ORAL QUESTION H-0868/08 for Question Time at the part-session in November 2008 pursuant to Rule 109 of the Rules of Procedure by Konstantinos Droutsas to the Commission

Subject: Dramatic fall in farm prices

The policy of the EU and the Greek Government, based on the recent CAP reforms including those resulting from the CAP 'health check' and within the framework of the WTO agreements, has undermined the agricultural sector with devastating effects on small and medium-sized farms, while ensuring mouth-watering profits for big business. Prices for basic agricultural commodities in Greece have been driven through the floor. For example, prices have fallen to 12 cents per kilo for maize, 25 cents for cotton and less than 30 cents for durum wheat. The price of extra virgin oil has fallen to 2.37 Euros per kilo, which does not even cover the cost of production. With the agreement of the ND and Pasok Governments, EU farm subsidies for most products are no longer linked to production and have remained frozen at the 2000-2002 three-year average.

Does the Commission intend to continue with this policy, which will lead to the elimination of small and medium-sized farms, concentrating ownership of land and production in fewer hands and increasing profits for big business, while leading to the economic and social decline of rural areas?

Tabled: 04.11.2008

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