



European Commission
Agriculture and Rural Development



The CAP reform process in perspective: issues of the post-2013 debate

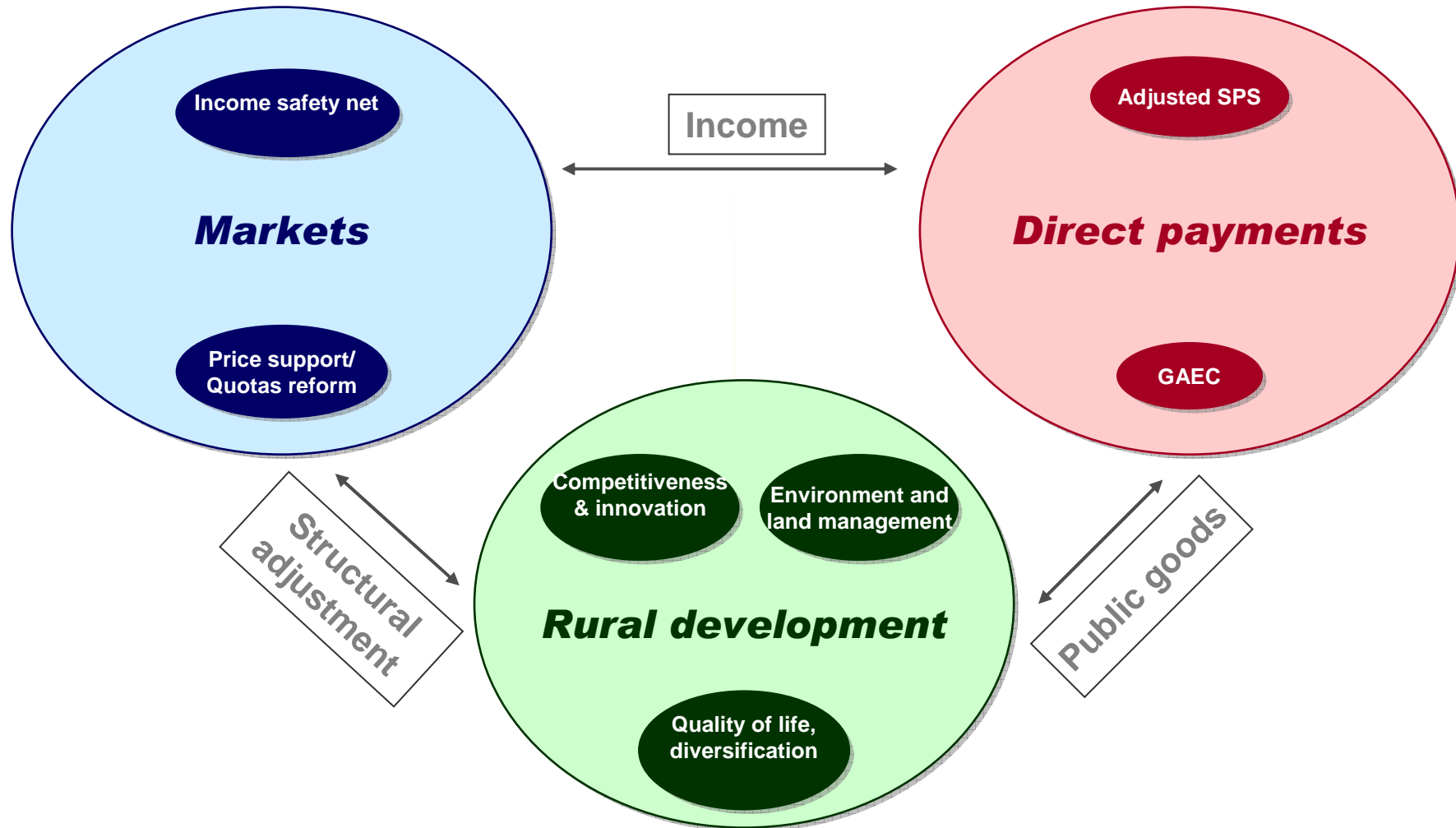
*Tassos Haniotis, Director
Directorate for Economic Analysis, Perspectives and Evaluations
DG for Agriculture and Rural Development
European Commission*



The long-term CAP perspective

- ***The general context of the CAP debate***
 - The question about the "C" in the CAP
 - The debate about the two pillar structure of the CAP
- ***The post HC context of the CAP debate***
 - Volatility in agricultural production and prices
 - Impact of the economic crisis on agriculture
 - Food security in the context of climate change and limited resources
- ***The institutional context of the CAP debate***
 - New European Parliament and Commission
 - Lisbon Treaty
 - WTO prospects
 - New financial perspectives

In a nutshell, CAP policy questions...



