



General objectives – agriculture and rural areas (Article 9 EFSI)

- (a) Research, development and innovation
- (d) Financial support to SMEs and mid-caps
- (e) Development and deployment of ICT:
 - (iv) broadband network
- (f) Environment and resource efficiency:
 - (i) environmental protection and management
 - (ii) eco-system services
 - (iii) rural development
 - (iv) climate change actions
- (g) Human capital:
 - (i) education and training

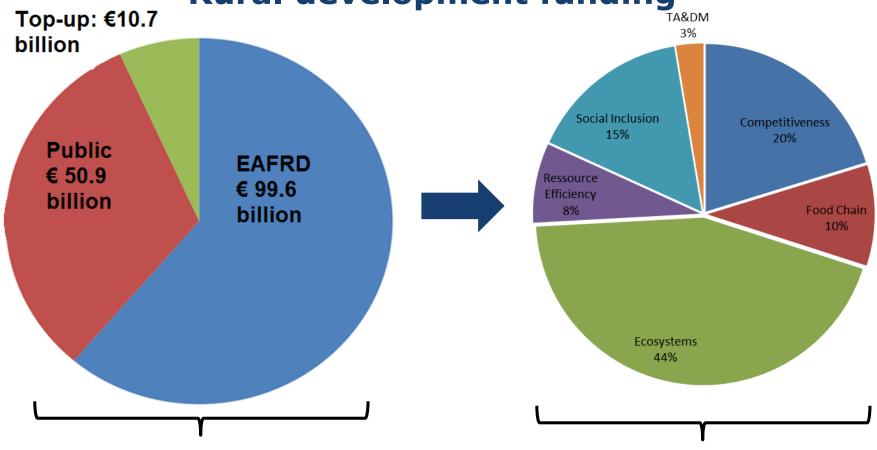


Union priorities for rural development 2014-2020 (Article 5 RD Regulation)

- (1) Fostering knowledge, transfer and innovation
- (2) Enhancing farm viability and competitiveness
- (3) Promoting food chain organisation, animal welfare and risk management
- (4) Restoring, preserving and enhancing ecosystems
- (5) Promoting resource efficiency and supporting the shift towards a low carbon and climate resilient economy
- (6) Promoting social inclusion, poverty reduction and economic development in rural areas



Rural development funding



€ 161 billion total public funding

€ 50 billion EAFRD for investments, infrastructure and SMEs



Main areas (1): Circular/Bio-economy

- Sustainable and integrated use of biological resources and waste streams for the production of food, energy and biobased products
- 2. Ensure that food waste in the manufacturing, retail/distribution, foodservice/hospitality sectors and households is reduced by at least 30 % by 2025
- 3. Phosphorus: enhance its recycling, foster innovation, improve market conditions and mainstream its sustainable use in fertilisers, food, water and waste.

EXAMPLE 1: ÄÄNEKOSKI BIO-MILL PLANT IN FINLAND EXAMPLE 2: ENVO BIO-GAS PLANT IN DENMARK



Main areas (2): Precision farming

- 1. Overall technical solutions need to become smarter and integrated into farm management systems, to support farmers in their decision-making
- 2. Precision Farming tools that are specifically designed for small and medium-sized farms are needed
- 3. Technical solutions: i) electric drives to facilitate precise electronic control of equipment and implements; ii) Internet of Things to facilitate machine and processor communication; iii) nanotechnology and biosensors; iv) drones and autonomous platforms
- 4. New business models for data management, sharing and open-data sources



Main areas (3): Broadband and smart villages

- Aggregation of bottom-up demand for high-speed broadband using state of the art technology.
- 2. Broadband investments in rural areas in line with the Commission broadband targets by 2020 (30 Mbps or more for all; 50% of households having 100 Mbps subscriptions or higher) and beyond.
- 3. Overcome the lack of technical capacities of public administrations as regards the support for the roll-out of high-speed broadband networks.

EXAMPLE 3: 2 BROADBAND PROJECTS IN FRANCE (ALSACE, NORD-PAS DE CALAIS)



Main areas (4): Water infrastructure

- Bundling small-scale irrigation investments (farm level) with large scale water infrastructure (hydraulic works and village renewal)
- 2. Fulfilment of the Water Framework Directive: addressing pollution from urban waste water and from agriculture, good status of all waters and obligatory pricing policy
- 3. Water savings and water efficiency projects

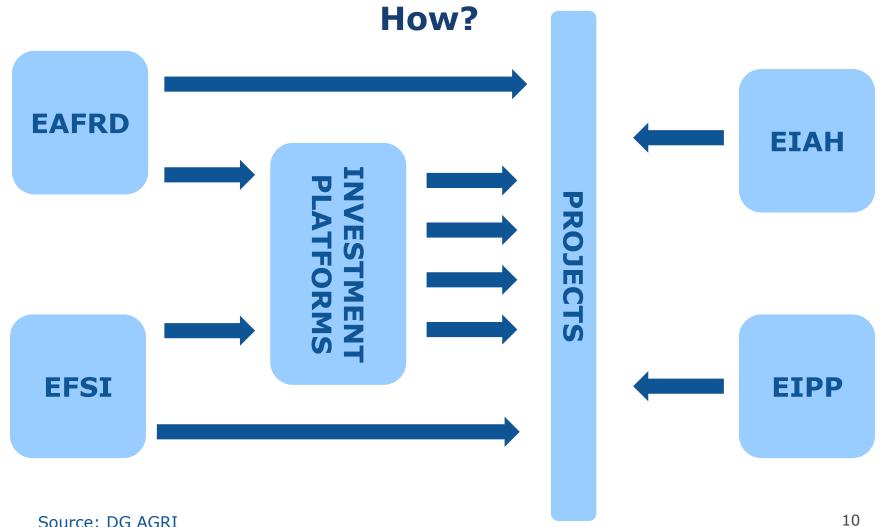


Main areas (5): Access to finance

- Develop financial products (typically, risk capital or guarantees) for agricultural holdings, forestry holders and SMEs in rural areas
- 2. Complement existing financial instruments under EAFRD and other EU policies (e.g. H2020 or COSME)
- 3. Maximize the leverage effect, taking advantage of EFSI architecture

EXAMPLE 4:
GUARANTEE SCHEME FOR
AGRI-SMEs IN GERMANY





Source: DG AGRI



Next steps

- 1. Workshop on Investment Platforms and complementarities with ESI Funds (date to be confirmed)
- 2. Dissemination of projects and information through the European Network for Rural Development
- 3. Periodic update of the Investment Plan for Europe as regards agriculture and rural development
- 4. Active dialogue with stakeholders: national promotional banks, financial institutions, sectorial organisations, managing authorities, national rural networks and innovation brokers.