

Agrarian Perspectives **XXVI.**



International Scientific Conference • 13th - 15th September 2017

CAP reform issues

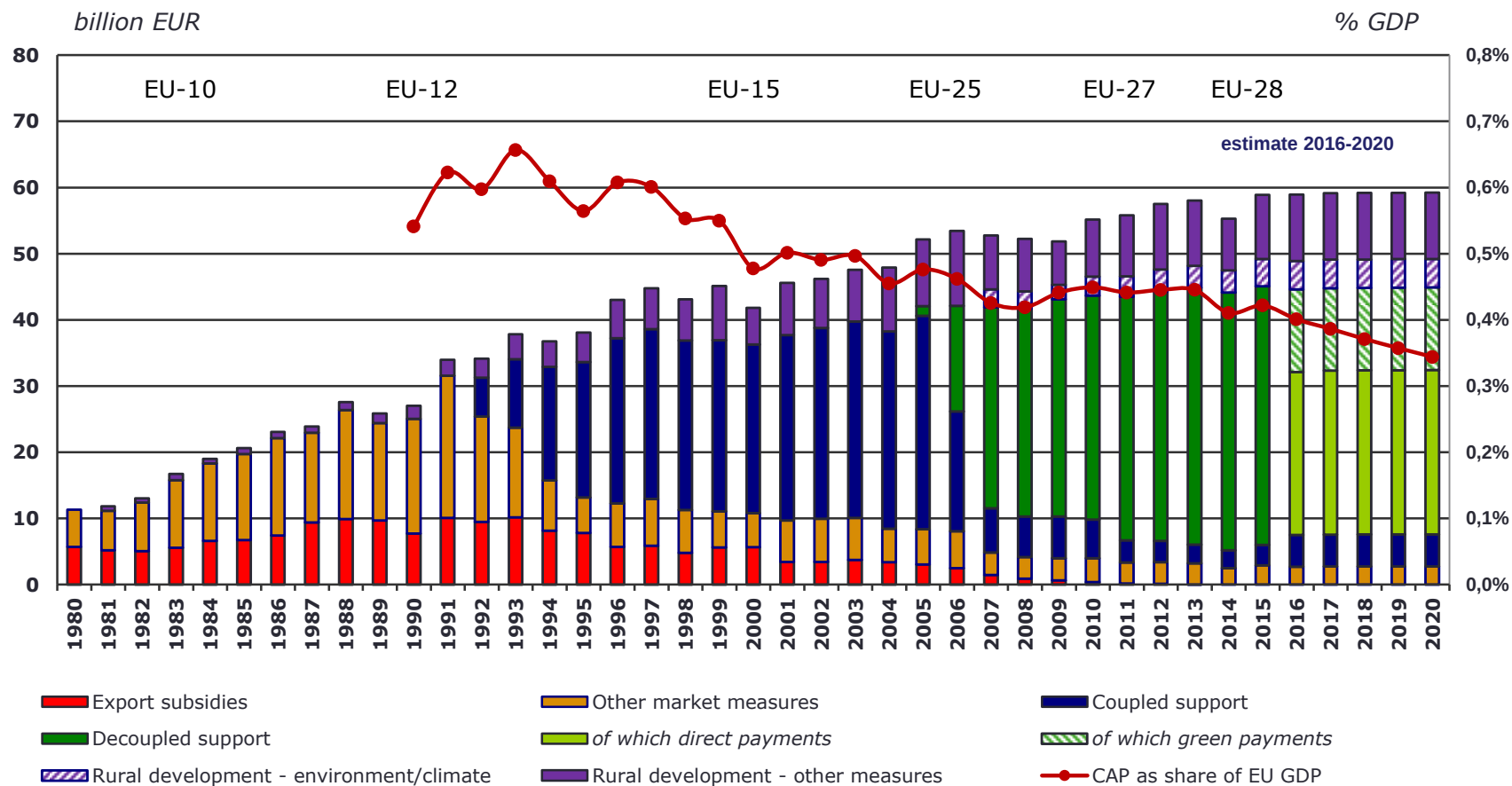
Petr Blizkovsky
Council of the EU (General secretariat)

Positions expressed are those of the author, not of the CSG. Graphs in this presentation are based on the European Commission, DG Agri,

Structure

- 1. Agri sector development**
- 2. CAP development**
- 3. CAP reforme**

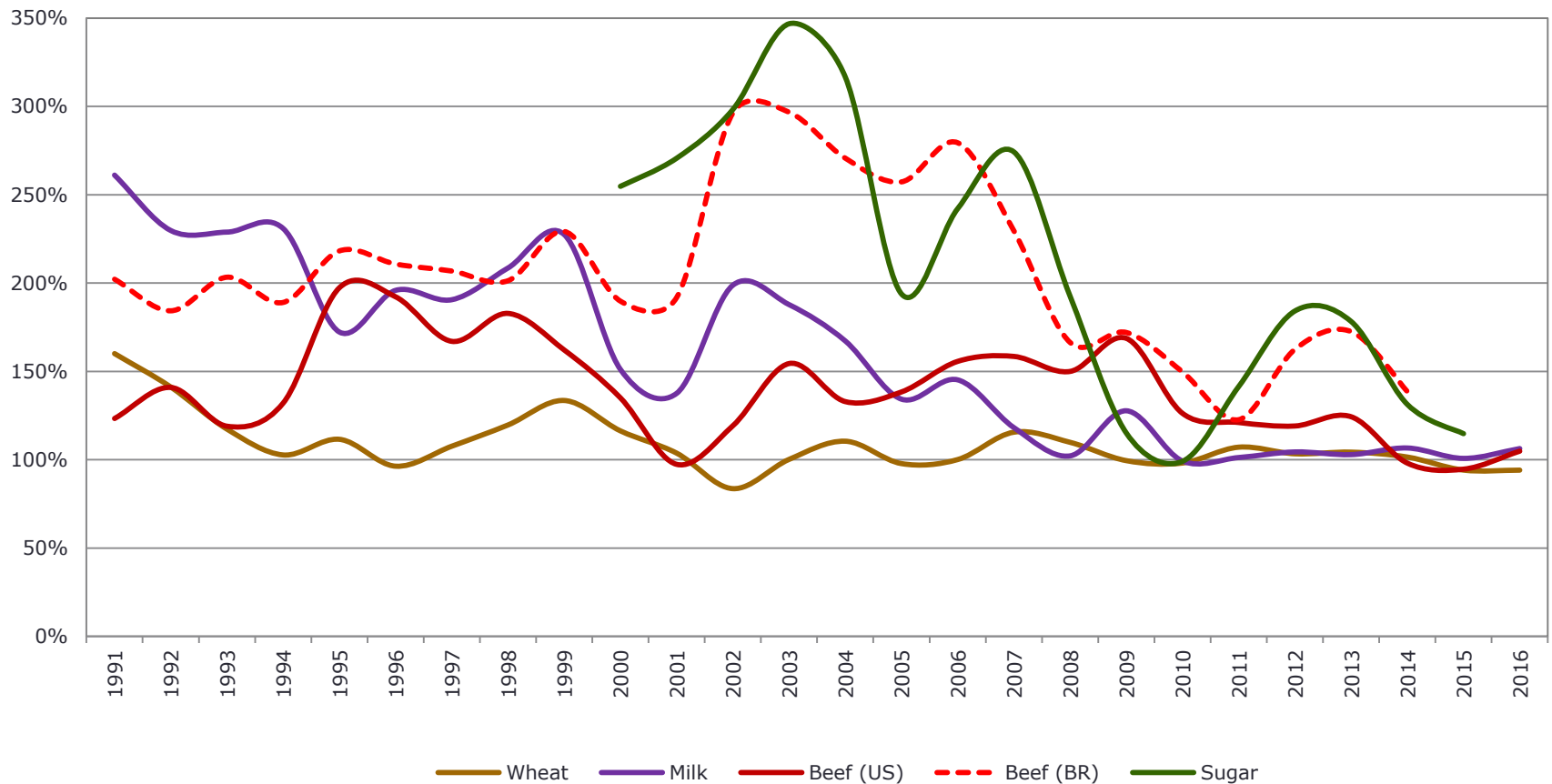
CAP budget



Source: DG AGRI.