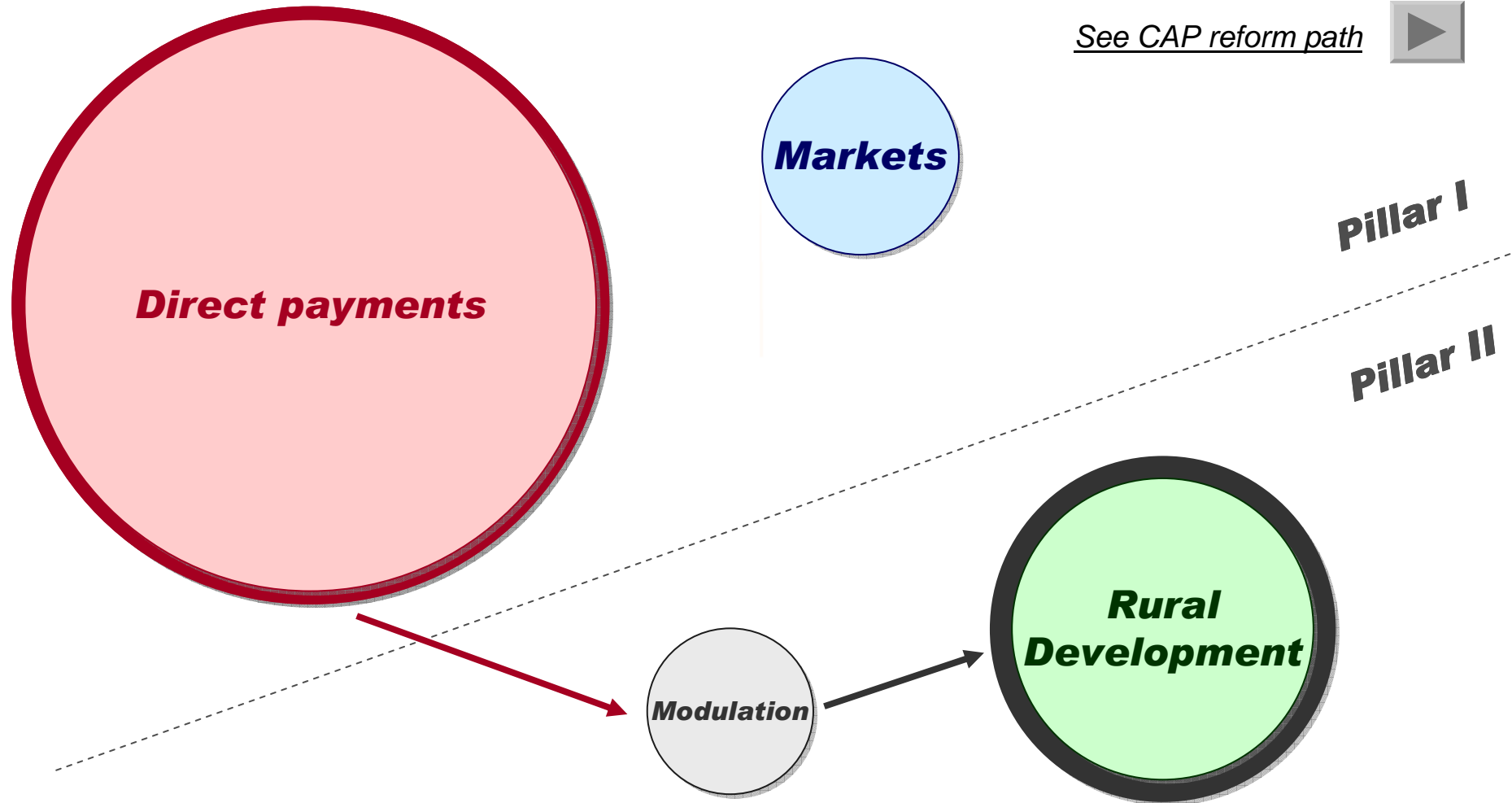
...and their budgetary relevance



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See CAP reform path





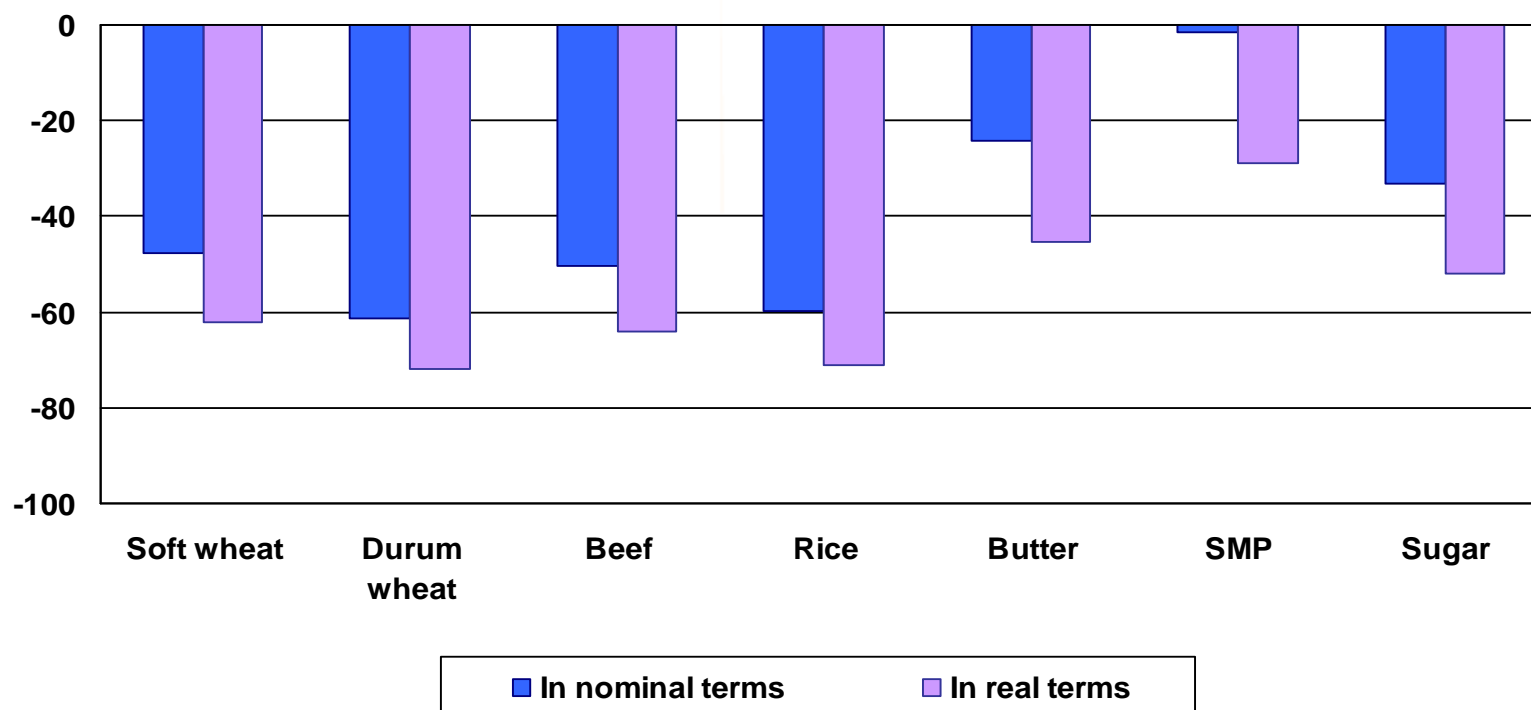
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Thank you



