



The OECD-FAO Agricultural Outlook 2010-2019

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- **Highlights of the OECD-FAO Agricultural Outlook**
 - Price projections
 - Commodity markets developments
 - Issues and uncertainties
- **OECD ministerial meeting**





Price projections

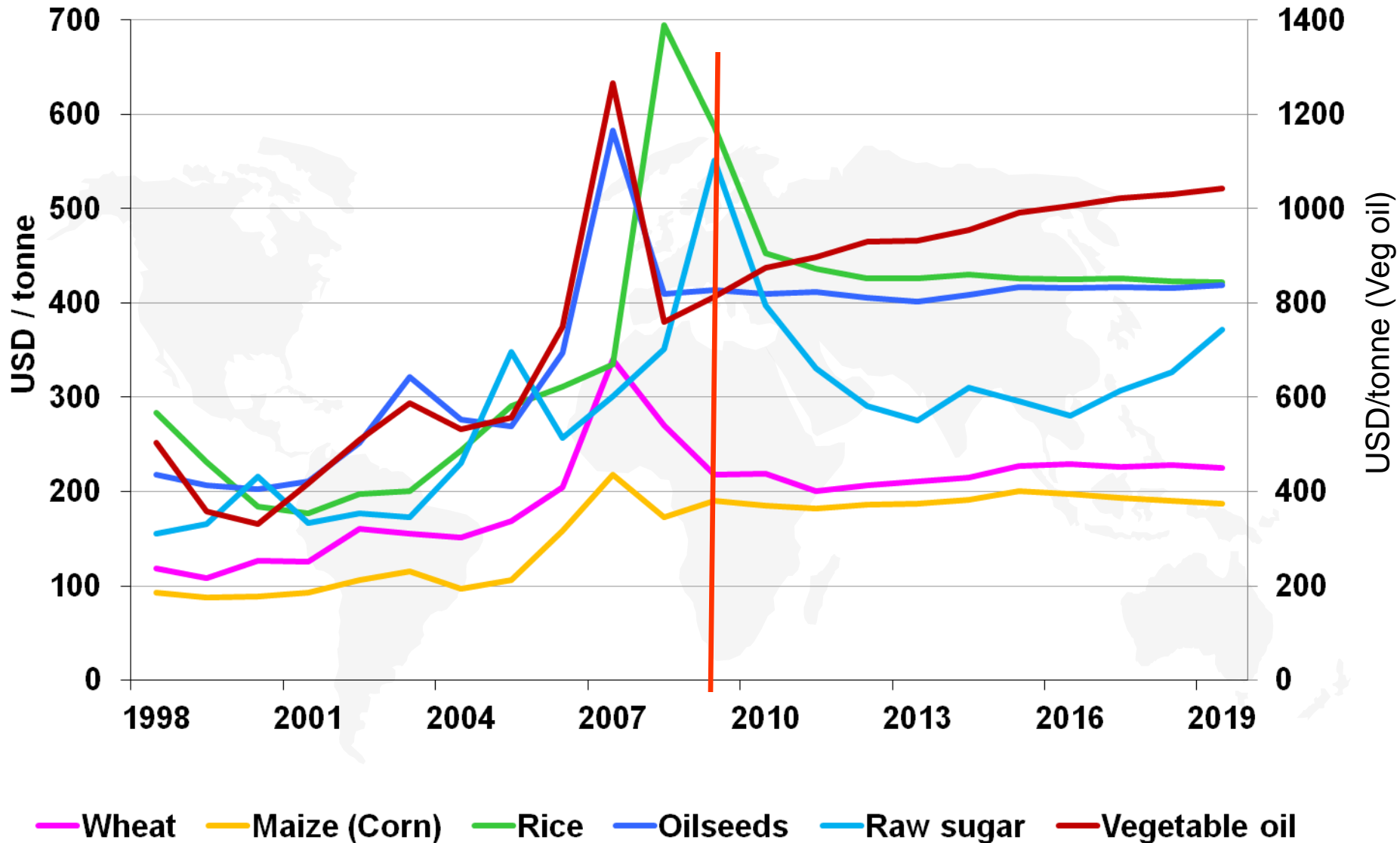


- **Commodity prices to remain at or above historical levels**
- **Main reasons:**
 - **Increasing income and population in developing countries**
 - **Increase of demand for biofuels**
 - **Higher cost structure**





