

The Global Agriculture Perspectives System (GAPS)

Version 1.0

ESA Working Paper No. 16-06 September 2016

Agricultural Development Economics Division Food and Agriculture Organization of the United Nations

The Global Agriculture Perspectives System (GAPS) Version 1.0

Aikaterini Kavallari, Piero Conforti and Dominique van der Mensbrugghe

Recommended citation

Contents

List of tables

List of figures

The <u>G</u>lobal <u>A</u>griculture <u>P</u>erspectives <u>S</u>ystem (GAPS) Version 1.0

Abstract

Keywords

JEL classification

Acknowledgments

1 Introduction

1.1 History of long-term projections at FAO

et al.,

	inter alia
1.2	Long-term projections for food and agriculture: what for and how?
•	
•	

•

inter alia

2 Model specification

ri αc αl αlp

2.1 Supply

2.1.1 Crop production

ac fs,

r ac fs t PP PC r ac³ t

αςρ ας

$$\begin{split} YLD_{r,ac,fs,t}^{cr} &= a_{r,ac,fs}^{yld} \lambda_{r,ac,fs,t}^{yld} \prod_{acp} PP_{r,acp,t}^{\omega_{r,ac,acp,fs,t}^{yld}} \\ A_{r,ac,fs,t}^{cr} &= a_{r,ac,fs}^{area} \lambda_{r,ac,fs,t}^{area} \prod_{acp} PP_{r,acp,t}^{\omega_{r,ac,acp,fs,t}^{area}} \\ XP_{r,ac,fs,t}^{cr} &= YLD_{r,ac,fs,t}^{cr} A_{r,ac,fs,t}^{cr} \\ XP_{r,ac,t} &= \sum_{fs} XP_{r,ac,fs,t}^{cr} \end{split}$$

2.1.2 Cropping intensity

CI

$$CI_{r,fs,t} = \frac{\sum_{ac} A_{r,ac,fs,t}^{cr}}{Arable\ land_{r,fs,t}}$$

2.1.3 Livestock production

al

al

alp

HERD
$$\chi^{sr}$$
 YLD lv λ PP
PFEED ω^{herd} lv
 XP_{al}

$$HERD_{r,al,lv,t} = a_{r,al,lv,t}^{herd} \lambda_{r,al,lv,t}^{herd} PP_{r,al,t}^{\omega_{r,al,lv,t}^{herd}} PFEED_{r,al,lv,t}^{\omega_{r,al,lv,t}^{fd}}$$

$$\begin{split} \chi_{r,al,t}^{sr} &= \alpha_{r,al}^{oftk} \lambda_{r,al,t}^{oftk} \\ YLD_{r,al,t}^{lv} &= \alpha_{r,al}^{yldlv} \lambda_{r,al,t}^{yldlv} PP_{r,al,t}^{\omega_{r,al,t}^{yldlv}} \\ XP_{r,al,t} &= YLD_{r,al,t}^{lv} \chi_{r,al,t}^{sr} HERD_{r,al,lv,t} \end{split}$$

lvp HERD

PP

PFEED

al

$$\begin{split} HERD_{r,al,lvp,t} &= a_{r,al,lvp,t}^{herd} \lambda_{r,al,lvp,t}^{herd} PP_{r,al,t}^{\omega_{r,al,lvp,t}^{herd}} PFEED_{r,al,lvp,t}^{\omega_{r,al,lvp,t}^{fd}} \\ YLD_{r,al,alp,t}^{lvp} &= a_{r,al,alp}^{yldlvp} \lambda_{r,al,alp,t}^{yldlvp} PP_{r,al,t}^{\omega_{r,al,t}^{yldlvp}} \\ XP_{r,alp,t} &= \sum_{al} YLD_{r,al,alp,t}^{lvp} HERD_{r,al,lvp,t} \end{split}$$

2.1.4 Final agricultural output

а

i

make

$$\chi^{dx}$$

$$XS_{r,i,t} = \chi_{r,i,t}^{dx} \sum_{a} a_{r,a,i,t}^{mk} XP_{r,a,t}$$

2.2 Domestic demand

$$YPC \qquad t_0$$

$$YPC_{r,t} = \left(\frac{GDP_{r,t}}{Pop_{r,t}}\right) / \left(\frac{GDP_{r,t_0}}{Pop_{r,t_0}}\right)$$

$$Y_{r,t} = \frac{GDP_{r,t}}{GDP_{r,t_0}}$$

 η^{c} PC $arepsilon^{c}$

 $CD_{r,i,t} = Pop_{r,t}\alpha_{r,i}^c\lambda_{r,i,t}^c YPC_{r,t}^{\eta_{r,i,t}^c} \prod_j PC_{r,j,t}^{\varepsilon_{r,i,j,t}^c}$