Cumulative reductions in EU price support

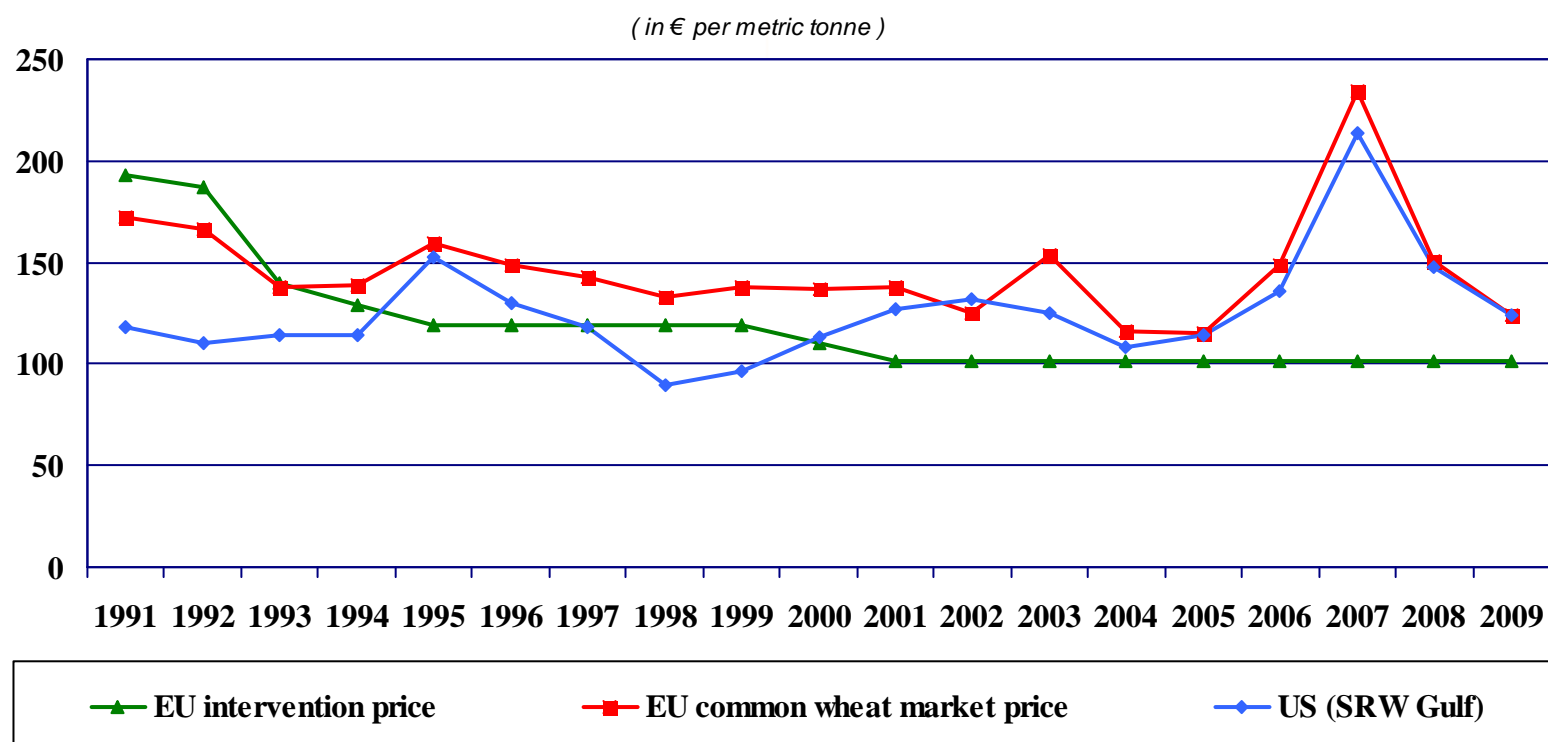
Cumulative % reduction in price support from 1991 to 2009