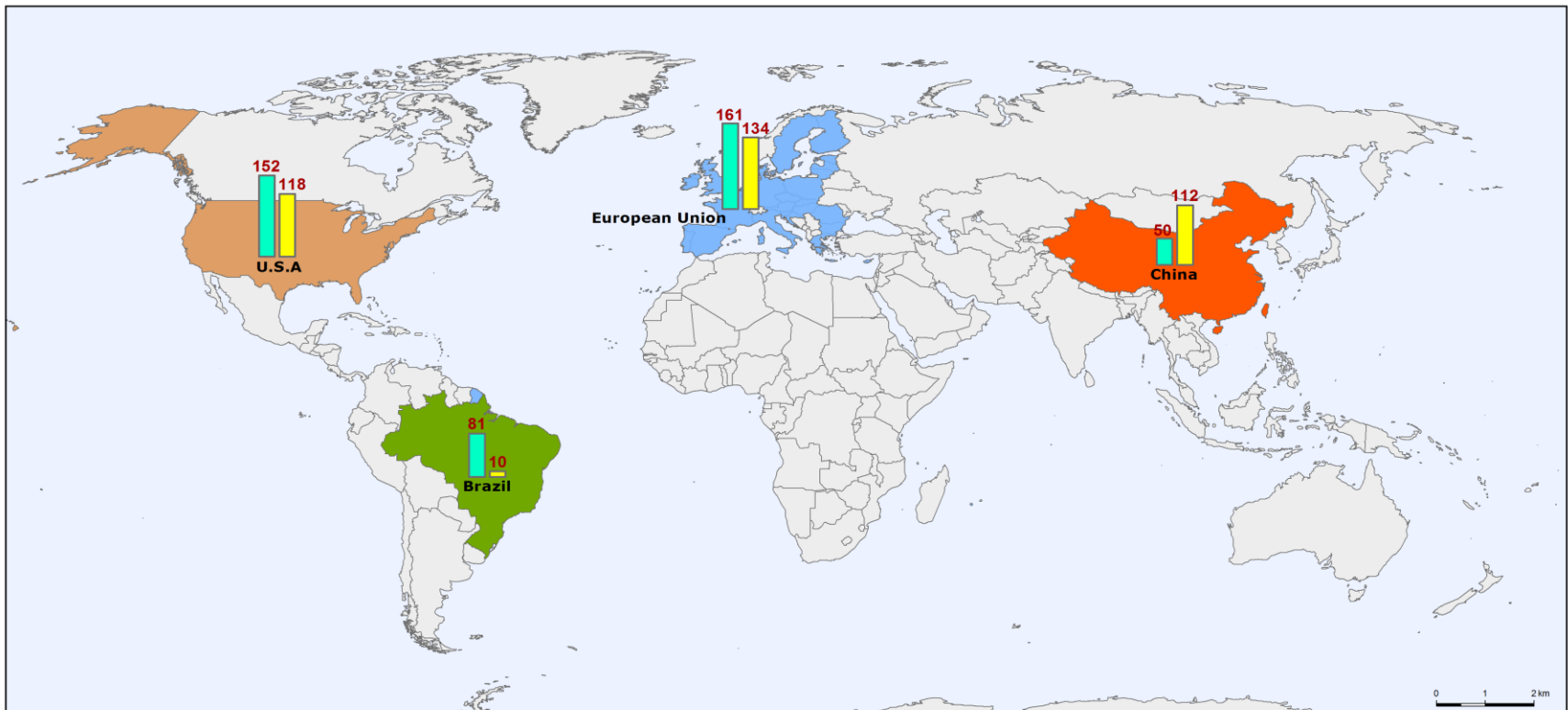
EU and world price

Percentage gap between EU and world price



Source: AGRI calculations based on European Commission AGRI and OECD data.

Agro trade



Agri-Food Trade (Avg 2013-2015 in billion USD)

Exports
Imports

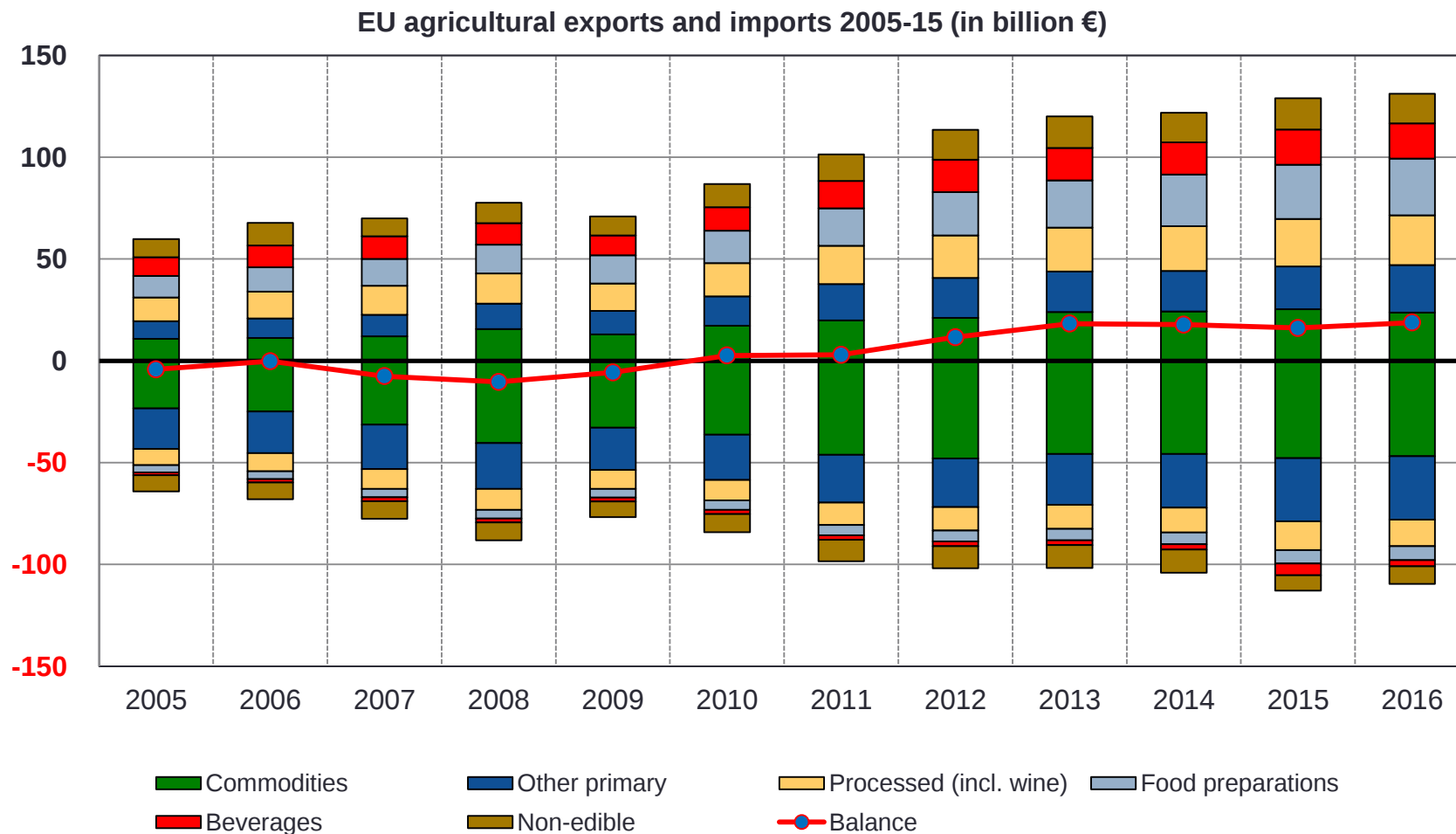
Source: COMEXT, GTA
Cartography: DG AGRI GIS-Team 12/2016



