THE NEW SOLUTIONS OF THE CAP 2013+ TO THE CHALLENGES OF THE EU MEMBER STATES AGRICULTURE

FARMER AND FAMILY FARMS VIABILITY CHALLENGE: LITHUANIAN CASE

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June 12th, 2013 Suchedniów

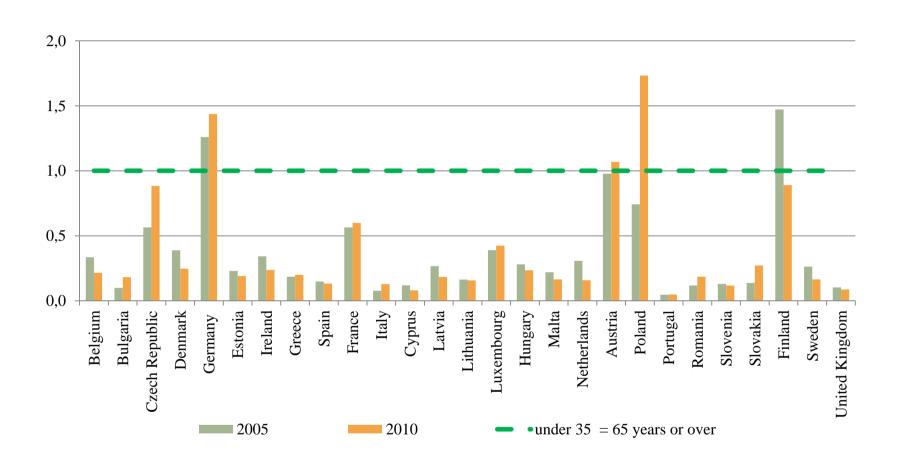
Structure

Farmer and family farms viability challenges in Lithuania:

- age and gender balance,
- age and land owned,
- age and economic issues,
- age (gender) and environmental issues.

Lessons to be learned...

Renewal ratio of holders in the EU

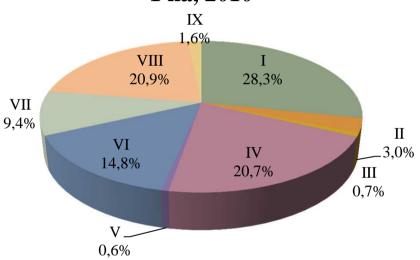


$$Renewal\ ratio = \frac{Number\ of\ holders\ < 35\ years\ old}{Number\ of\ holders\ \geq 65\ years\ old}$$

Source: ratio was calculated on the basis of Eurostat data (ef_ogaage)

Farmer and family farms by type of farming in Lithuania

Farmer and family farms larger than 1 ha, 2010

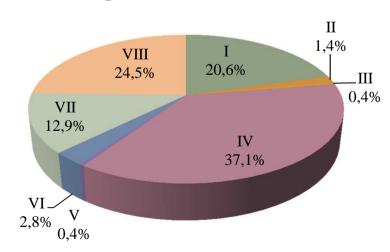


I - Field crops
II - Horticulture
III - Permanent crops
IV - Grazing livestock
V - Granivores
VI - Mixed cropping
VII - Mixed livestock farming
VIII - Mixed cropping and
livestock farming
IX - Non-classified farms

Economic size threshold applied to commercial farms in Lithuania is 4 (standard output – 4000 EUR). The share of commercial farms in farmer and family farms is 26,5 %.

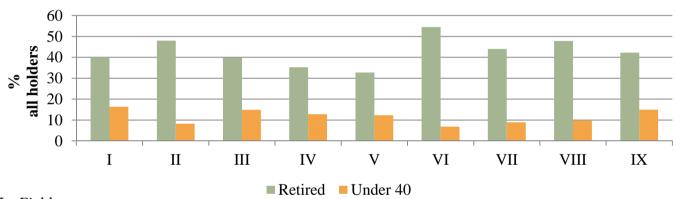
Source: Agricultural Census 2010 data (The Lithuanian Department of Statistics)

Commercial farmer and family farms larger than 1 ha, 2010



Farmer and family farms ageing by type of farming in Lithuania

Critical age groups of farmer and family farm holders, 2010



I - Field crops

II - Horticulture

III - Permanent crops

IV - Grazing livestock

V - Granivores

VI - Mixed cropping

VII - Mixed livestock farming

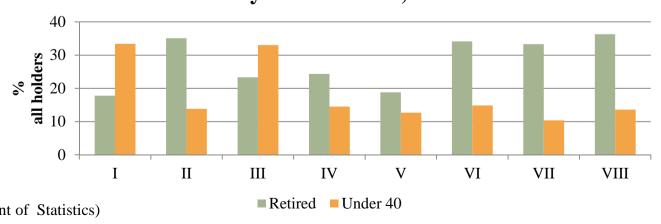
VIII - Mixed cropping and livestock farming

