

#### **INSIGHTS SUMMARY**

# HOW CAN WE CREATE FOOD SECURITY AND ENSURE STRONG FARMER LIVELIHOODS?

FARMER-CENTRED FOOD SECURITY / ONLINE WRITTEN DISCUSSION / 25 OCT 2023

WITH THANKS TO OUR EXPERT PANEL – we are very grateful to each member of the panel and to other members of the Business Fights Poverty community for their contributions:

Alazar Michael, Co-founder, Hello Erf; Chris Henderson, Senior Policy and Practice Adviser - Agriculture, Practical Action; Dale Buscher, Senior Director for Programs, Women's Refugee Commission; Damilola Ahmed, Practical Action; Diana Onyango, Head of Technical Team, Farm Africa; Faith Nyanjui, Climate Action and Media Officer, The Youth Cafe; Felix Atamba, Founder/Youth Project Lead, YAHI (Youth Against Hunger Initiative); Hamish Taylor, Director, Shinergise Partners; Juan Pablo Solís, Senior Advisor, Climate and Environment, Fairtrade International; Julie McCarthy, MD, Taskforce on Nature Markets; Kazi Jawoad Hossain, Climate, Resilience, and Agriculture Manager, iDE; Meg Buckley, Associate Director, Private Sector Engagement, ACDI/VOCA; Megan Baumann, Global Qualitative Research Lead, Women's World Banking; Nick Lynch Staunton, Programme Development Manager, Hand in Hand International; Oliver Camp, Senior Associate, Nature Positive Actions for Healthy Diets, GAIN; Dr Rohini Saran, Project Lead – Nutrition, PATH; Sarah Roberts, CEO, Practical Action

Moderator: Katie Hyson, Director, Thought Leadership & COO, Business Fights Poverty

The climate crisis is having severe consequences for the production of food crops, threatening both global food security and individual farmers' livelihoods. More than ever, putting farmers at the centre of food security is imperative for both humanitarian and economic reasons.

Despite producing enough food to feed 1.5 times the current global population, a staggering 800 million people go hungry, with women constituting 60% of this demographic. Moreover, one-third of the global population suffers from nutrient deficiencies, indicating that quantity does not necessarily translate to quality in food distribution.

The majority of our food production comes from smallholdings, with 84% of farms falling into this category. Farmers are custodians of much of our land and have generational knowledge of what works – and yet the average income per day of a smallholder farmer is just £1.50. This stark reality underscores the need for a farmer-centric approach.

This Insights Summary is developed from the Business Fights Poverty Forum Discussion which took place here on 25 October 2023. The aim was to bring together leading thinking and best practice on how business can help accelerate progress on farmer-centred food security. We are grateful to all who contributed.

During the discussion, four key areas were discussed. Each of these has been summarised. Please refer to the full written conversation for nuances and background.



## A FARMER-FIRST APPROACH TO FOOD SECURITY

The current global food security challenge necessitates a paradigm shift towards a farmer-first approach. Historically, food security strategies have often overlooked the critical role of farmers, particularly those in hard-to-reach and marginalised groups. This report examines the immense benefits of placing farmers at the centre of food security decision-making, emphasising the need for inclusive and gender-sensitive policies.

#### KEY INSIGHTS AND STRATEGIES

#### STRENGTHEN LOCAL FOOD ECONOMIES

 Advocate for policies supporting local sourcing in food programmes and create market opportunities for smallholder farmers, enhancing regional food security and economic growth.

## EMPOWER FARMERS AS DECISION-MAKERS

 Develop strategies that respect farmers' local expertise, enabling informed decision-making on practices to build resilience and adaptability.

#### **INVEST IN SUPPORT STRUCTURES**

- Provide farmers with access to quality training and real-time data.
- Enable farmers to be central in decision-making processes.

## PRIORITISE GENDER AND EQUALITY IN FARMING

- Implement gender-sensitive policies ensuring women's land tenure and access to agricultural resources.
- Fully integrate women, young people and those of marginalised groups in agricultural productivity and decisionmaking to mitigate gender disparities.

## INTEGRATE INDIGENOUS KNOWLEDGE AND LOCAL EXPERTISE

 Collaborate with local communities to infuse indigenous knowledge into agricultural initiatives, enhancing project relevance and effectiveness.



#### DEVELOPING FOOD SECURITY THROUGH CLIMATE-RESILIENT AND SHOCK-RESISTANT FARMING PRACTICES

The global food security landscape faces unprecedented threats from various sources such as conflicts, contagious diseases and climate change-induced extreme weather events. These challenges underscore the urgent need for enhanced resilience in agricultural practices, particularly for smallholder farmers who are most vulnerable to these shocks.