Outlook for world prices

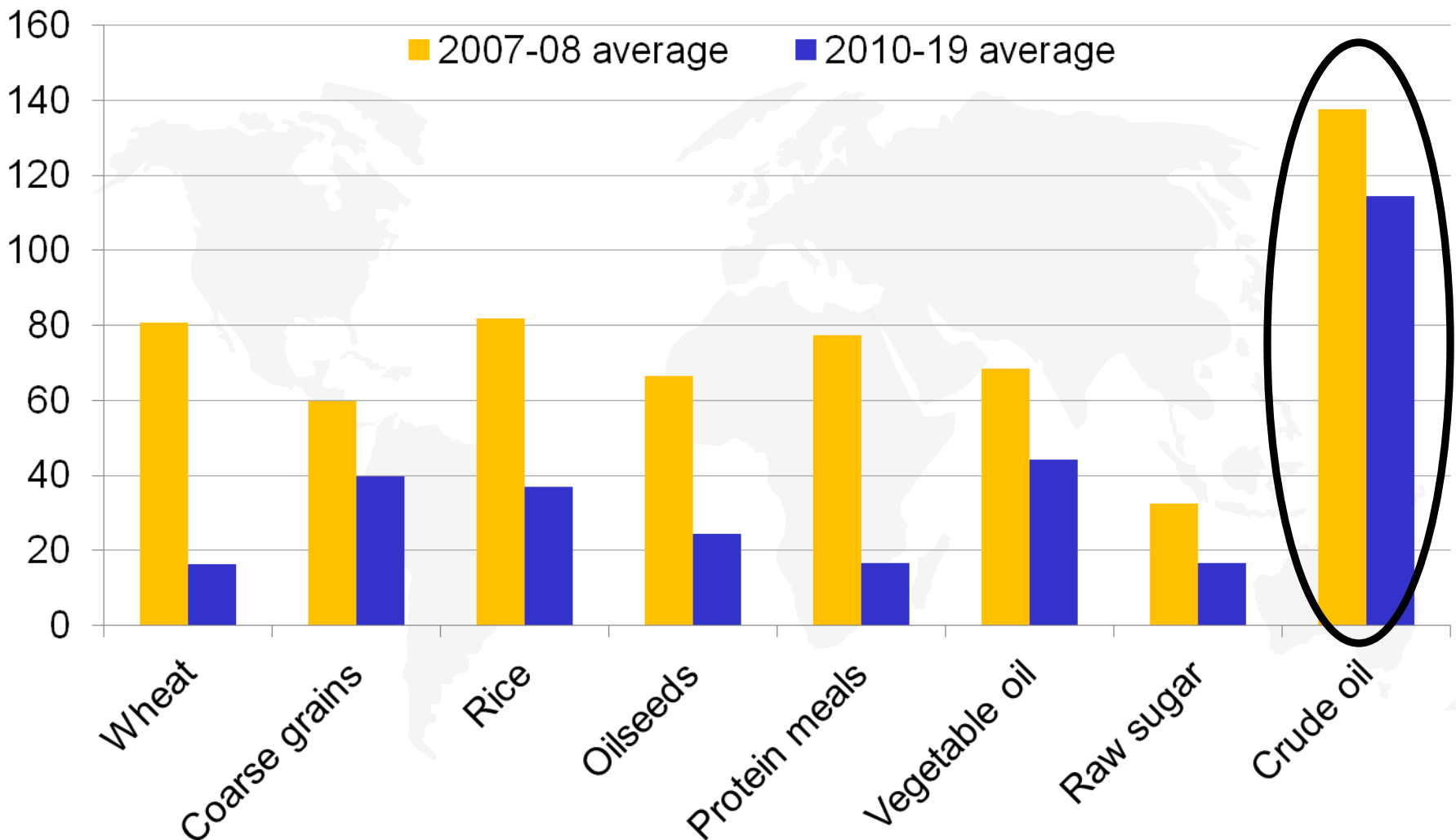




Commodity prices at higher average levels



% change in world prices in real terms relative to the 1997-06 average





Commodity markets development