Source: European Commission



The evolving role of EU support prices - wheat

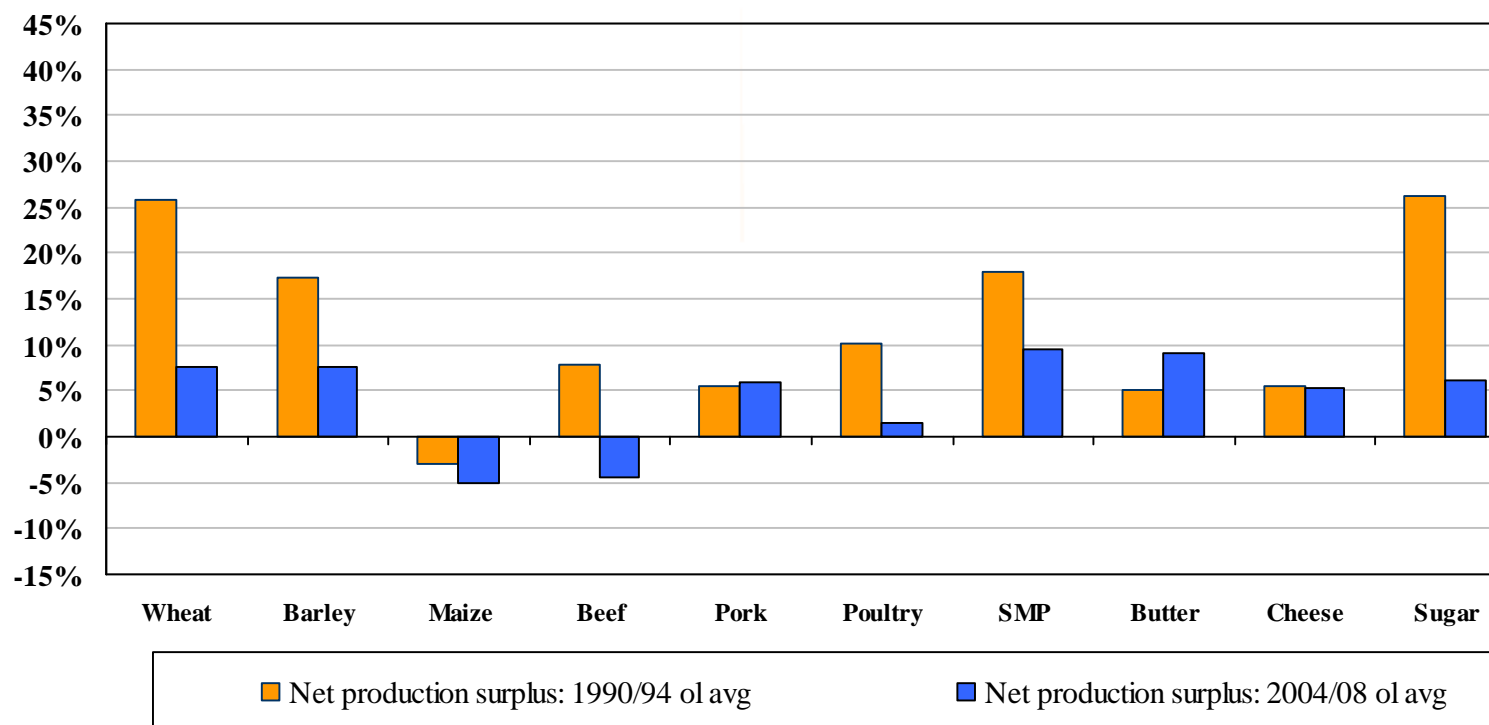


Sources: European Commission and World Bank



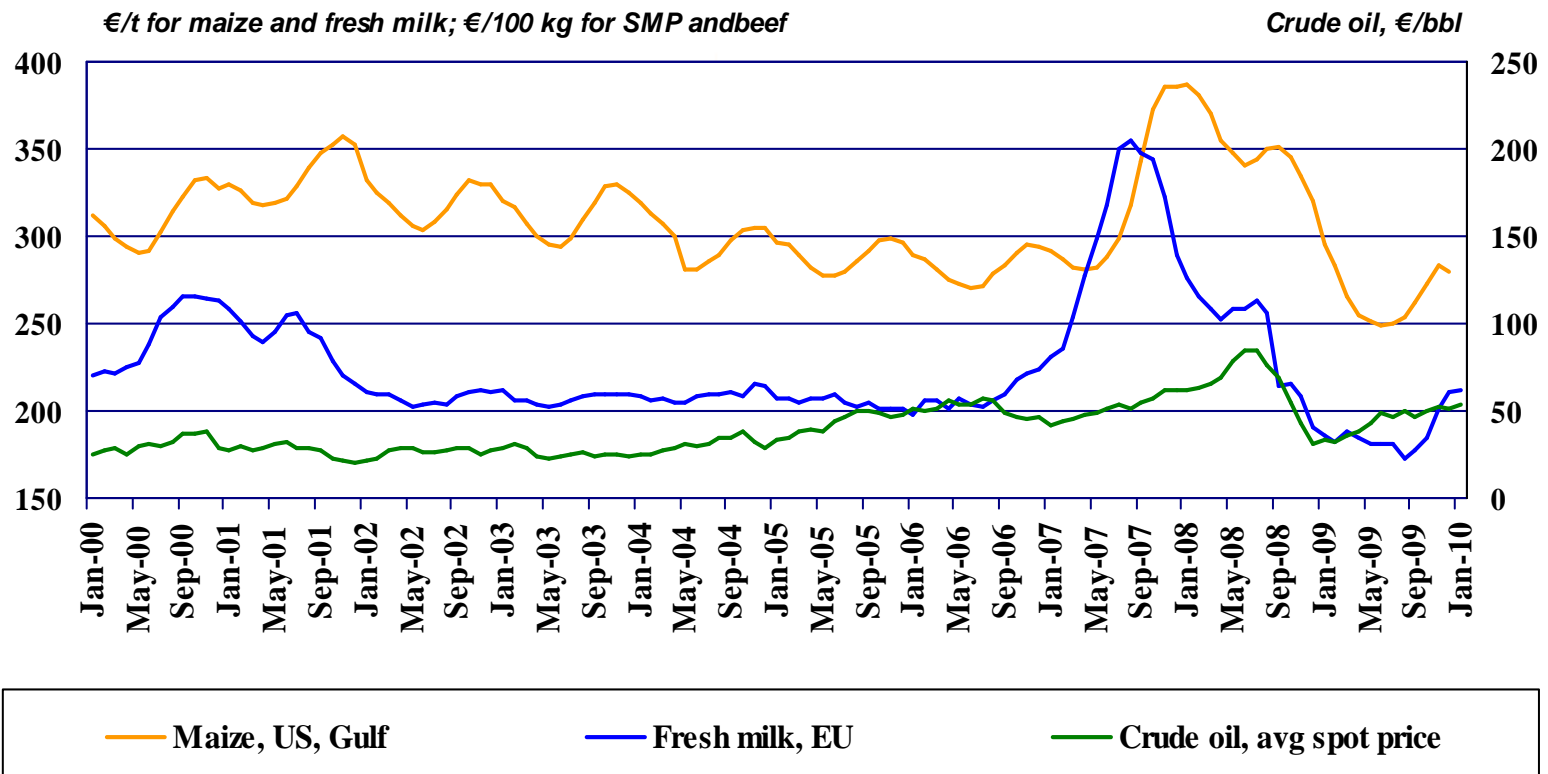
Impact of CAP reforms on EU net production surplus