#### KEY INSIGHTS AND STRATEGIES

#### ACCELERATE CLIMATE-RESILIENT FARMING

- Implementing climate-smart agriculture is vital for enhancing smallholder farmers' resilience and productivity.
- This involves adopting practices that improve soil health, water conservation and overall climate resilience, thus supporting sustainable community-level food supplies.

## INCENTIVISE SUSTAINABLE AND DIVERSE FARMING

- Shifting agricultural policies towards regenerative practices creates diversity in farming products, increasing resilience to shocks.
- Encouraging methods that promote biodiversity and reduce carbon footprints, while aligning with local climatic and environmental conditions, is crucial.

#### PROMOTE AGROECOLOGICAL PRACTICES

 Transitioning to regenerative and agroecological farming systems minimises reliance on external inputs, improves soil health, increases biodiversity and enhances resilience to climate change and market volatility.

## EMPOWER FARMERS WITH WEATHER AND MARKET DATA

- Ensuring farmers have access to information technology is key for informed decision-making.
- This encompasses knowledge about weather, markets, transportation and other factors, coupled with necessary training for effective utilisation.

## FOSTER LOCALISED CLIMATE-SMART PRACTICES AND INNOVATION

- Implementing and scaling Climate-Smart Agriculture tailored to local contexts is essential.
- Innovative strategies, like rent-to-own schemes for essential farming equipment, can empower smallholder farmers – especially women, reducing post-harvest losses and enhancing sustainability.



## ENHANCING FINANCIAL AND MARKET ACCESS FOR SMALLHOLDER FARMERS

Addressing the financial and market access challenges of smallholder farmers, particularly women, requires a multifaceted approach involving fair wages, inclusive financial services, resilience to shocks, policy support and cooperative structures. By implementing these strategies, we can enhance the financial stability and agricultural productivity of smallholder farmers, contributing to sustainable agricultural practices and improved livelihoods.

## KEY INSIGHTS AND STRATEGIES

## FAIR COMPENSATION AND MARKET CONNECTIVITY

- It is crucial to ensure smallholder farmers, especially women, receive fair compensation for their products.
- This involves not only fair pricing but also facilitating their access to both local and global markets.
- Enhancing market connectivity enables farmers to tap into premium pricing opportunities and increases consumer awareness of sustainable agriculture.

## DIVERSE AND INCLUSIVE FINANCIAL SERVICES

- Expansion of financial services tailored to the unique needs of rural communities, particularly women farmers, is essential.
- Inclusive financial mechanisms should address traditional barriers, such as high collateral requirements, and provide fair interest rates.

#### SHOCK-RESILIENT FINANCE

 Strengthening farmers' resilience to shocks, particularly climateinduced risks, is vital.  This can be achieved through financial support mechanisms like parametric insurance and credit facilities, which are specifically tailored to the challenges faced by smallholder farmers.

## EXPAND ACCESS TO INSURANCE SERVICES

- Ensuring that farmers have improved access to a broad range of insurance and micro-insurance products is necessary to mitigate risks and adapt to changing climate conditions.
- This includes developing innovative instruments like parametric insurance and working with state insurance as well as private providers.

## POLICY, PUBLIC AND COOPERATIVE SUPPORT

- Collaborating with policymakers, donors, development banks and others to expand financing options and facilitate the use of moveable collateral can provide more inclusive support for small-scale farmers.
- Additionally, assisting farmers with integrating into markets through cooperative structures and partnerships ensures equitable distribution of resources and safeguards against marginalising practices.



# IMPROVING SMALLHOLDER FARMER OUTCOMES THROUGH POLICY AND PUBLIC SUPPORT

Smallholder farmers face considerable barriers to increasing yields, accessing markets and developing their incomes, due to insufficient policy, regulatory frameworks and inadequate public support. Addressing these issues is crucial for improving their economic viability and sustainability.

#### KEY INSIGHTS AND STRATEGIES

#### REGULATORY AND POLICY REFORM

- Strengthening regulatory oversight and creating farmer-supportive policy frameworks are essential.
- This involves comprehensive disclosure requirements for commodity traders to improve market transparency, and also implementing governance measures to mitigate harmful practices in agricultural supply and value chains.

#### SMALLHOLDER MARKET ACCESS AND INCLUSIVE REGULATION

- Promoting market integration and access for smallholder farmers through smallholder-focused regulation that is inclusive is vital.
- This ensures stable demand for agroecologically produced goods and removes barriers, whilst reassuring buyers of traceability limitations.