- **Production**

- **Demand**

- **Trade**

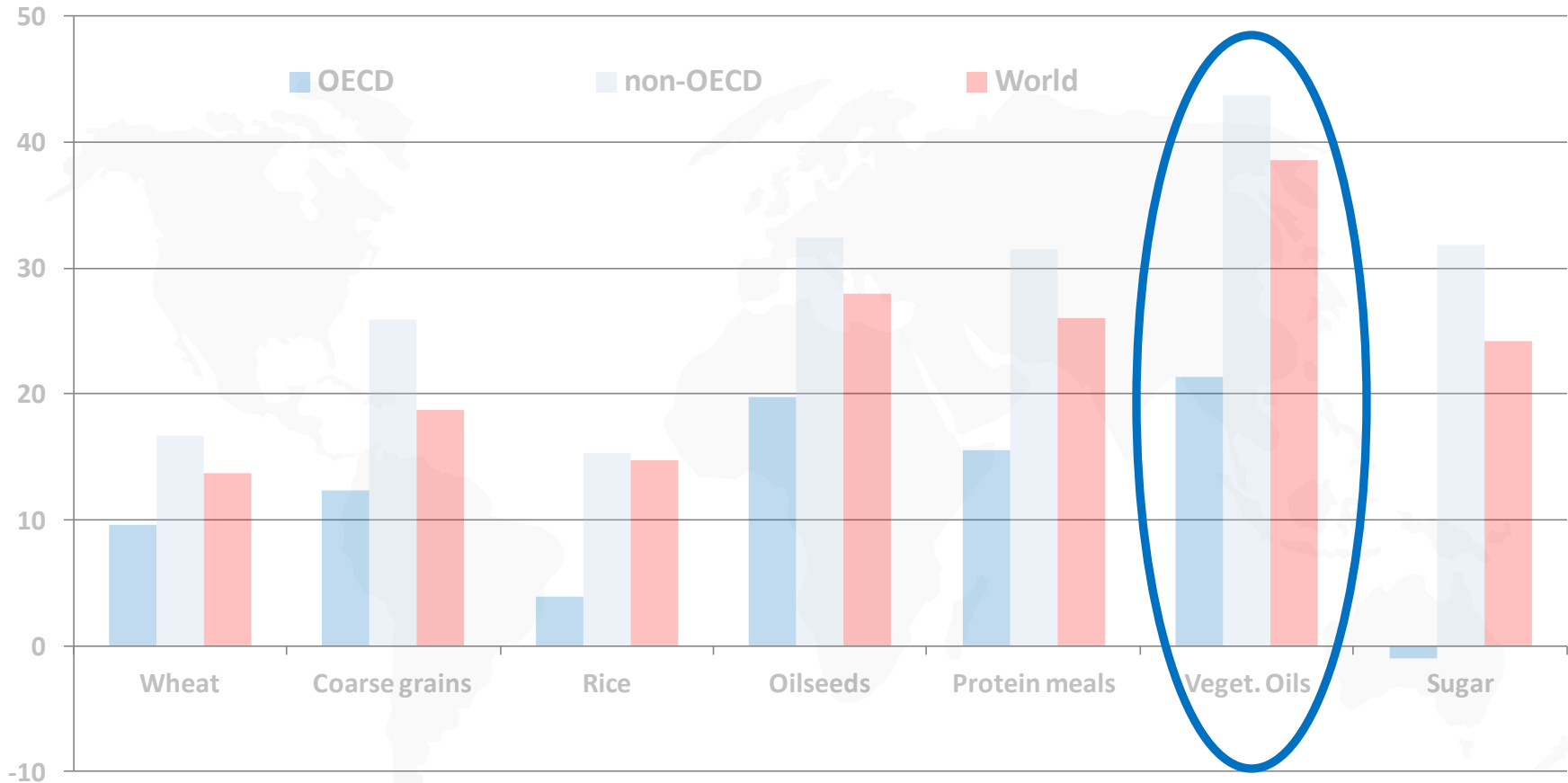




Production to strongly increase



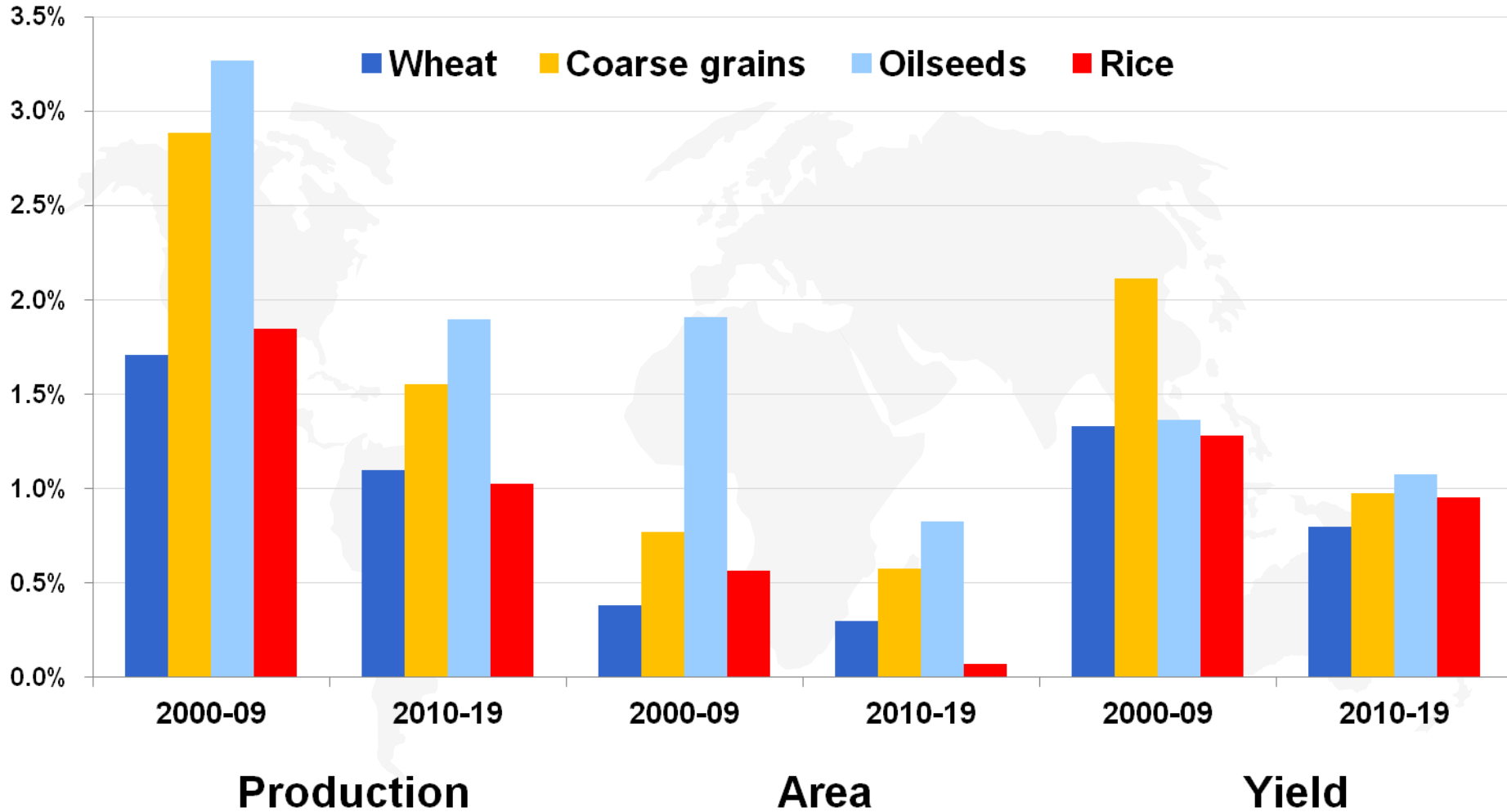
% change in production between 2019 and the 2007-09 average