IX - Non-classified farms

Source: calculated on the basis of Agricultural Census 2010 data

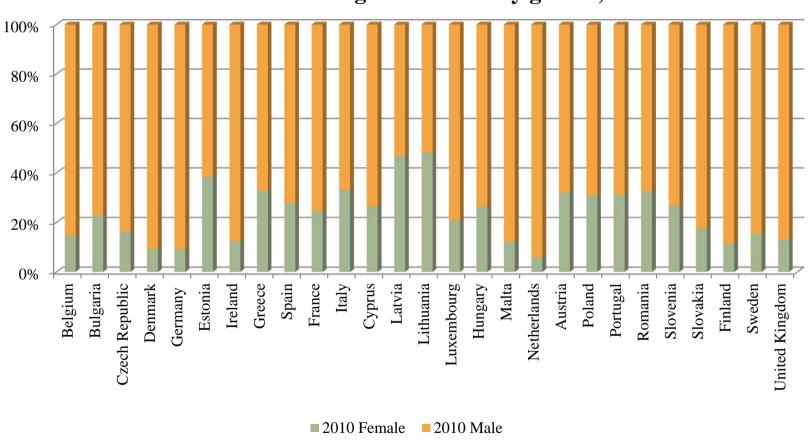
(data collected by The Lithuanian Department of Statistics)

Critical age groups of commercial farmer and family farm holders, 2010



Sole holders' gender balance in the EU

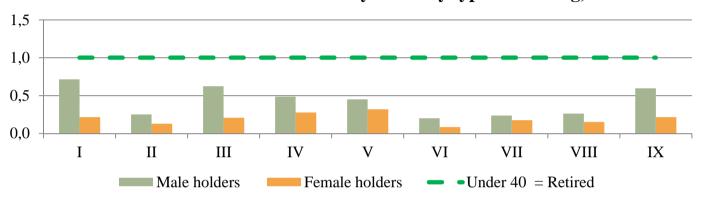
Sole holders working on the farm by gender, 2010



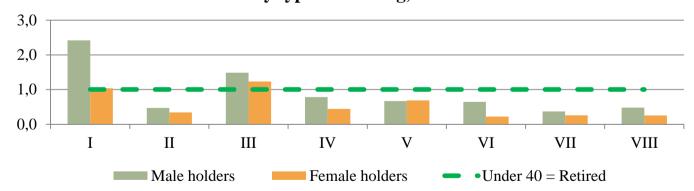
Source: Eurostat (ef_lflegaa)

Farmer and family farms holders' ageing by gender

Renewal ratio in farmer and family farms by type of farming, 2010



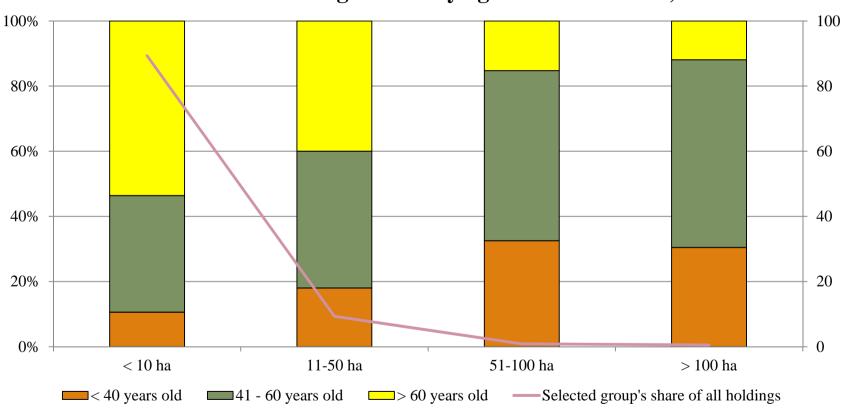
Renewal ratio in commercial farmer and family farms by type of farming, 2010



I - Field crops; II - Horticulture; III - Permanent crops; IV - Grazing livestock; V - Granivores; VI - Mixed cropping; VII - Mixed livestock farming; VIII - Mixed cropping and livestock farming; IX - Non-classified farms

Holding owners by age and land use in Lithuania

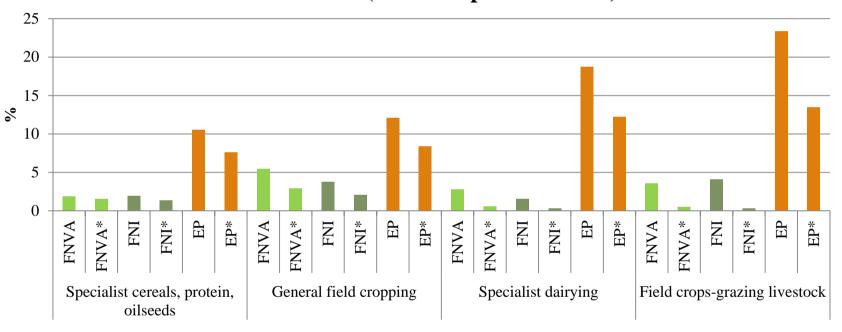
Distribution of holding owners by age and land owned, 2010