Net production surplus as % of consumption



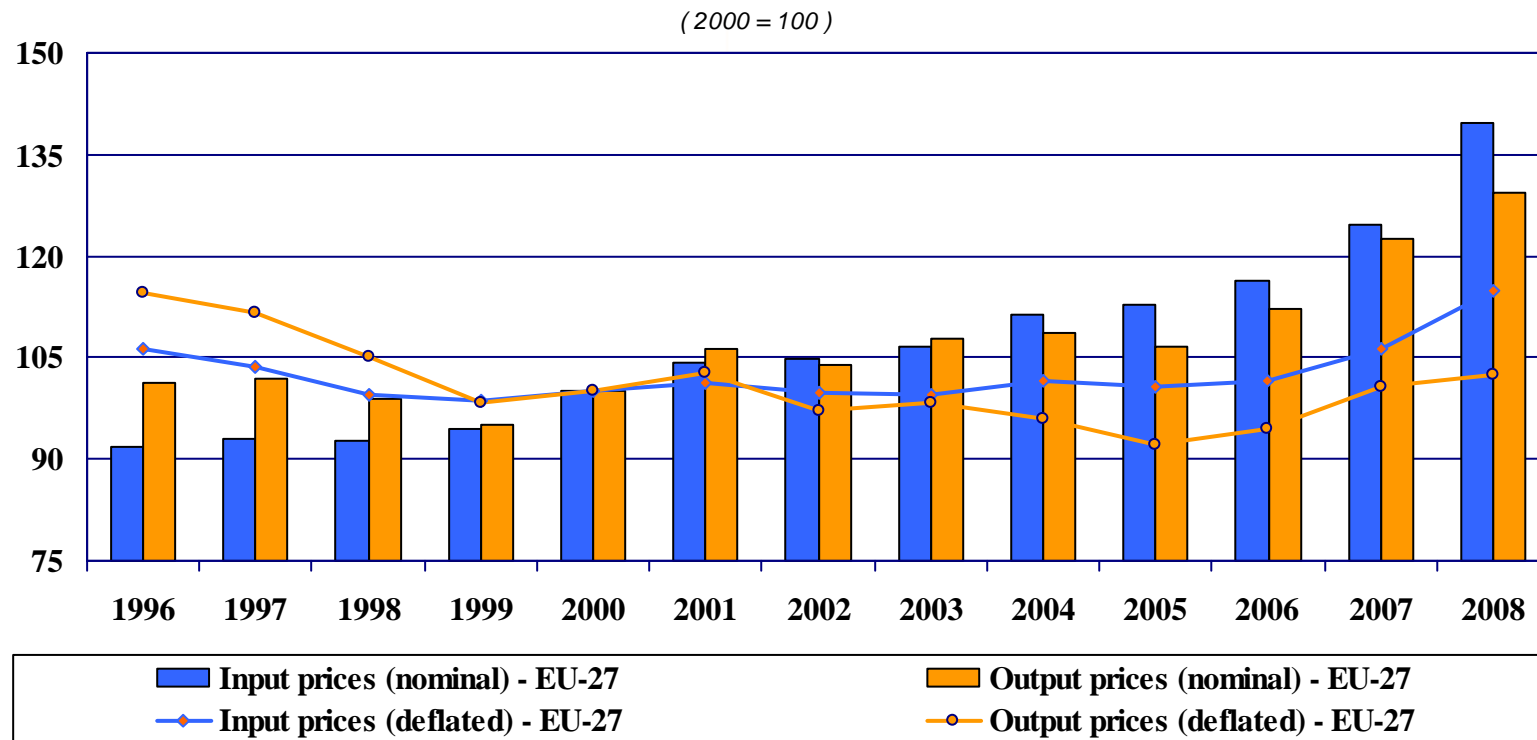


Recent trend of some commodity market prices





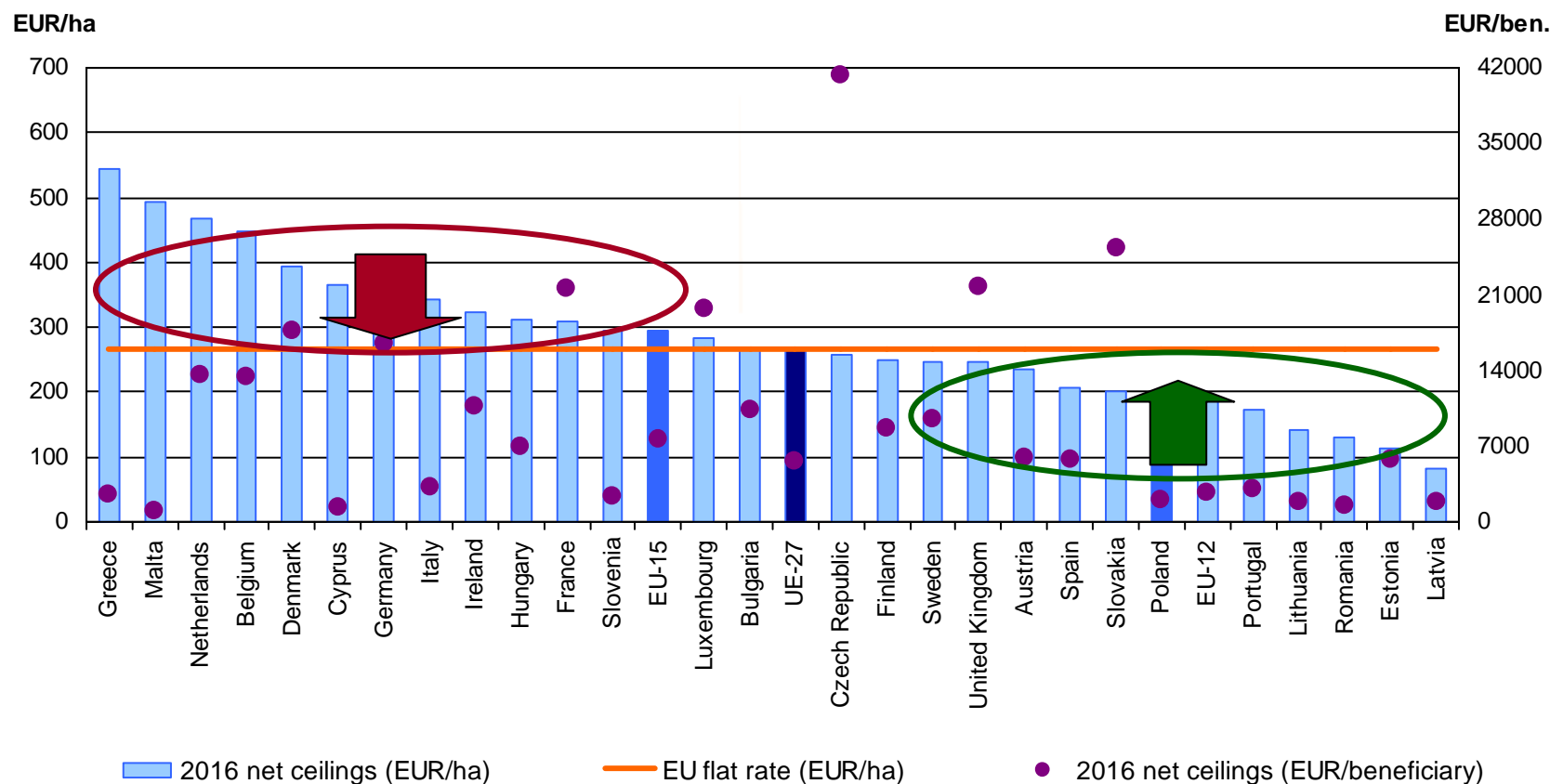
Recent evolution of agricultural input and output prices