#### DIVERSIFIED REGULATION SURROUNDING AGRICULTURAL PRACTICES

- Encouraging crop diversification and livestock integration offers multiple income streams.
- Regulation supporting local markets and value chains for these products enhances economic viability and food security.

#### SUBSIDIES AND ENCOURAGEMENT FOR ADOPTION OF CLIMATE-SMART AGRICULTURE

- Public-supported barrier reduction to implementing climate-smart techniques, such as rainwater harvesting and drought-resistant crops, is crucial in the face of climate change.
- These practices not only secure food production but also lead to better environmental outcomes.

#### DATA-DRIVEN AND COMMUNITY-CENTRIC APPROACHES

- Expanding research on the socio-economic and environmental impacts of agriculture, with a focus on women farmers, is key.
- Strengthening community and market linkages through partnerships for regenerative and organic agriculture can significantly enhance productivity and income opportunities.



## REFERENCES & FURTHER READING

## A Farmer-First Approach to Food Security

- Altieri, M. A. (2018). Agroecology: the science of sustainable agriculture CRC Press
- BioScience. (2020). 'Transforming Rural Economies and Youth
  Livelihoods', BioScience. Available
  at: academic.oup.com/bioscience/article-pdf/doi/10.1093/biosci/biaa048/33476093/biaa048.pdf
  [Accessed: 8 November 2023].
- Feed the Future Advancing Women's Empowerment (AWE) Program (n.d.). 'Digital Finance and Women's Economic Empowerment in Beyond Production Roles in Agriculture and Food Systems Final Report', Agrilinks. Available at: <a href="https://agrilinks.org/sites/default/files/media/file/Digital%20Finance%20and%20">https://agrilinks.org/sites/default/files/media/file/Digital%20Finance%20and%20</a> Women%27s%20Economic%20Empowerment%20in%20Beyond%20Production%20Roles%20in%20Agriculture%20and%20Food%20Systems\_Final%20Report.pdf (Accessed: 8 November 2023)
- Food and Land Use Coalition. (2019).
   Growing Better: Ten critical transitions to transform food and land use.
   Global Consultation Report.
- Food and Agriculture Organization (FAO). (2018). Enhancing Market Access for Smallholder Farmers Through Value Chain Development: A Guide for Policymakers and Practitioners.
- International Livestock Systems
   Sustainability Institute (ILSSI). (n.d.).
   'ILSSI', ILSSI. Available at: <a href="https://ilssi.tamu.edu">https://ilssi.tamu.edu</a> (Accessed: 8 November 2023).

#### Developing Food Security through Climate-Resilient and Shock-Resistant Farming Practices

- Agroecology and Agrobiodiversity Course Participants. (2022). 'Comparative Analysis of Conventional and Sustainable Farming Systems', NutriProduce. Available at: <a href="https://nutri-produce.com/aatc-2022">https://nutri-produce.com/aatc-2022</a> (Accessed: 8 November 2023).
- Kremen, C., & Miles, A. (2012).
   Ecosystem services in biologically diversified versus conventional farming systems: benefits, externalities, and trade-offs. Ecology and Society, 17(4), 40.
- Mollison, B., & Holmgren, D. (1978).
   Permaculture One: A Perennial
   Agriculture for Human Settlements.
   Transworld Publishers.
- Organic Trade Association. (2021).
   2020 Organic Industry Survey.
- Practical Action. (2022). Rwandan refugees and farmers to stand up to climate change. Retrieved from: <a href="https://practicalaction.org/news-media/2022/07/15/rwandan-refugees-and-farmers-to-stand-up-to-climate-change">https://practicalaction.org/news-media/2022/07/15/rwandan-refugees-and-farmers-to-stand-up-to-climate-change</a>
- Practical Action. (2022). Changing Chintheche: How renewable energy is working for Malawian farmers.
   Retrieved from: <a href="https://practicalaction.org/news-media/2022/11/28/changing-chintheche-how-renew-able-energy-is-working-for-malawian-farmers">https://practicalaction.org/news-media/2022/11/28/changing-chintheche-how-renew-able-energy-is-working-for-malawian-farmers</a>
- Vikara Institute. (n.d.). Levelling the Playing Field: Developing Market Systems That Support Regenerative Agriculture. Retrieved from: <a href="https://www.vikarainstitute.org/post/levelling-the-playing-field-develop-ing-market-systems-that-support-regenerative-agriculture">https://www.vikarainstitute.org/post/levelling-the-playing-field-develop-ing-market-systems-that-support-regenerative-agriculture</a>
- Women's Refugee Commission.