Map Projection World: Eckert III - Map Scale 1:110.000.000

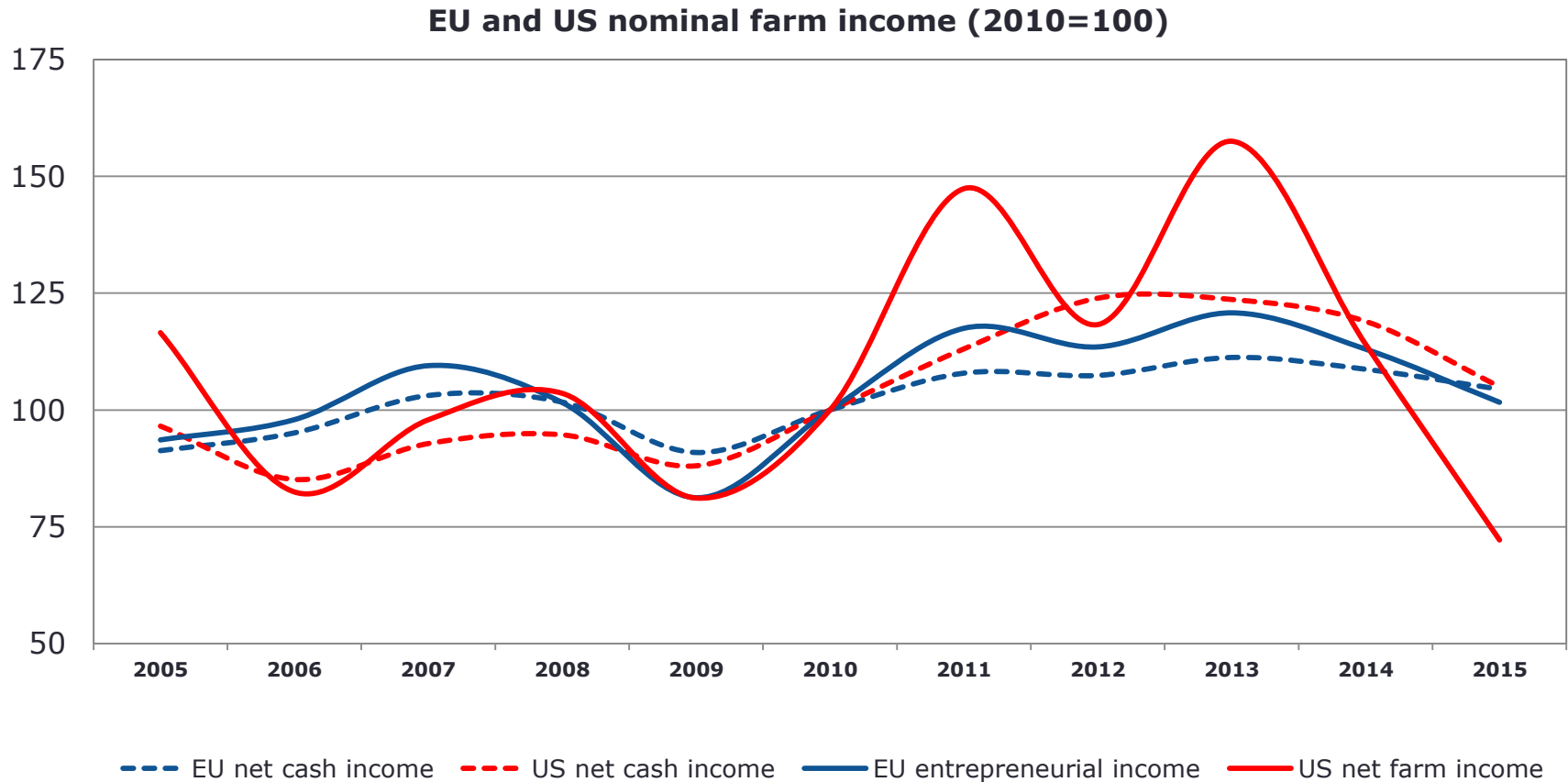
© EuroGeographics Association for the Administrative Boundaries
Note : The borders of the map does not necessarily represent the official position of the EU. The map has only a statistical value.