 α^c

λ

 $\eta^{bf} = \eta^{od}$ $arepsilon^{bf}$

 $oldsymbol{arepsilon}^{od}$

 $BF_{r,i,t} = \alpha_{r,i}^{bf} \lambda_{r,i,t}^{bf} Y_{r,t}^{\eta_{r,i,t}^{bf}} \prod_{j} PC_{r,j,t}^{\varepsilon_{r,i,j,t}^{bf}}$ $OD_{r,i,t} = \alpha_{r,i}^{od} \lambda_{r,i,t}^{od} Y_{r,t}^{\eta_{r,i,t}^{od}} \prod_{j} PC_{r,j,t}^{\varepsilon_{r,i,j,t}^{od}}$ SEED α^{sd}

 λ^{sd}

 $SEED_{r,i,t} = \alpha_{r,i}^{sd} \lambda_{r,i,t}^{sd} XS_{r,i,t}$

al Ivt XFD HERD

PFEED $arepsilon^{
ho f d}$ $\chi^{ imes f d}$

 $XFD_{r,al,lvt,t} = \chi_{r,al,lvt}^{xfd} \lambda_{r,al,lvt,t}^{xfd} HERD_{r,al,lvt,t} \big(PFEED_{r,al,lvt,t} \big)^{\varepsilon_{r,al,lvt,t}^{pfd}}$

 σ^f

 $\pmb{\lambda}^{fd}$

i

 $FEED_{r,i,al,lvt,t} = \alpha_{r,i,al,lvt}^{fd} \frac{\mathbf{X}_{FD_{r,al,lvt,t}}}{\lambda_{r,i,al,lvt,t}^{fd}} \left(\frac{\lambda_{r,i,al,lvt,t}^{fd} PFEED_{r,al,lvt,t}}{PC_{r,i,t}} \right)^{\sigma_{r,al,lvt,t}^{f}}$

 $PFEED_{r,al,lvt,t} = \left[\sum_{i} \alpha_{r,i,al,lvt}^{fd} \left(\frac{PC_{r,i,t}}{\lambda_{r,i,al,lvt,t}^{fd}} \right)^{\left(1 - \sigma_{r,al,lvt,t}^{f}\right)} \right]^{1 / \left(1 - \sigma_{r,al,lvt,t}^{f}\right)}$

 $TFEED_{r,i,t} = \sum_{al} \sum_{lvt} FEED_{r,i,al,lvt,t}$

α

 $oldsymbol{arepsilon}^{pfd}$

 σ^f

STB DISC XA

$$WASTE_{r,i,t} = \alpha^w_{r,t,t} \left(CD_{r,i,t} + BF_{r,i,t} + OD_{r,i,t} + SEED_{r,i,t} + TFEED_{r,i,t} \right)$$

$$\begin{split} XA_{r,i,t} &= CD_{r,i,t} + BF_{r,i,t} + OD_{r,i,t} + SEED_{r,i,t} + TFEED_{r,i,t} + WASTE_{r,i,t} \\ &+ STB_{r,i,t} + DISC_{r,i,t} \end{split}$$

2.3 Trade, prices and market equilibrium

$$NT_{r,i,t} = XS_{r,i,t} - XA_{r,i,t}$$

PW

GBAL

$$\sum_{r} NT_{r,i,t} = GBAL_{r,t}$$

a

$$\chi^{pp}$$

$$\begin{split} &PC_{r,i,t} = PW_{i,t} \\ &PP_{r.a.t} = \chi^{pp}_{r,a,t} \sum_{i} a^{mk}_{r,a,i,t} \, PW_{i,t} \end{split}$$

2.4 Dynamics

2.4.1 Demand shifters

γ

n

$$\begin{split} \lambda_{r,i,t}^{c} &= \lambda_{r,i,t-1}^{c} \big(1 + \gamma_{r,i,t}^{c,1} + \gamma_{r,t}^{c,2} \big)^{n} \\ \lambda_{r,i,t}^{bf} &= \lambda_{r,i,t-1}^{bf} \big(1 + \gamma_{r,i,t}^{bf,1} + \gamma_{r,t}^{bf,2} \big)^{n} \\ \lambda_{r,i,t}^{od} &= \lambda_{r,i,t-1}^{od} \big(1 + \gamma_{r,i,t}^{od,1} + \gamma_{r,t}^{od,2} \big)^{n} \\ \lambda_{r,i,t}^{sd} &= \lambda_{r,i,t-1}^{sd} \big(1 + \gamma_{r,i,t}^{sd,1} + \gamma_{r,t}^{sd,2} \big)^{n} \end{split}$$

v^{xfd}

$$\begin{split} \lambda_{r,al,lvt,t}^{xfd} &= \lambda_{r,al,lvt,t-1}^{xfd} \big(1 + \gamma_{r,al,lvt,t}^{xfd}\big)^n \\ \lambda_{r,al,lvt,t}^{fd} &= \lambda_{r,al,lvt,t-1}^{fd} \big(1 + \gamma_{r,i,al,lvt,t}^{fd,1} + \gamma_{r,i,t}^{fd,2}\big)^n \end{split}$$