   (n.d.). Better Lives Now: A Conceptual Framework for Understanding and Measuring Refugee Self-Reliance. Retrieved from: <a href="https://www.womensrefugeecommission.org/research-resources/bet-ter-lives-now-a-conceptual-framework-for-understanding-and-measuring-refugee-self-reliance">https://www.womensrefugeecommission.org/research-resources/bet-ter-lives-now-a-conceptual-framework-for-understanding-and-measuring-refugee-self-reliance</a>

 Women's Refugee Commission. (n.d.). COVID-19 and Food Insecurity. Retrieved from: <a href="https://www.womensrefugeecommission.org/">https://www.womensrefugeecommission.org/</a>
 research-resources/covid-19-food-insecurity

## Enhancing Financial and Market Access for Smallholder Farmers

- Pula Advisors. (n.d.). Crop Insurance.
   Retrieved from: <a href="https://www.pu-la-advisors.com/crop-insurance">https://www.pu-la-advisors.com/crop-insurance</a>
- African Research and Impact Network (ARIN). (n.d.). Retrieved from: <a href="https://www.arin-africa.org">https://www.arin-africa.org</a>
- Fairtrade International. (n.d.). Risk Map. Retrieved from: <a href="https://risk-map.fairtrade.net">https://risk-map.fairtrade.net</a>
- Nature Finance. (2023). 'Making Nature Markets Work', Nature Finance. Available at: <a href="https://www.naturefinance.net/wp-content/up-loads/2023/08/MakingNatureMarketsWork.pdf">https://www.naturefinance.net/wp-content/up-loads/2023/08/MakingNatureMarketsWork.pdf</a> (Accessed: 8 November 2023).
- Practical Action. (n.d.). 'Transforming Rural Economies and Youth
  Livelihoods (TREYL)', Practical Action.
  Available at: <a href="https://practicalaction.org/our-work/projects/transforming-the-future-of-rural-youths-in-kenya">https://practicalaction.org/our-work/projects/transforming-the-future-of-rural-youths-in-kenya</a>
- Practical Action. (2022). Women farmers in Nepal to go digital thanks to Jersey Overseas Aid. Retrieved from: <a href="https://practicalaction.org/news-media/2022/10/20/wom-en-farmers-in-nepal-to-go-digital-thanks-to-jersey-overseas-aid">https://practicalaction.org/news-media/2022/10/20/wom-en-farmers-in-nepal-to-go-digital-thanks-to-jersey-overseas-aid</a>
- Women's World Banking. (2022). 'Making Jan-Dhan Work for Rural Women - 2022 Report', Women's World Banking. Available at: https://www.womensworldbanking.org/wp-content/uploads/2022/11/Making-Jan-Dhan-Work-for-Rural-Women-2022-Report.pdf (Accessed: 8 November 2023).
- Women's World Banking. (2023). 'Women's Financial Inclusion Through Movable Collateral: Three Case Studies', Women's World Banking. Available at: https://www. womensworldbanking.org/wp-content/uploads/2023/08/Womens-Financial-Inclusion-Through-Movable-Collateral-Three-Case-Studies. pdf (Accessed: 8 November 2023).



- Women's World Banking. (n.d.).
   Making Digital Public Infrastructure
   Work for Women. Retrieved from:
   https://www.womensworldbanking.
   org/insights/policy-brief-mak ing-digital-public-infrastruc ture-work-for-women
- Women's World Banking. (n.d.).
  Report: Advancing Women as
  Leaders in Nigeria's Finance Industry.
  Retrieved from: <a href="https://www.womensworldbanking.org/insights/report-advancing-women-as-lead-ers-in-nigeria-finance-industry">https://www.womensworldbanking.org/insights/report-advancing-women-as-lead-ers-in-nigeria-finance-industry</a>
- Women's World Banking. (n.d.).
   Report: Catalyzing Women's Advancement into Decision-Making
   Roles in Indonesia's Banking and
   Fintech Sectors. Retrieved from:
   <a href="https://www.womensworldbanking.org/insights/report-catalyzing-womens-advancement-into-decision-making-roles-in-indonesias-banking-and-fintech-sectors">https://www.womensworldbanking.org/insights/report-catalyzing-womens-advancement-into-decision-making-roles-in-indonesias-banking-and-fintech-sectors</a>
- Women's World Banking. (n.d.). Report: Climate Change and women's Financial Inclusion. Retrieved from: <a href="https://www.womensworldbanking.org/insights/climate-change-womens-financial-inclusion">https://www.womensworldbanking.org/insights/climate-change-womens-financial-inclusion</a>