EU agro trade



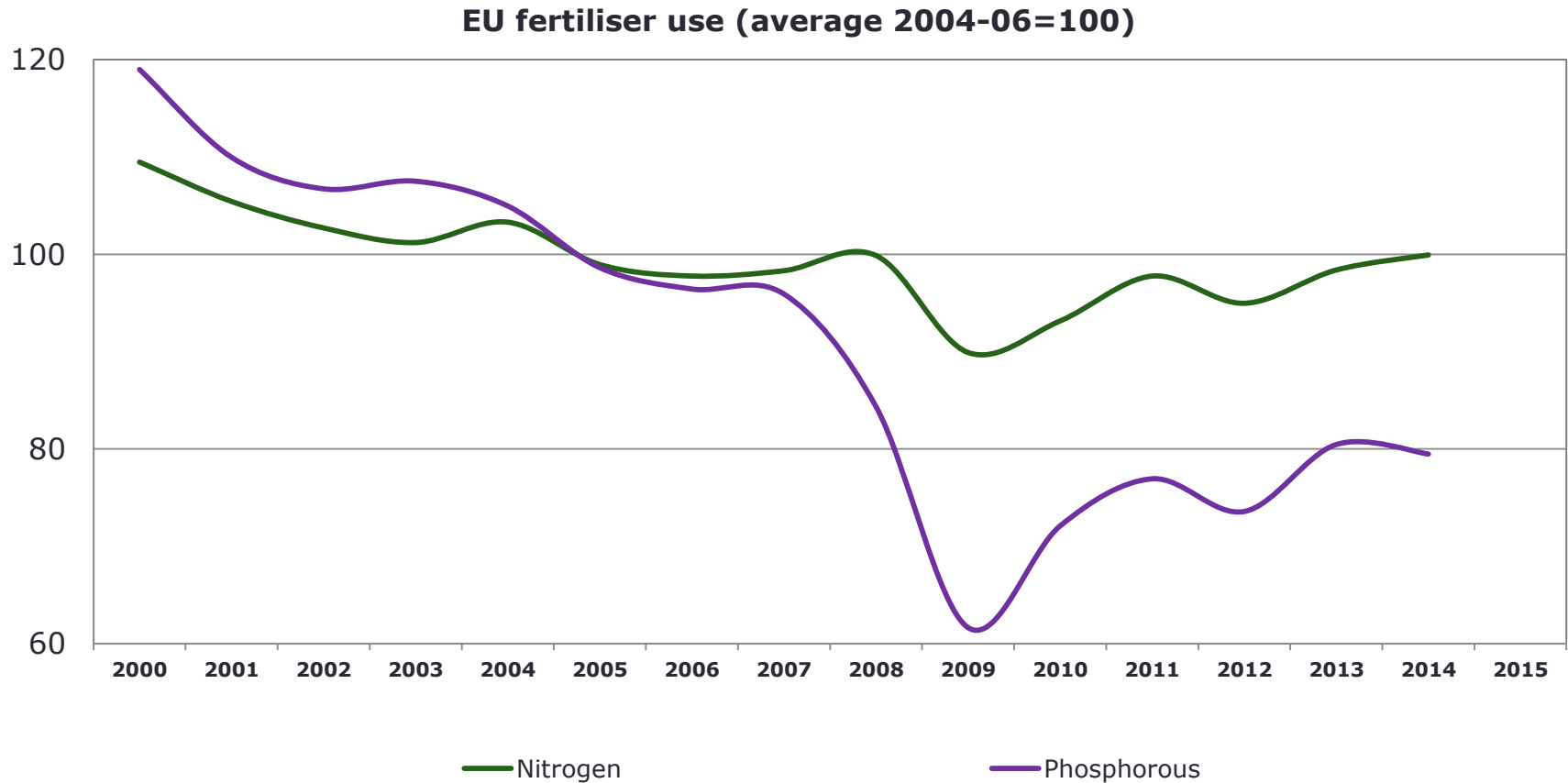
Source: COMEXT.

CAP provides relative income stability



Source: AGRI calculations based on ESTAT and ERS/USDA data.

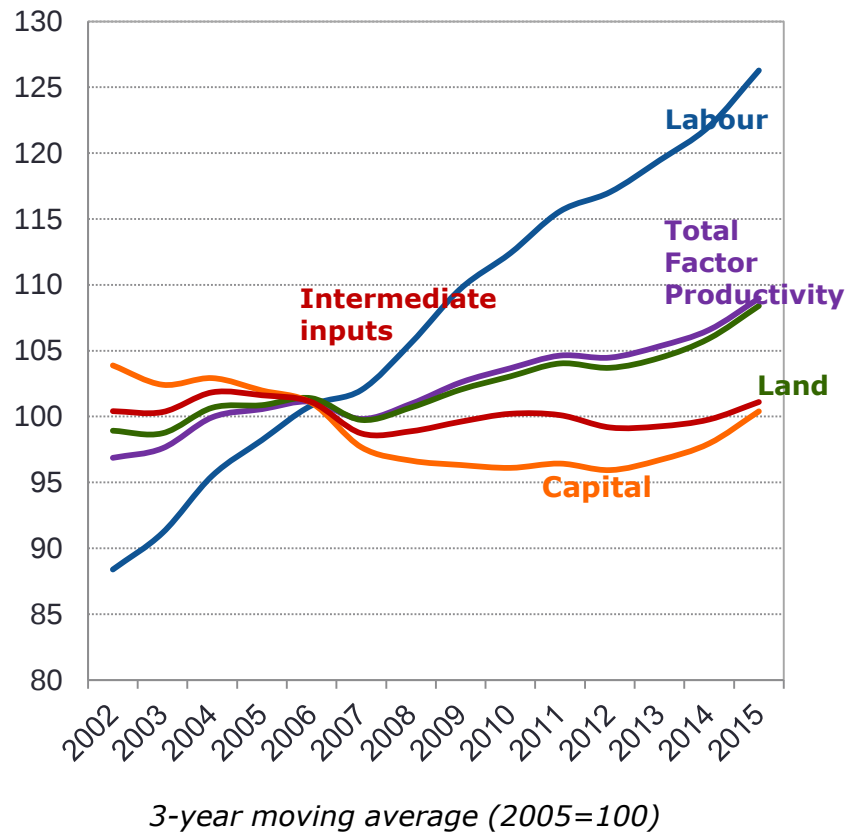
CAP provides some positive envi externalities



Source: AGRI calculations based on ESTAT data.

EU agri productivity

Productivity growth in EU agriculture



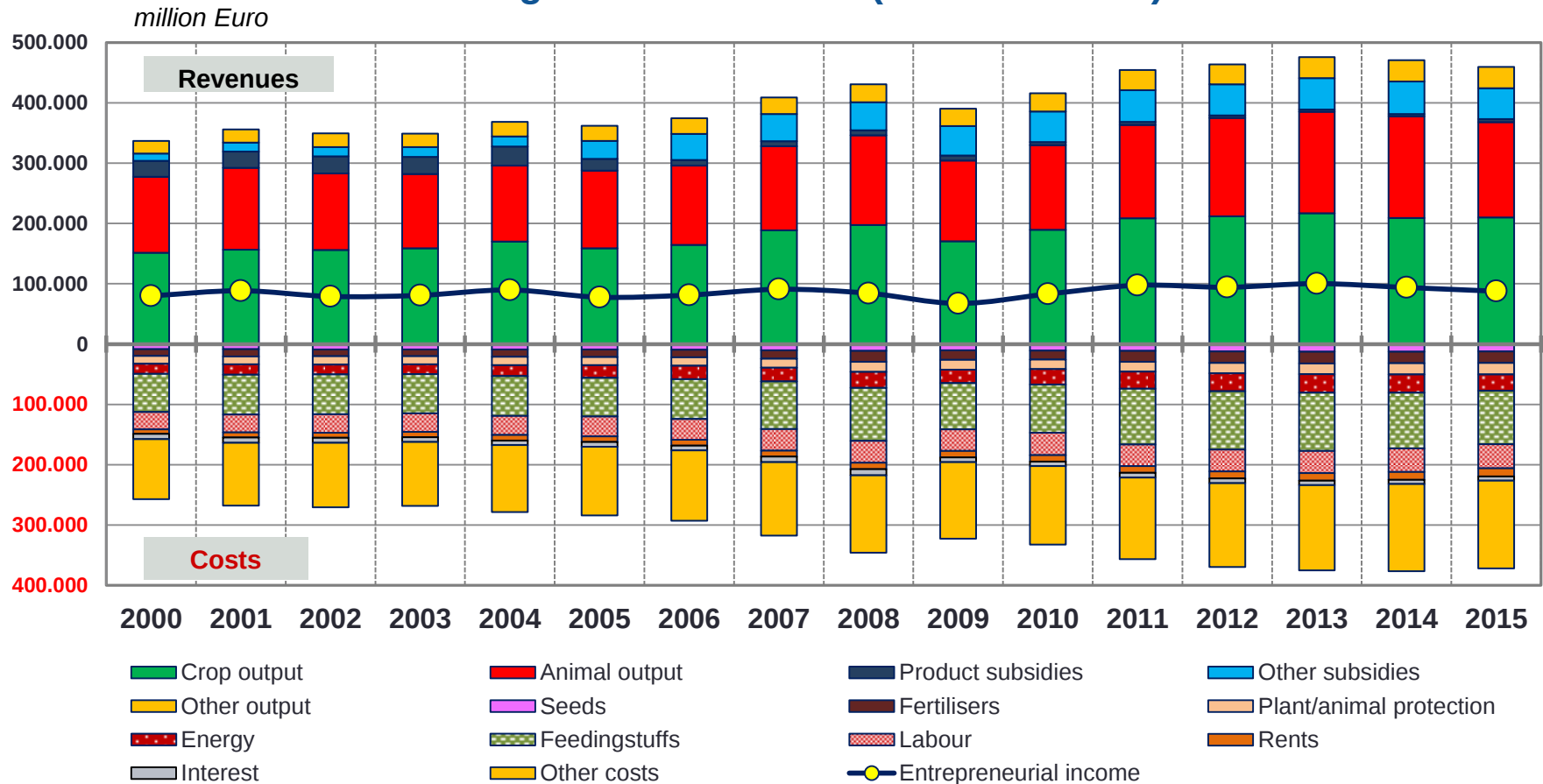
TFP growth 0.8% p.a.

