Challenging free trade

Embodied carbon and the development agenda













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Headlines

- 1. Reducing carbon.
- 2. Optimising sustainable development
 - "differentiated responsibilities",
 - CC will impact LICs first, fastest, hardest
 - sustainable development objectives
- 3. The food system trialling carbon "offers"
- 4. Impacts on trade are unclear; private reaction is clearer
- 5. Standards are a foundation; indicate potential; evolve; food miles
- 6. Realistic carbon-based food calculus would favour LICs
- 7. Reducing carbon experience



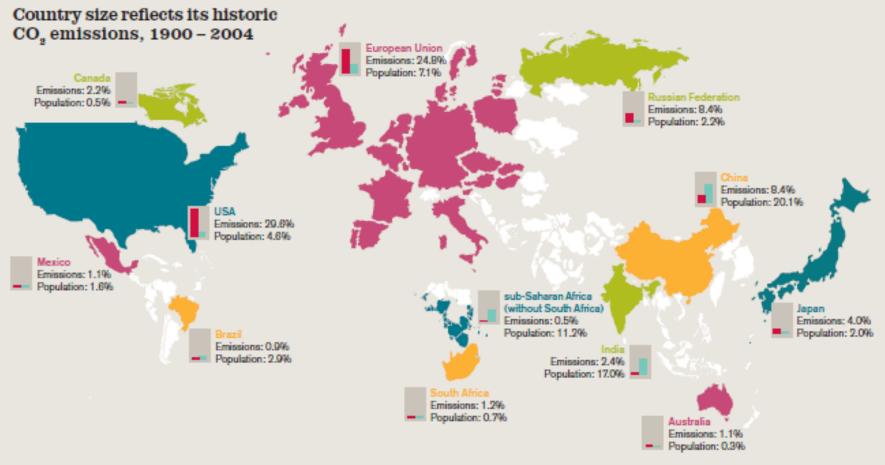
World of emissions, world of inequalities

Key

Map shows % of cumulative CO, emissions

% of global CO₂ emissions 1900 – 2004 % of global population 2006

Countries with high deforestation appear smaller as emissions from land use change and deforestation are not reflected due to lack of data availability. European Union refers to the 25 member states in 2004.



2. Optimising sustainable development

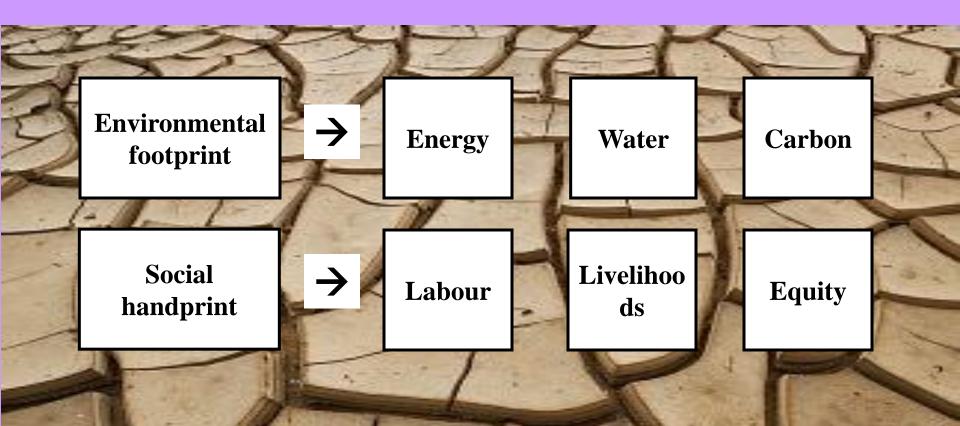
Environmental

+

Social

+

Economic



3. Food system is trialling carbon "offers"















Carbon Trust





- Launched 2007
- Symbol to appear on retail sales with value £1.4bn
- Tesco to put on milk (30m pints/wk)
- Brands commit to reduction (MRV)
- Climate Change Act 2008 Carbon Reduction Commitment, a mandatory climate-change and energy-saving scheme /PAS 2050
- 1kg bag of Tate & Lyle's cane sugar has a carbon footprint of 380g