Source: Register of Agriculture and Rural Business of the Republic of Lithuania

Economic aspects of commercial farmer and family farms viability

Change in commercial farms share with negative ratios: Lithuanian case (2010 compared to 2004)



* - ratio was calculated with other income (non-agriculture)

FNVA – Farm Net Value Added

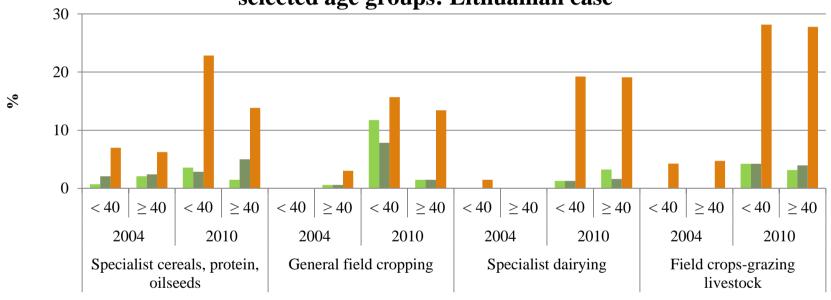
FNI – Farm Net Income

EP – Economic Profit

Source: own research

Economic aspects of commercial farmer and family farms viability

Share of commercial farms with negative ratio in selected age groups: Lithuanian case



■FNVA ■FNI ■EP

FNVA – Farm Net Value Added

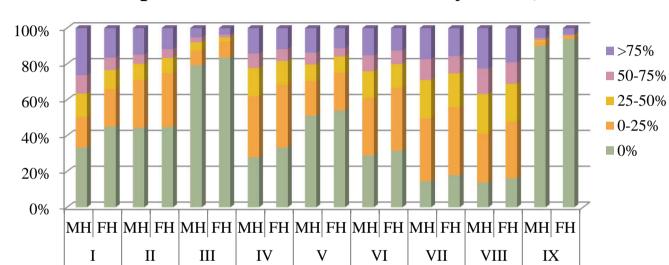
FNI – Farm Net Income

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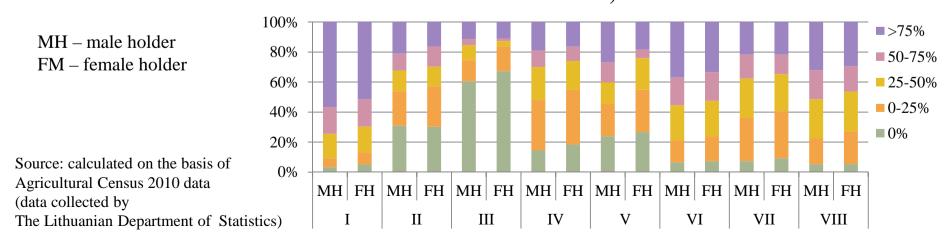
Crop rotation on Lithuanian farmer and family farms

Crop rotation on farmer and family farms, 2010

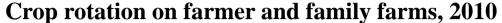


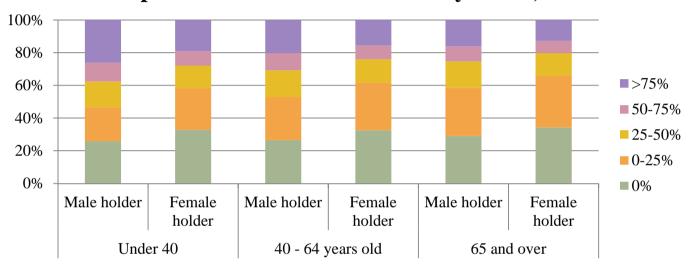
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Crop rotation on commercial farmer and family farms, 2010



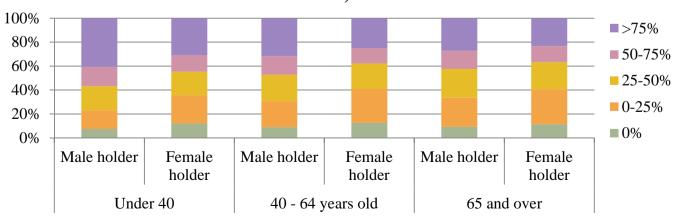
Crop rotation on Lithuanian farmer and family farms





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farming
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Crop rotation on commercial farmer and family farms, 2010



Source: calculated on the basis of Agricultural Census 2010 data (data collected by

The Lithuanian Department of Statistics)

Conclusions

CAP 2013+ includes the most important tools relevant to Lithuanian farmer and family farms viability issues.

CAP 2013+ challenges:

- support vs. scale of the problem,
- food security vs. diversity of national farm structure,
- market orientated farmers vs. subsidy driven.

THANK YOU

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