

## Basic information

2007/2231(INI)

INI - Own-initiative procedure

Advancing African agriculture - Proposal for agricultural development and food security in Africa

### Subject

6.30 Development cooperation

6.40.07 Relations with African countries

Procedure completed

## Key players

European Parliament	<b>Committee responsible</b>		<b>Rapporteur</b>	<b>Appointed</b>
	<b>DEVE</b> Development		MORGANTINI Luisa (GUE /NGL)	27/08/2007
	<b>Committee for opinion</b>		<b>Rapporteur for opinion</b>	<b>Appointed</b>
	<b>AFET</b> Foreign Affairs		The committee decided not to give an opinion.	
	<b>INTA</b> International Trade		The committee decided not to give an opinion.	
	<b>EMPL</b> Employment and Social Affairs		The committee decided not to give an opinion.	
	<b>ENVI</b> Environment, Public Health and Food Safety		The committee decided not to give an opinion.	
	<b>ITRE</b> Industry, Research and Energy		The committee decided not to give an opinion.	
	<b>AGRI</b> Agriculture and Rural Development		The committee decided not to give an opinion.	
Council of the European Union	<b>Council configuration</b>		<b>Meetings</b>	<b>Date</b>
	General Affairs		2831	2007-11-19

## Key events

Date	Event	Reference	Summary
24/07/2007	Non-legislative basic document published	COM(2007)0440 	Summary
05/11/2007	Vote in committee		Summary
08/11/2007	Committee report tabled for plenary	A6-0432/2007	
15/11/2007	Committee referral announced in Parliament		
19/11/2007	Resolution/conclusions adopted by Council		Summary
29/11/2007	Decision by Parliament	T6-0577/2007	Summary
29/11/2007	Results of vote in Parliament		
29/11/2007	End of procedure in Parliament		

Technical information	
Procedure reference	2007/2231(INI)
Procedure type	INI - Own-initiative procedure
Procedure subtype	Initiative
Legal basis	Rules of Procedure EP 55
Stage reached in procedure	Procedure completed
Committee dossier	DEVE/6/52604

Documentation gateway				
<b>European Parliament</b>				
Document type	Committee	Reference	Date	Summary
Committee draft report		PE394.067	18/09/2007	
Amendments tabled in committee		PE396.460	11/10/2007	
Committee report tabled for plenary, single reading		A6-0432/2007	08/11/2007	
Text adopted by Parliament, single reading		T6-0577/2007	29/11/2007	Summary
<b>European Commission</b>				
Document type	Reference	Date	Summary	
Non-legislative basic document	COM(2007)0440 	24/07/2007	Summary	

## Advancing African agriculture - Proposal for agricultural development and food security in Africa

**PURPOSE:** to present a proposal to strengthen cooperation on agricultural development in Africa.

**BACKGROUND:** agriculture remains the economic base for the majority of the poor in Africa and accounts for about a third of Africa's GDP and for the bulk of employment. It is regaining economic prominence, with a marked increase in agricultural sector growth: 2.7% in 2002, 3.0% in 2003 and 5.3% in 2004. Favourable price movements for a number of products have contributed to this trend, while improved production conditions have been another factor for growth. However, for sustained poverty reduction, agricultural growth will need to speed up further, particularly in low-income rural societies, where agriculture is likely to remain the main driver for economic growth and employment creation.

Agriculture is predominantly a private-sector activity, but will require significant public sector involvement. First, market failures have been prevalent and have negatively affected socially and geographically marginal groups. Second, environmental externalities exist, which require public regulation and intervention to maintain sustainability. Third, agriculture works much better when public-domain functions are more effective.

**CONTENT:** this paper proposes **principles and key areas for EU-AU cooperation on agricultural development in Africa**, focusing on regional and continental levels. Cooperation at these levels will complement and stimulate agricultural development at the national level, which is where the most intense cooperation will continue to take place. It will build on the policy orientations set out in the 'European Consensus' and the EU Strategy for Africa. Both documents reiterate that agriculture and rural development are crucial in terms of reducing poverty and stimulating growth. To contribute to growth, the Community has indicated it will focus on the sustainable intensification of production, competitiveness on regional and international markets and risk management. This should be facilitated in Africa by making use of technological development, supported by agricultural research and extension. Cooperation will be closely aligned with Africa's agricultural agenda and aims to stimulate progress towards the Millennium Development Goals (MDGs). Broad-based agricultural growth has direct significance in attaining the first MDG (eradicating extreme poverty and hunger) and will be a strong factor in progress towards the seventh MDG (ensuring environmental sustainability).

