

Challenges and Opportunities



Habitats Biodiversity

Culture and Values



Food



Climate Change



Energy Fibre



Rural Economy



Economic Viability

Resourcemanagement





The Main "Construction Sites" of the CAP

Financial Perspective post-2013

Budget

Rural
Development
Policy

- **Greening of the 1st Pillar**
 - Market and Income Policy

More Balanced Distribution

European Commission
Agriculture and
Rural Development

Market
Intervention as
Safety Net

- Enhancing physical and human capital
- Provision of environmental public goods
- Mobilising local potentials

Horizontal Rules

Simplification

Streamlining "Cross-Compliance"

- Green Growth
- Inclusive Growth
- Smart Growth





- Green Growth
- Inclusive Growth
- Smart Growth





, Green' CAP Measures

First Pillar

- Cross compliance: linking direct payments to mandatory standards (sanctioning mechanism)
- New ,green' measures: permanent pasture, crop rotation, ecological priority areas, Natura 2000 support (eligibility criteria)

Second Pillar

- Investment into physical and human capital (resource efficiency)
- Agri-environment measures (paying for "public goods")
- Support for Sustainable land management areas with natural disadvantages
- Support for implementing Natura 2000 and Water Framework Directive

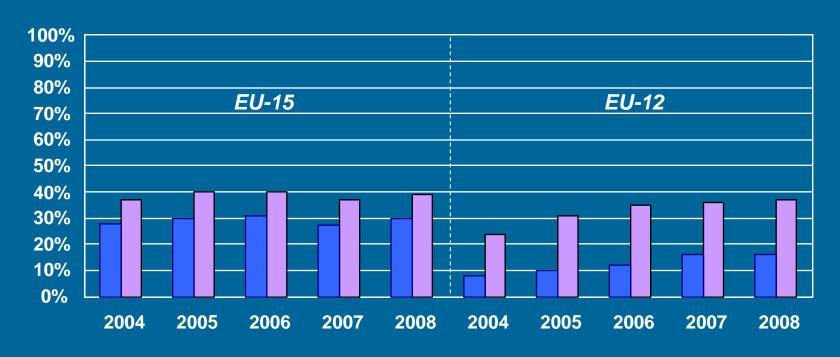
- Green Growth
- Inclusive Growth
- Smart Growth







Direct Payments as a Proportion of Farm Income



- Direct Payments as a proportion of farm income
- All CAP support as a proportion of farm income



- Green Growth
- Inclusive Growth
- Smart Growth





Societal Challenge: "Achieving More from Less"

Prospect:

- Increasing food demand (FAO: 70% increase by 2050)
- Increasing land use competition (bio-mass, bio-energy, nature conservation) and climate change

Response:

- Increasing productivity while ensuring sustainable resource management (focus on land) and preserving the environment
- Substituting primary production through recycling, reduction of post-harvest loss, and new products

Requirements:

- Major investment into research and innovation
- Faster transfer of knowledge from research to practical farming and ensuring feedback on practical needs to science



European Innovation Partnership "Agricultural Productivity and Sustainability"

Context:

- Flagship initiative "Innovation Union" of Strategy "Europe 2020"
- Integrating sciences and practice
- Targeted towards multiple actors across the entire supply chain

Objectives:

- Facilitating exchange between farmers, advisors, agribusiness, and science
- Faster transfer of innovation from science to practice
- Feedback on practice needs to science

• Means:

- Mobilising CAP measures for innovation
- Creating "Operational Groups" and Network facilities
- Link with actions of EU Research Policy



Sustainable Agriculture and Rural Development

Economic Viability

Social Acceptability

Environmental Integrity





Thank you for your attention!