4. Impacts on trade are unclear; private reaction is clearer



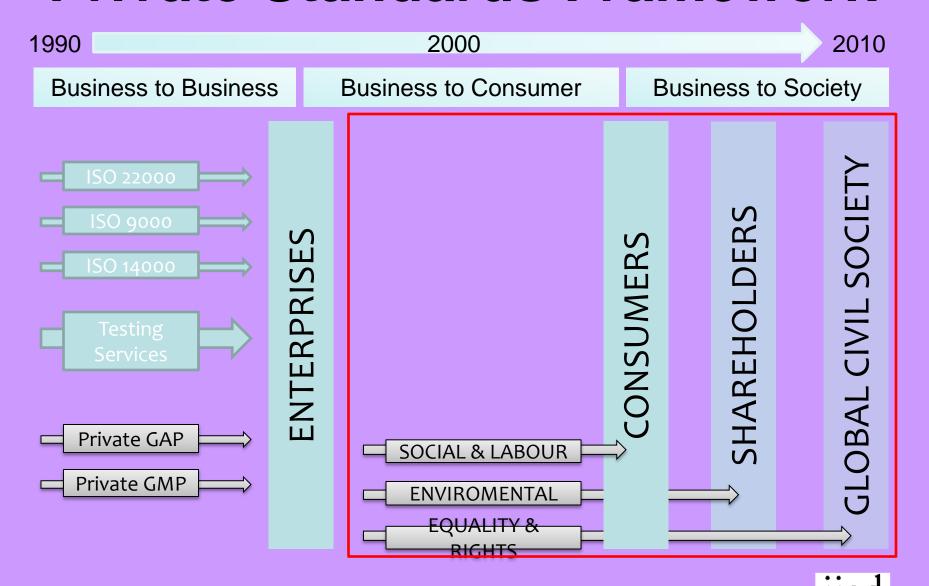
Migros, ClimaTop

Bilan CO2 Leclerc

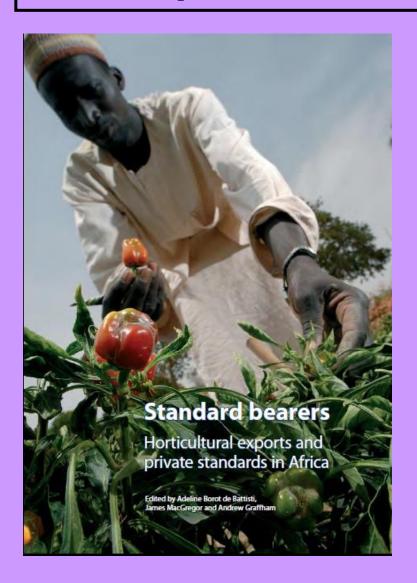




Private Standards Framework



5. Standards are a foundation; indicate potential; evolve; exclude



For developing countries, PVS for export horticulture:

- More trade
- Fewer buyers
- Higher quality
- Stronger secure stable supply chains
- Greater multipliers
- Contribute to food security
- If you want a copy sent to you, email james.macgregor@iied.org



Kenyan green beans: The epitome of (un)sustainable consumption?

Unsustainable?

- Air freight accounts for over 90% of FFV exports from Africa to UK
- Competition: Displaces UKproduced low-distance-to-market crops

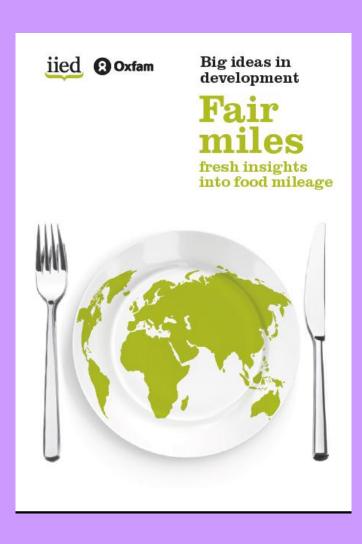


Sustainable?

- Kenya in "carbon credit"
- Accounts for less than 0.1% of total UK emissions of CO2
- 90% in passenger jet bellyhold (zero?)
- Fast-track to rural economic development; rural injection of £200m
- Over one million rural Africans are supported by UK consumption of FFV produced in Africa
- Competition: Fills gaps in UK seasonality



Fair miles



- We need to balance our diets
- Embedded livelihoods, labour, water, quality, vitamins, etc
- Knee jerk reactions to food miles can cost the planet dearly
- Buy more from developing countries
- In season, buy local; out-of-season, buy development-friendly
- Pocketbook If you want a copy sent to you, email james.macgregor@iied.org



6. Realistic carbon-based food pricing would favour LICs

- Production less carbon
- Pricing is not complete or true for:
 - Carbon
 - Other elements of sustainable development
- Boundaries favour easy measurement and favour local
 - Blindspots: consumers driving, storing, cooking
- How can we ensure carbon pricing is done right and appropriate assistance provided?



7. Reducing carbon?





Food in future focus

- Carbon cost:
 - Food is only one (rel. small) part of the carbon equation (~18%)
 - Mobiles, iPods, computers, vaccines, pharmaceuticals
 - Sustainable development trade-offs
- Low-carbon food trade is ...
 - Meat from pastoralists in Namibia and Tanzania?
 - Huge drops in fruit availability in Europe?
- Private approaches/ standards:
 - Amplify existing inequalities
 - Potential to limit exports from LICs <carbon, >livelihoods
- Need carbon pricing; governance; sustainable development calculus



"Perfect storm" for LIC agriculture

- Agricultural production in LICs: can be more efficient, lower carbon, higher sustainable development
- More trade is carbon mitigating and sustainable development optimising
- But current carbon measures are piecemeal and trade distorting/ limiting
- Free trade needs to be "informed (sustainable development-wise) trade"



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