

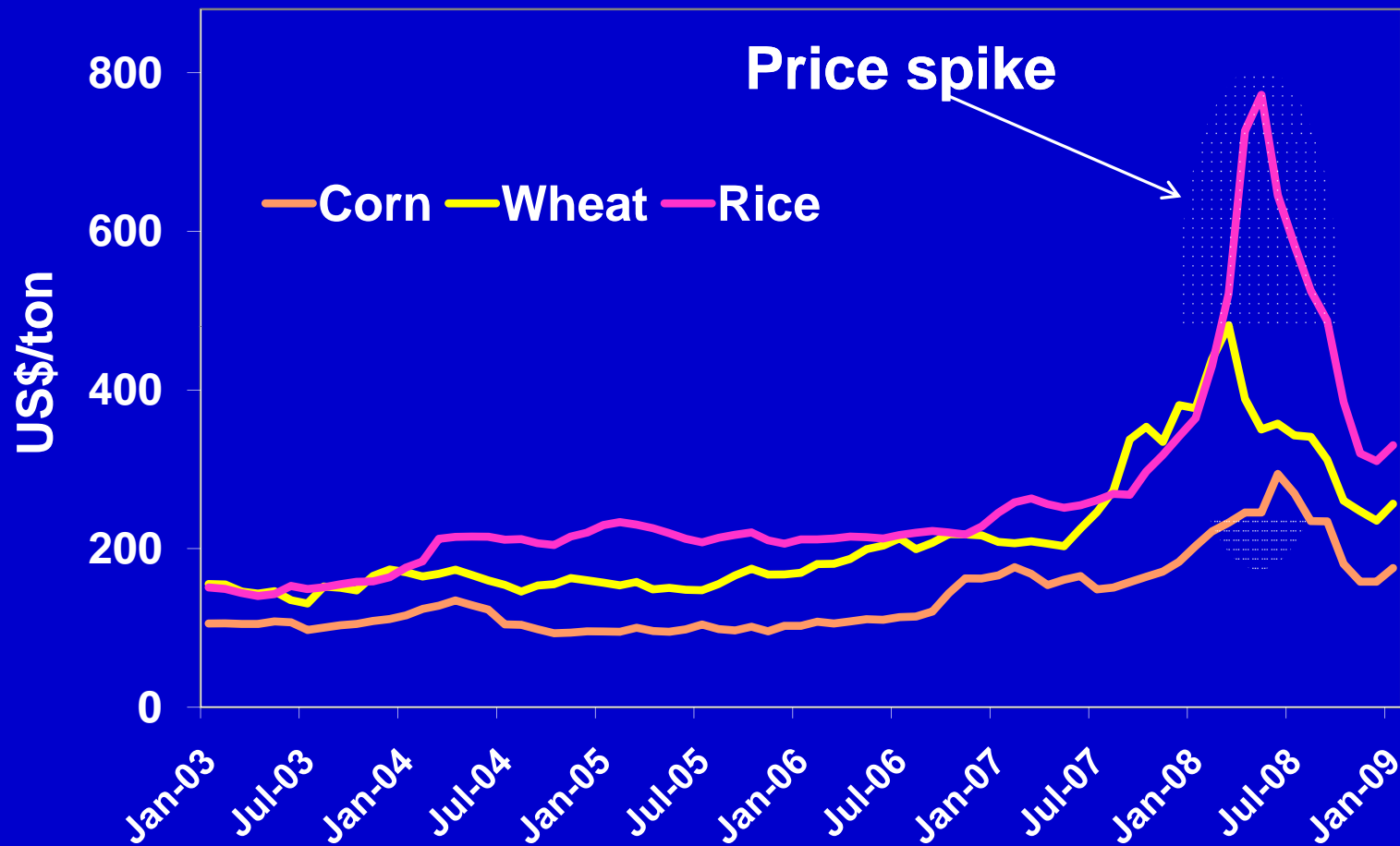


Implications of the Financial Crisis for Developing Countries

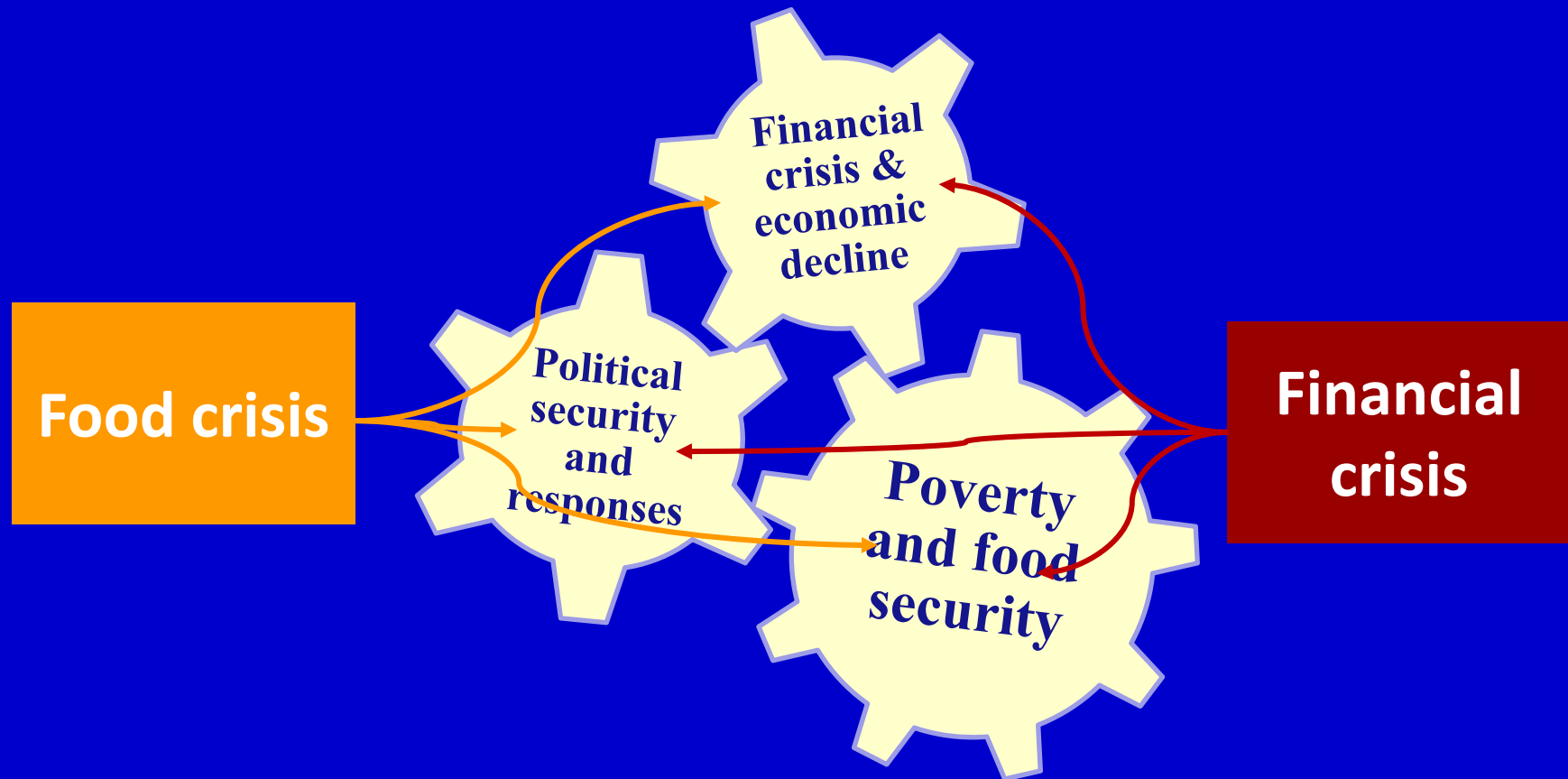
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Introduction to a panel discussion at IFPRI April 30, 2009