2.4.2 Production shifters

$$fs$$

$$a$$

$$ac$$

$$\lambda_{r,ac,fs,t}^{yld} = \lambda_{r,ac,fs,t-1}^{yld} \left(1 + \gamma_{r,ac,fs,t}^{yld,1} + \gamma_{r,ac,t}^{yld,2}\right)^{n}$$

$$\lambda_{r,ac,fs,t}^{area} = \lambda_{r,ac,fs,t-1}^{area} \left(1 + \gamma_{r,ac,fs,t}^{area,1} + \gamma_{r,ac,t}^{area,2}\right)^{n}$$

$$CI_{r,fs,t} = CI_{r,fs,t-1} \left(1 + \gamma_{r,fs,t}^{ci}\right)^n$$

$$\begin{split} \lambda_{r,al,lvt,t}^{herd} &= \lambda_{r,al,lvt,t-1}^{herd} \big(1 + \gamma_{r,al,lvt,t}^{herd}\big)^n \\ \lambda_{r,al,t}^{yldlv} &= \lambda_{r,al,t-1}^{yldlv} \big(1 + \gamma_{r,al,t}^{yldlv}\big)^n \\ \lambda_{r,al,t}^{oftk} &= \lambda_{r,al,t-1}^{oftk} \big(1 + \gamma_{r,al,t}^{oftk}\big)^n \\ \lambda_{r,al,t}^{yldlvp} &= \lambda_{r,al,alp,t-1}^{yldlvp} \big(1 + \gamma_{r,al,alp,t}^{yldlvp}\big)^n \end{split}$$

2.5 Undernourishment module

$$CPC_{r,i,t} = \chi^{w}_{r,fm,i} \frac{CD_{i,i,t}}{Pop_{r,t}}$$

$$\begin{cases} CAL_{r,it,t} = \varphi_{r,it,t}CPC_{r,it,t} & \text{if} \quad it \in i \\ CAL_{r,it,t} = \alpha_{r,it}^c \lambda_{r,it,t}^c YPC_{r,t}^{\eta_{r,it,t}^c} & \text{if} \quad it \notin i \end{cases}$$

$$DES_{r,t} = \sum_{it} CAL_{r,it,t}$$

DES MDER

CV

MDER SNCDF

Ρ

$$\begin{split} \sigma^{u}_{r,t} &= \sqrt{\log \left(CV_{r,t}^{2} + 1\right)} \\ P^{0}_{r,t} &= SNCDF \left(\frac{\log \left(\frac{MDER_{r,t}}{DES_{r,t}}\right)}{\sigma^{u}_{r,t}} + 0.5\sigma^{u}_{r,t}\right) \\ Under_{r,t} &= P^{0}_{r,t}Pop_{r,t} \end{split}$$

MDER

 P^1

MDER

 P^2

$$\begin{split} P_{r,t}^1 &= P_{r,t}^0 - \frac{_{DES_{r,t}}}{_{MDER_{r,t}}} \; SNCDF \left(\frac{\log \left(\frac{_{MDER_{r,t}}}{_{DES_{r,t}}} \right)}{\sigma_{r,t}^u} - 0.5\sigma_{r,t}^u \right) \\ P_{r,t}^2 &= MDER_{r,t} P_{r,t}^1 \end{split}$$