Potential area expansion and yield increases are more limited

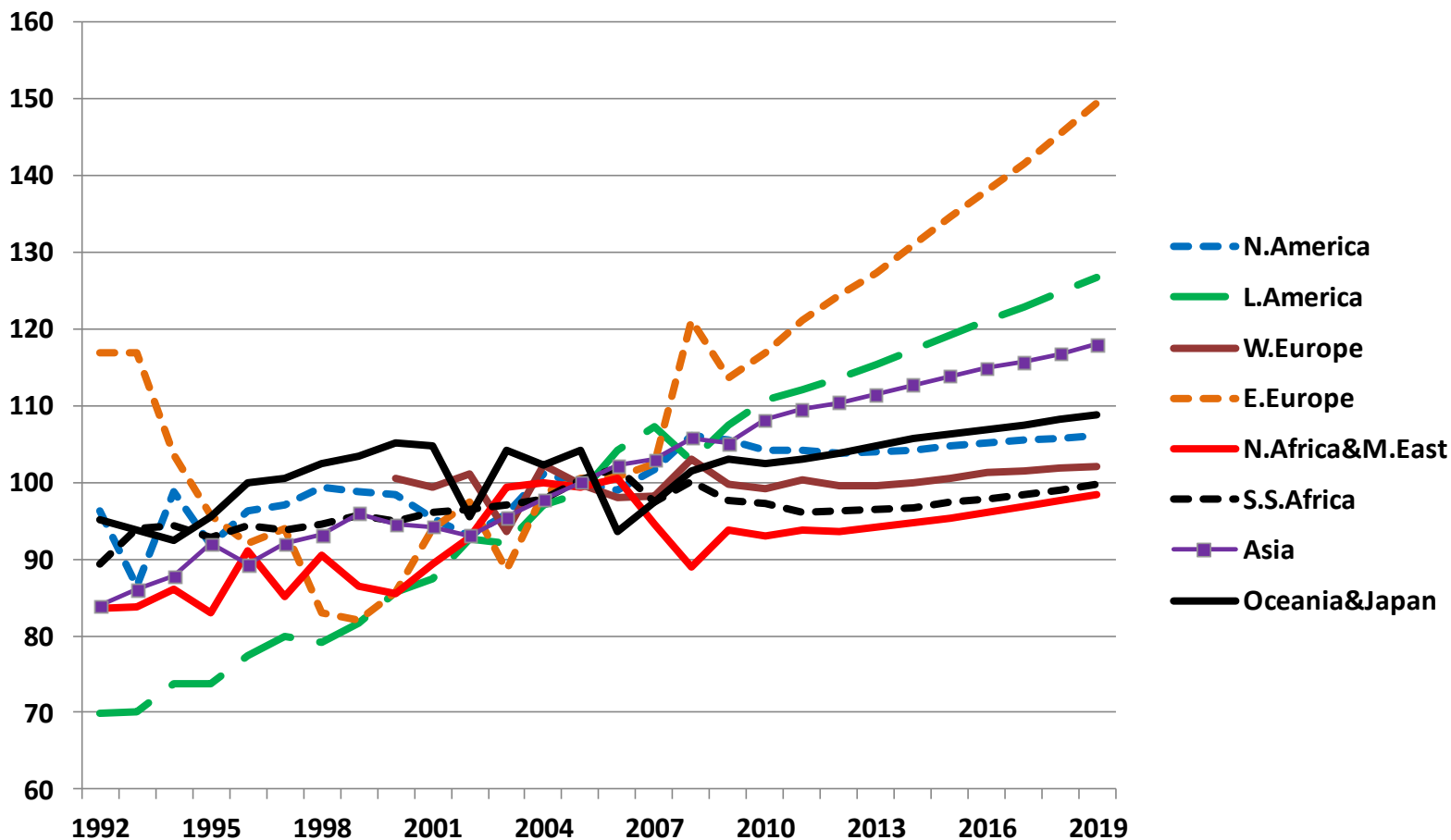
Annual linear growth rates



Eastern Europe and Latin America: fastest growing regions



Net agricultural per capita production index, 2004-06 = 100



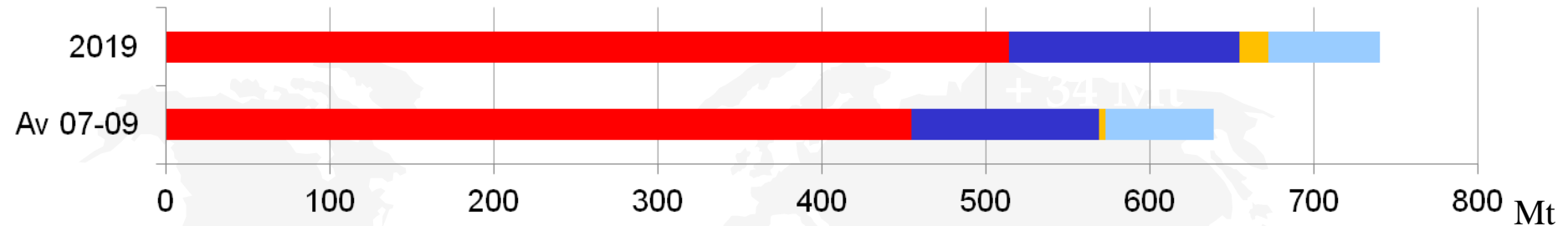


Demand drivers

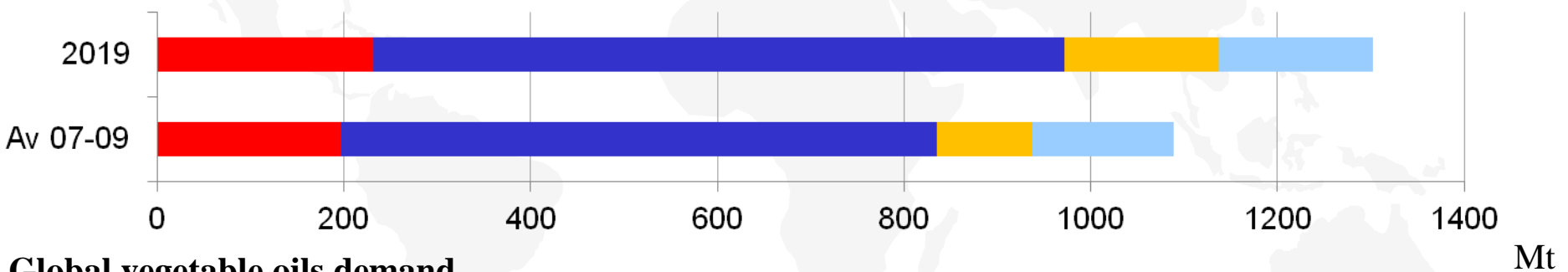


Global wheat demand

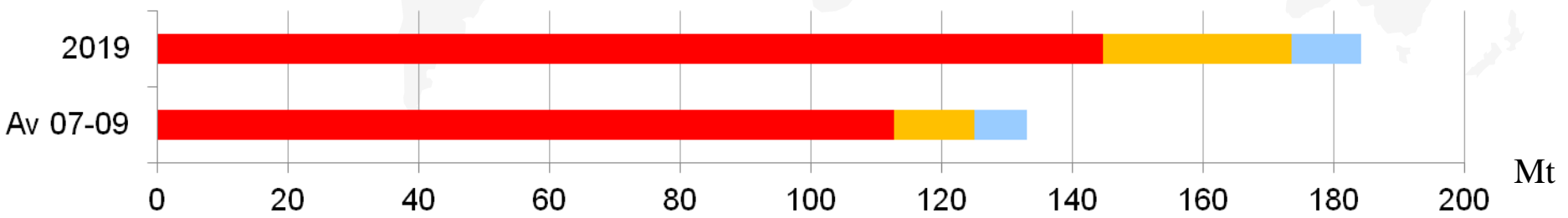