#### Emproving Smallholder Farmer Outcomes through Policy and Public Support

- California Legislation: SB-260 Climate Corporate Accountability Act. Retrieved from: <a href="https://leginfo.leg-islature.ca.gov/faces/billNavClient.xhtml?bill\_id=202120220SB260">https://leginfo.leg-islature.ca.gov/faces/billNavClient.xhtml?bill\_id=202120220SB260</a>
- European Commission. (n.d.). Corporate Sustainability Due Diligence.
   Retrieved from: <a href="https://commission.europa.eu/business-economy-euro/doing-business-eu/corporate-sus-tainability-due-diligence-en">https://commission.europa.eu/business-economy-euro/doing-business-eu/corporate-sus-tainability-due-diligence-en</a>
- European Commission. (n.d.).
   Regulation on Deforestation-free
   Products. Retrieved from: <a href="https://environment.ec.europa.eu/topics/forests/deforestation/regulation-deforestation-free-products\_en">https://environment.ec.europa.eu/topics/forests/deforestation/regulation-deforestation-free-products\_en</a>

- German Federal Ministry for Economic Cooperation and Development. (n.d.). Supply Chain Act. Retrieved from: <a href="https://www.csr-in-deutschland.de/EN/Business-Hu-man-Rights/Supply-Chain-Act/sup-ply-chain-act.htm">https://www.csr-in-deutschland.de/EN/Business-Hu-man-Rights/Supply-Chain-Act/sup-ply-chain-act.htm</a>
- The European Green Deal. (n.d.).
   'The European Green Deal', [online].
   Available at: <a href="https://commission.europa.eu/strategy-and-policy/priorities-2019-2024/europe-an-green-deal\_en">https://commission.europa.eu/strategy-and-policy/priorities-2019-2024/europe-an-green-deal\_en</a>
- UK Legislation: Environment Act 2021. Retrieved from: <a href="https://www.legislation.gov.uk/ukpga/2021/30/contents/enacted">https://www.legislation.gov.uk/ukpga/2021/30/contents/enacted</a>

## Business Fights Poverty Resources

- Business Fights Poverty. (2023).
   Close the Financing Gap for Small-Scale Farmers. Retrieved from:
   <a href="https://businessfightspoverty.org/it-takes-partnership-and-innovation-to-close-the-financing-gap-for-small-scale-farmers">https://businessfightspoverty.org/it-takes-partnership-and-innovation-to-close-the-financing-gap-for-small-scale-farmers</a>
- Business Fights Poverty. (2017).
   Enabling Smallholder Farmers to
   Improve Their Incomes. Retrieved
   from: <a href="https://businessfightspoverty.org/report/enabling-smallhold-er-farmers-to-improve-their-incomes">https://businessfightspoverty.org/report/enabling-smallhold-er-farmers-to-improve-their-incomes</a>
- Business Fights Poverty. (2023).
   Farmers Hold the Key to the Climate Crisis – If Only World Leaders at COP27 Would Listen. Retrieved from: https://businessfightspoverty.org/ farmers-hold-the-key-to-the-climatecrisis
- Business Fights Poverty. (2023). Food Security and Farmer Livelihoods with Cesar and Michelle. Retrieved from: <a href="https://businessfightspoverty.org/food-security-and-farmer-liveli-hoods-with-cesar-and-michelle">https://businessfightspoverty.org/food-security-and-farmer-liveli-hoods-with-cesar-and-michelle</a>
- Business Fights Poverty. (2023). How Farmer Segmentation Can Strengthen Supply Chains and Better Support Smallholder Farmers. Retrieved from: <a href="https://businessfightspoverty.org/farmer-segmentation-sup-ply-chains">https://businessfightspoverty.org/farmer-segmentation-sup-ply-chains</a>

- Business Fights Poverty. (2023).
   Mainstreaming Gender to Power Sustainable Business Growth.

   Retrieved from: <a href="https://business-fightspoverty.org/mainstream-ing-gender-to-power-sustain-able-business-growth">https://business-fightspoverty.org/mainstream-ing-gender-to-power-sustain-able-business-growth</a>
- Business Fights Poverty. (2023).
   Scaling Green Tech Solutions for
   Smallholder Farmers, with Audrey and Khadija. Retrieved from: <a href="https://businessfightspoverty.org/scaling-green-tech-solutions-for-smallhold-er-farmers">https://businessfightspoverty.org/scaling-green-tech-solutions-for-smallhold-er-farmers</a>
- Business Fights Poverty. (2023).
   Women Cotton Farmers and Climate Solutions. Retrieved from: <a href="https://businessfightspoverty.org/wom-en-cotton-farmers-and-climate-solutions">https://businessfightspoverty.org/wom-en-cotton-farmers-and-climate-solutions</a>