2.6 Data

 $P_{a}(z) = \int_{0}^{z} \left(\frac{z-x}{x}\right)^{a} f(x) dx \qquad z$

f

3 Illustrative scenario analysis

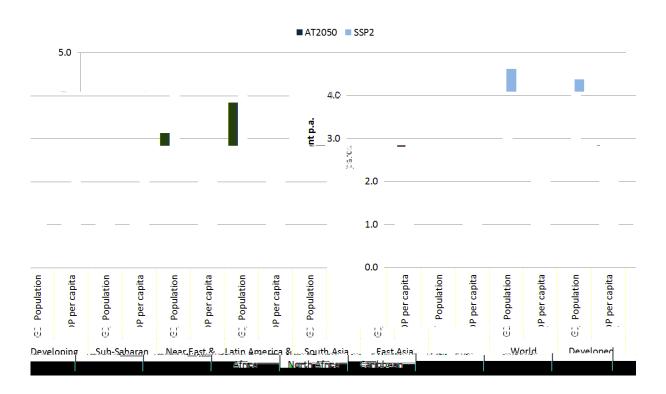
3.1 Scenario set up

et al., et al.,

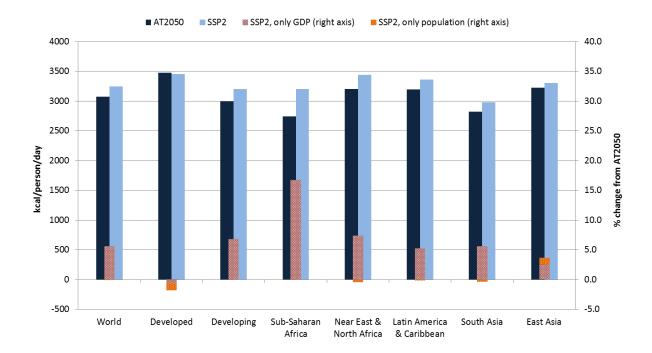
et al.,

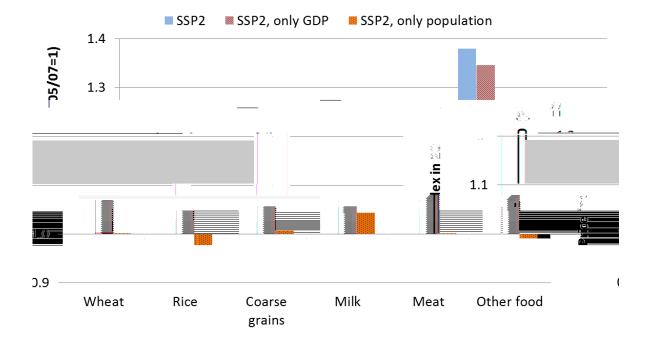
c0

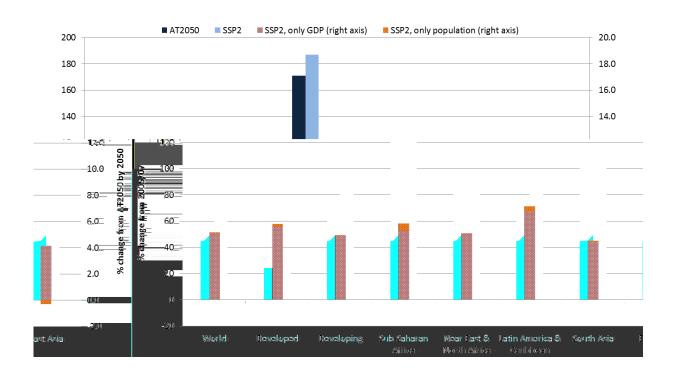
et al.,



3.2 Illustrative results







4	Conc	luding	remar	ks

References

Annex

Code	Long name	Commodity produced

αс

α

		Mapping to FAOSTAT commodities in Food Balance Sheets / Supply and Use accounts
Code	Long name	FAOSTAT code Long name
		hich supply and demand is projected

		Mapping to FAOSTAT commodities in Food Balance Sheets / Supply and Use accounts	
Code	Long name	FAOSTAT code	Long name
	Commodities for wh	। nich only calorie dema	nd is proiected
	22		

			Mapping to FAOSTAT commodities in Food Balance Sheets / Supply and Use accounts		
Code	Long name	FAOSTAT code	Long name		

Region		Mapping with countries in UN 2010
Code	Long name	population revision

Region		Mapping with countries in UN 2010
Code	Long name	population revision

Region	Mapping with countries in UN 2010	
Code	Long name	population revision

Region		Mapping with countries in UN 2010	
Code	Long name	population revision	

ESA Working Papers

WORKING PAPERS

The ESA Working Papers are produced by the Agricultural Development Economics Division (ESA) of the Economic and Social Development Department of the Food and Agriculture Organization of the United Nations (FAO). The series presents ESA's ongoing research. Working papers are circulated to stimulate discussion and comments. They are made available to the public through the Division's website. The analysis and conclusions are those of the authors and do not indicate concurrence by FAO.

AGRICULTURAL DEVELOPMENT ECONOMICS

Agricultural Development Economics (ESA) is FAO's focal point for economic research and policy analysis on issues relating to world food security and sustainable development. ESA contributes to the generation of knowledge and evolution of scientific thought on hunger and poverty alleviation through its economic studies publications which include this working paper series as well as periodic and occasional publications.

Agricultural Development Economics (ESA)
The Food and Agriculture Organization of the United Nations
Viale delle Terme di Caracalla
00153 Rome, Italy

Contact:

Office of the Director

Telephone: +39 06 57054368 Facsimile: +39 06 57055522

Website: http://www.fao.org/economic/esa/esa-home

e-mail: ESA@fao.org