EU-N13 higher productivity growth

EU farm income

EU agricultural income (nominal terms)

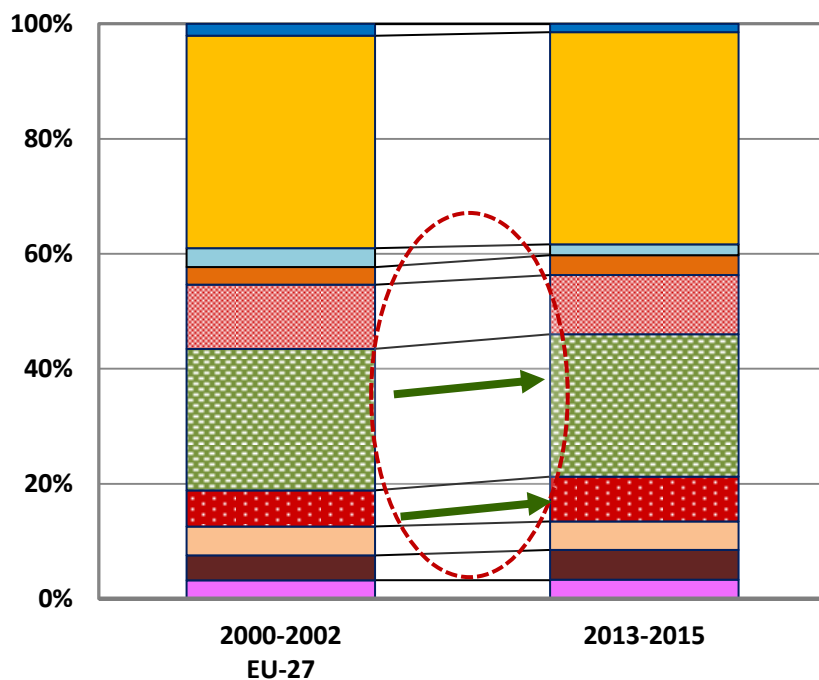
Source: EUROSTAT



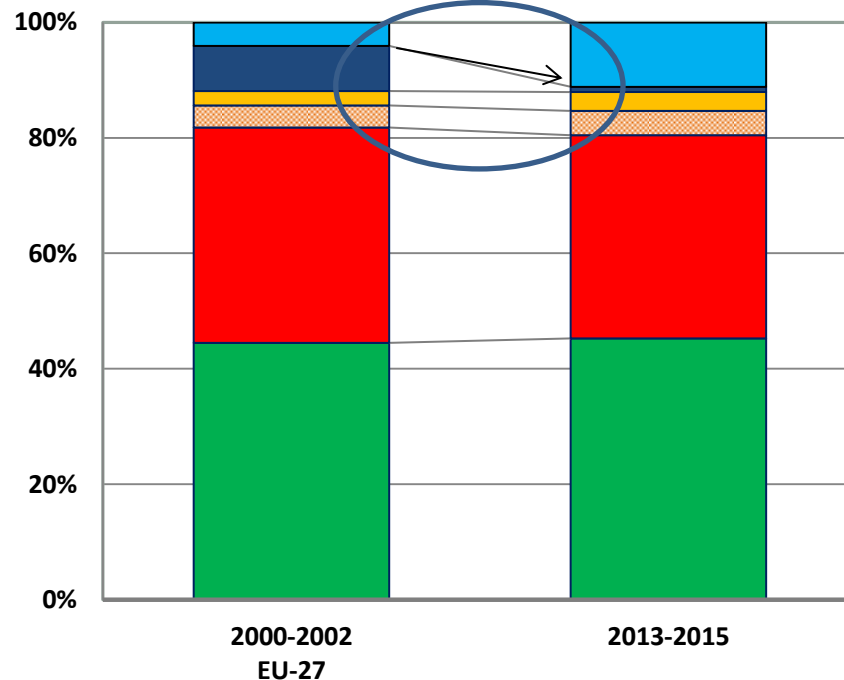
Source: AGRI calculations based on ESTAT data.