**Africa's Agricultural Agenda:** to foster agricultural development, the AU and NEPAD have launched the Comprehensive Africa Agriculture Development Programme (CAADP), while Heads of State agreed to significantly increase the share of national budgets for agriculture and rural development. The CAADP initiative takes a continent-wide view, but builds on national and regional plans for the development of agriculture. It contains a set of key principles and targets, in order to (i) guide country strategies and investment programmes, (ii) enable regional peer learning and review; and (iii) facilitate greater alignment and harmonisation of development efforts. For development partners, CAADP offers important opportunities for progress on the Paris Declaration. The December 2006 AU Summit called for some selectivity in pursuing the CAADP commitments, based on a recognition that limited resources and institutional capacities require priorities that will lead to quick but sustainable gains in terms of achieving food and nutrition security.

**EU-AU cooperation on agriculture development:** cooperation will be based on the following principles:

- Commitment to the Millennium Development Goals, with specific reference to the 1st and the 7th MDG.
- Alignment with African priorities, based on the CAADP processes, principles and targets.
- Donor harmonisation and alignment, following the principles of the Paris Declaration.
- Building on other AU-EU Partnerships and Facilities, complementing EU initiatives which directly or indirectly support rural development in Africa and using existing Africa-Europe partnerships.
- Drawing lessons from relevant EU experiences and good practice, building on nearly 50 years of agricultural policy experience in the EU.
- Application of subsidiarity, supporting only those regional and continental functions that add value to national level interventions.
- Policy Coherence, between EU development policies and agricultural, fisheries, trade, consumer and energy policies.

In line with CAADP demands, cooperation will focus on capacity building and institutional strengthening of regional and continental organisations. Cooperation will foster a more strategic and effective role for the State in agriculture, based on the view that the State will primarily: provide an effective policy and regulatory framework, create an enabling environment; intervene in situations of market failure; provide services with a public goods character; create safety nets; and be restrictive in its use of subsidies.

**Priority Areas for Cooperation:** 7 cooperation areas are listed in this paper provide a long-term framework for assistance. In a geographical sense, there is a focus on Sub-Saharan Africa, where the agricultural problems are most pressing. Nevertheless a continental scope is relevant in view of the alignment with AU initiatives and as several cooperation areas will have an Africa-wide dimension. These are as follows:

**1) Agriculture in Development Strategies:** this area will address the need for agricultural development to be an integral and strategic part of the development agenda at national, regional and continental levels, recognising agriculture as a key sector for economic growth and poverty reduction.

**2) Sector Governance:** this cooperation area will assist in capacity building at regional and continental levels, with a view to improving governance in the agricultural sector at national levels. Improved governance is expected to contribute to a smoother transition of smallholder farming towards commercially viable and sustainable family-based agriculture.

**3) Research, Knowledge Systems and Dissemination:** the aim of this cooperation area is to increase the impact of agricultural research and knowledge systems on rural productivity, poverty reduction, food security and sustainable management of natural resources, taking into account challenges posed by climate change. There will be an emphasis on multidimensional research approaches, on sustainable agricultural production systems and on research with positive impacts on the rural poor.

**4) Trade Facilitation, emphasising Quality Assurance and Improvement:** the aim of this cooperation area will be to strengthen Africa's ability to make markets work for poverty reduction, focusing on regional markets for agricultural produce. Current trade negotiations (EPAs, DDA) are meant to lead to enhanced agricultural trade opportunities for African countries requiring an appropriate supply response. Proposed cooperation includes strengthening the ability to influence, set and adhere to meaningful production and trade standards in order to (continue to) access remunerative markets for agricultural produce and to guarantee product safety for consumers.

**5) Natural Resource Management:** Land, Fisheries, Forestry: this cooperation area will back improvements in governance and management regimes for land, fish and forest resources that aim to combine environmental sustainability and biodiversity with profitable utilisation and poverty reduction.

**6) Livestock Development and Disease Control:** this cooperation area will enhance the sustainability of the livestock sector and its contribution to poverty alleviation and growth, with an emphasis on strengthening animal disease control knowledge and systems. Cooperation will aim to reduce animal mortality, lower livestock production risk and improve public health prevention, as well as to improve access to regional and international markets, facilitate rational land use and reduce livestock related environmental problems.

