

FAO, AUC launch guide to help countries enter Africa's new single market

The Food and Agriculture Organization of the United Nations (FAO) and the African Union Commission's Department of Agriculture, Rural Development, Blue Economy and Sustainable Development (AUC-DARBE) have launched a guide to boosting intra-African agricultural trade under the new African Continental Free Trade Area (AfCFTA) agreement.

The AfCFTA began trading on 1 January 2021 and is the largest free trade area in the world in terms of the number of countries covered. It represents a market of 1.2 billion consumers.



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The [Framework for Boosting Intra-African Trade in Agricultural Commodities and Services](#) is a blueprint for expanding agricultural trade between African countries and aims to unlock the potential of the agricultural sector to contribute to sustainable and inclusive growth for Africa. Increased trade represents a paradigm shift away from business as usual and is an important part of the collaborative work towards boosting food security and nutrition for all Africans.

"The framework provides a timely catalyst for the transformation to more efficient, inclusive, resilient and sustainable agri-food systems, sustainable development and prosperity in Africa.

"A key priority is the pursuit of industrial transformation policies and programmes that support the private sector to add value to African exports, compete with imports from outside Africa and expand opportunities for job creation," Abebe Haile-Gabriel, FAO assistant director-general and regional representative for Africa, Josefa Sacko, African Union Commissioner and Wamkele Mene, AfCFTA secretary-general jointly stated in the publication's foreword.

Africa is a net food-importing region of commodities such as cereals, meat, dairy products, fats, oils and sugar, importing about USD 80 billion worth of agricultural and food products annually. A small share of Africa's total agricultural trade is with other African countries. Intra-African agricultural trade is estimated to be less than 20%.

Turning commitments into actions

The framework will help policy-makers and the private sector to develop strategies, policies and programmes to promote intra-African agricultural trade and the development of agricultural value chains, so that stakeholders, including farmers,

small and medium agri-businesses, women and youth, can reap the benefits of the AfCFTA single market.

Action areas include trade policy, trade facilitation, productive capacity, trade-related infrastructure, trade finance, factor market integration and cross-cutting issues including the strengthening of trade and market information systems.

African countries have undertaken commitments to remove tariffs on 90% of over 5,000 tariff lines and to liberalize services. It is estimated that tariff liberalization in the transition phase could generate welfare gains of up to USD 16.1 billion, and growth in intra-African total merchandise trade of 33%, up from 15%.

The AfCFTA comes after African Heads of State and Government committed in 2014 to triple intra-African trade in agricultural commodities and services by the year 2025 as part of the Malabo Declaration.

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