Source: Eurostat



Average payments per ha (UAA) and per beneficiary

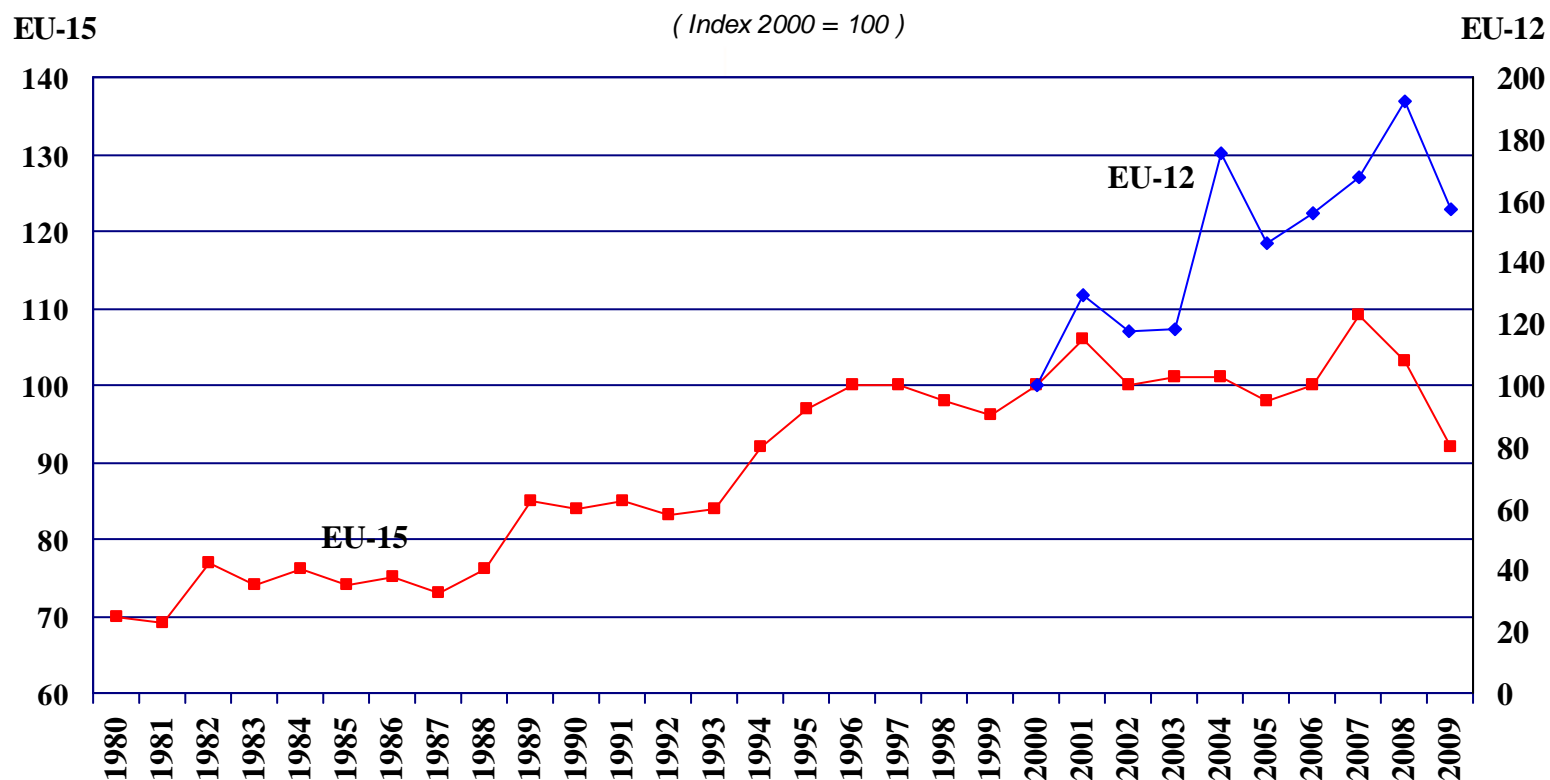


Source: European Commission



EU developments in agricultural income

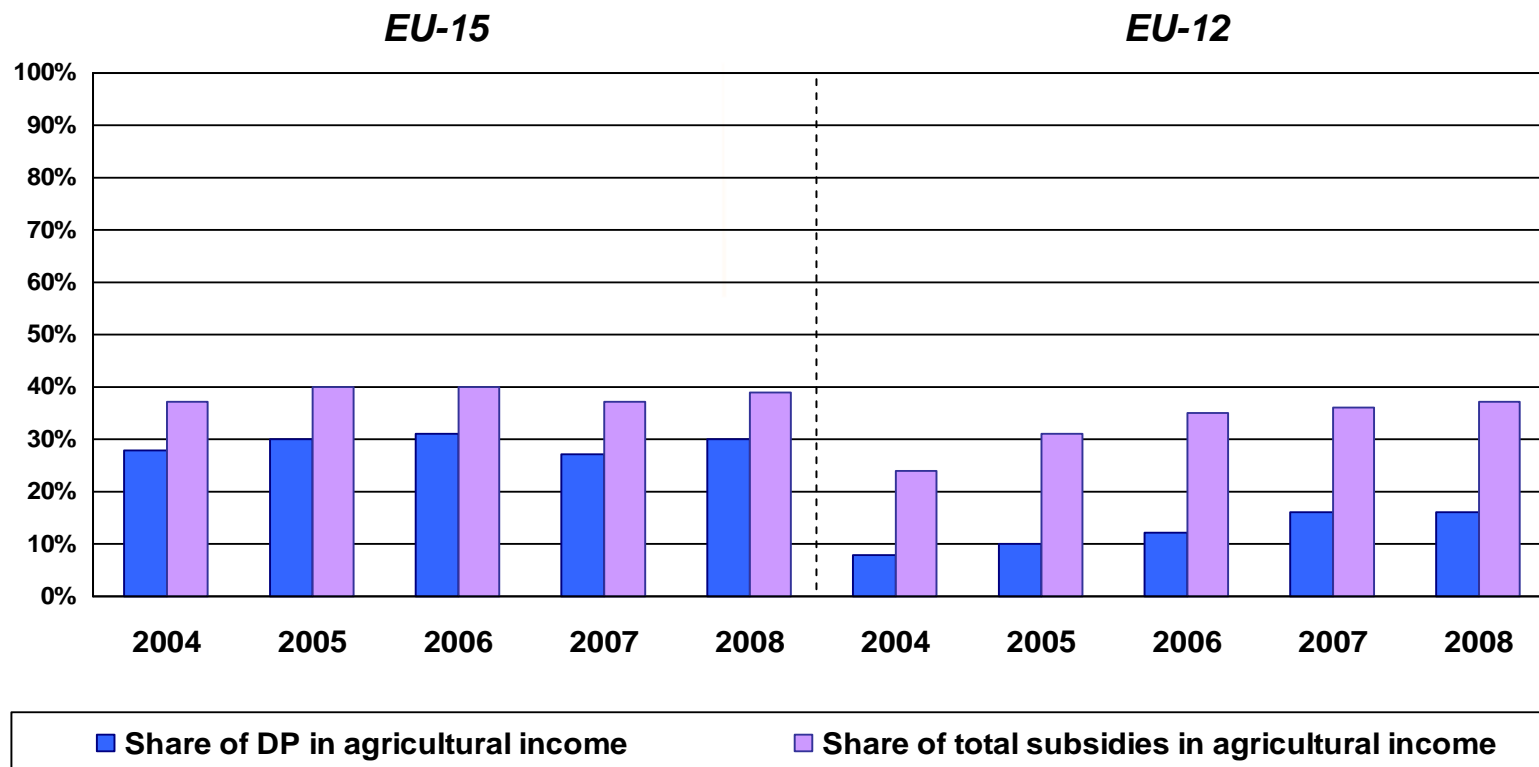
(agricultural income/AWU in real terms)