**7) Risk Management:** this area of cooperation will address capacities for reducing risks related to climate change, natural disasters and price shocks, with a focus on organisational questions and financial instruments. Cooperation will combine a competitiveness orientation, focused on productivity and growth, with broad-based development, focusing on poverty alleviation and social cohesion. For both aspects, regional markets for agricultural products will need development, underlining the importance of regional integration and trade facilitation. Moreover, sustainable production systems will be promoted, recognising the need to adapt to external challenges like climate change.

**Coordination:** coordination on EU-Africa agricultural development cooperation will have three interlinked dimensions: (i) with African institutions; (ii) with other donor coordination and (iii) intra-EU. Coordination with African institutions will use the CAADP framework and will be under the leadership of continental and regional organisations, with a central role for AUC/NEPAD. Donor coordination and harmonisation and alignment around CAADP will be enhanced by the Global Donor Platform for Rural Development (GDPRD), of which the EC and various Member States are members. Coordination within the EU will be reinforced through a proposed EU working group on African agriculture, technically supported by CTA. The working group will strengthen synergies in and improve the quality and visibility of EU financing for African agricultural development.

**Monitoring and review:** progress in implementing CAADP and in cooperation on agricultural development will be monitored predominantly at the CAADP Partnership Platform and the Africa Partnership Forum (APF). The relevance of the policy orientations and strategic directions of EU-Africa cooperation in agricultural development will be subject to the same review process as the overall EU-AU cooperation agenda, as currently covered by the EU Strategy for Africa.

## Advancing African agriculture - Proposal for agricultural development and food security in Africa

2007/2231(INI) - 19/11/2007

The Council adopted a series of conclusions on a communication from the Commission on agriculture in Africa. These may be summarised as follows:

- the Council welcomes the objectives and principles set out for cooperation on agricultural development at regional and continental levels in Africa. It recalls that agriculture is the main economic base for the majority of Africans and accounts for about one-third of Africa's gross domestic product;
- in its conclusions (see also Council document [14914/07](#)), the Council recognises the crucial importance of broad-based sustainable agricultural growth for poverty reduction and food security and for attaining the UN's Millennium development goals in Africa. In this regard, it welcomes the decision by African heads of state to increase the share of national budgets allocated to agriculture and rural development and appeal to them to honour their commitments;
- the Council also welcomes the increased attention given to agriculture, food security and rural development for Africa under the EU's 10th European Development Fund (EDF);
- with respect to cooperation on agricultural development at the continental and regional levels, the Council endorses the Commission's communication. Specific areas on which to focus collaboration will be decided in consultation between the EU and the African Union.

## Advancing African agriculture - Proposal for agricultural development and food security in Africa

2007/2231(INI) - 29/11/2007 - Text adopted by Parliament, single reading

The European Parliament adopted a resolution based on the own-initiative report drafted by Luisa **MORGANTINI** (GUE/NGL, IT) welcoming the Commission's communication entitled "Advancing African Agriculture - Proposal for continental and regional level cooperation on agricultural development in Africa". The report pointed out that in Africa, up to 80% of the population live in rural areas and 73% of the rural population in Africa consists of smallholder subsistence farmers, dependent for a large part of their livelihood on food production through farming or livestock keeping.

Parliament agreed with the Commission's view that for growth to have a poverty reducing effect, it needs to be broad-based, smallholder oriented and result in enhanced labour opportunities, but regretted that this statement appeared only in the annexed Staff Working Document and not in the text of the Communication itself. It concurred that competitiveness on regional and international markets was a priority, underlining the importance of giving support to small producers. Parliament stressed the importance of **integrating regional markets in Africa** and of gradually lifting barriers between African countries in order to enlarge markets for producers. It emphasised the important role which the EU should play, in international institutions such as the World Trade Organization, the International Monetary Fund and the World Bank, defending vigorously the right of African States to protect national and regional markets on the African continent against imports threatening the survival of local producers of essential agricultural products. It hoped that such an approach would not remain an isolated case but would form part of a mechanism enabling civil society and democratic institutions in Europe

and Africa to participate. The Commission was asked to set in motion a process of negotiation with parliaments and civil society actors regarding their roles in implementing and monitoring the Joint EU-Africa Strategy. It regretted the fact that in the EU-Africa Joint Strategy, the problems relating to rural development and food security in Africa are only briefly outlined, and hoped that this would be compensated by more substance in the Action Plan that is foreseen to accompany the Joint Strategy.

