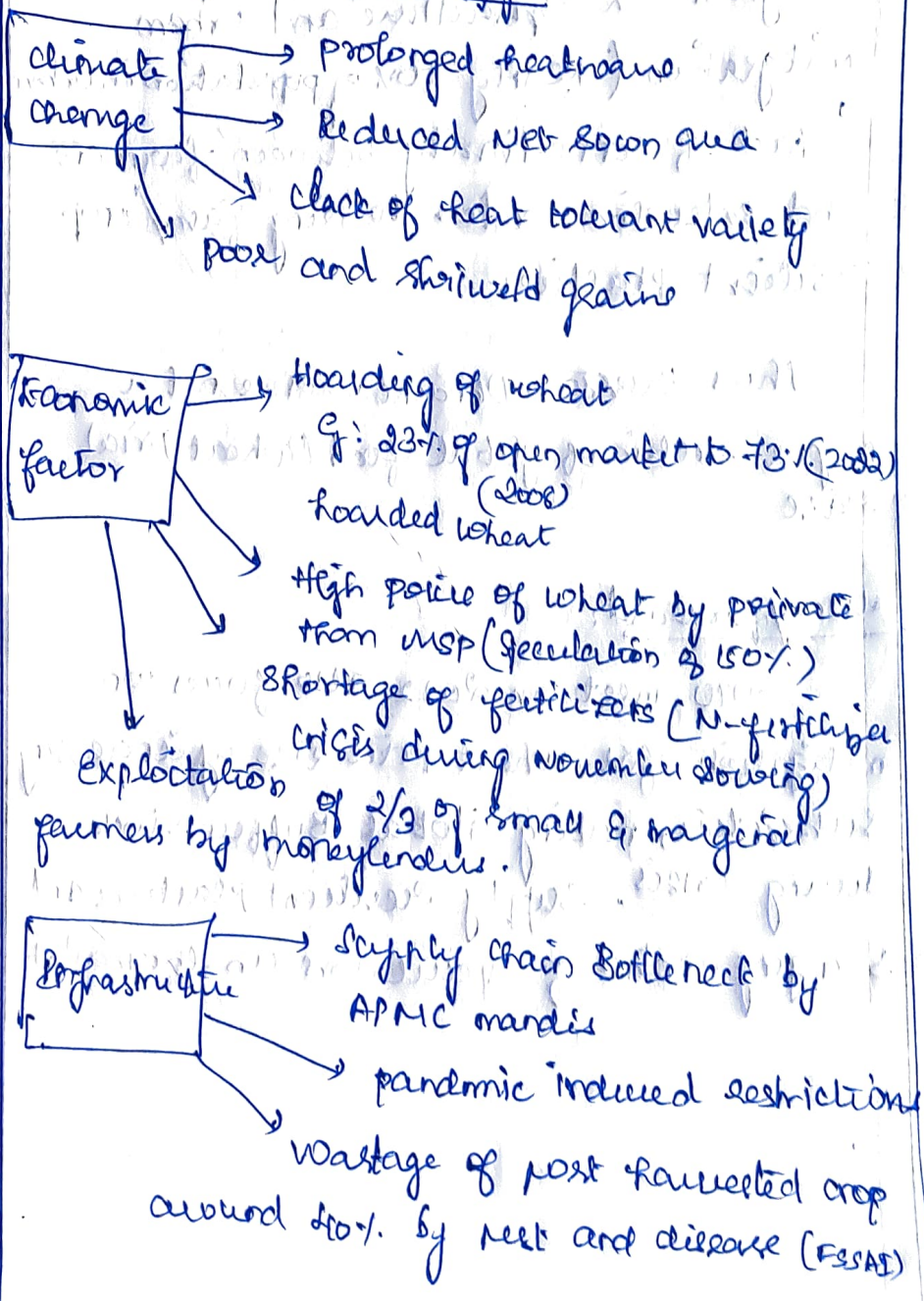


Russia-Ukraine crisis is not the only reason for global wheat price to increase rapidly. Justify this statement.

Global price raise of wheat

Recently the Global price of food commodities have reached the high prices (FAO report) and the inflation of the food commodities such as wheat reached nearly 7%.

Reason for the price surge:



Russia
Ukraine
war

→ Ukraine a leading exporter of wheat around 10%
→ Russian export of fertilizers also got disrupted by war
→ Reduced subsidies

Lack of
policy

→ Lack of crop specific policy for wheat like sugarcane (FRP)
→ Lack of training among the rural youth on agriculture and urban migration (nearly 50% of population in urban)

→ Lack of connectivity between farmers and extension workers to bring farm/crop resilient practices.

Thus Russia - Ukraine war is not a major reason of global food (wheat price) rise

Way forward:

WFP meet on 2022 also focus on mitigation for wheat price rise by increasing subsidies, making Global Buffer stocks during crisis, supply resilient practices and bringing control of speculators in the market.