Farm cost and revenue

Cost Structure



Revenue Structure



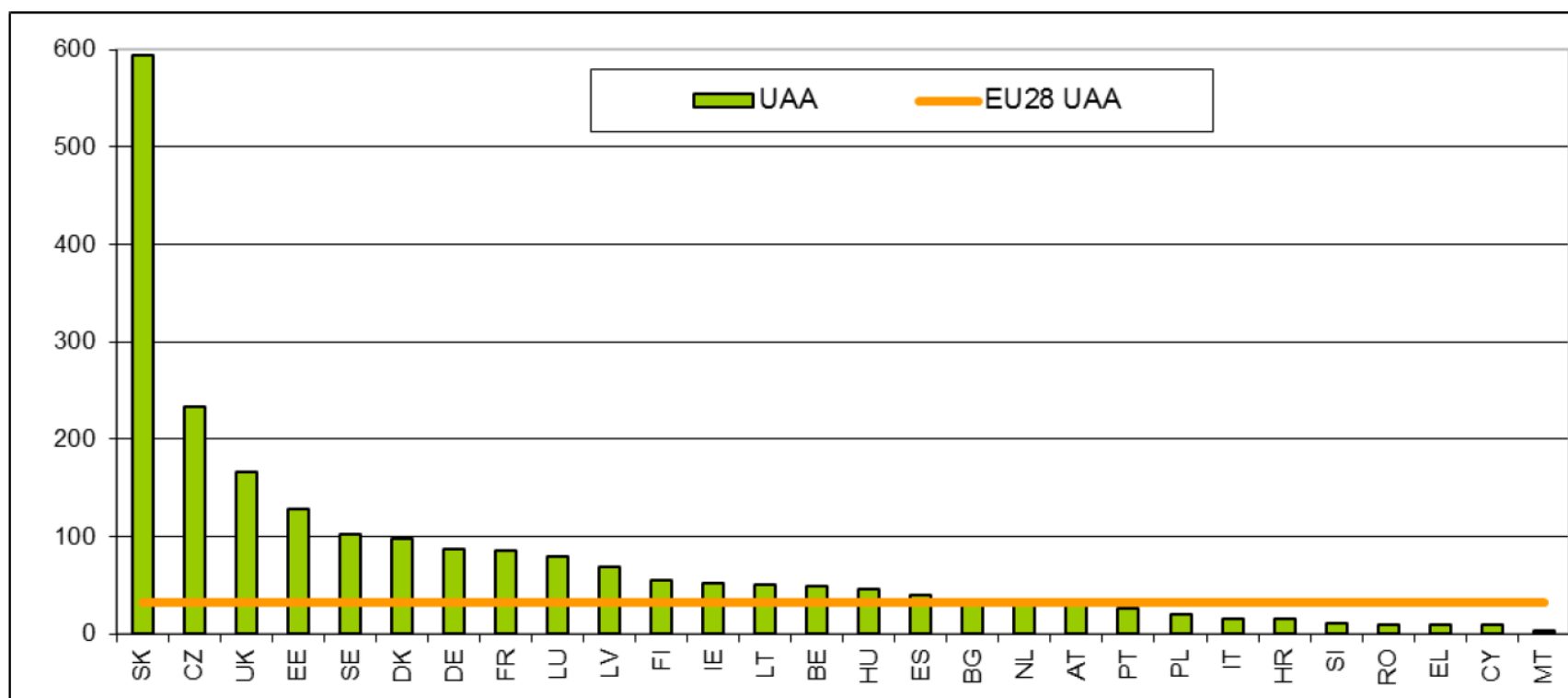
- Taxes
- Interest
- Labour
- Energy
- Fertilisers
- Other costs
- Rents
- Feedingstuffs
- Plant/animal protection
- Seeds

- Other subsidies
- Product subsidies
- Non-agricultural secondary
- Agricultural services output
- Animal output
- Crop output

Source: AGRI calculations based on ESTAT data.

Farm size

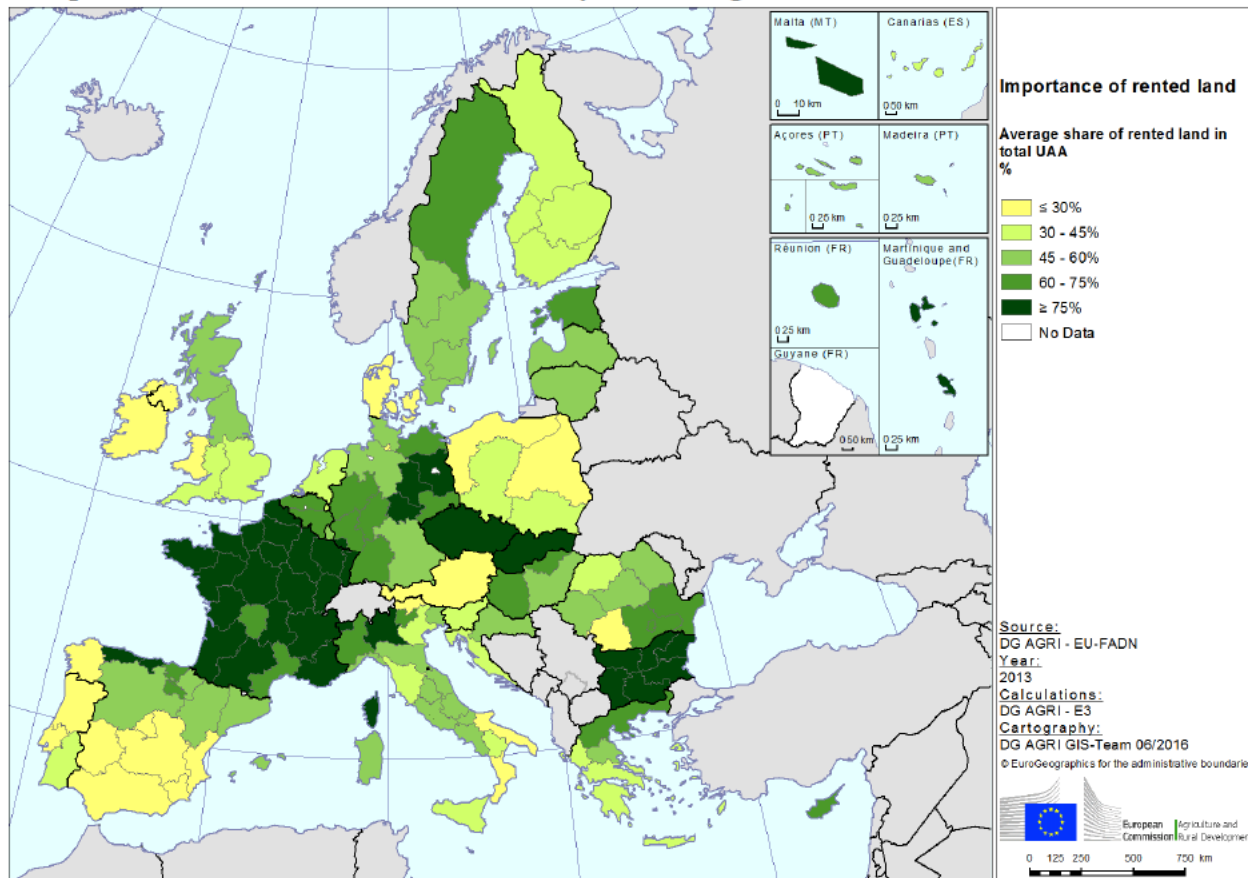
Total farm UAA by Member State in 2013 (average per farm in ha)



Source: DG AGRI EU- FADN

Rented land in %

Proportion of rented land of total UAA by FADN region in 2013



Source: DG AGRI EU- FADN.

CAP issues

- **Achievements**
 - *competitiveness - prices*
 - *trade - major exporter*
 - *income stability*
- **Shortcomings**
 - *envi*
 - *productivity - labour reduction vs RD*
 - *fairness and simplicity*
- **Drivers**
 - *commodity, economic and prices*
 - *global trade*
 - *food security*
 - *climate change, sustainability*
 - *budgetary issues*