Food prices: higher levels and the spike



Food and financial crises linkages in developing countries



Recession scenarios 2005-2020

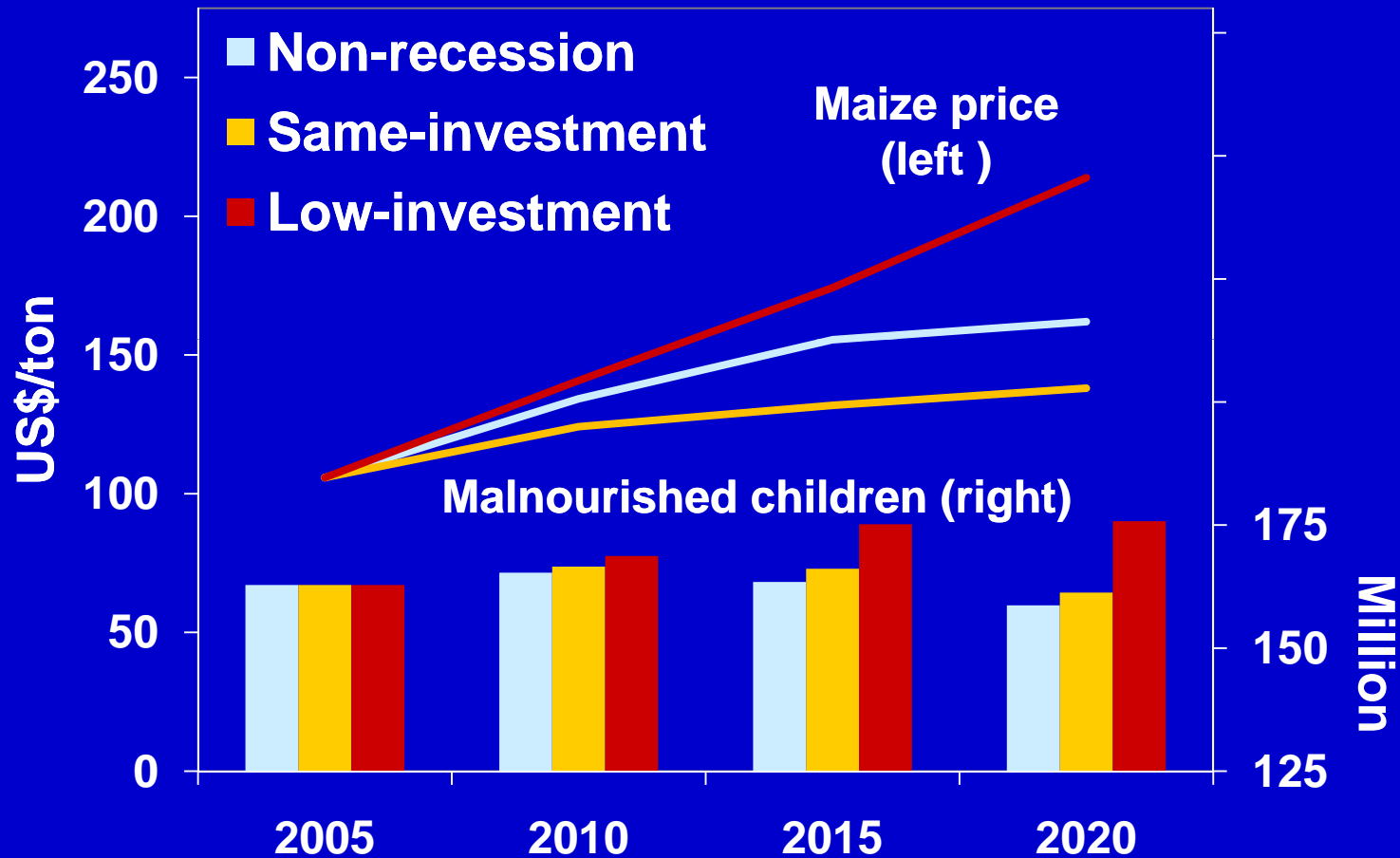
Scenarios

baseline: econ. growth as in past years

**1: Recession: econ. growth falls by 2-3%,
agric. investment maintained**

**2: Recession: econ. growth falls by 2-3%,
agric. investment reduced**

Recession Scenarios with IMPACT model



Recession scenarios with and without agric. investment action

Financial crisis and depression - issues for discussion

Impacts on / linkages among...

- Macro-economic (exchange rates, inflation, fiscal)
- Growth, incl. rural and agricultural growth
- Employment, migration, and remittances
- Trade
- Finance, credit, investment (domestic, FDI)
- Poverty and food security

Regional and country specific differences and transmissions

Financial crisis and depression - issues for discussion

What policy implications?

- Stimulus packages,
- Stabilization,
- Regulation,
- Social protection

Who what?

- Government
- Corporate
- Aid agencies
- NGOs