Members expressed concern at the lack of clarity as regards the Communication's decision-making process, both within the EU and outside (as it relates to negotiations with African governments). They called for **greater transparency** in the negotiations which the Commission was conducting with African governments for the purpose of establishing EU-AU cooperation in respect of agricultural development in Africa. The proposal to cooperate mainly with African continental and regional organisations, notably the AUC, NEPAD (New Partnership for Africa's Development) and RECs (Regional Economic Communities), should also involve mechanisms to include interest groups, grassroots movements and civil society to enable poor rural farmers to influence policy processes in a meaningful way.

On food aid, Parliament called for international bodies to implement policies which would gradually take the place of **food aid** by promoting support for local agriculture. Should food aid be the sole alternative, it insisted that priority be given to local purchases, and/or purchases in areas adjacent to a country in difficulty or in the region.

It went on to stress that **EU policies in different fields should be coherent** as to their overall objectives. EU trade policy and the Common Agricultural Policy should be coherent with the EU development policy. Parliament therefore stressed the need to lift tariff barriers on all agricultural products - raw and processed goods - in order to open the European market for all agricultural products from the African continent. There must be a timetable leading to the abolition of agricultural export policies which are damaging to vulnerable agricultural businesses in the developing countries.

The resolution recognised the opportunities afforded by **EPAs** in facilitating agricultural trade, but reminded the Commission, in this connection, that those agreements have not yet been signed and that there are still a number of contentious issues to be resolved. The EPAs could become an important tool for African trade and regional integration, but only on condition that they are "development-friendly", allowing for exemptions and long transition periods where needed in order for domestic producers and "infant" industries to adapt to new market situations. Parliament stressed the need for policies to counter imports of devastating agri-food products which are damaging to local production and which take into account the geographical, historical and cultural diversity of African countries. It regretted the fact that the Communication lumped together the market in **biofuels** with other niche markets, since the expansion of the emerging biofuels industry could also have a detrimental effect on foods supplies, given that the growing of biomass could take land, water and other resources away from agricultural production. Parliament insisted that the production of biofuels were of potentially high importance to the agriculture in African countries, but that the environmental benefits depend largely on the type of energy crop as well as on the energy absorbed in the whole production chain, whereas the real benefits in terms of CO2 reduction still need to be ascertained. The highest priority should be given to avoid the possible damage to nature and the environment of an uncontrolled increase of the production of biofuels.

Parliament drew attention to the inconsistency of the Communication, which highlights the importance of the **role played by women in African agricultural production**, but does not mention them in the chapter concerning areas of cooperation. Agricultural development measures in Africa should be directed first and foremost towards women, with specific policies being introduced to ensure access to and control over productive resources, particularly land rights, capacity building, funding for micro-enterprises, better living conditions, food and health welfare, education and more active involvement in social and political life. The Communication also misses a seemingly obvious point that aid should be directed, as a priority, to the less-favoured groups and less-favoured areas (remote rural areas - RRAs) first, where geographical isolation and physical constraints on agricultural productivity exacerbate the level of chronic poverty.

Parliament went on to stress the importance of promoting **micro-finance instruments**, particularly micro-credit programmes, as an essential component in economic development policies in the agricultural sector. It called on African governments to promote agrarian reform in their countries in order to allow the rural population secured **access to land** and to production resources, particularly in the case of country families who have no property title. The Action Plan accompanying the Joint EU-Africa Strategy should put a high priority on the establishment and improvement of land registries, and the strengthening of legal systems to allow tribunals to enforce property law.

Members called on the EU to promote a more effective integration of the UN Convention to Combat Desertification (UNCCD) national plans into the national development strategies of African partners. They invited the Commission to build effective collaboration with the Food and Agriculture Organization (FAO) and the International Fund for Agricultural Development (IFAD) based on the comparative advantages of these institutions in the field of agricultural and rural development. They supported efforts at national and regional level to involve rural stakeholders and their representative organisations in the consultation process on policy issues which affect them, noting that capacity building in people-centred advocacy for rural populations is essential to this process.

Lastly, the report emphasised the need for European countries to honour the commitment to achieving a lasting **peace as a precondition of food security** and thus to put a particular priority to the promotion of peace. It urged the governments of both North and South to seek peaceful solutions to conflicts.