Source: Eurostat



Share of DP and total subsidies in agricultural income

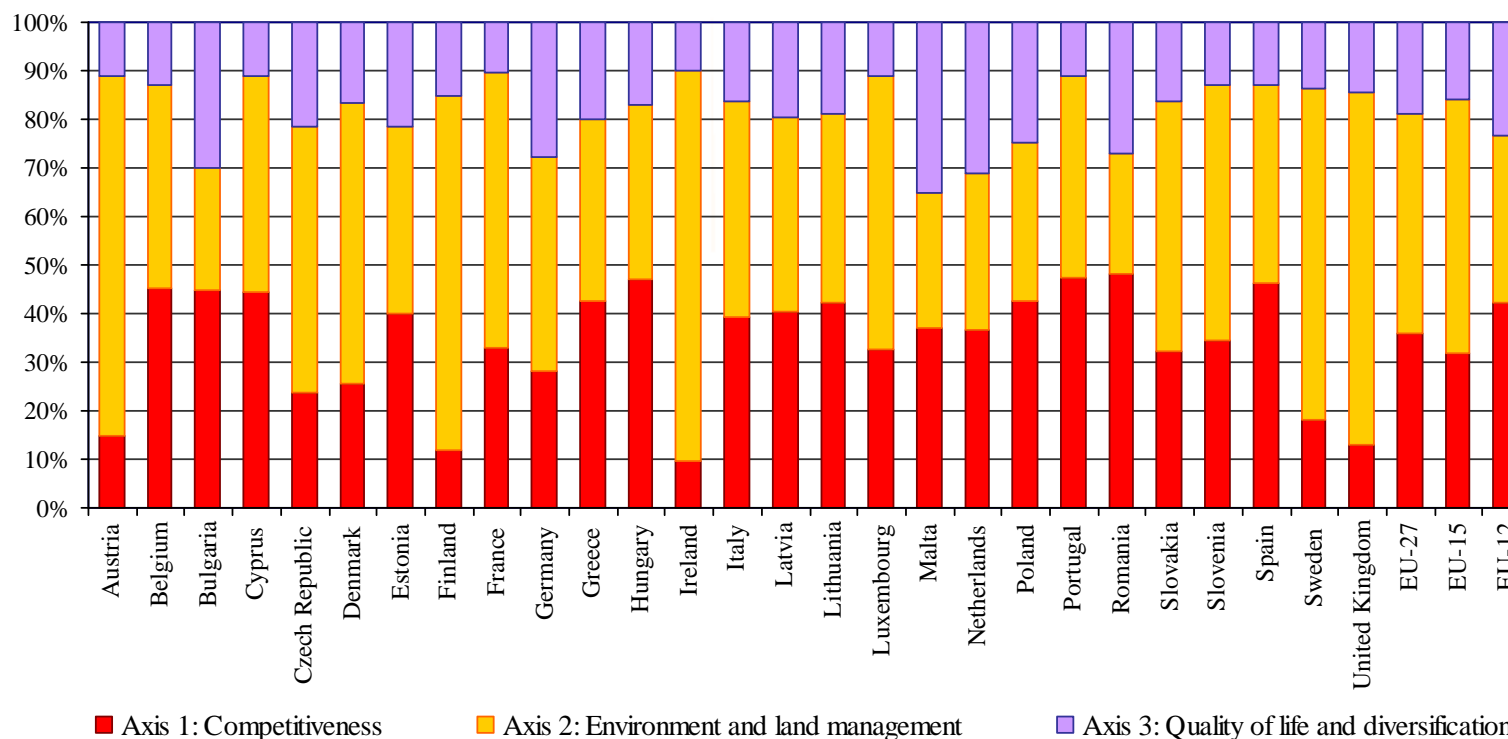


Source: European Commission – DG AGRI





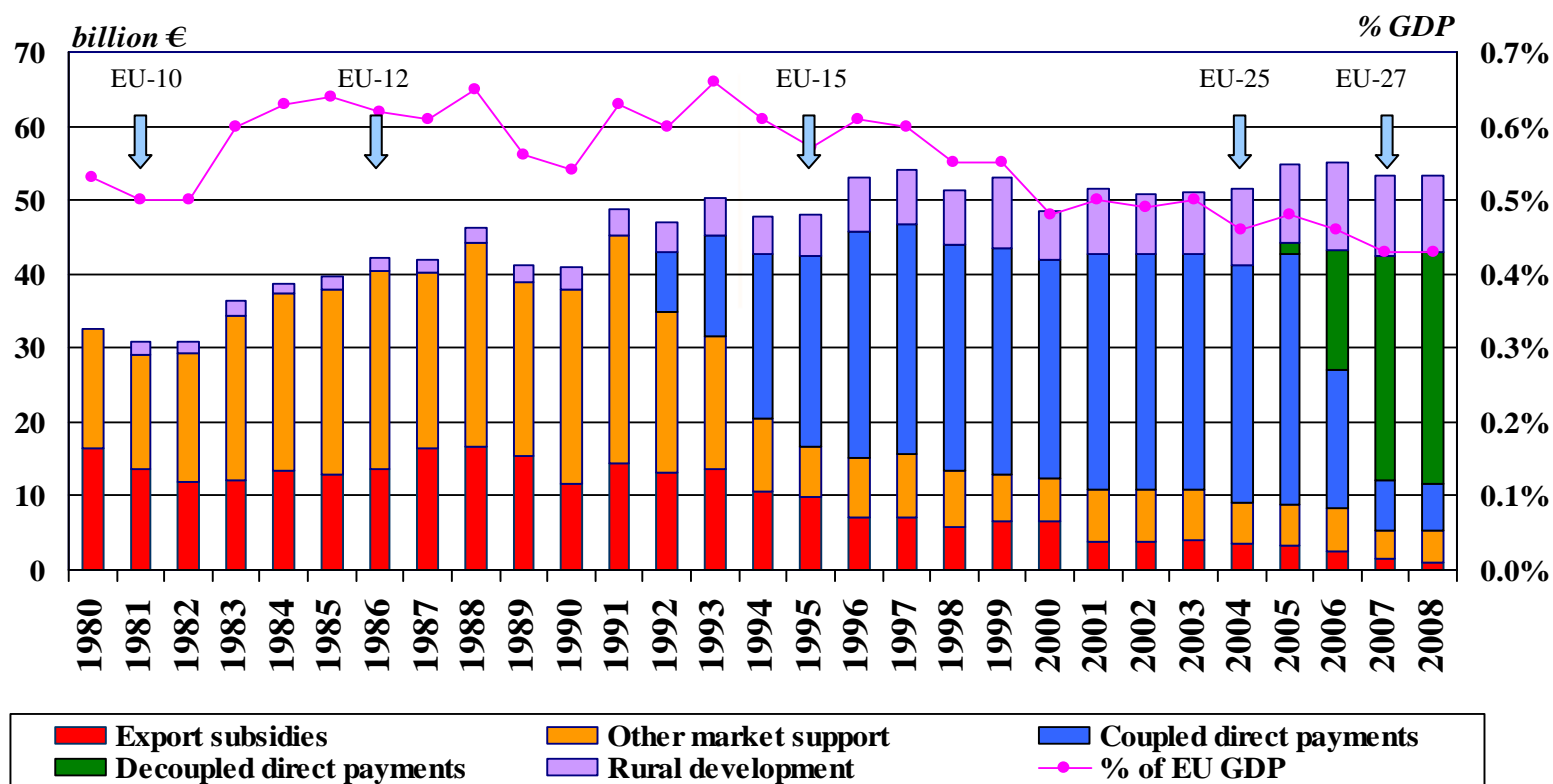
The three Rural Development thematic axes (2007-2013)



Source: European Commission



CAP expenditure and CAP reform path (2007 constant prices)