CAP reform

Economic

market uncertainty, competitiveness

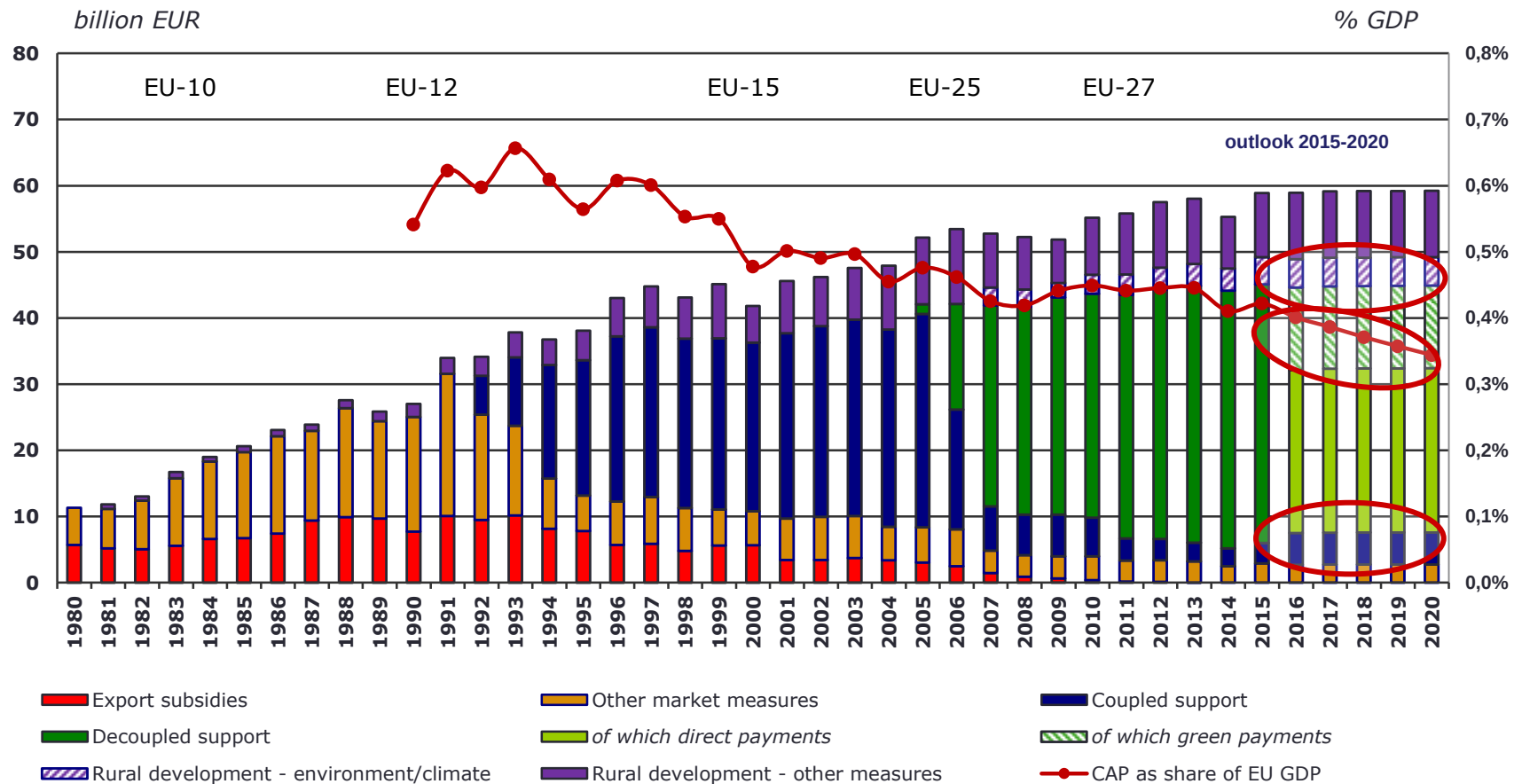
Environmental

protection, climate change, spending justification

Social

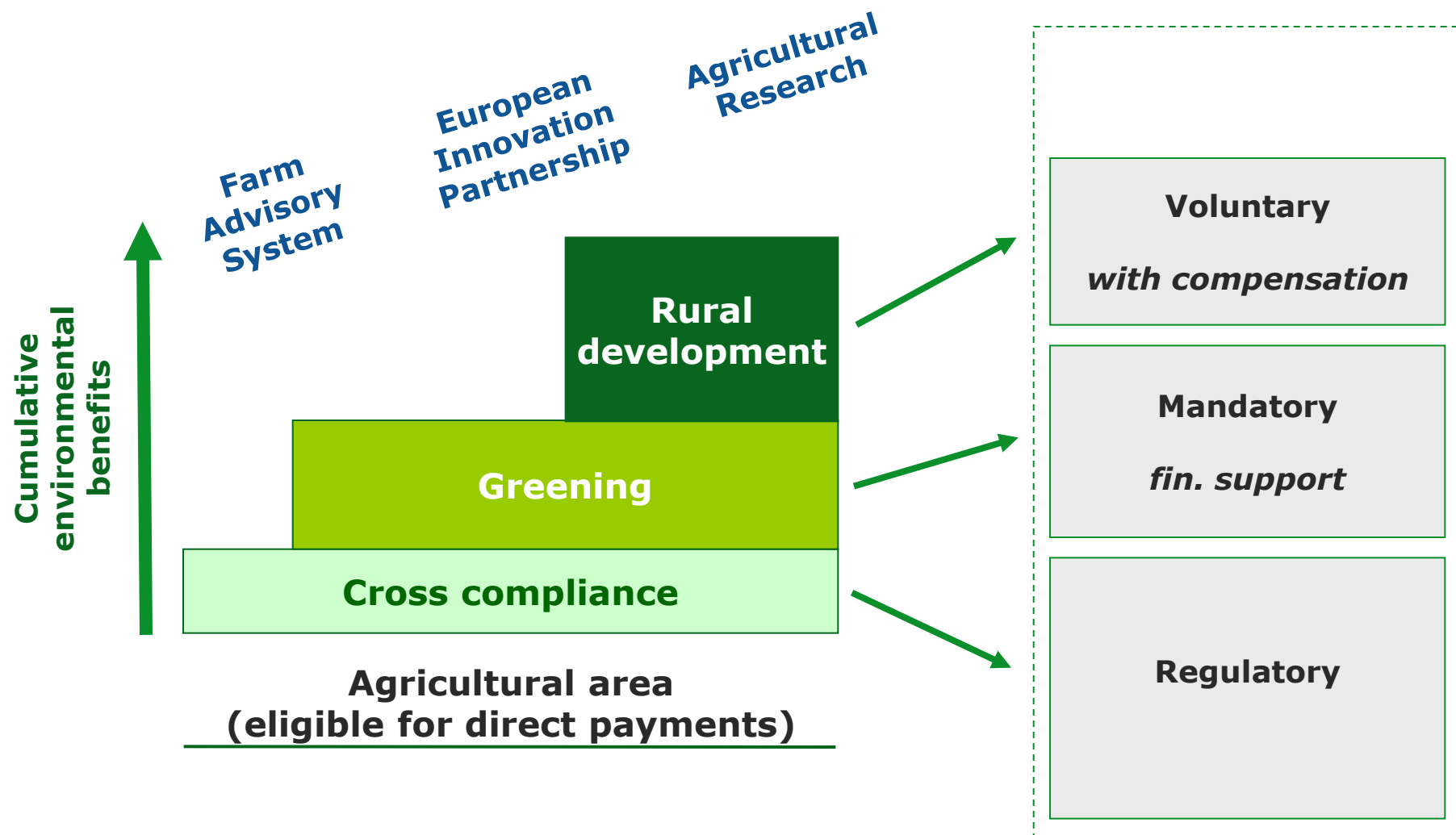
generational renewal, rural areas

Public money for private and/or public goods?