■ Food ■ Feed ■ Biofuel ■ Other use



Global coarse grains demand

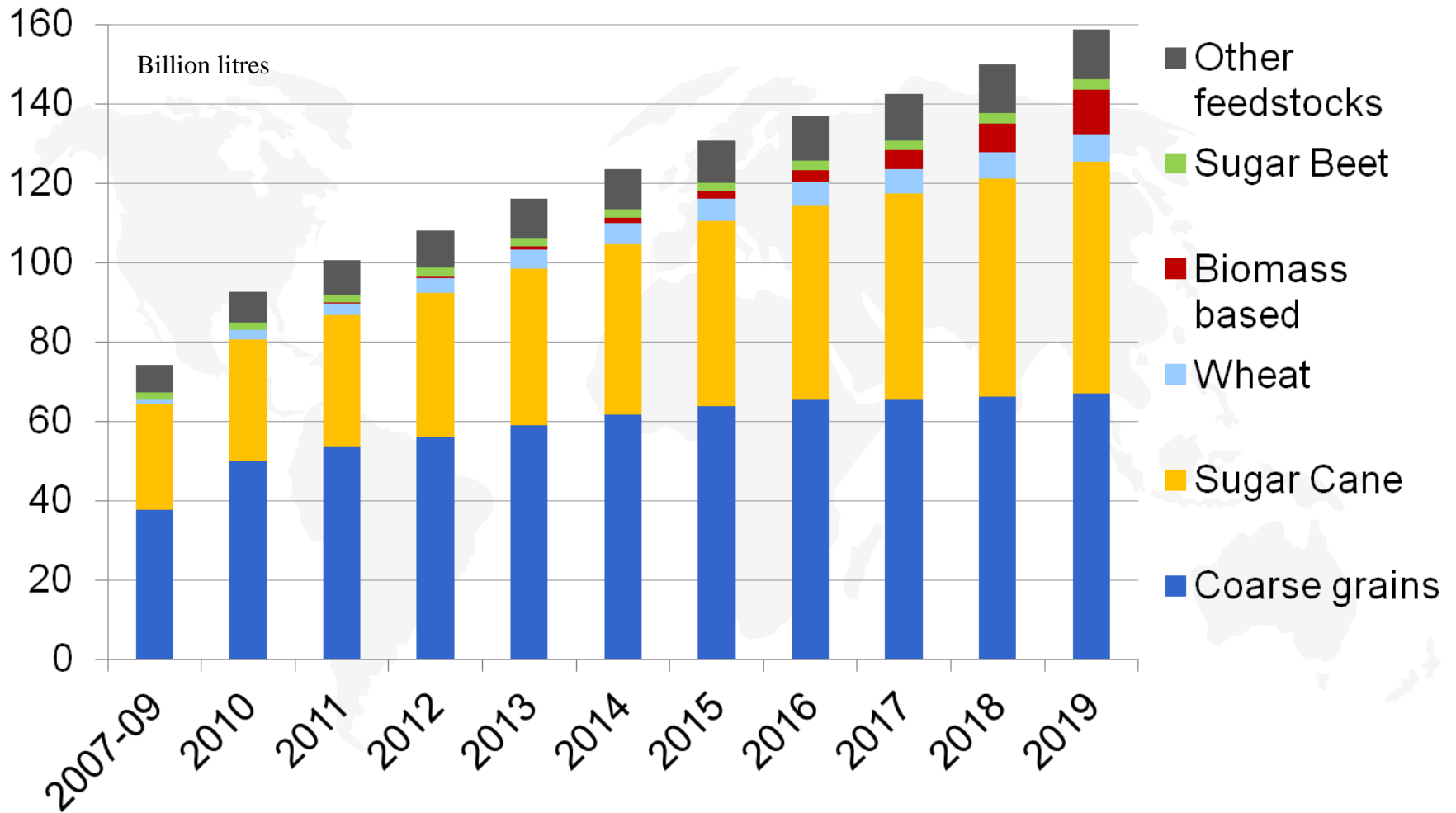


Global vegetable oils demand



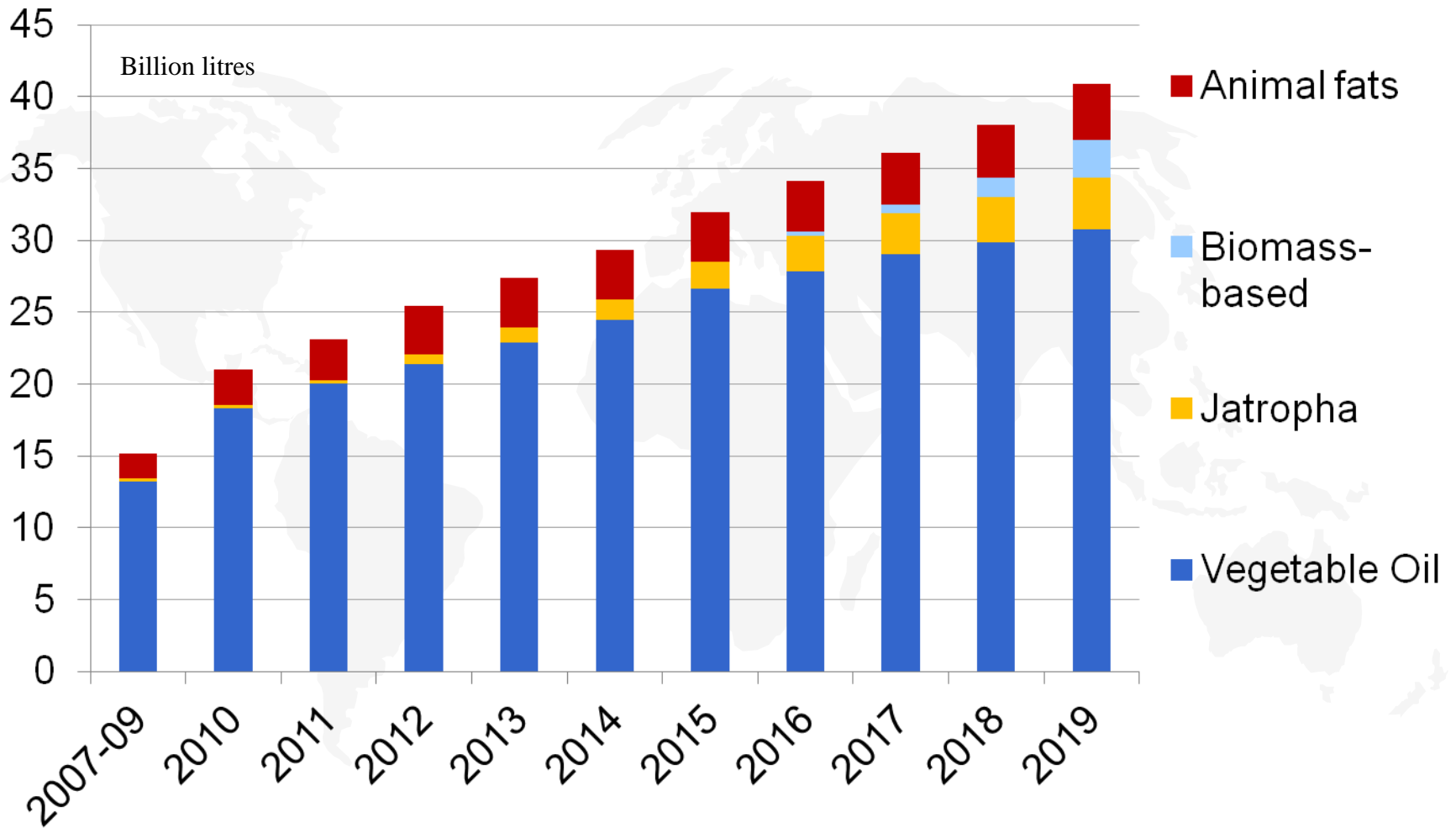


Feedstocks used for ethanol production





Feedstocks used for biodiesel production

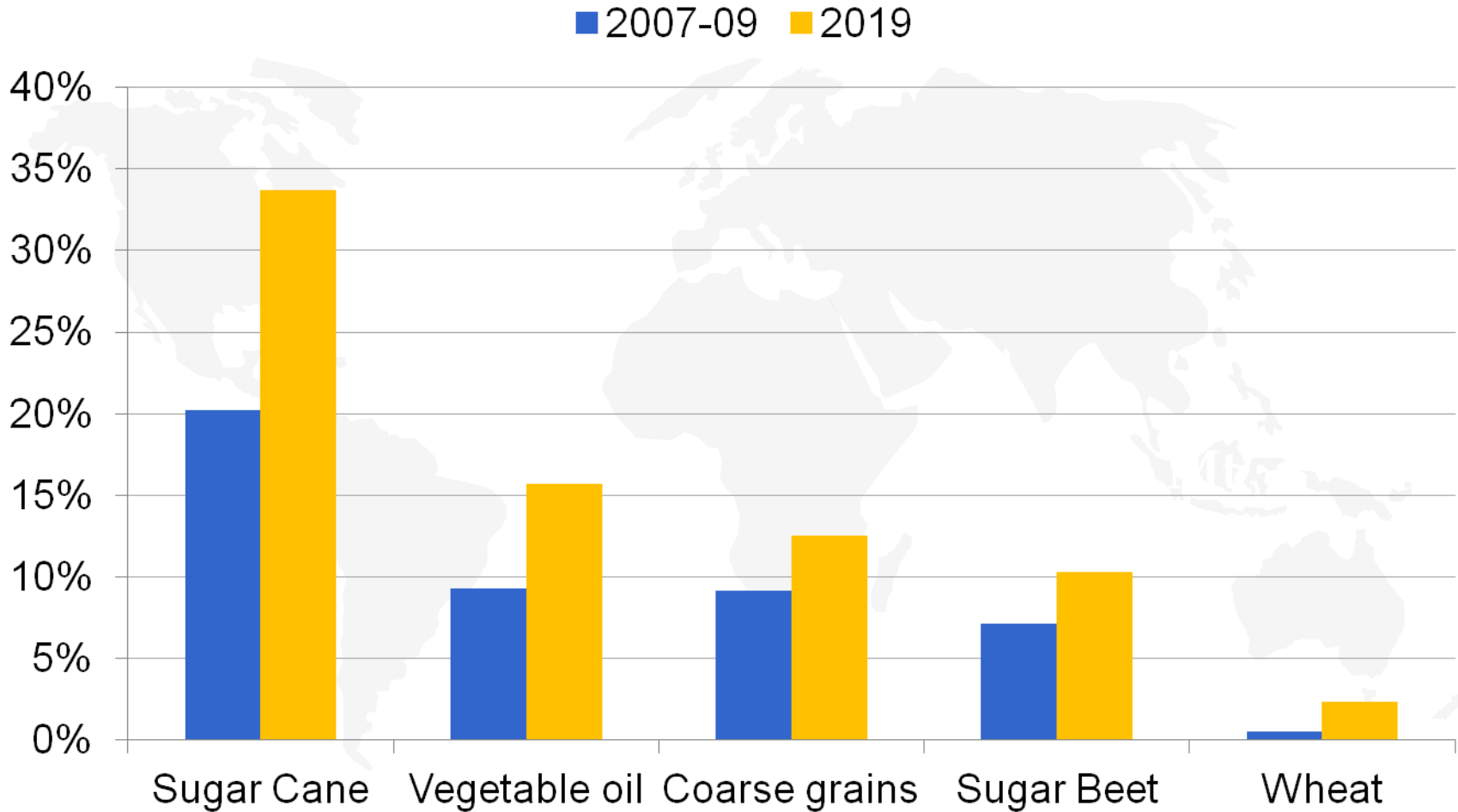




Biofuels production: an important share of global feedstock use



Share of feedstocks used for biofuel production from global production