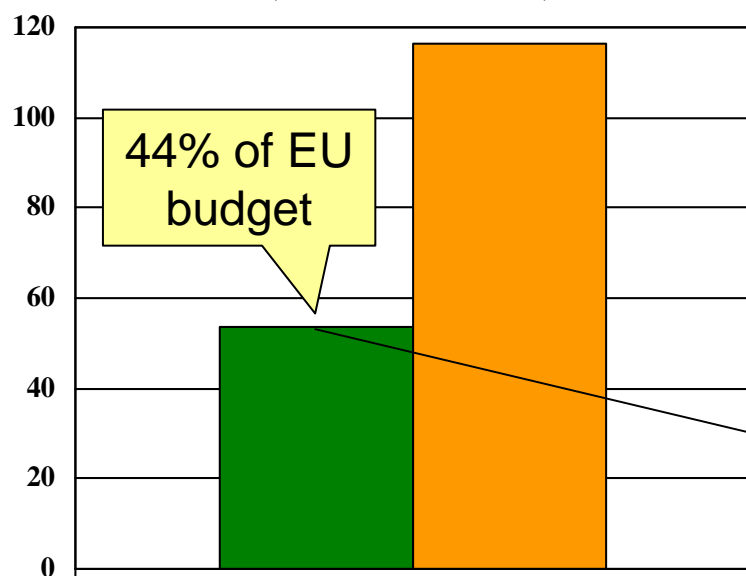


Source: European Commission



Alternative views on CAP cost

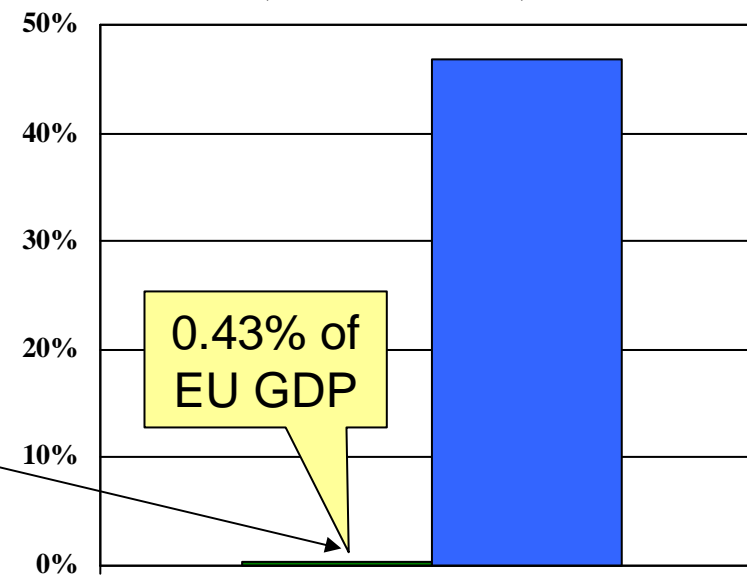
*CAP cost in 2008
(in absolute terms)*



Billion of euros

■ CAP expenditure ■ EU budget

*CAP cost in 2008
(in relative terms)*



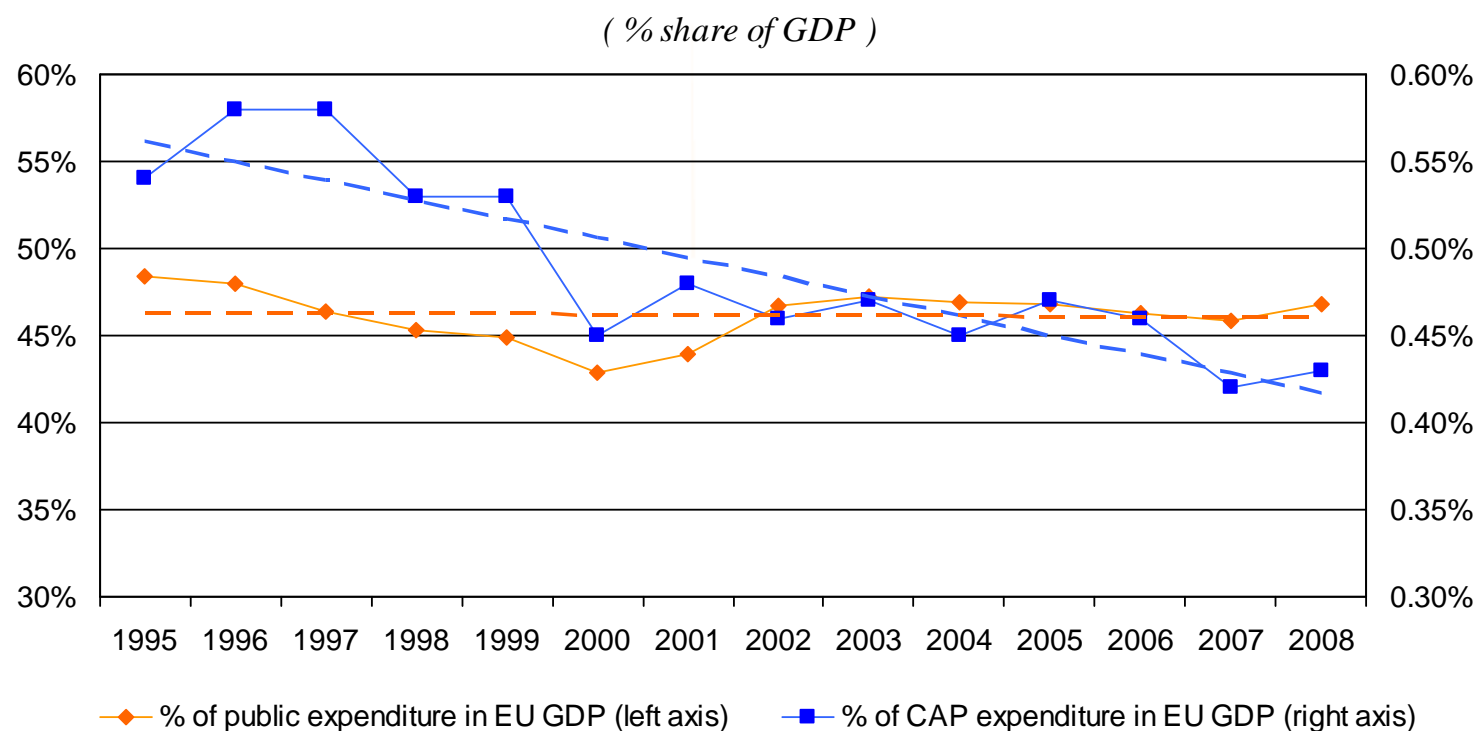
% of GDP

■ CAP expenditure ■ All EU public expenditure

Source: European Commission.



... and its contribution to budgetary discipline





For further information

- ***The CAP after 2013***
http://ec.europa.eu/agriculture/cap-post-2013/index_en.htm
- ***EU agriculture and CAP reform***
http://ec.europa.eu/agriculture/index_en.htm
- ***Economic Analysis and Evaluation***
http://ec.europa.eu/agriculture/analysis/index_en.htm
- ***Agricultural Policy Analysis and Perspectives***
http://ec.europa.eu/agriculture/analysis/perspec/index_en.htm



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Thank you