capacity to reduce the effective ratio of land to labour.

6. Conclusion

I have argued that labour scarcity and the weakness of the colonial state explain the difficulties faced by rubber in Benin before 1921. I have argued that, in wild rubber, labour scarcity increased monitoring costs and influenced tapping methods. It raised planters’ costs in the private plantation sector, and made proper tapping and maintenance of the communal plantations difficult. The colonial state lacked the capacity to monitor the exploitation of wild rubber, and the resources to properly regulate access to Benin’s stock of wild rubber. Dependent on local chiefs, headmen and forest guards, short on staff and equipment, and lacking foresight, the state’s efforts to promote plantation rubber were ineffective. The development of plantation rubber in Benin would not emerge until these constraints were removed.

What are the lessons for African development? First, I have re-enforced the importance of several unfashionable determinants of technological change. Relative factor endowments, in particular the scarcity of labour, held back the adoption of plantation rubber. Opportunity costs, especially the relative profitability of work in other sectors, had the same effect. This reflects findings of earlier studies of the adoption of cash crops in colonial Africa (e.g. Berry, 1975, p. 88). A lack of state capacity at both the local and national levels prevented the government from effectively establishing property rights, enforcing regulations, or maintaining its investments. In addition, I have emphasized that geography is not destiny. In contrast to other examples of rapid diffusion of New World crops into areas where they could be grown, the transmission of rubber to Benin was delayed. Finally, no condition is permanent. Rubber in Benin boomed during the Second World War, only to decline during the country’s oil boom.

128 NAI, Ben Prof 1 BP 2287: Rubber Farms Taken Over by the Government for Alternative Tapping
REFERENCES


Barham, B and Coomes, O.T. (1994a). Reinterpreting the Amazon Rubber Boom: Investment, the State, and Dutch Disease Latin American Research Review, 29(2): 73-109


Bell, H. (1907) African Tree Rubber. (Funtumia elastica, Stapf.) Bulletin of Miscellaneous Information (Royal Gardens, Kew) 5:187-190


Figure 1. The Central Province of Southern Nigeria in 1914