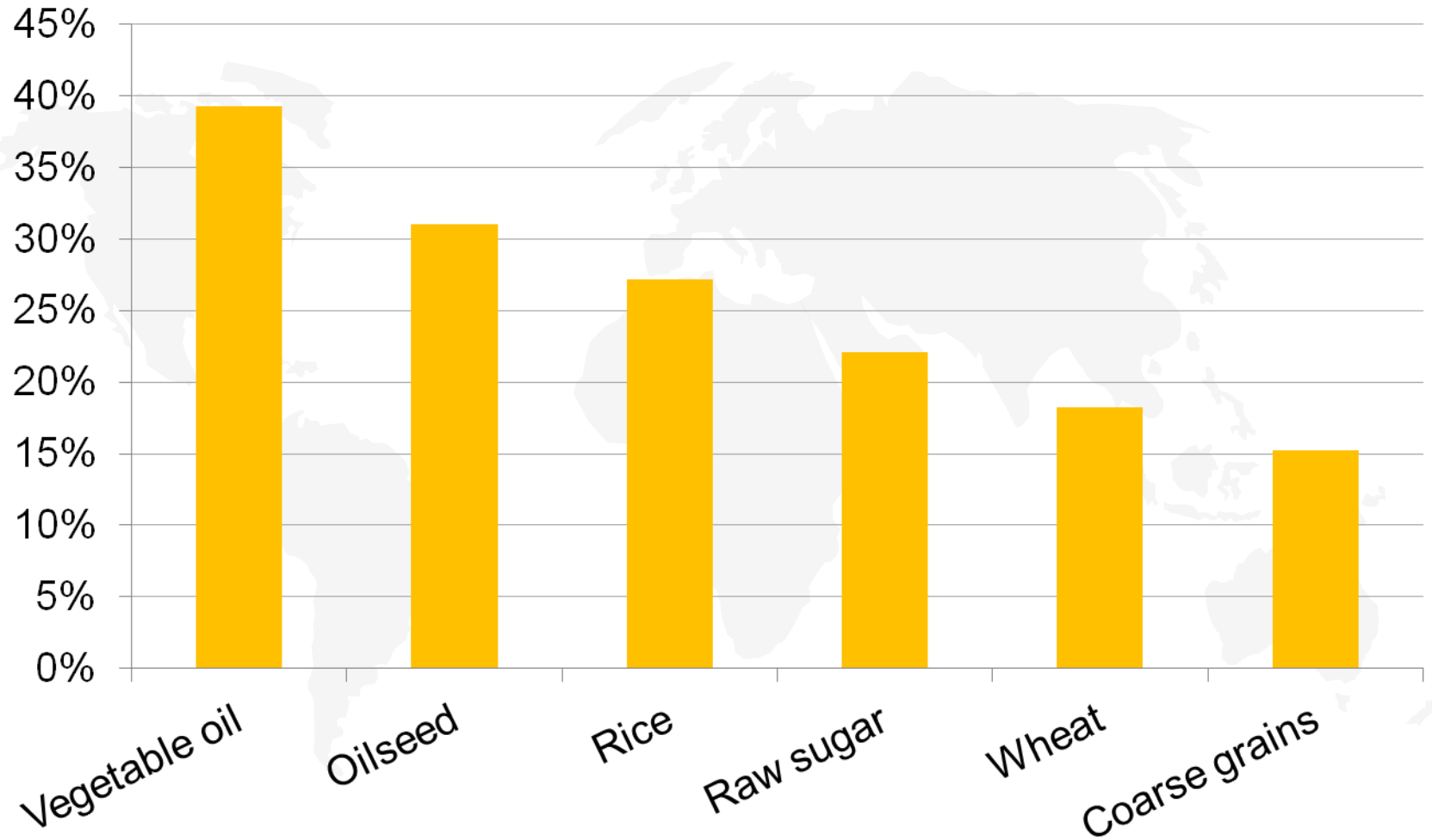




Trade to develop

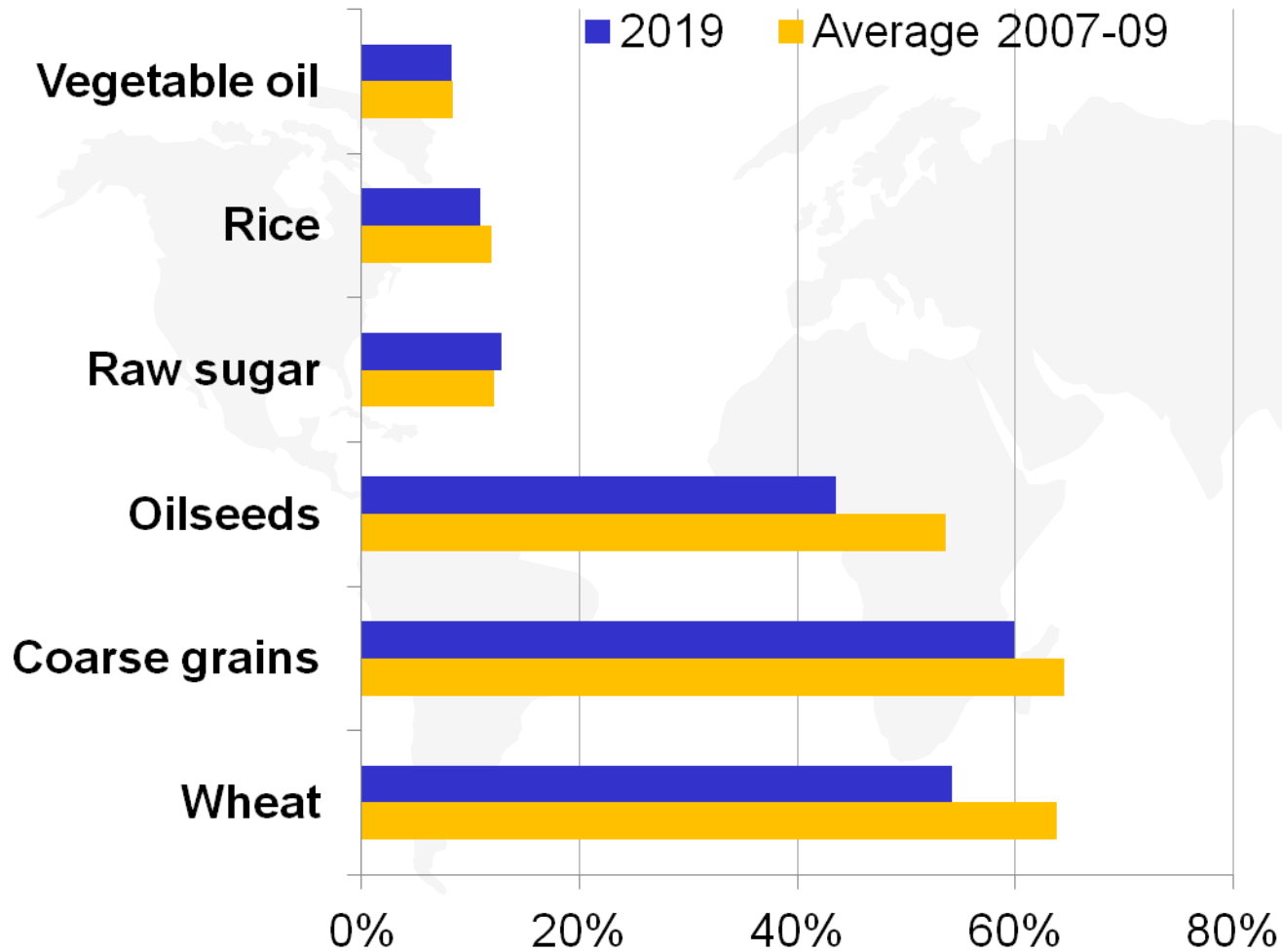


Growth in global exports: 2019 compared to the 2007-09 average





OECD shares in total exports





Key issues and uncertainties



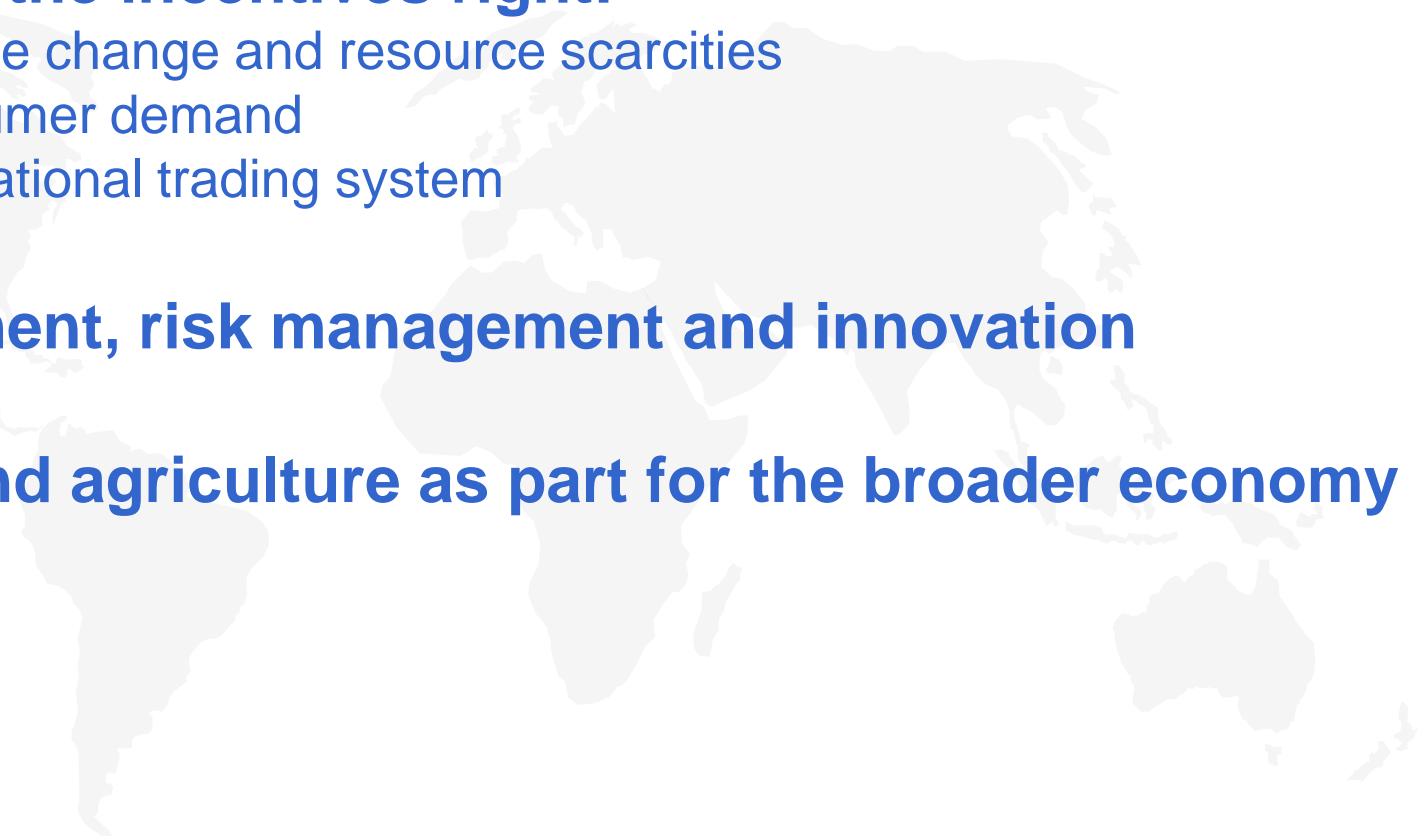
- **Weather and economic stability**
- **Developments in trade and domestic policies**
- **Market concentration**
- **Price volatility**
- **Biofuels policies and biofuel developments**
- **Food security and climate change**
- **Sustainability**



- **OECD ministers met on 25-26 February 2010**
- **Food and agricultural policies for a sustainable future**
- **Responding to global challenges:**
 - **Climate change and resource scarcities**
 - **Global food chains**
 - **Innovation**
 - **Wider economic uncertainties**
 - **New demands**



- **Getting the incentives right:**
 - Climate change and resource scarcities
 - Consumer demand
 - International trading system
- **Investment, risk management and innovation**
- **Food and agriculture as part for the broader economy**





Thank You

www.oecd.org/tad and www.agri-outlook.org

The Outlook will be released on the 15th of June 2010

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