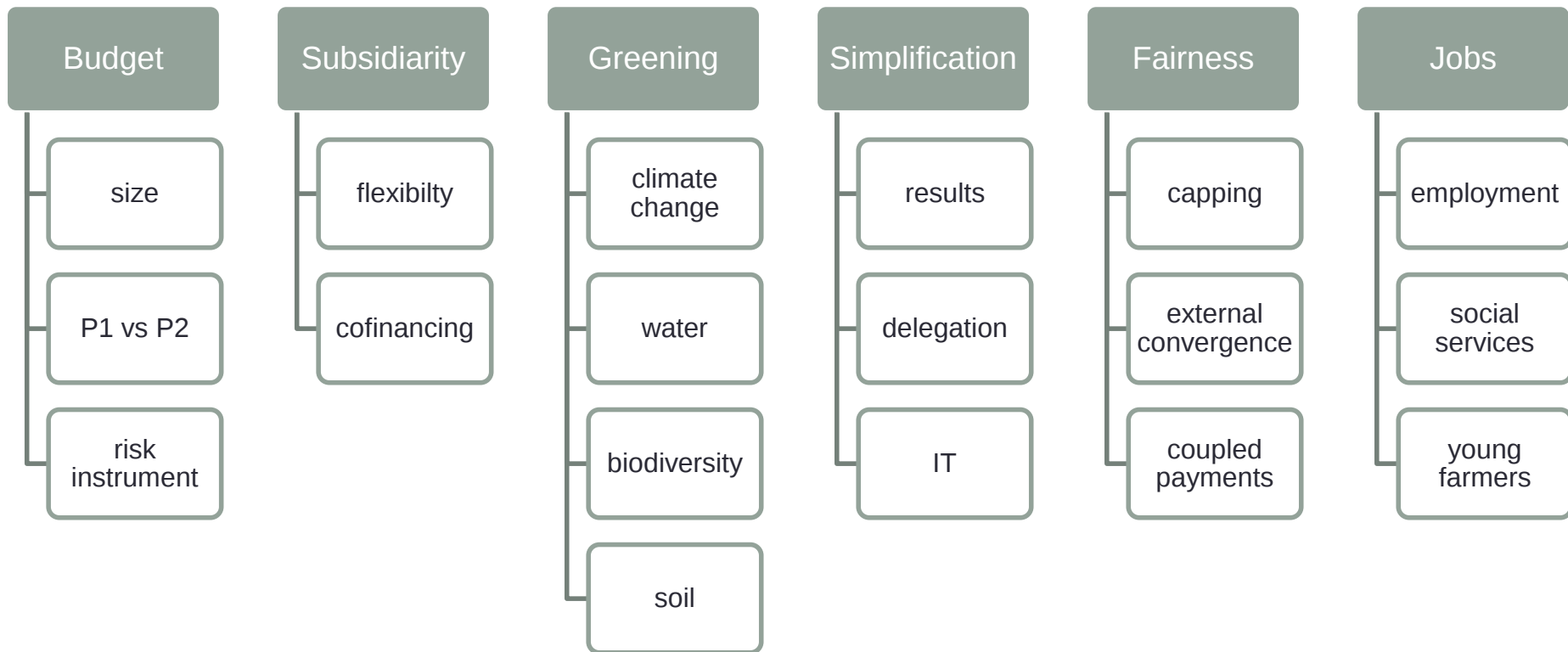


Source: DG AGRI.

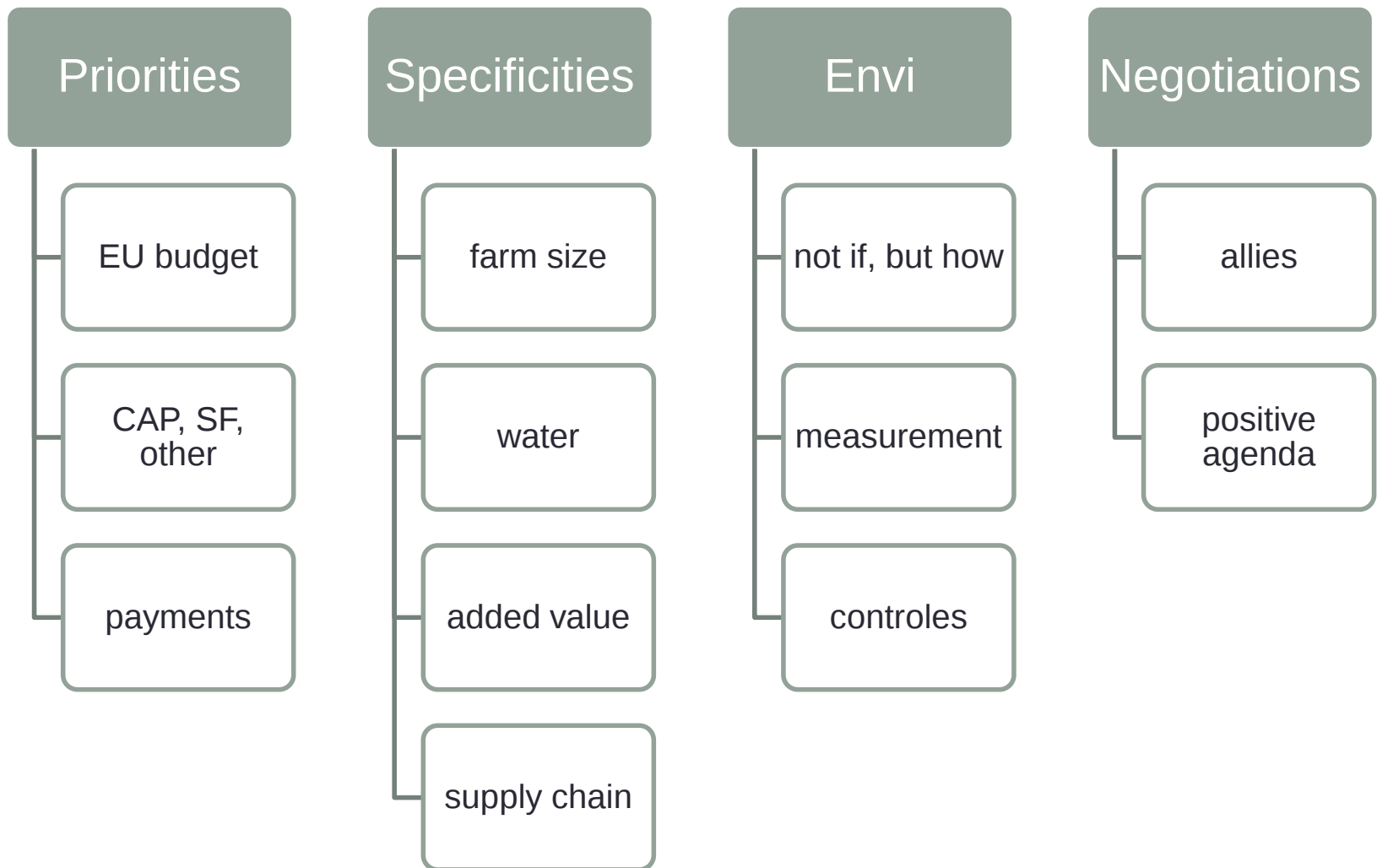
Greening



Some issues



Czech agri sector



THANK YOU

